# COMMISSIONER OF POLITICAL PRACTICES



## STATE OF MONTANA

JEFF MANGAN COMMISSIONER TELEPHONE (406) 444-2942 FAX (406) 444-1643 www.politicalpractices.mt.gov 1209 EIGHTH AVENUE P.O. BOX 202401 HELENA, MT 59620-2401

December 19, 2022

Lt. Governor Kristen Juras

Subject:

Complaint received December 15, 2022; Montana

Democratic Party v. Juras

I enclose a copy of a complaint alleging violations of Montana's Code of Ethics lodged with Montana's Commissioner of Political Practices (COPP).

Once submitted, an ethics complaint is considered 'lodged' with the COPP. COPP is currently considering whether to accept this complaint; as part of that process, COPP may request a written response from yourself addressing the specific allegation/s raised. Additional information regarding the ethics complaint process is available on COPP's website at

https://politicalpractices.mt.gov/ docs/3ethics/EthicsComplaintProceduresUpda ted5 2019.pdf.

Please note that an informal ethics hearing has not yet been noticed, Mont. Code Ann. § 2-4-613. Accordingly, you are free to call me with any questions or concerns about this ethics complaint process. Once accepted and a hearing examiner has been appointed, all communications on this issue must be noticed and all parties to the action must have the opportunity to participate.

Sincerely,

Jeffrey A. Mangan

Commissioner of Political Practices

#### THE STATE OF MONTANA

Commissioner of Political Practices 1205 Eighth Avenue

Post Office Box 202401 Helena, MT 59620-2401 Phone: 406-444-2942

Fax: 406-444-1643

www.politicalpractices.mt.gov

#### **Ethics**

## Complaint Form (10/17)

FOR OFFICE USE ONLY

RECEIVED

2022 DEC 15 P 2: 15

POLITICAL PRACTICES

SIGNED/NOTARIZED

1	-

Person bringing complaint (Complainant): Type or print in ink all information on this form except for verification signature						
Complete Name		MONTANA DEMOCRATIC PARTY				
Complete Mailing Address		303. N EWING				
		HENENA, MT 5960]				
Phone Numbers:	Work	406 439 3325 Home_				
Person or organization against whom complaint is brought (Respondent):						
Complete Name		LT GOV. KRISTEN JURAS				
Complete Mailing Address						
Phone Numbers:	Work	Home				

Please complete the second page of this form and describe in detail the facts of the alledged violation.

Verification by oath or affirmation				
State of Montana, County of Lans 3 CLARK				
Complaint is complete, true, and correct, to to the STARY PUBLIC for the	Signature of Complainant  Subscribed and sworn to before me this 15 day of December, 2022.			
My Commission Expires: July 18, 2023	Notary Public Lelford			

#### Statement of facts:

Describe in detail the alleged violation(s), including pertinent dates, and cite the statute or statutes you believe have been violated. Please attach copies of documentary evidence to support the facts alleged in your statement.

If the space	e provided below is insufficient, you may attach additional pages as necessary.
SEE A	ATTACHED
*	

## Complaints must be:

- signed
- notarized
- delivered to the Commissioner in person or by mail.

Commissioner Jeff Mangan Montana Commissioner of Political Practices 1209 8th Avenue Helena, MT 59601 Ph. (406) 444-2942

Dear Commissioner Mangan,

This complaint is made under the Montana Code of Ethics "gift" ban. Under Montana Code Annotated § 2-2-104(b), public officials in Montana are prohibited from accepting "a gift of substantial value or a substantial economic benefit tantamount to a gift." This prohibition was established to assure that public officials in Montana perform their duties for the benefit of the people of Montana, and not for private interests.

Lt. Governor Kristen Juras, a public officer of the State of Montana, currently resides at in Helena, Montana, which is located approximately one block north of the Montana Capitol Building. Prior to December 9th, 2020, the residence was owned by the Gianforte Family Charitable Trust but was subsequently transferred to the Montana Family Institute (Attachment A). The property is apparently still in the possession of the Montana Family Institute, as indicated by the Montana State Library Cadastral Services (Attachment B).

The Montana Family Institute is registered under the Internal Revenue Service (IRS) as a 501(c)(3) organization and is closely aligned with the Montana Family Foundation (MFF), the 501(c)(4) arm of the organization. According to the most recent information provided by the IRS, both organizations list Jeff Laszloffy as the President, CEO, and registered agent, located at 112 1ST Ave. South #2, Laurel, MT 59044.

Mr. Laszloffy served as a lobbyist for the MFF during the 2021 Montana Legislative Session. According to the L1 and L5 2021 reporting forms required for lobbying activity, the Montana Family Foundation actively lobbied on twenty-nine different pieces of legislation. Fifteen of these bills were successful in moving through the entire legislative process and landing on governor Gianforte's desk. All fifteen of these bills were signed by Governor Gianforte, indicating complete alignment with the Montana Family Foundation's legislative agenda.

The 2016-2020 "990" IRS forms filed by the Montana Family Institute (2016-2020) list \$0 in income for "rental property." The 2021 990 Form for the Montana Family Institute is not yet available for public review on the IRS online database to identify whether the non-profit recorded income from rental property for that year. However, the evidence clearly indicates an appearance of impropriety, and the citizens of Montana deserve a full, thorough investigation to determine whether Lt. Governor Juras is compliant with Montana's Code of Ethics for elected officials.

