STATE OF MINNESOTA CAMPAIGN FINANCE AND PUBLIC DISCLOSURE BOARD

Findings and Order in the Matter of the Dow Chemical Company Agricultural Executive PAC

Summary of the Facts

In a letter dated August 20, 2007, John Apitz, representing the CropLife Political Action Committee ("CropLife"), notified the Campaign Finance and Public Disclosure Board ("the Board") that the Committee had accepted a contribution of \$500 without the required disclosure from the Dow Chemical Company Agricultural Executive PAC ("Dow PAC"), an association not registered with the Board.

Minnesota Statutes, section 10A.27, subdivision 13(b), prohibits an association not registered with the Board from making a contribution in excess of \$100 to a registered political committee or political fund unless, at the time the contribution was made, the unregistered association provides the recipient with the disclosure required by Minnesota Statutes, section 10A.20. An unregistered association that fails to provide the appropriate disclosure with the contribution is subject to a civil penalty of up to \$1,000.

The Dow PAC was advised of the possible violation by letter from Board staff dated August 22, 2007, and given an opportunity to respond. The Dow PAC did not respond to the staff letter.

This matter was considered by the Board in executive session at its meeting on October 9, 2007. The Board's decision was based upon correspondence from Mr. Apitz and Board records.

Based on the above Summary of the Facts and the Relevant Statute, the Board makes the following:

Findings Concerning Probable Cause

- There is probable cause to believe that the Dow PAC, an association not registered with the Campaign Finance and Public Disclosure Board, made a contribution of \$500 to CropLife without providing the disclosure by Minnesota Statutes, Section 10A.27, subd. 13.
- 2. The contribution was not returned within 60 days as permitted in Minnesota Statutes, section 10A.15, subdivision 3.

Based on the above Findings, the Board issues the following:

ORDER

1. The Board imposes a civil penalty of \$400 on the Dow PAC for making a contribution in excess of \$100 to a political committee without the disclosure required by Minnesota Statues, section 10A.27, subdivision 13.

- 2. The Dow PAC is directed to forward to the Board payment of the civil penalty, by check or money order payable to the State of Minnesota, within 30 days of receipt of this order.
- 3. If the Dow PAC does not comply with the provisions of this order, the Board's Executive Director shall refer this matter to the Ramsey County Attorney for civil enforcement pursuant to Minnesota Statute, section10A.28, subdivision 4.
- 4. The Board investigation of this matter is hereby made a part of the public records of the Board pursuant to Minnesota Statutes, section 10A.02, subdivision 11, and upon payment by the civil penalty imposed herein, this matter is concluded.

Dated: October 9, 2007

Felicia J. Boyd, Chair

Campaign Finance and Public Disclosure Board

Relevant Statute

Minnesota Statutes, section 10A.27, subdivision 13. Unregistered association limit; statement; penalty. (a) The treasurer of a political committee, political fund, principal campaign committee, or party unit must not accept a contribution of more than \$100 from an association not registered under this chapter unless the contribution is accompanied by a written statement that meets the disclosure and reporting period requirements imposed by section 10A.20. This statement must be certified as true and correct by an officer of the contributing association. The committee, fund, or party unit that accepts the contribution must include a copy of the statement with the report that discloses the contribution to the board. This subdivision does not apply when a national political party contributes money to its affiliate in this state.

- (b) An unregistered association may provide the written statement required by this subdivision to no more than three committees, funds, or party units in a calendar year. Each statement must cover at least the 30 days immediately preceding and including the date on which the contribution was made. An unregistered association or an officer of it is subject to a civil penalty imposed by the board of up to \$1,000, if the association or its officer:
 - (1) fails to provide a written statement as required by this subdivision; or
 - (2) fails to register after giving the written statement required by this subdivision to more than three committees, funds, or party units in a calendar year.