



FEDERAL ELECTION COMMISSION
Washington, DC 20463

February 2, 2007

Scott Mackenzie
Coronado for Congress
1155 15th Street, NW, Suite 614
Washington, DC 20005

Re: ADR 357 (RAD 06L-27)
Coronado for Congress and Scott Mackenzie, Treasurer

Dear Mr. Mackenzie:

The Reports Analysis Division of the Federal Election Commission ("FEC" or "Commission") determined that matters arising from its recent review of reports filed by Coronado for Congress warranted further examination for possible violation of the Federal Election Campaign Act of 1971, as amended. The Commission, thereafter, reviewed the file and voted on January 26, 2007 to assign this matter to the FEC's Alternative Dispute Resolution Office ("ADRO") for processing.

The FEC established the ADR Program to provide an informal means for resolving matters that come before the Commission and to facilitate negotiations directly with Coronado for Congress and Scott Mackenzie, Treasurer ("Respondents" or the "Committee"). The ADR Program provides Respondents with an opportunity to negotiate, and if necessary, mediate settlement of a matter that is mutually agreeable. The negotiations occur prior to any Commission consideration of whether there is reason to believe a violation has occurred. If negotiations and/or mediation are successful, the resulting settlement would conclude the matter.

The Commission, in referring the matter to the ADR office, determined that the case is eligible for processing in the ADR program. If Respondents decide to participate in the Program, i.e., negotiation and/or mediation, you must: 1) indicate in writing a willingness to have your case submitted to the ADR process; 2) agree to participate in the bilateral negotiations and if necessary, mediation; and 3) waive the statute of limitations while the matter is being processed under the FEC's ADR program.

The issues referred to the ADRO, and the focus of our subsequent negotiations are summarized as follows:

Summary: RAD referred Coronado for Congress and Scott B. MacKenzie, Treasurer ("Respondents" or the "Committee"), for failing to disclose all financial activity for their

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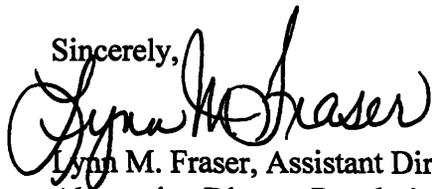
2006 April Quarterly Report. Respondents filed the original 2006 April Quarterly Report on April 15, 2006 that disclosed \$0 debts and obligations. On April 26, 2006, the Committee filed an amended 2006 April Quarterly Report that disclosed \$160,765.91 in outstanding debts (previously reported on the 2005 Year End Report), \$95,292.77 in debts incurred for the reporting period, and \$151,428.33 in payments made during the reporting period.

Respondents filed a miscellaneous electronic submission in response to a RFAI that stated in part " ... the committee was in a transition phase from the previous Treasurer to the current, and all of the information regarding debts was not readily available at the time the initial report was filed."

If after reviewing this letter and the enclosed brochure, which describes the ADR program, Respondents would like this case selected for ADR processing, you need to affirmatively indicate that on the enclosed Commitment to Submit Matter to ADR Program form. **Failure to respond affirmatively within fifteen (15) business days of receipt of this letter will be taken as a notice of disinterest in the program and your case will be dropped from further consideration for ADR.** In that event, your case will be sent to the FEC's Office of General Counsel, and the likelihood that the Committee will be audited during the next election cycle will increase.

This matter has been designated as ADR 357. Please refer to this number in future correspondence with the FEC. If you have questions about the ADR Program, please contact the ADRO at my direct dial as indicated below

Sincerely,



Lynn M. Fraser, Assistant Director
Alternative Dispute Resolution Office
202-694-1665

Enclosures: Brochure
Commitment to Submit Matter to ADR
Designation of Representative/Counsel