

February 3, 2021

Chairman Theodore E. Deutch Ranking Member Jackie Walorski U.S. House of Representatives Committee on Ethics 1015 Longworth House Office Building Washington, D.C. 20515

Sent via email (EthicsCommittee@mail.house.gov)

Dear Chairman Deutch and Ranking Member Walorski:

Campaign Legal Center ("CLC") calls on the U.S. House of Representatives Committee on Ethics ("Committee") to immediately address threats from congressional staff to condition official actions and access to elected officials on campaign contributions. These threats follow widespread promises by donors to cease political contributions in the aftermath of the attack on the Capitol.¹ CLC condemns granting special access or favors for wealthy special interests based on the size of their political donations. We also do not condone lawmakers promoting a pay-to-play culture by legislatively retaliating against those who do not contribute.

Over 70 companies² announced that they will suspend all or some of their PAC contributions because of their disapproval of the lawmakers who challenged the election results and fueled the riot at the Capitol on January 6. Reporting subsequently emerged alleging that congressional staffers for Republican and Democratic lawmakers "say they may be less willing to help undermine [legislation harmful to the companies] by speaking out against them in public, offering amendments to water them down in committee or

¹ Alyce McFadden, A look at the companies freezing PAC contributions after Capitol riot, POLITICO (Jan. 12, 2021), <u>https://www.opensecrets.org/news/2021/01/corporate-pac-</u> <u>contibutions-paused-to-josh-hawley-and-others/</u>; List of Corporate PACs Suspending Contributions, <u>https://docs.google.com/spreadsheets/d/1cmDhMtZd3h2UlBmc 7p91-</u> <u>TxpDhgZbAAW-5ACkuMMd4/edit#gid=0</u> (attached as Exhibit A). ² See id.

1101 14TH ST. NW, SUITE 400 / WASHINGTON, DC 20005 / CAMPAIGNLEGAL.ORG

lending their support to competing proposals."³ In addition, "[a]ides to some Republicans lawmakers say they are considering punishing the companies that halted PAC donations by banning their lobbyists from coming to their offices to advocate on legislation."⁴

The House Ethics Manual clearly advises that "Members and staff are not to take or withhold any official action on the basis of the campaign contributions or support of the involved individuals . . . Members and staff are likewise prohibited from threatening punitive action on the basis of such considerations."⁵ The Committee "has long advised Members and staff that they should always exercise caution to avoid even the appearance that solicitations of campaign contributions are connected in any way with an action taken or to be taken in their official capacity."⁶ These congressional staffers are running afoul of House rules and ethics standards, and their actions implicate bribery, illegal gratuities, and other criminal laws.

The Committee is often criticized for not investigating or disciplining lawmakers for ethics violations, but it routinely issues public advisories to lawmakers to prevent foreseeable ethics violations. If the Committee fails to at the very least issue a statement reiterating that this conduct is prohibited and potentially illegal, it sets a tone in the beginning of a new Congress that fundamental ethics principles are not enforced and thereby meaningless. To avoid this result, CLC respectfully urges the Committee to uphold the ethics rules and fend off attacks on the integrity of the institution.

Sincerely,

____/s/_____

Kedric L. Payne General Counsel and Senior Director, Ethics

/s/

Delaney N. Marsco Senior Legal Counsel, Ethics

³ Brody Mullins, Emily Glazer & Chad Day, Pause in Corporate PAC Spending Triggers Political Pushback, Wall St. J (Feb. 1, 2021), <u>https://www.wsj.com/articles/pause-in-corporate-pac-spending-triggers-political-pushback-11612175400</u>.

 $^{^{4}}$ Id.

 $^{^5}$ Comm. on Standards of Official Conduct, 110th Cong., House Ethics Manual 150 (2008), $available \ at$

<u>https://ethics.house.gov/sites/ethics.house.gov/files/documents/2008 House Ethics Manual.p</u> <u>df</u>.

⁶ Id. at 147.

