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THE FEDERAL ELECTION COMMISSION
Washington, DC 20463

2007 SEP 10 P 3:37

SENSITIVE

MEMORANDUM

September 10, 2007

TO: The Commission

THROUGH: Patrina M. Clark *me*
Staff Director

FROM: John D. Gibson *JD*
Chief Compliance Officer

Deborah Ruth Kant *DRK*
Director, ADR Office

BY: Lynn M. Fraser *LMF*
Assistant Director, ADR Office

SUBJECT: ADR 384 Bobby Scott for Congress and Charles Scott, Treasurer
Recommendation to Approve Settlement Agreement

RESOLUTION TERMS: Appoint a compliance specialist, develop a compliance manual, and obtain staff training on financial systems

Attached for your review is a signed negotiated ADR Settlement Agreement pertaining to **ADR 384 (RAD 07L-08)**. This case was received on March 22, 2007, and was assigned to the ADR Office on May 17, 2007.

SUMMARY: Treasurers of political committees are required to report all financial activity, including all receipts, pursuant to the FECA. Respondents filed their 2006 July Quarterly Report on July 15, 2006, followed by an amended 2006 July Quarterly report on August 4, 2006, and a subsequent amended 2006 July Quarterly Report on September 6, 2006. The amended report filed on August 4, 2006 included no changes in the amount of receipts disclosed. The amended report filed on September 6, 2006, however, disclosed additional receipts of \$55,880. Respondents filed a third amended 2006 July Quarterly Report on September 9, 2006, but this amended report did not disclose additional receipts beyond those

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disclosed on September 6, 2006. The Committee contends that there was an error in running the report, which caused the computer application to omit receipts in the database.

RECOMMENDATIONS:

1. Approve the attached settlement agreement of Bobby Scott for Congress and Charles Scott, Treasurer.
2. Approve the appropriate letters.
3. Close the file on this matter.

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