## **SENATE BILL No. 2**

January 10, 2007, Introduced by Senator HARDIMAN and referred to the Committee on Campaign and Election Oversight.

A bill to amend 1976 PA 388, entitled

"Michigan campaign finance act,"

by amending section 6 (MCL 169.206), as amended by 2003 PA 69, and by adding section 48.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 6. (1) "Expenditure" means a payment, donation, loan, or
- 2 promise of payment of money or anything of ascertainable monetary
- 3 value for goods, materials, services, or facilities in assistance
- 4 of, or in opposition to, the nomination or election of a candidate,
- 5 or the qualification, passage, or defeat of a ballot question.

- 1 Expenditure includes, but is not limited to, any of the following:
- 2 (a) A contribution or a transfer of anything of ascertainable
- 3 monetary value for purposes of influencing the nomination or
- 4 election of a candidate or the qualification, passage, or defeat of
- 5 a ballot question.
- 6 (b) Except as provided in subsection (2)(f) or (g), an
- 7 expenditure for voter registration or get-out-the-vote activities
- 8 made by a person who sponsors or finances the activity or who is
- 9 identified by name with the activity.
- 10 (c) Except as provided in subsection (2)(f) or (g), an
- 11 expenditure made for poll watchers, challengers, distribution of
- 12 election day literature, canvassing of voters to get out the vote,
- 13 or transporting voters to the polls.
- 14 (D) EXCEPT AS PROVIDED IN SUBSECTION (2) (A), (B), OR (C), AN
- 15 EXPENDITURE MADE FOR AN AUTOMATED TELEPHONIC COMMUNICATION TO AN
- 16 ELECTOR REGARDING A CANDIDATE OR A BALLOT QUESTION.
- 17 (2) Expenditure does not include any of the following:
- 18 (a) An expenditure for communication by a person with the
- 19 person's paid members or shareholders and those individuals who can
- 20 be solicited for contributions to a separate segregated fund under
- **21** section 55.
- 22 (b) An expenditure for communication on a subject or issue if
- 23 the communication does not support or oppose a ballot question or
- 24 candidate by name or clear inference.
- 25 (c) An expenditure for the establishment, administration, or
- 26 solicitation of contributions to a separate segregated fund or
- independent committee.

- 1 (d) An expenditure by a broadcasting station, newspaper,
- 2 magazine, or other periodical or publication for a news story,
- 3 commentary, or editorial in support of or opposition to a candidate
- 4 for elective office or a ballot question in the regular course of
- 5 publication or broadcasting.
- 6 (e) An offer or tender of an expenditure if expressly and
- 7 unconditionally rejected or returned.
- 8 (f) An expenditure for nonpartisan voter registration or
- 9 nonpartisan get-out-the-vote activities made by an organization
- 10 that is exempt from federal income tax pursuant to section
- 11 501(c)(3) of the internal revenue code, of 1986, 26 U.S.C. 501 26
- 12 USC 501, or any successor statute.
- 13 (g) An expenditure for nonpartisan voter registration or
- 14 nonpartisan get-out-the-vote activities performed pursuant to
- 15 chapter XXIII of the Michigan election law, 1954 PA 116, MCL
- 16 168.491 to 168.524, by the secretary of state and other
- 17 registration officials who are identified by name with the
- **18** activity.
- 19 (h) An expenditure by a state central committee of a political
- 20 party or a person controlled by a state central committee of a
- 21 political party for the construction, purchase, or renovation of 1
- 22 or more office facilities in Ingham county if the facility is not
- 23 constructed, purchased, or renovated for the purpose of influencing
- 24 the election of a candidate in a particular election. Items
- 25 excluded from the definition of expenditure under this subdivision
- 26 include expenditures approved in federal election commission
- 27 advisory opinions 1993-9, 2001-1, and 2001-12 as allowable

- 1 expenditures under the federal election campaign act of 1971,
- 2 Public Law 92-225, 2 U.S.C. 431 to 434, 437, 437c to 439a, 439c,
- 3 441a to 441h, and 442 to 455-2 USC 431 TO 455, and regulations
- 4 promulgated under that act, regardless of whether those advisory
- 5 opinions have been superseded.
- 6 SEC. 48. (1) EXCEPT FOR AN AUTOMATED TELEPHONIC COMMUNICATION
- 7 BY OR IN BEHALF OF AN INDIVIDUAL ACTING INDEPENDENTLY AND NOT AS AN
- 8 AGENT FOR A CANDIDATE OR A COMMITTEE, AN AUTOMATED TELEPHONIC
- 9 COMMUNICATION TO AN ELECTOR THAT RELATES TO AN ELECTION, A
- 10 CANDIDATE, OR A BALLOT QUESTION SHALL CLEARLY STATE THE IDENTITY OF
- 11 THE PERSON PAYING FOR THE COMMUNICATION. IF THE COMMUNICATION
- 12 DESCRIBED IN THIS SUBSECTION RELATES TO A CANDIDATE AND IS AN
- 13 INDEPENDENT EXPENDITURE NOT AUTHORIZED IN WRITING BY A CANDIDATE'S
- 14 CANDIDATE COMMITTEE, THE COMMUNICATION SHALL CLEARLY STATE THE
- 15 FOLLOWING DISCLAIMER: "NOT AUTHORIZED BY A CANDIDATE COMMITTEE". IF
- 16 THE COMMUNICATION DESCRIBED IN THIS SUBSECTION RELATES TO A
- 17 CANDIDATE AND IS NOT AN INDEPENDENT EXPENDITURE, BUT IS PAID FOR BY
- 18 A PERSON OTHER THAN THE CANDIDATE TO WHOM IT IS RELATED, THE
- 19 COMMUNICATION SHALL CLEARLY STATE THE FOLLOWING DISCLAIMER:
- 20 "AUTHORIZED BY (NAME OF CANDIDATE OR NAME OF CANDIDATE COMMITTEE)".
- 21 (2) A PERSON THAT IS NOT A COMMITTEE THAT MAKES A
- 22 COMMUNICATION DESCRIBED IN SUBSECTION (1) FOR A CANDIDATE OR A
- 23 COMMITTEE SHALL PROVIDE ALL OF THE FOLLOWING INFORMATION TO THE
- 24 SECRETARY OF STATE:
- 25 (A) THE IDENTITY OF THE PERSON.
- 26 (B) THE ADDRESS AND TELEPHONE NUMBER WHERE THE PERSON CAN BE
- 27 CONTACTED DURING ORDINARY BUSINESS HOURS.

- 1 (C) THE NAME OF EACH CANDIDATE OR COMMITTEE FOR WHICH THE
- 2 PERSON HAS MADE A COMMUNICATION TO WHICH THIS SUBSECTION APPLIES.
- 3 (3) FOR EACH MONTH IN WHICH A PERSON MAKES A COMMUNICATION TO
- 4 WHICH SUBSECTION (2) APPLIES, THE PERSON SHALL PROVIDE THE
- 5 INFORMATION REQUIRED BY SUBSECTION (2) TO THE SECRETARY OF STATE ON
- 6 OR BEFORE THE FIFTEENTH DAY OF THE FOLLOWING MONTH.
- 7 (4) THE SECRETARY OF STATE SHALL MAKE THE INFORMATION PROVIDED
- 8 UNDER THIS SECTION AVAILABLE TO THE PUBLIC.
- 9 (5) A PERSON WHO KNOWINGLY VIOLATES THIS SECTION IS GUILTY OF
- 10 A MISDEMEANOR PUNISHABLE BY A FINE OF NOT MORE THAN \$1,000.00.