EXHIBIT A

| Statement by category | Businesss name | Time frame | Source |
|-----------------------|---|-------------------------------|--|
| | Facebook | Remainder of 1st quarter | https://popular.info/p/three-major-corporations-sa |
| | <u>Citigroup</u> | Remainder of 1st quarter | https://www.cnbc.com/2021/01/10/capitol-riot-jpr |
| | Goldman Sachs | Pending review | https://www.nytimes.com/2021/01/11/business/b |
| | JP Morgan Chase | Next 6 months | https://www.cnn.com/2021/01/10/business/citigro |
| | Microsoft | Remainder of 1st quarter pene | https://popular.info/p/three-major-corporations-sa |
| | <u>Deloitte</u> | Pending review | https://popular.info/p/three-major-corporations-sa |
| | <u>Visa</u> | Pending review | https://popular.info/p/three-major-corporations-sa |
| | American Airlines | 3 months | https://popular.info/p/three-major-corporations-sa |
| | Archer-Daniels-Midland (ADM) | Pending review | https://www.bloomberg.com/news/articles/2021- |
| | American Fuel and Petrochemical Manufacturers | Indefinite | https://www.eenews.net/stories/1063722287 |
| | British Petroleum | 6 months | https://twitter.com/bp_America/status/13487286 |
| | Alphabet Inc. (Google) | Pending review | https://www.politico.com/news/2021/01/11/faceb |
| | Leidos | Indefinite | https://www.defensenews.com/smr/transition/20 |
| | Union Pacific | | https://www.reuters.com/article/usa-election-cor |
| | Freeport McMorRan | Pending review | https://www.bloomberg.com/news/articles/2021- |
| | United Parcel Services (UPS) | Indefinite | https://www.bloomberg.com/news/articles/2021- |
| | <u>Hilton</u> | Indefinite | https://www.bloomberg.com/news/articles/2021- |
| | American Investment Council | Indefinite | https://www.bloomberg.com/news/articles/2021- |
| | US Bank | Indefinite | https://www.startribune.com/best-buy-suspends |
| | Loan Syndications and Trading Association | Pending review | https://www.bloomberg.com/news/articles/2021 |
| | MLB | Pending review | https://apnews.com/article/election-2020-joe-bid |
| | <u>Safeway</u> | Indefinite | https://twitter.com/JuddLegum/status/13502056 |
| | Altria | Indefinite | https://popular.info/p/three-major-corporations-s |
| | <u>Clorox</u> | Pending review | https://twitter.com/JuddLegum/status/13501829 |
| | <u>FirstEnergy</u> | Indefinite | https://www.bloomberg.com/news/articles/2021- |
| | McDonalds | Pending review | https://popular.info/p/three-major-corporations-s |
| | Marathon Petroleum | Indefinite | https://www.eenews.net/stories/1063722287 |
| | <u>3M</u> | Remainder of 1st quarter pene | https://www.startribune.com/best-buy-suspends |
| | Smithfeild Foods | Indefinite | https://finance.yahoo.com/news/smithfield-foods |
| | Ernst and Young | Pending review | https://popular.info/p/three-major-corporations-s |
| | Duke Energy | 30 days | https://www.bloomberg.com/news/articles/2021- |
| | Boeing | Pending review | https://popular.info/p/three-major-corporations-s |
| | Capital One | Pending review | https://popular.info/p/three-major-corporations-sa |

| | Edison | Indefinite | https://www.bloomberg.com/news/articles/2021-(|
|------------------------|---|---------------------------------|--|
| | Northrop Grumman | Pending review | https://www.defensenews.com/smr/transition/202 |
| | Amgen | | https://www.statnews.com/2021/01/12/health-gro |
| | Gilead Sciences | Indefinite | https://www.statnews.com/2021/01/12/health-gro |
| | International Council of Shopping Centers | 3 months | https://popular.info/p/three-major-corporations-sa |
| | BlackRock | Pending review | https://www.axios.com/business-donations-capito |
| | Novo Nordisk | | https://popular.info/p/three-major-corporations-sa |
| | Tyson Foods | | https://popular.info/p/three-major-corporations-sa |
| | Liberty Mutual | | https://popular.info/p/three-major-corporations-sa |
| | Aflac | | https://popular.info/p/three-major-corporations-sa |
| | Occidental Petroluem | | https://popular.info/p/three-major-corporations-sa |
| | Lockheed Martin | | https://popular.info/p/three-major-corporations-sa |
| | Spirit Aerosystems | | https://popular.info/p/three-major-corporations-sa |
| | Baker & Hostetler | | https://popular.info/p/three-major-corporations-sa |
| | Edward Jones | | https://popular.info/p/three-major-corporations-sa |
| | Squire Patton Boggs | | https://popular.info/p/three-major-corporations-sa |
| Donations suspended to | Accenture | | https://popular.info/p/three-major-corporations-sa |
| everyone | Boston Scientific | Pending review | https://popular.info/p/three-major-corporations-sa |
| | Marriott International | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | American Express | Eternity | https://popular.info/p/three-major-corporations-sa |
| | Morgan Stanley | | https://popular.info/p/three-major-corporations-sa |
| | Blue Cross Blue Shield | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Dow Chemical | For the duration of members' of | https://www.eenews.net/stories/1063722287 |
| | Comcast | Indefinite | https://www.axios.com/business-donations-capito |
| | Mastercard | Indefinite | https://www.eenews.net/stories/1063722287 |
| | Dell | Indefinite | https://twitter.com/JuddLegum/status/134900016 |
| | Amazon | | https://www.wsj.com/articles/more-blue-chip-com |
| | Intel | | https://www.bloomberg.com/news/articles/2021-(|
| | AT&T | Indefinite | https://twitter.com/JuddLegum/status/134874231 |
| | BestBuy | Indefinite | https://www.startribune.com/best-buy-suspends- |
| | PhRMA | Indefinite | https://www.statnews.com/2021/01/12/health-gro |
| | <u>S&P</u> | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Verizon | Through 2021 | https://popular.info/p/three-major-corporations-sa |
| | Nike | | https://twitter.com/AnaCabrera/status/134942036 |

