

Book

RECEIVED  
FEDERAL ELECTION  
COMMISSION

2011 MAY 12 PM 12:45

BEFORE THE FEDERAL ELECTION COMMISSION

**CELA**

In the Matter of	)	
	)	
Len Britton for Vermont and Charles	)	MUR 6382
Taylor, as Treasurer; Leonard W. Britton	)	
(Case Closure: EPS)	)	

CERTIFICATION

I, Shawn Woodhead Werth, Secretary and Clerk of the Federal Election Commission, do hereby certify that on May 12, 2011, the Commission decided by a vote of 6-0 to take the following actions in MUR 6382:

1. Dismiss MUR 6382
2. Close the file.
3. Approve the appropriate letters.

Commissioners Bauerly, Hunter, McGahn II, Petersen, Walther and Weintraub voted affirmatively for the decision.

Attest:

May 12, 2011  
Date

Shawn Woodhead Werth  
Shawn Woodhead Werth  
Secretary and Clerk of the Commission

11044293425



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

**VIA CERTIFIED MAIL**  
**RETURN RECEIPT REQUESTED**

JUN - 2 2011

Jeannie M. Riley  
Owner  
Castle Management Group LLC  
201 Weeks Street  
Bennington, VT 05201

RE: MUR 6382

Dear Ms. Riley:

The Federal Election Commission reviewed the allegations in your complaint received on September 20, 2010. On May 12, 2011, based upon the information provided in the complaint, and information provided by the respondents, the Commission decided to dismiss the complaint and close its file in this matter. Accordingly, the Commission closed its file in this matter on May 12, 2011.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003). A copy of the dispositive General Counsel's Report is enclosed for your information. 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 2 U.S.C. § 437g (a)(8).

Sincerely,

Christopher Hughey  
Acting General Counsel

BY: Jeff S. Jordan  
Supervisory Attorney  
Complaints Examination and  
Legal Administration

Enclosure  
General Counsel's Report

11044293427



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

**JUN -2 2011**

John J. Welch, Jr. Esq.  
John J. Welch, Ltd.  
8 East Center Street  
Rutland, Vermont 05701

RE: MUR 6382  
Len Britton for Vermont  
Charles Taylor, Treasurer

Dear Mr. Welch:

On September 23, 2010, the Federal Election Commission notified your clients of a complaint filed against Len Britton for Vermont and Charles Taylor, as treasurer ("the Committee"), alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended ("the Act") and underlying regulations. On May 12, 2011, based upon the information contained in the complaint, and information provided by you, the Commission decided to dismiss the complaint and closed its file in this matter.

The Commission encourages your clients to review the General Counsel's Report, which sets forth the statutory and regulatory provisions considered by the Commission in this matter. A copy of the dispositive General Counsel's Report is enclosed for their information and future reference. The Commission reminds your clients to take steps to ensure that their conduct is in compliance with the Commission's requirements pertaining to the reporting of disputed debts under 2 U.S.C. § 434(b)(8) and 11 C.F.R. §§ 104.3(d), 164.11, and 116.10. For further information on the Act, please refer to the Commission's website at [www.fec.gov](http://www.fec.gov) or contact the Commission's Public Information Division at (202) 694-1100.

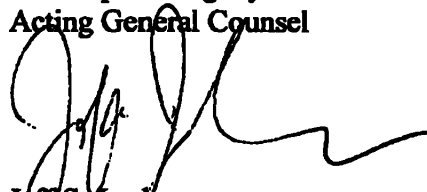
Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003).

11044293429

If you have any questions, please contact Frankie D. Hampton, the paralegal assigned to this matter, at (202) 694-1650.

Sincerely,

Christopher Hughey  
Acting General Counsel



BY: Jeff S. Jordan  
Supervisory Attorney  
Complaints Examination and  
Legal Administration

Enclosure  
General Counsel's Report

11044293430



FEDERAL ELECTION COMMISSION  
WASHINGTON, D.C. 20463

JUN - 2 2011

John J. Welch, Jr. Esq.  
John J. Welch, Ltd.  
8 East Center Street  
Rutland, Vermont 05701

RE: MUR 6382  
Len Britton

Dear Mr. Welch:

On September 23, 2010, the Federal Election Commission notified your client of a complaint alleging violations of certain sections of the Federal Election Campaign Act of 1971, as amended. On May 12, 2011, based upon the information contained in the complaint, and information provided by you, the Commission decided to dismiss the complaint and closed its file in this matter. Accordingly, the Commission closed its file in this matter on May 12, 2011.

