## **HOUSE BILL No. 5572**

January 24, 2006, Introduced by Reps. Bieda and Condino and referred to the Committee on House Oversight, Elections, and Ethics.

A bill to amend 1976 PA 388, entitled

"Michigan campaign finance act,"

by amending section 52 (MCL 169.252), as amended by 2001 PA 250.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 52. (1) Except as provided in subsection (5) or (11) and
- 2 subject to subsection (8), a person other than an independent
- 3 committee or a political party committee shall not make
- 4 contributions to a candidate committee of a candidate for elective
- 5 office that, with respect to an election cycle, are more than the
- 6 following:
- 7 (a) \$3,400.00 for a candidate for state elective office other
  - than the office of state legislator, or for a candidate for local
  - elective office if the district from which he or she is seeking

04984'05

- 1 office has a population of more than 250,000.
- 2 (b) \$1,000.00 for a candidate for state senator, or for a
- 3 candidate for local elective office if the district from which he
- 4 or she is seeking office has a population of more than 85,000 but
- 5 250,000 or less.
- 6 (c) \$500.00 for a candidate for state representative, or for a
- 7 candidate for local elective office if the district from which he
- 8 or she is seeking office has a population of 85,000 or less.
- 9 (2) Except as otherwise provided in this subsection and
- 10 subsection (12), an independent committee shall not make
- 11 contributions to a candidate committee of a candidate for elective
- 12 office that, in the aggregate for that election cycle, are more
- 13 than 10 times the amount permitted a person other than an
- 14 independent committee or political party committee in subsection
- 15 (1). A house political party caucus committee or a senate political
- 16 party caucus committee is not limited under this subsection in the
- 17 amount of contributions made to the candidate committee of a
- 18 candidate for the office of state legislator, except as follows:
- 19 (a) A house political party caucus committee or a senate
- 20 political party caucus committee shall not pay a debt incurred by a
- 21 candidate if that debt was incurred while the candidate was seeking
- 22 nomination at a primary election and the candidate was opposed at
- 23 that primary.
- 24 (b) A house political party caucus committee or a senate
- 25 political party caucus committee shall not make a contribution to
- 26 or make an expenditure on behalf of a candidate if that candidate
- 27 is seeking nomination at a primary election and the candidate is

- 1 opposed at that primary.
- 2 (3) A political party committee other than a state central
- 3 committee shall not make contributions to the candidate committee
- 4 of a candidate for elective office that are more than 10 times the
- 5 amount permitted a person other than an independent committee or
- 6 political party committee in subsection (1).
- 7 (4) A state central committee of a political party shall not
- 8 make contributions to the candidate committee of a candidate for
- 9 state elective office other than a candidate for the legislature
- 10 that are more than 20 times the amount permitted a person other
- 11 than an independent committee or political party committee in
- 12 subsection (1). A state central committee of a political party
- 13 shall not make contributions to the candidate committee of a
- 14 candidate for state senator, state representative, or local
- 15 elective office that are more than 10 times the amount permitted a
- 16 person other than an independent committee or political party
- 17 committee in subsection (1).
- 18 (5) A contribution from a member of a candidate's immediate
- 19 family to the candidate committee of that candidate is exempt from
- 20 the limitations of subsection (1).
- 21 (6) Consistent with the provisions of this section, a
- 22 contribution designated in writing for a particular election cycle
- 23 is considered made for that election cycle. A contribution made
- 24 after the close of a particular election cycle and designated in
- 25 writing for that election cycle shall be made only to the extent
- 26 that the contribution does not exceed the candidate committee's net
- 27 outstanding debts and obligations from the election cycle so

- 1 designated. If a contribution is not designated in writing for a
- 2 particular election cycle, the contribution is considered made for
- 3 the election cycle that corresponds to the date of the written
- 4 instrument.
- 5 (7) A candidate committee, a candidate, or a treasurer or
- 6 agent of a candidate committee shall not accept a contribution with
- 7 respect to an election cycle that exceeds the limitations in
- 8 subsection (1), (2), (3), (4), (11), or (12).
- 9 (8) The contribution limits in subsection (1) for a candidate
- 10 for local elective office are effective on the effective date of
- 11 the amendatory act that provides for those contribution limits,
- 12 however, only contributions received by that candidate on and after
- 13 that date shall be used to determine if the contribution limit has
- 14 been reached.
- 15 (9) A person who knowingly violates this section is guilty of
- 16 a misdemeanor punishable, if the person is an individual, by a fine
- 17 of not more than \$1,000.00 or imprisonment for not more than 90
- 18 days, or both, or, if the person is not an individual, by a fine of
- 19 not more than \$10,000.00.
- 20 (10) For purposes of the limitations provided in subsections
- 21 (1) and (2), all contributions made by political committees or
- 22 independent committees established by -any- A corporation, joint
- 23 stock company, domestic dependent sovereign, or labor organization,
- 24 including any A parent, subsidiary, branch, division, department,
- 25 or local unit thereof, shall be considered to have been made by a
- 26 single independent committee. By way of illustration and not
- 27 limitation, all ALL of the following -apply as a result of the

- 1 application of this requirement ARE EXAMPLES OF THE EFFECT OF THIS
- 2 SUBSECTION:
- 3 (a) All of the political committees and independent committees
- 4 established by a for profit corporation or joint stock company, by
- 5 a subsidiary of the for profit corporation or joint stock company,
- 6 or by any combination thereof, are treated as a single independent
- 7 committee.
- 8 (b) All of the political committees and independent committees
- 9 established by a single national or international labor
- 10 organization, by a labor organization of that national or
- 11 international labor organization, by a local labor organization of
- 12 that national or international labor organization, or by any other
- 13 subordinate organization of that national or international labor
- 14 organization, or by any combination thereof, are treated as a
- 15 single independent committee.
- 16 (c) All of the political committees and independent committees
- 17 established by an organization of national or international unions,
- 18 by a state central body of that organization, by a local central
- 19 body of that organization, or by any combination thereof, are
- 20 treated as a single independent committee.
- 21 (d) All of the political committees and independent committees
- 22 established by a nonprofit corporation, by a related state entity
- 23 of that nonprofit corporation, by a related local entity of that
- 24 nonprofit corporation, or by any combination thereof, are treated
- 25 as a single independent committee.
- 26 (11) The limitation on a political committee's contributions
- 27 under subsection (1) does not apply to contributions that are part

- 1 of 1 or more bundled contributions delivered to the candidate
- 2 committee of a candidate for statewide elective office and that are
- 3 attributed to the political committee as prescribed in section 31.
- 4 A political committee shall not make contributions to a candidate
- 5 committee of a candidate for statewide elective office that are
- 6 part of 1 or more bundled contributions delivered to that candidate
- 7 committee, that are attributed to the political committee as
- 8 prescribed in section 31, and that, in the aggregate for that
- 9 election cycle, are more than the amount permitted a person other
- 10 than an independent committee or political party committee in
- 11 subsection (1).
- 12 (12) The limitation on an independent committee's
- 13 contributions under subsection (2) does not apply to contributions
- 14 that are part of 1 or more bundled contributions delivered to the
- 15 candidate committee of a candidate for statewide elective office
- 16 and that are attributed to the independent committee as prescribed
- 17 in section 31. An independent committee shall not make
- 18 contributions to a candidate committee of a candidate for statewide
- 19 elective office that are part of 1 or more bundled contributions
- 20 delivered to that candidate committee, that are attributed to the
- 21 independent committee as prescribed in section 31, and that, in the
- 22 aggregate for that election cycle, are more than 10 times the
- 23 amount permitted a person other than an independent committee or
- 24 political party committee in subsection (1).