

**Elite Chic:** 

April 19, 2007

## 54 More Rich Donors Join the '\$100,000 Club'

- Club's 140 members give \$52 Million—27 percent of the system total.
- Booze industry goes on a bender.

During the recent 2006 election 140 wealthy individuals donated more than \$100,000 apiece to Texas state PACs and candidates. This is up 63 percent from the 86 individuals who cleared \$100,000 in 2004.

With many "\$100,000 Club" members spending much more than 100 grand the 140 elite donors dropped \$52 million on the last election, accounting for 27 percent of the \$191 million total raised by state PACs and candidates. The word on Texas' gated streets is that you can beat the S&P 500 by investing in the state's ingratiating politicians.

Meanwhile barbarians at the gates are trying to put a lid on the country-club set. A bill by Rep. Mike Villarreal (D-San Antonio) would bar any individual from contributing an aggregate total of more than \$100,000 to state candidates and PACs in a given election (HB 111).

The \$100,000 Club's burgeoning membership (see full list below) accounts for only part of the club's \$23 million spending increase. The almost \$13 million that longtime club pacesetters Bob Perry and James Leininger spent on the 2006 election more than doubled what this dynamic duo spent in 2004. Perry and Leininger accounted for a stunning 30 percent of the spending hike by all club members in this period.

The contributions by Republicans Perry and Leininger were partially offset by \$2.1 million from club newcomer Fred Baron. This recently retired trial lawyer has been trying to resuscitate the ailing Texas Democratic Party.

The accompanying table breaks down \$100,000 Club members by their underlying industries and compares the 2006 industry breakdown to that of 2004. This comparison reveals the biggest industry shifts in the \$100,000 Club's membership and contributions.

While Construction moved up a notch to become the club's top-spending industry in 2006, this increase is almost entirely the result of homebuilder Bob Perry, who contributed an additional \$2.6 million in 2006.

A more interesting shift occurred in the Miscellaneous Business sector, which jumped to second place from its No. 6 ranking in 2004. Contributions from club members in this sector increased more than 300 percent as the club signed up a net increase of 16 new members from this sector in 2006.

		2004		No. of Club		Change In Club Money	Change In Members
Interest Group	Rank	Rank	(2006 Cycle)	Donors	Money	Since 2004	Since 2004
Construction	1	2	\$9,075,242	10	18%	56%	3
Miscellaneous Business	2	6	\$8,605,282	28	17%	304%	16
Lawyers & Lobbyists	3	3	\$7,352,144	22	14%	71%	2
Health	4	7	\$6,941,771	5	13%	243%	0
Finance	5	4	\$6,822,523	19	13%	157%	8
Energy/Natural Resources	6	1	\$4,129,793	18	8%	-45%	7
Real Estate	7	5	\$3,144,290	13	6%	47%	4
Transportation	8	8	\$2,396,359	9	5%	202%	4
Agriculture	9	10	\$1,090,120	3	2%	142%	2
Communications	10	9	\$818,850	3	2%	52%	0
Insurance	11	11	\$439,134	3	1%	80%	1
<b>Computers &amp; Electronics</b>	12	0	\$603,607	5	1%	NA	5
Other	13	0	\$298,649	2	1%	NA	2
TOTALS:			\$51,717,765	140	100%	81%	54

## The Special Interests of '\$100,000 Club' Members

Seven of this sector's 16 new recruits made fortunes as alcohol distributors. Republic Beverage (which includes Block Distributing and Magnolia Marketing) now boasts four \$100,000 Club members. Rival Glazer's Distributing has three.

These booze wholesalers served politicos triple shots in 2006 in an effort (HB 2266) to repeal rules that force bars and restaurants to buy hooch from package liquor stores. Yet those who demand free markets must beware what they ask for. Package stores retaliated by urging the legislature to allow liquor manufacturers to sell directly to package stores—thereby bypassing the wholesalers (HB 2525).

Another dynamic sector for the \$100,000 Club is Health, which moved up to No. 4 from its seventhplace ranking in 2004. Although members in the Health sector increased their contributions \$5 million, this was almost entirely the handiwork of Dr. James Leininger, who made a fortune selling hi-tech hospital beds. Leininger spent \$4 million more in 2006 than he did in the preceding election.

