

FEDERAL ELECTION COMMISSION Washington, DC 20463

VIA CERTIFIED MAIL AND ELECTRONIC MAIL RETURN RECEIPT REQUESTED

JUL 2 7 2020

Christopher Watson

Morris, MN 56267

RE: MUR 7644

Dear Mr. Watson:

The Federal Election Commission ("Commission") has considered the allegations contained in your complaint dated September 13, 2019. On July 21, 2020, based upon the information provided in the complaint and information provided by the respondents, the Commission decided to exercise its prosecutorial discretion to dismiss the allegations as to Matt Prosch for Congress and Barry Gronke, Jr. as treasurer and Matt Prosch and closed its file in this matter. The General Counsel's Report, which more fully explains the basis for the Commission's decision, is enclosed.

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), effective September 1, 2016.

The Federal Election Campaign Act 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 Aaron Rabinowitz, the attorney assigned to this matter, at (202) 694-1476.

Sincerely,

Lisa J. Stevenson

Acting General Counsel

BY: Jeff S. Jordan

Assistant General Counsel

Enclosure

General Counsel's Report

MUR764400039

BEFORE THE FEDERAL ELECTION COMMISSION

ENFORCEMENT PRIORITY SYSTEM DISMISSAL REPORT

MUR: 7644 Respondents: Matt Prosch for Congress (Terminated)

and Barry Gronke Jr., as Treasurer

Complaint Receipt Date: September 16, 2019

("the Committee")

Response Date: November 11, 2019

Matt Prosch¹

EPS Rating:

Alleged Statutory Regulatory Violations: 52 U.S.C. §§ 30103(a), 30104(a)(2), 30120(a) 11 C.F.R. §§ 101.1(a), 102.1(a), 104.5(a)(1)-(2)

The Complaint alleges that the candidate failed to file a Statement of Candidacy and the Committee did not file a Statement of Organization within the required time after Prosch became a candidate.² It further alleges that the Committee failed to file regular disclosure reports with the Commission and failed to include required disclaimers on its campaign signs.³ The Response asserts that the candidate and Committee were not obligated to file statements because Prosch never exceeded the filing threshold of \$5,000 in either contributions or expenditures, which are required in order to qualify as a candidate.⁴ The Response further states that the Committee's printing vendor initially provided signs with incorrect or missing disclaimers, but the Committee obtained corrected signs.⁵

Matt Prosch was a candidate in the 2018 election for Minnesota's seventh congressional district. He lost the August 14, 2018, primary election, and the Commission administratively terminated the Committee on August 15, 2018, more than a year before the Complaint was filed.

² Compl. at 1-2 (September 13, 2018).

³ *Id.*

Resp. at 2 (November 11, 2018). The Committee's 2017 July Quarterly Report filed with the Commission indicates that the Committee received \$600 in contributions and made no expenditures.

Resp. at 2-3. The Committee notes that its misprinted signs were returned to, and destroyed by, the vendor.

MUR764400040

EPS Dismissal Report — MUR 7644 (Matt Prosch) Page 2 of 2

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. This matter is rated as low priority for Commission action after application of these pre-established criteria. Given that low rating, the apparent low dollar amounts at issue, and the Committee's representation that it has taken remedial actions, we recommend that the Commission dismiss the Complaint consistent with the Commission's prosecutorial discretion to determine the proper ordering of its priorities and use of agency resources. We also recommend that the Commission close the file as to all Respondents and send the appropriate letters.

Lisa J. Stevenson Acting General Counsel

12.11.19

Date

BY:

Stephen Gura

Deputy Associate General Counsel

Jeff S. Jordan

Assistant General Counsel

Aaron S. Rabinowitz

Attorney

⁶ Heckler v. Chaney, 470 U.S. 821, 831-32 (1985).