1			
2			
3	BEFORE THE ATTORNEY GENERAL		
4	OF THE STATE OF OREGON		
5 6	In the Matter of the Issuance of a Disqualification Order against	FINAL DISQUALIFICATION ORDER	
7	NATIONAL VETERANS SERVICES FUND, INC.,	Matter No. XCT0031-15	
8	Respondent.		
9			
10	On August 24, 2015, the Attorney General properly served notice on National Veterans		
11	Services Fund, Inc. ("Respondent") that she intended to issue an order disqualifying Responden		
12	from receiving contributions that are tax deductible for Oregon income tax purposes by mailing		
· 13	Notice of Intent to Issue a Disqualification Order Notice by certified mail and by first-class mail		
14	to Respondent's address on file with the Attorney General. Respondent received and accepted		
15	the certified mail on August 28, 2015.		
16	The Notice informed Respondent that it had 60 days from the date of mailing of the		
17	notice to make a written request for a hearing and designated the relevant portions of the		
18	Attorney General's file in connection with this matter as the record for purposes of default.		
19	Respondent did not request a hearing within the 60 day period and has not provided any written		
20	response or submission in response to the Notice.		
21	NOW THEREFORE, after considering the relevant portions of the Attorney General's		
22	file relating to this matter, the Attorney General enters the following Order.		
23	Findings of Fact		
24	1. Respondent is registered with the Oregon Attorney General as a charitable		
25	organization engaged in solicitations or otherwise doing business in Oregon and has the		
26	registration file number # 26637.		

2. Respondent's most recent IRS Form 990 filed with the Attorney General is for the 2013 fiscal year. Respondent's total functional expenses and program expenses as reported in its

3 IRS Form 990, Part IX Statement of Functional Expenses, are set forth below.

National Veterans Services Fund, Inc., Reg. # 26637	2011	2012	2013	Average Expenditures over 3 years
Total Expenses	\$9,577,914	\$9,022,976	\$8,018,378	\$8,873,089.33
Program Expenses	\$2,818,563	\$1,947,612	\$1,507,882	\$2,091,352.33
Program Service Ratio: 3yr				
program/3yr total	29.4%	21.6%	18.8%	23.6%

3. Respondent is not exempt from disqualification under ORS 128.760(4) and does not warrant exemption under ORS 128.760(2) and OAR 137-010-0032.

## **Ultimate Findings of Fact**

Respondent's program service expenditures averaged over the applicable years is less
than 30 percent of its total expenditures and Respondent is not otherwise exempt from
disqualification.

## **Conclusions of Law**

Because Respondent has failed to expend at least 30 percent of its total annual functional expenses on program services, as reflected in its IRS Form 990, Part IX Statement of Functional Expenses, when averaged over the applicable period and because Respondent is not exempt from disqualification under ORS 128.760(4) and does not warrant exemption under ORS 128.760(2) and OAR 137-010-0032, Respondent is disqualified from receiving contributions that are tax deductible for Oregon income tax purposes.

Page 2 - FINAL DISQUALIFICATION ORDER

1	Order		
2	National Veterans Services Fund is disqualified from receiving contributions that are tax		
3	deductible for Oregon income tax purposes. Respondent is ordered to disclose its disqualified		
4	status in solicitations to persons in Oregon pursuant to ORS 128.763. This Disqualification		
5	Order remains in effect for a minimum of one year and will continue until such time as		
6	Respondent submits information to demonstrate that its program services expenses meet the		
7	minimum percentage specified in ORS 128.760(1).		
8			
9	Notice of Right to Appeal		
10	You are entitled to judicial review of this Order. Judicial review may be obtained by		
11	filing a petition of review within 60 days from the date of service of this Order. Judicial Review		
12	is to the Oregon Court of Appeals, pursuant to the provisions of ORS 183.482.		
13			
14	DATED this day of December, 2015.		
15			
16	Ellen F. Rosenblum		
17	Attorney General		
18	Surem A Bourse		
19	Susan A. Bower, OSB # 960960 Assistant Attorney General		
20	1515 SW Fifth Avenue, Suite 410 Portland, Oregon 97201		
21	Of Attorneys for State of Oregon Charitable Activities Section		
22	Chartable Activities Section		
23			
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Page 3 - FINAL DISQUALIFICATION ORDER

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2					
3	BEFORE THE ATTORNEY GENERAL				
4	OF THE STATE OF OREGON				
5	In the Metter of the Immers of				
6	In the Matter of the Issuance of a Disqualification Order against	NON-MILITARY AFFIDAVIT			
7	NATIONAL VETERANS SERVICES FUND, INC.,	Matter No. XCT0031-15			
8					
9	Respondent.				
10	GTATE OF OREGON				
11	STATE OF OREGON ) ss.				
12	County of Multnomah )				
13	I, Susan Bower, being first duly sworn, depose and say that I am employed by the State				
14	of Oregon, with the Attorney General, as an Assistant Attorney General. Respondent is a				
15	nonprofit corporation and therefore not a member of the military service of the United States.				
16					
17		S. A. Barray			
18		Susan Bower, OSB #960960			
19		Assistant Attorney General 1515 SW Fifth Avenue, Suite 410			
20		Portland, Oregon 97201 Of Attorneys for State of Oregon			
21		Charitable Activities Section			
22		6			
23	SUBSCRIBED AND SWORN to before me by	Dustry Bowle on this 1 day of			
24	December 2015.				
25	OFFICIAL STAMP				
26	KRIS ANTHONY KALANGES NOTARY PUBLIC-OREGON COMMISSION NO. 933026	Khi A. Kalangs Notary Public for Oregon			
	MY COMMISSION EXPIRES OCTOBER 13, 2018	Notary Public for Oregon  My Commission Expires 10-13-15			

1	Certificate of Service		
2			
3	I certify that on December, 2015, I served the attached Final Disqualification Order and		
4	Non-Military Affidavit by mailing copies thereof in a sealed envelope, first-class postage prepaid		
5	and also by certified mail, addressed as follows:		
6			
7	National Veterans Services Fund, Inc. Attn: Phil Kraft, Pres.		
8	209 West Ave. PO Box 2465 Darien, CT 06820-0465		
9	Darien, C1 00820-0403		
10	Susan & Bower		
11	Susan A. Bower, OSB #960960 Assistant Attorney General		
12	Assistant Attorney General		
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CERTIFICATE OF SERVICE