The Energy & Natural Resources industry was the only sector in which contributions by club members plummeted. This industry dropped from No. 1 in 2004 to sixth place. The more than \$5 million drop in spending by these members resulted from oil billionaire Tony Sanchez's retirement from the \$100,000 Club. Sanchez belonged in 2004 when he still was paying off some of the tens of millions of dollars that he had loaned himself for his failed 2002 Democratic campaign to be governor.

Some newcomers to the \$100,000 Club in 2006 joined as a result of one-horse bets on Texas' bizarre four-way gubernatorial race.<sup>1</sup> The candidacy of independent Kinky Friedman prompted his friends John McCall (\$1.2 million), Barbara Bowman (\$264,025) and Jimmy Buffet (\$219,700) to join the club for perhaps the first and only time.

Chris Bell's Democratic candidacy brought newcomer Ricardo Weitz (\$555,956) into the fold and prompted veteran John O'Quinn (\$1.1 million) to almost quadruple what he spent in 2004.

Similarly, independent Carole Keeton Strayhorn had much to do with increased expenditures by Ryan & Co. partners in the \$100,000 Club. Ryan & Co.—which dunned Strayhorn for corporate tax breaks when she was comptroller—went from three to four club members in 2006. Meanwhile, chief George Ryan more than quadrupled his spending in 2006 to \$1.4 million, with most of it benefiting Strayhorn.

