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DES FINANCE

State of Washington

PUBLIC DISCLOSURE COMMISSION

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**Public Disclosure Commission Statement of Understanding**

**David Chan: PDC Cases 38404 & #38564**

I David Chan, hereby acknowledge that I:  
(Printed Name of Respondent)

as a 2018 candidate for Snohomish Public Utility District No. 1 Commissioner, failed to timely file:

1. Three Monetary Contribution reports (C-3 reports) totaling \$9,000 in monetary contributions received, including a \$6,000 loan from the candidate's personal funds, during the period of July 18 through August 11, 2018, in violation of RCW 42.17A.235 and .240. The 2018 campaign filed three C-3 reports on August 13, 2018, six days after the August 7, 2018 primary election, and the contributor information was filed 21 days late.
2. Three Summary Full Campaign Contributions and Expenditures reports (C-4 reports), including the 21-day and 7-day Pre-Primary Election C-4 reports, and 2018 Post-Primary Election C-4 report disclosing \$9,000 in monetary contributions received and \$9,719 in expenditures made, in violation of RCW 42.17A.235 and .240. The \$9,719 in expenditures made included printing and mailing a campaign flyer, publishing newspaper political advertisements, and producing yard signs. The contribution and expenditure activities were disclosed 13- 27 days late by the Campaign, all after the August 7, 2018 primary election was held.

David Chan 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 \$300 as a penalty payment in this matter.

The \$300 penalty being assessed, includes a \$150 penalty in accordance with the Penalty Schedule adopted by the Commission for Brief Enforcement Hearings set forth in WAC 390-37-143, for each of the two acknowledged violations:

1. RCW 42.17A.235 and .240 for failing to timely file C-3 reports disclosing monetary contributions received.
2. RCW 42.17A.235 and .240 for failing to timely file C-4 reports disclosing contribution and expenditure activities including in-kind contributions and loans received from the candidate's personal funds.

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 this matter.

  
\_\_\_\_\_  
David Chan, 2018 Candidate

10-17-18  
\_\_\_\_\_  
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:

**Department of Enterprise Services**  
**Small Agency Services**  
**PO Box 41465**  
**Olympia, WA 98504-1465**