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SENSITIVE

Federal Election Commission
Washington, DC 20463

MEMORANDUM

April 20, 2016

TO: The Commission

THROUGH: Alec Palmer *[Signature]*
Staff Director

FROM: Patricia C. Orrock *[Signature]*
Chief Compliance Officer

Lynn M. Fraser *[Signature]*
Director, ADR Office

BY: Krista J. Roche *[Signature]*
Assistant Director, ADR Office

SUBJECT: ADR 787 Conservative Majority Fund and Scott Mackenzie,
Treasurer, Recommendation to Approve Settlement
Agreement

RESOLUTION TERMS: Certify that a representative of the Committee participated in
an FEC conference, webinar, or other program developed in
consultation with the FEC's Information Division; amend
relevant 2013-2014 reports to address any inadequate
responses to requests for additional information from RAD;
and pay a civil penalty of \$3,500.

Attached for your review is a signed negotiated ADR Settlement Agreement pertaining to ADR 787 (RAD 15L-44). The ADR Office received this referral on December 3, 2016.

SUMMARY: The Reports Analysis Division referred the Conservative Majority Fund and Scott Mackenzie, Treasurer, (Respondents or the Committee) for cumulative errors during the 2013-2014 election cycle which disclosed the Committee was not in substantial compliance with the FECA. A political

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committee may be referred if, after an internal review of reports filed by the committee, the Commission determines the reports do not meet the threshold requirements for substantial compliance with the FECA.

Respondents contend there were reporting challenges during the 2014 election cycle. Respondents further contend that the Committee made significant procedural changes to ensure future compliance, including retaining additional personnel to assist in filing reports and responding to RFAI's.

RECOMMENDATIONS:

1. Approve the attached settlement agreement of Conservative Majority Fund and Scott Mackenzie, Treasurer.
2. Approve the appropriate letters.
3. Close the file on this matter.