

MARSHA BLACKBURN
7TH DISTRICT, TENNESSEE

DEPUTY WHIP

COMMITTEE ON
ENERGY AND COMMERCE
VICE-CHAIRMAN

COMMITTEE ON
THE BUDGET

Congress of the United States
House of Representatives
Washington, DC 20515-4207

WASHINGTON OFFICE:
2266 RAYBURN HOUSE OFFICE BUILDING
WASHINGTON, DC 20515
TELEPHONE: (202) 225-2811

DISTRICT OFFICES:
305 PUBLIC SQUARE, SUITE 212
FRANKLIN, TN 37064
TELEPHONE: (615) 591-5161

128 N. 2ND STREET, SUITE 202
CLARKSVILLE, TN 37040
TELEPHONE: (931) 503-0391

July 15, 2016

The Honorable James Comey
Director
Federal Bureau of Investigation
935 Pennsylvania Avenue, NW
Washington, DC 20535-0001

The Honorable John Koskinen
Commissioner
Internal Revenue Service
1111 Constitution Avenue, NW
Washington, DC 20224-0002

The Honorable Edith Ramirez
Chairwoman
Federal Trade Commission
600 Pennsylvania Ave. NW
Washington, DC 20580

Dear Director Comey, Commissioner Koskinen and Chairwoman Ramirez:

We write concerning the Bill, Hillary, and Chelsea Clinton Foundation (hereinafter “the Foundation”). Members of this body have previously expressed concerns about the Foundation’s activities in letters to the IRS in May 2015 and the FTC last April. Unresolved media reports raising significant issues of public corruption regarding Foundation activities, American foreign policy, and Secretary Clinton compel us to write again. These reports, along with recently discovered information about the Foundation’s initial tax exempt filings, portray a lawless “Pay to Play” enterprise that has been operating under a cloak of philanthropy for years and should be investigated.

First, the Foundation’s initial filings with the IRS for 501(c)(3) status appear to prohibit much of its current activity. The Foundation submitted its application to the IRS on December 23, 1997.¹ The description of its “activities and operational information” notes that it would construct a library, maintain a historical site with records, and engage in study and research.² No mention is made of conducting activities outside of the United States, which is one of the codes included in the IRS “Application for Recognition of Exemption” in effect at that time (see activity code 910).³ As a result, the Foundation’s global initiatives appear to be unlawful pursuant to IRS guidance.

¹https://www.clintonfoundation.org/sites/default/files/clinton_foundation_form_1023_application_for_tax_exemption.pdf

²Id.

³ <http://www.unclefed.com/IRS-Forms/1996/K1023.PDF>

Second, media reports indicate that President Clinton served as an honorary chancellor for Laureate International Universities for five years beginning on April 24, 2010. President Clinton was paid \$16.5 million as an honorary chancellor⁴ and Laureate “has been a seven-figure donor to the Clinton Foundation, giving between \$1 million and \$5 million,” and also made five commitments to the Clinton Global Initiative.⁵ In addition, the International Youth Foundation (IYF), an entity run by Laureate founder Douglas Becker, received over \$55 million of USAID grants from 2010 to 2012.⁶ USAID operates under substantial guidance from the Secretary of State which creates an appearance that millions of dollars in taxpayer money was channeled to IYF by Secretary Clinton’s State Department as a kickback for her husband’s generous contract as an honorary Laureate chancellor.⁷

Third, Uranium One is a Russian run company that has acquired “control of one-fifth of all uranium production capacity in the United States.”⁸ Uranium One’s chairman donated \$2.35 million to the Foundation through several donations, which the Foundation failed to report, as the Russian’s gained control of Uranium One from 2009-2013.⁹ The New York Times reported that former President Clinton “received \$500,000 for a Moscow speech from a Russian investment bank....promoting Uranium One stock” after the Russians declared their intent to acquire control of Uranium One.¹⁰ Secretary Clinton was also one of several Administration officials who approved the sale of the uranium. The intersection of Foundation business, official action taken by Secretary Clinton, and a large payment to President Clinton from an interested party once again smacks of a “Pay to Play” pattern of dealing that personally enriched the Clinton’s at the expense of American foreign policy.

The Foundation’s activities cannot be ignored given the compelling public interest involved. Just last week the Justice Department indicted a Member of Congress for soliciting over \$800,000 for charitable causes which were used “as a personal slush fund”.¹¹ The Clinton Foundation collected \$337,985,726.00 in contributions, grants, and other revenue in 2014 alone.¹² The Foundation has routinely gone behind its pledge to act in furtherance of charitable causes and beyond the scope of activities indicated in its initial filings with the IRS. The appearance of “Pay to Play” transactions involving Laureate and Uranium One also raise serious allegations of criminal conduct requiring further examination.

Public corruption undermines the integrity of representative government and institutions associated with elected or public officials. However, the failure of government agencies to independently assess and investigate the validity of such allegations can have an even more damaging affect. We ask that

⁴ Richard Rubin and Jennifer Epstein, *Hillary and Bill Clinton Made \$139 Million in Eight Years*, Bloomberg Politics, July 31, 2015.

⁵ Maggie Haberman, *Bill Clinton Ends Role With Chain of For-Profit Colleges*, April 24, 2015.

⁶ Joshua Green and Jennifer Epstein, *Author Alleges Bill Clinton Just Quit Education Company Because of Clinton Cash*, Bloomberg Politics, April 25, 2015.

⁷ USAID, Operational Policy (ADS), available at: <https://www.usaid.gov/who-we-are/agency-policy>.

⁸ Jo Becker and Mike McIntire, *Cash Flowed to Clinton Foundation Amid Russian Uranium Deal*, The New York Times, April 23, 2015.