| | General Electric | Indefinite | https://www.wsj.com/articles/more-blue-chip-com |
|---|---------------------------------------|----------------|---|
| Donations suspended to 147 Republicans who voted | Walmart | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Cisco Systems | Eternity | https://www.bloomberg.com/news/articles/2021-(|
| | Holland & Hart | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Air Bnb | Indefinite | https://news.airbnb.com/an-update-on-airbnb-pa |
| against certification | Commerce Bancshares | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Berkshire Hathaway | | https://popular.info/p/three-major-corporations-sa |
| | Ford | | https://popular.info/p/three-major-corporations-sa |
| | Coca-Cola | | https://www.nytimes.com/live/2021/01/11/us/joe- |
| | T-Mobile / Sprint | Pending review | https://popular.info/p/three-major-corporations-sa |
| | Cigna | | https://www.statnews.com/2021/01/12/health-gro |
| Future donations will take | Akin, Gump et al. | | https://www.politico.com/newsletters/politico-influ |
| recent events into account | Bank of America | | https://popular.info/p/three-major-corporations-sa |
| | Exxon Mobil | | https://popular.info/p/three-major-corporations-sa |
| | Wells Fargo | | https://popular.info/p/three-major-corporations-sa |
| | FedEx | | https://popular.info/p/three-major-corporations-sa |
| | Manged Funds Association | | https://www.bloomberg.com/news/articles/2021-0 |
| | America's Health Insurance Plans | Indefinite | https://www.statnews.com/2021/01/12/health-gro |
| | American Hospital Association | Indefinite | https://www.statnews.com/2021/01/12/health-gro |
| | Target | Ongoing basis | https://popular.info/p/three-major-corporations-sa |
| | American Bankers Association | | https://www.aba.com/about-us/press-room/press |
| | National Beer Wholesalers Association | | https://www.ft.com/content/b4b3eaf5-1618-41bd- |
| | Procter & Gamble | | https://popular.info/p/three-major-corporations-sa |
| | Truist | | https://popular.info/p/three-major-corporations-sa |
| | Southern Company | Indefinite | https://popular.info/p/three-major-corporations-sa |
| | Lowe's | | https://popular.info/p/three-major-corporations-sa |
| | Delta | | https://popular.info/p/three-major-corporations-sa |
| Actively reviewing political | Toyota | | https://popular.info/p/three-major-corporations-sa |
| contribution policies (not | Home Depot | | https://popular.info/p/three-major-corporations-sa |
| suspending, no intimation | National Associations of Auto Dealers | | https://www.ft.com/content/b4b3eaf5-1618-41bd- |
| that future sanctions won't be | Cox Enterprises | | https://popular.info/p/three-major-corporations-sa |
| pursued) | CVS Health | | https://popular.info/p/three-major-corporations-sa |
| Demanding money back | Hallmark_ | Ongoing basis | https://twitter.com/JuddLegum/status/134868200 |
| Dissolving PAC | Charles Schwab | Permanent | https://twitter. |