The Commissioner of Political Practices must open a docket and schedule a hearing on whether or not Lt. Governor Juras violated the Code of Ethics by accepting this gift. With the 2023

Montana Legislative Session weeks away, it must be determined whether one of Montana's top elected officials upholds the Code of Ethics. Matters that must be reviewed include, but are not limited to:

- The lease arrangement for between Lt. Governor Juras and the Montana Family Institute, if any, including any special stipulations or benefits received by Lt. Governor Juras that may amount to a gift or economic benefit for herself or the Office of the Governor.
- Whether Lt. Governor Juras made payments as a tenant to the Montana Family Institute and/or Montana Family Foundation.
- If the Lt. Governor made payments, whether those payments reflect the market-rate price associated with renting a single-family home a block from the Montana Capitol Building.<sup>1</sup>
- Any other benefits which would qualify as a gift to the Lt. Governor for the arrangement in question but are not explicitly included in a lease arrangement.

The Montana Code of Ethics prohibits public officers from: "accept[ing] a gift of substantial value or a substantial economic benefit tantamount to a gift: (i) that would tend improperly to influence a reasonable person in the person's position to depart from the faithful and impartial discharge of the person's public duties; or (ii) that the person knows or that a reasonable person in that position should know under the circumstances is primarily for the purpose of rewarding the person for official action taken."

The Montana Legislature has drawn a clear line for our elected and public officers to assure that our institutions of government are serving the people and not private interests and has vested your office with the power to investigate and enforce these laws. As such, I look forward to your response and your diligent investigation of this important matter.

Sincerely,

Sheila Hogan Executive Director Montana Democratic Party

Subscribed and sworn before me this \_\_\_\_ day of \_\_\_\_ 2022

<sup>&</sup>lt;sup>1</sup> Notably, according to Zillow, the median rent for all rental properties in Helena, Montana is \$1,850, and over \$22,000 annually. A single-family home located in a desirable neighborhood, such as 405 Washington Drive, will potentially cost more.

ATTACHMENTA

After Recording, please send to: Montana Family Institute P.O. Box 494 Laurel, MT 59044

3369501 B: M58 P: 3949 DEED 12/22/2020 01:53 PM Pages: 1 of 1 Fees: 17.00 Any Reeves Clark & Recorder, Lewis & Clark MT

#### **御川 別に上記は(地方) せいじゅい おいかいじゅうかい アドランドの人 御川**川

## QUIT CLAIM DEED

THIS INDENTURE, made this \_\_\_\_\_ day of <u>December</u>, 2020 between \_\_Gianforte Family Charitable Trust, 1320 Manley Road, Bozeman, MT 59715 (hereinafter Transferor), and Montana Family Institute, P.O. Box 494, Laurel, MT 59044 (hereinafter Transferee),

WITNESSETH: That the Transferor for and in consideration of Ten Dollars (\$10.00) and other valuable consideration, the receipt and sufficiency of which is hereby acknowledged, does hereby convey, remise, release and forever Quitclaim unto the Transferee and to his heirs and assigns all right, title and interests in and to the following described real estate situated in the County of Lewis and Clark, State of Montana, to-wit:

together with all tenements, hereditaments, and appurtenances thereto belonging, and the reversion, remainder, issues and profits thereof; and also all the estate, right, property, possession, claim and demand whatsoever as well in law as in equity, of the Transferor of, in or to the said premises and every part thereof, subject to conditions and restrictions of record, if any.

TO HAVE AND TO HOLD, all and singular the said premises, with the appurtenances unto the Grantee, his heirs and assigns forever.

IN WITNESS WHEREOF, the Transferor hereunto sets his signature the day and year first above written.

\_\_\_\_\_, Transferor

State of Montana )
County of Calletin )

On this day of December, 2020, before me, a Notary Public for the State of Montana personally appeared Susan Gianforte. Trustee of the Gianforte Family Charitable Trust, known to me to be the person whose name is subscribed to the within instrument, and acknowledged to me that he executed the same for and on behalf of that company.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my Notarial Seal, the day and year in this certificate first above written.

SEAL SEAL

RONALD C MEEKS (
Notary Public
for the State of Montana
Residing at:
Clyde Park, Montana
My Commission Expires:
May 20, 2024

Notary Public for the State of Montara Residing at Clude Park my My Commission expires 5 /20 /20 24

### Summary

## Primary Information

Property Category: RP

Geocode:

**Primary Owner:** 

MONTANA FAMILY INSTITUTE

PO BOX 494

LAUREL, MT 59044-0494

NOTE: See the Owner tab for all owner information

Certificate of Survey:

Subdivision: FLOWEREE ADDN

Legal Description:

Last Modified: 10/4/2022 9:28:39 AM

## General Property Information

Neighborhood: 205.217

Property Type: IMP\_U - Improved Property - Urban

Subcategory: Residential Property

Assessment Code:

PropertyAddress:

HELENA, MT 59601

COS Parcel:

Living Units: 1

Levy District: 05-048701-0101

Zoning:

Ownership %: 100

Linked Property:

No linked properties exist for this property

Exemptions:

No exemptions exist for this property

Condo Ownership:

General: 0

Limited: 0

#### **Property Factors**

Topography:

Fronting:

**Utilities:** 

Parking Type:

Access:

Parking Quantity: