## STATE OF MINNESOTA CAMPAIGN FINANCE AND PUBLIC DISCLOSURE BOARD

## **CONCILIATION AGREEMENT**

In the matter of the Committee for Jess Hanson for House (18463)

1. The Committee for Jess Hanson for House is the principal campaign committee of Representative Jessica Hanson. The aggregate special source contribution limit, which includes contributions from lobbyists, political committees and funds, and associations not registered with the Board, was \$14,500 for candidates for state house of representatives during the 2021-2022 election cycle. The committee's 2021 and amended 2022 year-end reports of receipts and expenditures disclosed a combined total of \$15,150 in special source contributions. The \$650 in excess special source contributions was not returned within 90 days of deposit and is therefore deemed accepted under Minnesota Statutes section 10A.15, subdivision 3.

2. The treasurer for the committee, Richard Herwig, Jr., explained that he took over as treasurer in August of 2022 and his installation of the Board's Campaign Finance Reporter software did not include the committee's 2021 campaign finance data, so the software did not provide a compliance warning when the limit was exceeded.

3. The parties agree that the committee inadvertently accepted excessive contributions from special source contributors in violation of Minnesota Statutes section 10A.27, subdivision 11, during the 2021-2022 election cycle. The committee registered with the Board in 2019 and this is the committee's first violation of the aggregate special source limit.

4. To avoid a similar violation in the future, the committee agrees that it will transition to using the Board's Campaign Finance Reporter Online application starting with the 2023 reporting year, ensure that the committee's treasurer reviews the amount of each contribution and enters contributions within 60 days of receipt, run appropriate batch compliance reports, and review and correct all compliance warnings.

5. The committee agrees to the imposition of a civil penalty of \$650, one times the amount of the violation, for accepting contributions in excess of the limit imposed by Minnesota Statutes section 10A.27, subdivision 11. Of this amount, \$165 is due within 30 days of the date the agreement is signed by both parties. The remaining \$485 of the penalty is, by the terms of this agreement, stayed until January 1, 2025. If the committee violates Minnesota Statutes section 10A.27, subdivision 11, before January 1, 2025, the outstanding civil penalty is due immediately. If the committee does not violate Minnesota Statutes section 10A.27, subdivision 11, before January 1, 2025, the outstanding civil penalty is waived.

6. The committee also agrees to provide to the Board, within 60 days of the date the agreement is signed by both parties, copies of the deposited checks or other documentation showing that \$650 has been returned to special source contributors.

7. If the committee does not comply with the provisions of this agreement, this matter may be reopened by the Board and the Board may take such actions as it deems appropriate.

/s/ Jess Hanson

Dated: November 3, 2023

Representative Jessica Hanson Committee for Jess Hanson for House

Dated: October 6, 2023

<u>/s/ George W. Soule</u> George W. Soule, Chair Campaign Finance and Public Disclosure Board