



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

FEDERAL ELECTION  
COMMISSION  
SECRETARIAT

2009 JUN 17 A 9 13

**SENSITIVE**

**MEMORANDUM**

June 15, 2009

TO: The Commission

THROUGH: Robert A. Hickey  
Staff Director

FROM: John D. Gibson  
Chief Compliance Officer

Lynn M. Fraser  
Acting Director, ADR Office

SUBJECT: ADR 490 Hank Eng for Congress and Carmen Lamar Arnold, Treasurer  
Recommendation to Approve Settlement Agreement

RESOLUTION TERMS: Work with Commission staff to terminate the Committee and  
pay a civil penalty of \$2,000.

Attached for your review is a signed negotiated ADR Settlement Agreement pertaining to  
ADR 490 (RAD 09L-11). This case was referred to the ADR Office on April 1, 2009.

**SUMMARY:** In this case, the Reports Analysis Division (RAD) referred Hank Eng for Congress and Carmen Lamar Arnold, Treasurer (Respondents) for failing to disclose all financial activity on their 2008 12 Day Pre-General Report. Specifically, Respondents filed an amended 2008 12 Day Pre-General Report on December 3, 2008 disclosing additional disbursements of \$122,959.22.

Respondents contend that their staff consisted entirely of volunteers, who attempted to file timely when, in fact, they did not have all necessary information in their possession. They changed their reporting procedures accordingly.

29190281590

**RECOMMENDATIONS:**

1. Approve the attached settlement agreement of Hank Eng for Congress and Carmen Lamar Arnold, Treasurer.
2. Approve the appropriate letters.
3. Close the file on this matter.

29190281591