Congress of the United States Washington, DC 20515

December 7, 2015

The Honorable Paul D. Ryan Speaker, U.S. House of Representatives H-232, The Capitol Washington, D.C. 20515 The Honorable Kevin McCarthy Majority Leader, U.S. House of Representatives H-107, The Capitol Washington, D.C. 20515

Dear Speaker Ryan and Leader McCarthy,

The Justice Department (DOJ) is subverting Congress's appropriations power. A House-passed funding restriction stops it. We urge you to protect this measure in the Omnibus.

A yearlong investigation by the House Judiciary and Financial Services Committees revealed that DOJ is requiring settling defendants to donate money to activist groups (*e.g.*, La Raza, NeighborWorks). Donations can earn up to double credit against defendants' overall payment obligations while credit for direct relief to consumers is merely dollar-for-dollar.

DOJ has funneled activist groups as much as half-a-billion dollars in just the last 16 months. These payments occur entirely outside of the Congressional appropriations and grant oversight process. In some cases, the DOJ-required mandatory donations restore funding that Congress specifically cut. What is more, documents show that the activist groups that stood to gain from these mandatory donations lobbied DOJ to include them.

The House followed-up on the oversight with action. Sec. 547 of the 2016 Commerce, Justice, Science Appropriations Act [H.R.2578] bars mandatory donations in DOJ settlements. The Amendment passed by voice vote. The provision ensures that settlement money goes either directly to victims or to the Treasury for elected representatives to decide how it is spent.

It is critical that we act. DOJ is ignoring Congress's concerns -- increasing the use of third-party payments, even as we object.

The purpose of DOJ enforcement actions should be punishment and redress to actual victims. Carrying that concept to communities at large or activist community groups, however worthy, is a matter for the Legislative branch and is not to be conducted at the unilateral discretion of the Executive.

This is fundamentally a bipartisan, Institutional issue. There was abuse of third-party payments in prior Administrations. Appropriators of both parties would be hard pressed to justify opposition to an amendment specifically designed to protect their authority.

The House Parliamentarian confirms that this funding restriction does not legislate on Appropriations. DOJ itself nearly banned mandatory donations in 2008 "due to instances of perceived abuse." Furthermore, the Amendment would only be in effect for nine months (FY 2016), effectively a test period which allows any "unintended consequences" to be identified and promptly addressed.

The funding restriction enjoys wide support, including from the Chamber of Commerce's Institute for Legal Reform, Heritage Action, Americans for Tax Reform, National Taxpayers Union, Americans for Prosperity and Americans for Limited Government.

We know there are many demands on your time, so we thank you for your consideration.

Sincerely,

Tom Marino

Chairman

House Judiciary Subcommittee on Regulatory

Reform, Commercial and Antitrust Law

Sean P. Duffy

Chairman

House Financial Services Subcommittee on

Oversight & Investigations

Jeff Miller

Member of Congress

Scott Tipton

Member of Congress

Scott Garrett

Member of Congress

Chris Stewart

Member of Congress

Doug LaMalfa

Member of Congress

Stephen Fincher

Member of Congress

John Fleming Paul Gosar Member of Congress Member of Congress Ken Buck Mike Kelly Member of Congress Member of Congress Mike Fitzpatrick Buddy Carter Member of Congress Member of Congress Peter King Scott DesJarlais Member of Congress Member of Congress John Ratcliffe Mike Bishop Member of Congress Member of Congress Ralph Abraham Tom Emmer Member of Congress Member of Congress Jim Bridenstine Brad Wenstrup Member of Congress Member of Congress

Tom McClintock Member of Congress

Dave Trott

Member of Congress

All Hin French Hill

French Hill Member of Congress

Doug Collins
Member of Congress

Darrell Issa Member of Congress

Lamar Smith Member of Congress

Gus M. Bilirakis Member of Congress Randy Hultgren
Member of Congress

Jeb Hensarling Member of Congress

Jim Sensenbrenner Member of Congress

Rob Woodall
Member of Congress

Blake Farenthold Member of Congress