## Texas' 2006 Election Cycle '\$100,000 Club'

Amount In			
Cycle Contributor	City	Company/Occupation	Interest Group
\$7,167,064 *Bob & Doylene Perry	Houston	Perry Homes	Construction
\$5,551,966 *James & Cecilia Leininger	San Antonio	Kinetic Concepts Inc.	Health
\$2,100,821 Fred & Lisa Baron	Dallas	Baron & Budd, PC	Lawyers & Lobbyists
\$1,390,354 *George & Amanda Ryan	Dallas	Ryan & Co. PC	Finance
\$1,205,921 *Charles C. Butt	San Antonio	HEB Grocery Co.	Miscellaneous Business
\$1,201,545 John Herschel McCall	Spicewood	Armstrong McCall Beauty	Miscellaneous Business
\$1,200,348 *T. Boone Pickens Jr.	Dallas	BP Capital	Finance
\$1,129,400 *Harold Simmons	Dallas	Contran Corp.	Finance
\$1,116,556 *John M. O'Quinn	Houston	O'Quinn Laminack & Pirtle	Lawyers & Lobbyists
\$766,300 *David & Martha Alameel	Dallas	Jefferson Dental Clinics PC	Health
\$620,750 *Robert C. McNair Jr.	Houston	Houston Texans, CoGen	Energy/Nat'l Resources
\$555,956 Ricardo Weitz	Houston	Auto Dealer	Transportation
\$554,717 *Richard W. Weekley	Houston	Weekley Properties	Real Estate
\$548,509 *John L. & Barbara Nau III	Houston	Silver Eagle Distributors L.P.	Miscellaneous Business
\$537,175 *Thomas Dan Friedkin	Houston	Friedkin Companies Inc.	Transportation
\$531,114 *Lonnie A. 'Bo' Pilgrim	Pittsburg	Pilgrim's Pride Poultry	Agriculture
\$525,889 *Walter Umphrey	Beaumont	Provost & Umphrey Law	Lawyers & Lobbyists
\$503,600 *Michael Stevens	Houston	Michael Stevens Interests	Real Estate
\$496,385 *John Eddie Williams Jr.	Houston	Williams Bailey Law Firm,	Lawyers & Lobbyists
\$469,934 *Harlan & Katherine Crow	Dallas	Crow Holdings	Real Estate
\$460,100 *Geoffrey Raynor	Fort Worth	Q Funding, LP	Finance
\$458,262 *Louis & Julie Beecherl	Dallas	Beecherl Co's	Energy/Nat'l Resources
\$419,657 *Russell Kelley	Austin	Public Strategies LLC	Lawyers & Lobbyists
\$415,750 *Peter & Edith O'Donnell	Dallas	O'Donnell Foundation	Finance
\$408,875 Bennett Joe Glazer	Dallas	Glazer's Wholesale Drug	Miscellaneous Business
\$401,000 *Alice L. Walton	Mineral Wells	Wal-Mart	Miscellaneous Business
\$400,000 *Stevan Hammond	Dallas	Marketing Investors	Communications
\$397,000 *James D. Pitcock Jr.	Houston	Williams Brothers	Construction
\$393,780 *Peter & Julianna Holt	Blanco	Holt Companies	Construction
\$389,975 *Alan W. Dreeben	Schertz	Block Distributing	Miscellaneous Business
\$365,000 Alan Franco	New Orleans	Magnolia Marketing Co.	Miscellaneous Business
\$365,000 Jeff Goldring	Houston	Republic Beverage Co.	Miscellaneous Business
\$364,375 Edward Block	Schertz	Block Distributing	Agriculture
\$341,000 W. Marvin & Barbara Rush	San Antonio	Rush Enterprise Inc.	Transportation
\$332,000 *Robert & Terry Rowling	Irving	TRT Holdings, Inc.	Miscellaneous Business
\$326,000 *Barkley J. Stuart	Dallas	Glazer's Wholesale Drug	Miscellaneous Business
\$319,125 Gordon T. Graves	Austin	Graves Management, Inc.	Miscellaneous Business
\$303,000 *Gerald Ridgely Jr.	Dallas	Ryan & Co. P. C.	Finance
\$302,500 *Kenny & Lisa Troutt	Dallas	Mt. Vernon Investments LLC	
\$301,370 Russell W. Budd	Dallas	Baron & Budd PC	Lawyers & Lobbyists
\$287,625 Harold W. Nix	Daingerfield	Nix Patterson & Roach	Lawyers & Lobbyists
\$265,463 Greg LaMantia	McAllen	L & F Distributors	Miscellaneous Business
\$265,141 Paul L. Foster	El Paso	Western Refining Co.	Energy/Nat'l Resources
\$264,025 Barbara Bowman	San Antonio	Oil Heiress	Energy/Nat'l Resources
\$248,348 *Dan L. Duncan	Houston	Enterprise Products	Energy/Nat'l Resources
\$239,505 *Dian Owen Graves Stai	Abilene	Owen Healthcare Inc.	Health
\$239,191 Barry G. Andrews	Dallas	Andrews Distributing	Miscellaneous Business
\$233,894 *James D. Dannenbaum	Houston	Dannenbaum Engineering	
\$227,000 *Ralph & Joy Ellis Jr.	Irving	Belmont Oil And Gas Corp.	Energy/Nat'l Resources

\$226,993 Robert A. Mosbacher Jr. \$223,000 Maconda O'Connor \$219,700 Jimmy Buffet \$214,000 \*Charles E. Hurwitz \$208,373 \*Charles W. & Judy Tate \$206,638 \*H. Ross Perot Jr. \$200,000 Dawn Arnall \$197,500 Joseph F. Phillips \$197,000 \*Mr. & Mrs. Erle A. Nye \$196,065 \*W. Mark & Becky Lanier \$195,000 Terralynn Swift \$194,631 Jerry & Glenda Kane \$194,100 \*Ray L. Hunt \$193,500 \*Mr/Mrs William A. McMinn \$193,329 Patrick J. Moran \$192,961 Mr/Mrs Steve Sterguell II \$190,100 Richard & Ginni Mithoff \$189,500 Richard Thompson \$189,014 David H. Dewhurst \$187,347 \*Ned S. Holmes \$186.595 \*Randall G. Goss \$186,000 \*Mr/Mrs Albert Huddleston \$184,500 Richard Scott \$180,000 Christine Mattsson \$179,359 \*John Victor Lattimore Jr. \$176,234 \*Michael B. Boylan \$174,865 \*James L. Huffines \$174,773 \*HB & Mollie Zachry Jr. \$170,750 \*B.J. 'Red' McCombs \$169,250 \*Robert D.McLane Jr. \$165,704 \*Charles B. Lawrence \$164,980 \*J. Robert & Sherry Brown \$163,500 John Speer \$162,500 Stephen Jones \$161,500 Trammell S. Crow Jr. \$161,000 \*William & Wendy Boothe \$160,323 \*Woody L. & Gayle Hunt \$159,567 \*George C. Hixon \$158,000 Lee Fikes \$156,880 Robert D. Gillikin \$156,000 Julia Jones Matthews \$155,503 \*Kenneth P. Banks \$154,997 Michael T. Gallagher \$152,500 \*Joseph D. Jamail \$152,000 \*H. Gary & Diane Heavin \$151,000 \*James Trester \$150,000 Frank & Molly Homer \$148,000 R. L. Glazer \$147,822 \*Kent R. Hance \$146,750 Garrett & Cecilia Boone \$144,125 \*Walter & Suzette Negley \$139,507 Carl F. Raba Jr. \$139,153 Clayton Williams Jr.

