

FEDERAL ELECTION COMMISSION Washington, DC 20463

May 9, 2022

VIA ELECTRONIC AND CERTIFIED MAIL RETURN RECEIPT REQUESTED

dorothy@endcitizensunited.com

Tiffany Muller End Citizens PO BOX 66005 Washington, DC 20035

RE: MUR 7830 (Friends of Hagedorn, et al.)

Dear Ms. Muller:

On April 26, 2022, the Federal Election Commission reviewed the allegations in your complaint received October 26, 2020, and on the basis of the information provided in the complaint, and information provided by respondents, decided to exercise its prosecutorial discretion to dismiss the allegations. Accordingly, on April 26, 2022, the Commission closed the file in this matter.

Documents related to the case will be placed on the public record within 30 days. *See* Disclosure of Certain Documents in Enforcement and Other Matters, 81 Fed. Reg. 50,702 (Aug. 2, 2016). The Factual and Legal Analysis, which more fully explains the Commission's finding, is enclosed.

The Federal Election Campaign Act of 1971, as amended, allows a complainant to seek judicial review of the Commission's dismissal of this action. *See* 52 U.S.C. § 30109(a)(8).

If you have any questions, please contact Richard Weiss, the attorney assigned to this matter, at (202) 694-1021.

Sincerely,

Lisa J. Stevenson Acting General Counsel

BY: Roy Q. Luckett

Acting Assistant General Counsel

Enclosure General Counsel's Report

1	BEFORE THE FEDERAL ELECTION COMMISSION ENFORCEMENT PRIORITY SYSTEM DISMISSAL REPORT		
2 3 4			
5 6 7 8 9 10 11 12 13	MURs 7830/7913 Respondents: Complaints Receipt Date: Oct. 26, 2020; July 20, 2021; Nov. 19, 2021 Response Dates: Nov. 5, 2020; Nov. 9, 2020; Aug. 9, 2021; Sept. 9, 2021; Sept. 10, 2021; Nov. 30, 2021; Dec. 10, 2021 EPS Rating:	Friends of Hagedorn and Thomas Datwyler in his official capacity as treasurer Jim Hagedorn Minnesota Office Investments, Inc. Mankato Place 1, LLC	
14 15 16	Alleged Statutory/ 52 U	I.S.C. §§ 30104, 30118 I.F.R. §§ 104.3(a), 114.2(b)	
17 18	The Complaints allege that Friends of Hagedorn and Thomas Datwyler in his official		
19	capacity as treasurer (the "Committee") accepted prohibited in-kind corporate contributions in the		
20	form of office space for its campaign headquarters and failed to report the contributions in violation		
21	of the Federal Election Campaign Act of 1971, as amended (the "Act"). 1 Specifically, the		
22	Complaints allege that the Committee occupied Suite 007 of 11 Civic Center Plaza in Mankato,		
23	Minnesota without paying rent between 2013 and 2018 and never disclosed any expenditures for		
24	rent payments on its disclosure reports with the Commission. ²		
25	The Committee and the property management company both assert that from 2013–2018 the		
26	Committee had a post office box in the lobby of the building that is available to anyone at no cost		
27	and that the Committee rented an unfinished basement space for approximately nine months in		
28	2018. ³ The Office of Congressional Ethics ("OCE") found that there was "substantial reason to		
29	believe" that the Committee "used private office space at no cost or for a rate below market value,"		

¹ MUR 7830 Compl. at 1-2 (Oct. 26, 2020); MUR 7913 Compl. at 1 (July 20, 2021); MUR 7913 Supp. Compl. at 1 (Nov. 19, 2021).

² MUR 7830 Compl. at 1-2; MUR 7913 Compl. at 1.

Friends of Hagedorn Resp. at 1 (Nov. 5, 2020); Mankato Place 1, LLC Resp., Ex. 1 (Sept. 9, 2021); Awsumb & Associates, Inc. Resp., Attach. 6 (Sept. 10, 2021). Mankato Place 1, LLC is the current owner of 11 Civic Center Plaza. Mankato Place 1, LLC Resp. at 2. Awsumb & Associates, Inc. is the contracted property management company. For 11 Civic Center Plaza. Awsumb & Associates, Inc. Resp. at 1.

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- and that the amount in violation for the use of the basement rental space in 2018 was approximately
- 2 \$8,000.4

Based on its experience and expertise, the Commission has established an Enforcement Priority System using formal, pre-determined scoring criteria to allocate agency resources and assess whether particular matters warrant further administrative enforcement proceedings. These criteria include (1) the gravity of the alleged violation, taking into account both the type of activity and the amount in violation; (2) the apparent impact the alleged violation may have had on the electoral process; (3) the complexity of the legal issues raised in the matter; and (4) recent trends in potential violations and other developments in the law. These matters are rated as low priorities for Commission action after application of these pre-established criteria. Given that low rating, and the low dollar amount at issue, we recommend that the Commission dismiss the Complaints consistent with the Commission's prosecutorial discretion to determine the proper ordering of its priorities and use of agency resources.⁵ We also recommend that the Commission close the files and send the

⁴ MUR 7913 Supp. Compl. at 2.

⁵ *Heckler v. Chaney*, 470 U.S. 821, 831-32 (1985).

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1	appropriate letters.	
2 3 4		Lisa J. Stevenson Acting General Counsel
5 6 7		Charles Kitcher Associate General Counsel
8 9 10	February 4, 2022	BY: Claudio fara
11 12 13	Date	Claudio J. Pavia Acting Deputy Associate General Counsel for Enforcement
14 15		
16 17 18		Roy Q. Luckett Roy Q. Luckett Assistant General Counsel
19 20 21		Richard L. Weiss
22 23		Richard L. Weiss Attorney