⁹ *Id.*

¹⁰ *Id.*

¹¹ Associated Press, Rep. Corrine Brown indicted in fraud case over charity “slush fund”, July 8, 2016, available at: <http://www.foxnews.com/politics/2016/07/08/us-rep-corrine-brown-indicted-after-fraud-investigation.html>

¹² Clinton Foundation, Consolidated Statement of Activities, Year Ended December 31, 2014, available at: https://www.clintonfoundation.org/sites/default/files/2015_ar_financials.pdf

each of your agencies review these allegations pursuant to your jurisdictional charge. Thank you for your consideration of our views on these matters.

Sincerely,

Marsha Blackburn
Member of Congress

Tom Price
Member of Congress

Bill Shuster
Member of Congress

Mike Kelly
Member of Congress

Michael McCaul
Member of Congress

Pete Sessions
Member of Congress

James Sensenbrenner
Member of Congress

Jim Bridenstine
Member of Congress

Doug Lamborn
Member of Congress

Bill Flores
Member of Congress

Jeff Miller
Member of Congress

Joe Pitts
Member of Congress

Sam Johnson
Member of Congress



Dan Newhouse
Member of Congress



Steve Chabot
Member of Congress



Billy Long
Member of Congress



Blake Farenthold
Member of Congress




Candice Miller
Member of Congress



Joe Barton
Member of Congress



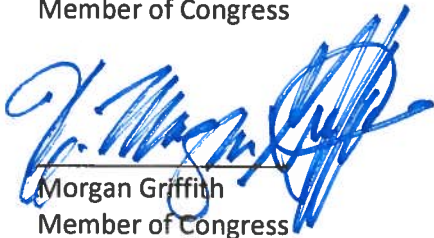
Vicky Hartzler
Member of Congress



Pete Olson
Member of Congress



Kevin Cramer
Member of Congress



Morgan Griffith
Member of Congress



Tom Marino
Member of Congress



Andy Harris, M.D.
Member of Congress



Gregg Harper
Member of Congress



Lynn Westmoreland
Member of Congress



Louie Gohmert
Member of Congress



Buddy Carter
Member of Congress



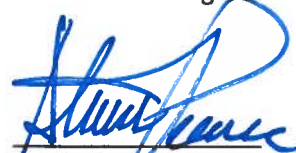
Glenn Grothman
Member of Congress



Scott Garrett
Member of Congress



Diane Black
Member of Congress



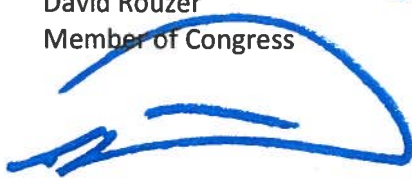
Steve Pearce
Member of Congress




David Rouzer
Member of Congress



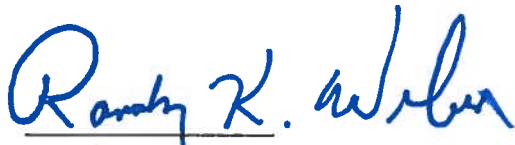
Brian Babin
Member of Congress



Scott Desjarlais
Member of Congress



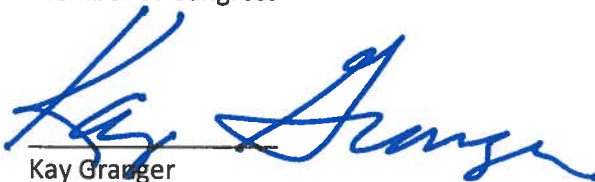
Stephen Fincher
Member of Congress



Randy Weber
Member of Congress



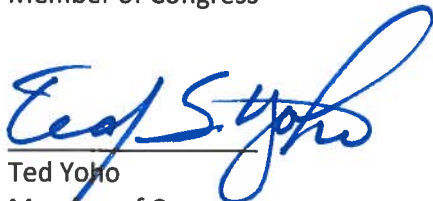
Chuck Fleischmann
Member of Congress



Kay Granger
Member of Congress



Phil Roe
Member of Congress



Ted Yoho
Member of Congress



Jeff Duncan
Member of Congress

Dave Brat

Dave Brat
Member of Congress

Trent Kelly

Trent Kelly
Member of Congress

Matt Salmon

Matt Salmon
Member of Congress

Rick Allen

Rick Allen
Member of Congress

Mike Rogers

Mike Rogers
Member of Congress

Ken Buck

Ken Buck
Member of Congress

Mark Meadows

Mark Meadows
Member of Congress

Dave Schweikert

Dave Schweikert
Member of Congress

Dennis Ross

Dennis Ross
Member of Congress

Chris Collins

Chris Collins
Member of Congress

Renee Ellmers

Renee Ellmers
Member of Congress

Bryan Zinke

Bryan Zinke
Member of Congress

Joe Wilson

Joe Wilson
Member of Congress

Jackie Walorski

Jackie Walorski
Member of Congress

Larry Bucshon

Larry Bucshon
Member of Congress



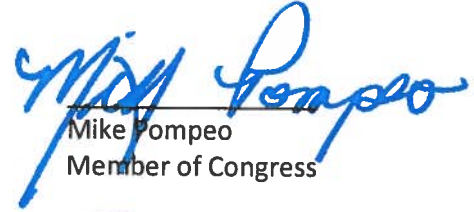
Lynn Jenkins
Member of Congress



Ron DeSantis
Member of Congress



Charles W. Boustany Jr., M.D.
Member of Congress



Mike Pompeo
Member of Congress



Robert Pittenger
Member of Congress



Trent Franks
Member of Congress