Houston Houston Hollywood Houston Sugar land Plano Los Angeles Mission Dallas Houston Houston Corpus Christi Dallas Houston Houston Amarillo Houston Lucas Austin Houston Dallas Dallas Houston Austin Mc Kinney Houston Dallas San Antonio San Antonio Temple Houston El Paso Houston Dallas Dallas Dallas El Paso San Antonio Dallas Dallas Abilene Schulenburg Houston Houston Gatesville Plano Paris Dallas Austin Dallas Houston San Antonio Midland

Mosbacher Energy Doctor Singer MAXXAM Inc. Capital Royalty LLC Hillwood Development Ameriquest Mortgage Convenience stores TXU Energy Corp. Lanier Law Firm P.C. Swift Energy Company Sam Kane Beef Processors Hunt Consolidated, Inc. Sterling Group Moran Resources American Housing Mithoff & Jacks LLP Ryan & Co. P. C. State Of Texas Parkway Investments/Texas Real Estate U.S. RISK Hyperion Resources Inc. Trans-Global Solutions **Tippingpoint Technologies** Lattimore Materials Houston Property Huffines Auto Dealerships Zachry Construction Corp. **Red McCombs Automotive** Mclane Company Inc. Kirby Corporation Desert Eagle Distributing **Royce Homes** Dallas Cowboys Football Crow Holdings Booth Eye Care Center Hunt Corp. **Hixon Properties** Bonanza Oil Inc. **Cummins Southern Plains** Dodge Jones Foundation International Muffler Co. Gallagher Law Firm Jamail & Kolius Curves International, Inc. Ryan & Co. P. C. Sonic franchisee Glazer Dist. Hance Scarborough Wright **Container Store** WWN Corp./Texas Screw **Raba-Kistner Consultants** 

Energy/Nat'l Resources Health Miscellaneous Business Finance Finance **Real Estate** Finance Miscellaneous Business Energy/Nat'l Resources Lawyers & Lobbyists Energy/Nat'l Resources Agriculture Energy/Nat'l Resources Energy/Nat'l Resources Energy/Nat'l Resources **Real Estate** Lawyers & Lobbyists Finance Other Insurance Energy/Nat'l Resources Transportation **Computers & Electronics** Construction **Real Estate** Transportation Construction Transportation **Miscellaneous Business** Transportation Miscellaneous Business Construction Miscellaneous Business Real Estate Health **Real Estate Real Estate** Energy/Nat'l Resources Miscellaneous Business Energy/Nat'l Resources Transportation Lawyers & Lobbyists Lawyers & Lobbyists Miscellaneous Business Finance Miscellaneous Business **Miscellaneous Business** Lawyers & Lobbyists Miscellaneous Business **Miscellaneous Business** Construction Clayton Williams Energy Inc. Energy/Nat'l Resources