Documents related to the case will be placed on the public record within 30 days. See Statement of Policy Regarding Disclosure of Closed Enforcement and Related Files, 68 Fed. Reg. 70,426 (Dec. 18, 2003). A copy of the dispositive General Counsel's Report is enclosed for your information.

If you have any questions, please contact Frankie Hampton, the paralegal assigned to this matter, at (202) 694-1650.

Sincerely,

Christopher Hughey  
Acting General Counsel

BY: Jeff S. Jordan  
Supervisory Attorney  
Complaints Examination and  
Legal Administration

Enclosure  
General Counsel's Report

11044293432

BEFORE THE FEDERAL ELECTION COMMISSION

RECEIVED  
FEDERAL ELECTION  
COMMISSION

PH 4: 55

CELA

<p>1 2 3 4 5 6 7 8 9</p>	<p>In the Matter of  MUR 6382 LEN BRITTON FOR VERMONT AND CHARLES TAYLOR, AS TREASURER LEONARD W. BRITTON</p>	<p>) ) DISMISSAL AND ) CASE CLOSURE UNDER THE ) ENFORCEMENT PRIORITY ) SYSTEM )</p>
--	---	---

MAY - 3 2011

GENERAL COUNSEL'S REPORT

Under the Enforcement Priority System ("EPS"), the Commission uses formal scoring criteria to allocate its resources and decide which cases to pursue. These criteria include, but are not limited to, an assessment of (1) the gravity of the alleged violation, both with respect to 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 legal complexity of issues raised in the case, (4) recent trends in potential violations of the Federal Election Campaign Act of 1971, as amended ("the Act"), and (5) development of the law with respect to certain subject matters. It is the Commission's policy that pursuing low-rated matters, compared to other higher-rated matters on the Enforcement docket, warrants the exercise of its prosecutorial discretion to dismiss certain cases. The Office of General Counsel has scored MUR 6382 as a low-rated matter and has also determined that it should not be referred to the Alternative Dispute Resolution Office. This Office therefore recommends that the Commission exercise its prosecutorial discretion to dismiss MUR 6382.

In this matter, complainant Jeannine M. Riley, owner of the Castle Management Group, LLC ("CMG"), alleges that Leonard W. Britton<sup>1</sup> and Len Britton for Vermont and Charles Taylor, in his official capacity as treasurer (the "Committee"), violated 2 U.S.C. § 434(b) by under reporting alleged campaign debt on its 2010 FEC disclosure reports. Specifically, Ms. Riley asserts that in "both the 2010 second quarter filing and the 2010 pre-primary filings," the Committee

---

<sup>1</sup> Mr. Britton was an unsuccessful candidate for the United States Senate from Vermont in 2010.

11044293433

1 incorrectly states that "the outstanding balance due to Castle Management Group LLC" for  
2 campaign management and consulting services "is \$16,577.54." According to the complainant,  
3 "the correct balance as of June 16, 2010 is \$44,196.17," or \$27,618.63 more than the amount  
4 reported. In support of her claims, the complainant attaches both a four-page invoice dated  
5 June 16, 2010, setting forth a breakdown of the expenses at issue, which were allegedly presented  
6 for payment between December 17, 2009 and June 16, 2010, and a copy of a letter dated August  
7 20, 2010, in which CMG advises the Committee that under reporting debt may constitute a violation  
8 of the Act.

9 In its response, the Committee denies the complainant's allegations and maintains that CMG  
10 and an individual identified as "Dan Riley," who is described as a "principal" of CMG,<sup>2</sup> breached an  
11 agreement with the Committee concerning Mr. Riley's role as the Committee's campaign manager.<sup>3</sup>  
12 According to the Committee, it has already paid Mr. Riley and CMG a total of \$11,750, as reflected  
13 on its 2010 April and July Quarterly Reports, and, "giving Mr. Riley [] the benefit of the doubt as  
14 respect to his claimed expenses," owes him no more than an additional \$16,577.54. The Committee  
15 has disclosed debt of \$16,577.54 owed to CMG, with the purpose listed as "campaign manager," on  
16 Schedule D of the Committee's 2010 July Quarterly and Pre-Primary Reports, and on subsequent  
17 financial disclosure reports. The Committee also states that it "finally parted company" with Mr.  
18 Riley and CMG in early April, 2010, an assertion supported by a letter to the Secretary of the

<sup>2</sup> CMG's website lists Mr. Riley as an email contact, see [http://www.castlemanagementgroup.com/Contact\\_Us.html](http://www.castlemanagementgroup.com/Contact_Us.html). In a copy of an email to the Committee, which is attached to her complaint, Ms. Riley indicates that Mr. Riley is associated with CMG.

