

FEDERAL ELECTION COMMISSION

Washington, DC 20463

John Harding Winston & Strawn LLP 1901 L Street, NW Washington, DC 20036 jwharding@winston.com

March 17, 2021

RE: MUR 7878 Hal Teitelbaum

Dear Mr. Harding,

On March 12, 2021, the Federal Election Commission accepted the signed conciliation agreement submitted on your client's behalf in settlement of a violation of 52 U.S.C. § 30122, a provision of the Federal Election Campaign Act of 1971, as amended. Accordingly, the file has been closed 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). Information derived in connection with any conciliation attempt will not become public without the written consent of the respondent and the Commission. *See* 52 U.S.C. § 30109(a)(4)(B).

Enclosed you will find a copy of the fully executed conciliation agreement for your files. Please note that the civil penalty is due within 30 days of the conciliation agreement's effective date. If you have any questions, please contact me at (202) 694-1574 or jdigiovanni@fec.gov.

Sincerely,

Justine A. di Giovanni

Attorney, Federal Election Commission

Enclosure:

Conciliation Agreement

1 2	BEFORE THE FEDERAL ELECTION COMMISSION				
3 4 5		e Matter of al Teitelbaum)	MUR 7878	
6	110	ar Teneroadin)		
7	CONCILIATION AGREEMENT				
8	This matter was initiated by a sua sponte submission (the "Submission") made to the				
9	Federal Election Commission (the "FEC" or "Commission") by Crystal Run Healthcare, LLP				
10	("Crystal Run"). The Commission found reason to believe that Hal Teitelbaum ("Respondent")				
11	violated 52 U.S.C. § 30122 of the Federal Election Campaign Act of 1971, as amended (the				
12	"Act").				
13	NOW, THEREFORE, the Commission and Respondent, having participated in informal				
14	methods of conciliation, prior to a finding of probable cause to believe, do hereby agree as				
15	follows:				
16	I.	The Commission has	jurisdiction over	Respondent and the subject matter of this	
17	proceeding, and this Agreement has the effect of an agreement entered pursuant to 52 U.S.C.				
18	§ 30109(a)(4)(A)(i).				
19	II.	Respondent has had a	a reasonable oppo	ortunity to demonstrate that no action should	
20	be taken in this matter.				
21	III.	Respondent enters vo	oluntarily into this	Agreement with the Commission.	
22	IV.	The pertinent facts ar	nd legal provision	s in this matter are as follows:	
23			Applicable L	<u>.aw</u>	
24	1.	The Act prohibits any	y person from ma	king a contribution in the name of another	
25	or knowingly permitting his or her name to be used to effect such a contribution. 52 U.S.C.				
26	§ 30122; see also 11 C.F.R. § 110.4(b)(1)(i)-(ii). The term "person," for purposes of the Act and				

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- 1 Commission regulations, includes partnerships, corporations, and other organizations, including
- 2 partnerships. 52 U.S.C. § 30101(11); see also 11 C.F.R. § 110.10.
- 3 Facts
- 4 2. Crystal Run is a multi-specialty physician partnership that has operated in the
- 5 Hudson Valley and lower Catskill region of New York State since 1996. Hal Teitelbaum is the
- 6 founder, Managing Partner, and Chief Executive Officer of Crystal Run.
- 7 3. In 2010, Crystal Run began reimbursing its doctors' contributions to federal
- 8 political candidates that Teitelbaum and other executives determined to be beneficial to Crystal
- 9 Run. Between September 22, 2010, and September 6, 2016, Crystal Run reimbursed thirty-eight
- 10 contributions made by seventeen doctors and one doctor's spouse totaling \$46,500. \$14,200 was
- 11 reimbursed to Teitelbaum.
- 4. Crystal Run became aware that its practice of reimbursing federal campaign
- 13 contributions was unlawful in December 2017. On March 8, 2018, Crystal Run filed its Initial
- 14 Submission with the Commission.
- 15 V. Respondent violated 52 U.S.C. § 30122 by permitting his name to be used for
- 16 contributions made by Crystal Run.
- 17 VI. Respondent will take the following actions:
- 18 1. Pay a civil penalty to the Commission in the amount of one thousand five hundred
- 19 dollars (\$1,500), pursuant to 52 U.S.C. § 30109(a)(5)(A).
- 20 2. Cease and desist from violating 52 U.S.C. § 30122.
- Waive the right to any refund from the recipient committees of any and all of its
- 22 contributions referenced in this Agreement, and request that the recipient committees disgorge to
- the United States Treasury all such contributions.

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1	VII. The Commission, on request of anyone filing a complaint under 52 U.S.C.				
2	§ 30109(a)(1) concerning the matters at issue herein or on its own motion, may review				
3	compliance with this Agreement. If the Commission believes that this Agreement or any				
4	requirement thereof has been violated, it may institute a civil action for relief in the United States				
5	District Court for the District of Columbia.				
6	VIII. This Agreement shall become effective as of the date that all parties hereto have				
7	executed same and the Commission has approved the entire Agreement.				
8	IX. Respondent shall have no more than thirty (30) days from the date this				
9	Agreement becomes effective to comply with and implement the requirements contained in this				
10	Agreement and to so notify the Commission.				
11	X. This Conciliation Agreement constitutes the entire agreement between the parties				
12	on the matters raised herein, and no other statement, promise, or agreement, either written or				
13	oral, made by either party or by agents of either party, that is not contained in this written				
14	Agreement shall be enforceable.				
15	FOR THE COMMISSION:				
16 17	Lisa J. Stevenson Acting General Counsel				
18 19 20	BY: Charles Kitcher Charles Kitcher Acting Associate General Counsel for Enforcement 3/16/21 Date				
21	FOR THE RESPONDENT:				
22 23 24	John W. H. Harding Attorney for Hal Teitelbaum O2/18/2021 Date				