	\$136.751 Ben & Melanie Barnes	Austin	EntreCorp	Lawvers & Lobbvists
	\$136,163 Joe R. & Teresa Long	Austin	First State Bank Central	Finance
	\$136,125 Mr/Mrs James Perkins Jr.	Rusk	Citizens First Bank	Finance
	\$133,354 Larry Anders	Dallas	Summit Alliance Companies	Insurance
	\$130,350 Mark Friend Shurley	Fredericksburg	Attorney	Lawyers & Lobbyists
	\$130,000 Johnny Baker	Houston	Baker Managers LLC	Real Estate
	\$125,171 John Needham	Austin	Riverside Resources	Real Estate
	\$125,040 Thomas W. Pirtle	Houston	O'Quinn Laminack & Pirtle	Lawyers & Lobbyists
	\$124,955 R. Steven & Donna Hicks	Austin	Capstar Partners LLC	Finance
	\$122,805 *Ben & Kathy Streusand	Woodlands	Home Loan Corporation	Finance
	\$122,690 Stanley P. Jobe	El Paso	Jobe Concrete Products Inc.	Construction
	\$122,578 Mr/Mrs Thomas Black Jr.	Lewisville	Black Mann & Graham LLP	Lawyers & Lobbyists
	\$120,500 Meredith J. Long	Houston	Meredith Long & Co.	Miscellaneous Business
	\$119,500 *Mauricio R. Celis	Corpus Christi	Attorney	Lawyers & Lobbyists
	\$119,200 Stanley K. Harper	Arlington	Lenders & Members Service	Finance
	\$119,185 Charles Wood Jr.	Dallas	Dallas Fire Insurance Co.	Insurance
	\$117,500 Morton L. Topfer	Austin	Castletop Capital	Computers & Electronics
	\$116,350 Lowry & Peggy Mays	San Antonio	Clear Channel	Communications
	\$115,300 *Vance & 'Tincy' Miller	Dallas	Henry S. Miller Companies	Real Estate
	\$114,160 *Wayne Reaud	Beaumont	Reaud Morgan & Quinn	Lawyers & Lobbyists
	\$113,000 Gary R. Petersen	Houston	Encap Investments LP	Finance
	\$110,907 Ramsay Gillman	Houston	Gillman Companies	Transportation
	\$109,635 Tom Craddick	Midland	State Of Texas	Other
	\$108,519 George Fleming	Houston	Fleming & Associates LLP	Lawyers & Lobbyists
	\$105,500 Richard N. Laminack	Houston	O'Quinn Laminack & Pirtle	Lawyers & Lobbyists
	\$104,000 Michael S. & Susan Dell	Austin	Dell Inc	Computers & Electronics
	\$103,750 Mr/Mrs Truman Arnold	Texarkana	Truman Arnold Company	Energy/Nat'l Resources
	\$103,500 John McStay	Dallas	McStay Investment Council	Finance
	\$103,444 Bill Orr	Austin	Orr Holdings Ltd	Energy/Nat'l Resources
	\$103,300 Marc & Wendy Stanley	Dallas	Stanley Mandel & Iola LLP	Lawyers & Lobbyists
	\$103,000 Frank Mcguyer	Houston	Mcguyer Homebuilders	Construction
	\$101,975 *Bobby D. & Leona Cox	Ft. Worth	Bobby Cox Companies Inc.	Miscellaneous Business
	\$101,600 David & Jennifer Spencer	San Antonio	On Board Software Inc.	Computers & Electronics
	\$101,000 Moshe Azoulay	Dallas	American Garment Finishers	
	\$100,517 Berkley V.Dawson	San Antonio	Budweiser Dist. Co.	Miscellaneous Business
	\$100,507 Richard & Jill Salwen	Austin	Dell Inc	Computers & Electronics
	\$100,450 Alan K. & Patti Harper	Arlington	Lenders & Members Service	Finance
\$5	1,512,934 TOTAL			

\$51,512,934 TOTAL

\*This donor also made the \$100,000 Club in the 2004 cycle.

<sup>&</sup>lt;sup>1</sup> See <u>Keeping Texas Weird 2006</u>, Texans for Public Justice, September 25, 2006 and the report update, <u>30 Days</u> <u>Before the Election</u>, published October 11, 2006.