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Public Disclosure Commission



State of Washington

PUBLIC DISCLOSURE COMMISSION

711 Capitol Way Rm. 206, PO Box 40908 • Olympia, Washington 98504-0908

(360) 753-1111 • FAX (360) 753-1112

Toll Free 1-877-601-2828 • E-mail: pdc@pdc.wa.gov • Website: www.pdc.wa.gov

Public Disclosure Commission Statement of Understanding

John Lovick: PDC Cases 24643 & 25520

John Lovick, hereby acknowledge that I
(Printed Name of Candidate):

As a candidate for Snohomish County Executive in 2015, and as a candidate for State Representative for the 44th Legislative District in 2016, violated the following:

1. RCW 42.17A.220 by failing to timely deposit monetary contributions received by my 2015 Campaign for Snohomish County Executive (2015 Campaign) and my 2016 Campaign for State Representative for the 44th Legislative District (2016 Campaign) within five business days of receipt.
2. RCW 42.17A.235 by failing to timely and accurately file the 7-Day Pre-Primary Election Summary Full Campaign Contribution and Expenditure reports (C-4 reports) covering the period July 14 through July 27, 2015, disclosing contributions received and expenditures made to support my 2015 Campaign. The initial 7-Day Pre-Primary Election C-4 report was required to be filed on July 28, 2015, and was filed by the 2015 Campaign on August 3, 2015, six days late disclosing \$8,015 in contributions received, and no expenditures or orders placed.

On October 2, 2015, the 2015 Campaign filed an amended 7-Day Pre-Primary Election C-4 report disclosing an additional \$1,900 in monetary contributions received, but \$19,175 in previously un-reported expenditures that included two expenditures totaling \$19,080 made to AMS Communications, Inc. in San Francisco, CA for direct mail political advertisements. The \$19,080 in previously unreported expenditures were disclosed 66 days late and 59 days after the August 4, 2015 Primary Election.

3. RCW 42.17A.235 by failing to timely file Monetary Contribution reports (C-3 reports) disclosing monetary contributions received by my 2015 Campaign. The late filed C-3 reports disclosed \$41,357.54 in monetary contributions filed between 7 and 306 days late and up to 60 days after the 2015 General Election.

4. RCW 42.17A.235 by failing to properly and adequately maintain campaign records and books of account of contribution and expenditure activities undertaken by my 2015 Campaign and my 2016 Campaign, including the date received and deposited for monetary contributions.
5. RCW 42.17A.240 by failing to accurately file C-4 reports for the August 2, 2016 primary election providing the required breakdown of expenditures, including work sub-contracted and a detailed description of the services provided for political advertising sponsored by my 2016 Campaign. The sub-vendor breakdown and description included a \$15,031 expenditure made on July 13, 2016, to Chinook Consulting for printing and postage; a \$7,831 expenditure made on July 13, 2016, to Chinook Consulting to print a "Bio brochure"; a \$7,828 expenditure made on July 18, 2016, to Chinook Consulting to print an "Education brochure."
6. RCW 42.17A.240 by failing to accurately file C-4 reports for the November 8, 2016 general election providing the required breakdown of expenditures, including work sub-contracted and a detailed description of the services provided for political advertising sponsored by the 2016 Campaign. The sub-vendor breakdown and description details was required for a \$50,000 expenditure made on September 26, 2016, to Chinook Consulting for a cable TV media buy; a \$15,000 expenditure made on October 12, 2016, to Chinook Consulting for an additional cable buy; and a \$10,214 expenditure made on October 17, 2016, to Chinook Consulting to design and print an "Image/Bio brochure."

I would like to avoid the time and expense resulting from a Brief Adjudicative Proceeding (Brief Enforcement Hearing) being scheduled by Public Disclosure Commission (PDC) staff.

Therefore, in lieu of PDC staff scheduling a Brief Enforcement Hearing, I am completing this Statement of Understanding, and enclosing a check or money order in the amount of \$900 as a penalty payment in these matters.

The \$900 penalty being assessed includes \$150 for the six acknowledged violations of RCW 42.17A listed above for failing to: (1) timely deposit monetary contributions within five business days of receipt; (2) timely and accurately file C-3 and C-4 reports for my election campaigns in calendar years 2015 and 2016, and (3) maintain campaign records and the required books of account to verify the information disclosed on C-3 and C-4 reports, in accordance with the Penalty Schedule adopted by the Commission for Brief Enforcement Hearings set forth in WAC 390-37-143.

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I understand that by completing this Statement of Understanding, I am acknowledging the violations of RCW 42.17A set forth above and am waiving my right to a hearing in these matters.



John Lovick

6-15-19
Date Signed

Please make your check or money order payable to the **"Washington State Treasurer"** and be sure to include the PDC Case number in the memorandum field, and mail or deliver this Statement of Understanding along with your payment to:

Public Disclosure Commission
711 Capitol Way, Room 206
PO Box 40908
Olympia, WA 98504-0908