<sup>3</sup> Appended to the response as Exhibit A are examples of alleged activities by Mr. Riley with which the Committee has taken issue, including purportedly unauthorized statements made by Mr. Riley in the candidate's name. The Committee also includes, as Exhibit B, an unsigned "Offer to Subcontractor," which purports to contain at least some of the contractual terms between the Committee and CMG and, as Exhibit C, a schedule of payments allegedly made to CMG as of April 27, 2010, totaling \$10,250.00. In its response, the Committee asserts that it made three subsequent payments to CMG of \$500 apiece, or \$1,500, for total payments equaling \$11,750.

1104429343A

1 Senate filed by Mr. Riley on June 4, 2010, in which he states that his service to the Committee  
2 ended as of April 2, 2010, *see*  
3 <http://images.nictusa.com/pdf/319/10020403319/10020403319.pdf#navpanes=0>.

4 The Committee is under an obligation to continuously report debts and obligations until they  
5 are extinguished, including debts arising from bona fide disagreements between creditors and  
6 political committees over the existence or amount of an obligation. *See* 2 U.S.C. § 434(b)(8);  
7 *see also* 11 C.F.R. §§ 104.3(d), 104.11, and 116.10. Here, the alleged disputed debt is apparently  
8 based on alleged unpaid consulting fees and unreimbursed expenses which, according to the  
9 complainant, were incurred by Mr. Riley while serving as the Committee's campaign manager, in  
10 the amount of \$44,196.17. The Committee, however, denies any outstanding debt or obligation to  
11 Mr. Riley and CMG in excess of the \$16,577.54 that it has already disclosed, which is \$27,618.63  
12 less than Mr. Riley claims he is owed.

13 It appears that the parties are in dispute over a potential debt of \$27,618.63 owed by the  
14 Committee. Accordingly, the Committee should list the disputed amount on its disclosure reports.  
15 *See* 11 C.F.R. §§ 104.11 and 116.10. Given the limited scope of the activity in this matter, we  
16 believe that further enforcement action is unnecessary. Accordingly, under EPS, the Office of  
17 General Counsel has scored MUR 6382 as a low-rated matter and therefore, in furtherance of the  
18 Commission's priorities as discussed above, the Office of General Counsel believes that the  
19 Commission should exercise its prosecutorial discretion and dismiss this matter. *See Heckler v.*  
20 *Chaney*, 470 U.S. 821 (1985). Additionally, this Office recommends that the Commission remind  
21 Len Britton for Vermont and Charles Taylor, in his official as treasurer, of the requirements of  
22 2 U.S.C. § 434(b)(8) and 11 C.F.R. §§ 104.3(d), 104.11, and 116.10 concerning the reporting of  
23 disputed debts.


11044293435

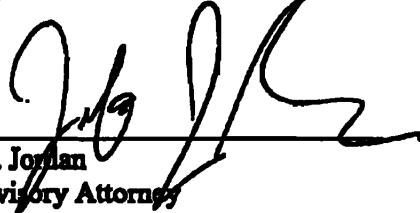
**RECOMMENDATIONS**

The Office of General Counsel recommends that the Commission dismiss MUR 6382, close the file, and approve the appropriate letters. Additionally, this Office recommends that the Commission remind Len Britton for Vermont and Charles Taylor, in his official as treasurer, of the requirements of 2 U.S.C. § 434(b)(8) and 11 C.F.R. §§ 104.3(d), 104.11, and 116.10 concerning the reporting of disputed debts.

Christopher Hughey  
Acting General Counsel

BY:

  
\_\_\_\_\_  
Gregory R. Baker  
Special Counsel  
Complaints Examination  
& Legal Administration

  
\_\_\_\_\_  
Jeff S. Jordan  
Supervisory Attorney  
Complaints Examination  
& Legal Administration

  
\_\_\_\_\_  
April J. Sands  
Attorney

5/2/11  
Date

11044293436

1  
2  
3  
4  
5  
6  
7  
8  
9  
10  
11  
12  
13  
14  
15  
16  
17  
18  
19  
20  
21  
22  
23  
24  
25  
26  
27  
28  
29  
30  
31  
32  
33  
34  
35