## **SENATE BILL No. 1359**

June 1, 2010, Introduced by Senators GEORGE and BIRKHOLZ and referred to the Committee on Campaign and Election Oversight.

A bill to amend 1976 PA 388, entitled "Michigan campaign finance act," by amending sections 12 and 52 (MCL 169.212 and 169.252), as amended by 2001 PA 250.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 12. (1) "Qualifying contribution" means a contribution of money made by a written instrument by an individual to the candidate committee of a candidate for the office of governor that is \$100.00 or less and made after April 1 of the year preceding a year in which a governor is to be elected. Not more than \$100.00 of an individual's total aggregate contribution may be used as a qualifying contribution in a calendar year. Qualifying contribution

- 1 does not include a subscription, loan, advance, deposit of money,
- 2 in-kind contribution or expenditure, or anything else of value
- 3 except as prescribed in this act. Qualifying contribution does not
- 4 include a contribution by an individual who resides outside of this
- 5 state. For purposes of this subsection, an individual is considered
- 6 to reside in this state if he or she is considered a resident of
- 7 this state under the Michigan election law, 1954 PA 116, MCL 168.1
- 8 to 168.992.
- 9 (2) "Senate political party caucus committee" means an
- 10 independent committee established by a political party caucus of
- 11 the state senate under section 24a.
- 12 (3) "State elective office" means a statewide elective office,
- 13 A CONSTITUTIONAL CONVENTION DELEGATE, or the office of state
- 14 legislator.
- 15 (4) "Statewide elective office" means the office of governor,
- 16 lieutenant governor, secretary of state, or attorney general,
- 17 justice of the supreme court, member of the state board of
- 18 education, regent of the university of Michigan, member of the
- 19 board of trustees of Michigan state university, or member of the
- 20 board of governors of Wayne state university.
- Sec. 52. (1) Except as provided in subsection (5) or  $\frac{(11)}{(12)}$
- 22 and subject to subsection  $\frac{(8)}{(9)}$ , a person other than an
- 23 independent committee or a political party committee shall not make
- 24 contributions to a candidate committee of a candidate for elective
- 25 office that, with respect to an election cycle, are more than the
- 26 following:
- 27 (a) \$3,400.00 for a candidate for state elective office other

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

- 1 nomination at a primary election and the candidate was opposed at
- 2 that primary.
- 3 (b) A house political party caucus committee or a senate
- 4 political party caucus committee shall not make a contribution to
- 5 or make an expenditure on behalf of a candidate if that candidate
- 6 is seeking nomination at a primary election and the candidate is
- 7 opposed at that primary.
- 8 (3) A political party committee other than a state central
- 9 committee shall not make contributions to the candidate committee
- 10 of a candidate for elective office that are more than 10 times the
- 11 amount permitted a person other than an independent committee or
- 12 political party committee in subsection (1).
- 13 (4) A state central committee of a political party shall not
- 14 make contributions to the candidate committee of a candidate for
- 15 state elective office other than a candidate for the legislature
- 16 that are more than 20 times the amount permitted a person other
- 17 than an independent committee or political party committee in
- 18 subsection (1). A state central committee of a political party
- 19 shall not make contributions to the candidate committee of a
- 20 candidate for state senator, state representative, or local
- 21 elective office that are more than 10 times the amount permitted a
- 22 person other than an independent committee or political party
- 23 committee in subsection (1).
- 24 (5) A contribution from a member of a candidate's immediate
- 25 family to the candidate committee of that candidate is exempt from
- 26 the limitations of subsection (1).
- 27 (6) Consistent with the provisions of this section, a

- 1 contribution designated in writing for a particular election cycle
- 2 is considered made for that election cycle. A contribution made
- 3 after the close of a particular election cycle and designated in
- 4 writing for that election cycle shall be made only to the extent
- 5 that the contribution does not exceed the candidate committee's net
- 6 outstanding debts and obligations from the election cycle so
- 7 designated. If a contribution is not designated in writing for a
- 8 particular election cycle, the contribution is considered made for
- 9 the election cycle that corresponds to the date of the written
- 10 instrument.
- 11 (7) AN INDEPENDENT OR POLITICAL COMMITTEE SHALL NOT MAKE A
- 12 CONTRIBUTION TO A CANDIDATE COMMITTEE OF A CANDIDATE FOR
- 13 CONSTITUTIONAL CONVENTION DELEGATE.
- 14 (8) (7)—A candidate committee, a candidate, or a treasurer or
- 15 agent of a candidate committee shall not accept a contribution with
- 16 respect to an election cycle that exceeds the limitations in
- 17 subsection (1), (2), (3), (4),  $\frac{(11)}{}$ , or (7), (12), OR (13).
- 18 (9) (8)—The contribution limits in subsection (1) for a
- 19 candidate for local elective office are effective on the effective
- 20 date of the amendatory act that provides for those contribution
- 21 limits, however, only contributions received by that candidate on
- 22 and after that date shall be used to determine if the contribution
- 23 limit has been reached.
- 24 (10) (9) A person who knowingly violates this section is
- 25 guilty of a misdemeanor punishable, if the person is an individual,
- 26 by a fine of not more than \$1,000.00 or imprisonment for not more
- 27 than 90 days, or both, or, if the person is not an individual, by a

- 1 fine of not more than \$10,000.00.
- 2 (11) (10) For purposes of the limitations provided in
- 3 subsections (1), and (2), AND (7), all contributions made by
- 4 political committees or independent committees established by any
- 5 corporation, joint stock company, domestic dependent sovereign, or
- 6 labor organization, including any parent, subsidiary, branch,
- 7 division, department, or local unit thereof, shall be considered to
- 8 have been made by a single independent committee. By way of
- 9 illustration and not limitation, all of the following apply as a
- 10 result of the application of this requirement:
- 11 (a) All of the political committees and independent committees
- 12 established by a for profit corporation or joint stock company, by
- 13 a subsidiary of the for profit corporation or joint stock company,
- 14 or by any combination thereof, are treated as a single independent
- 15 committee.
- 16 (b) All of the political committees and independent committees
- 17 established by a single national or international labor
- 18 organization, by a labor organization of that national or
- 19 international labor organization, by a local labor organization of
- 20 that national or international labor organization, or by any other
- 21 subordinate organization of that national or international labor
- 22 organization, or by any combination thereof, are treated as a
- 23 single independent committee.
- 24 (c) All of the political committees and independent committees
- 25 established by an organization of national or international unions,
- 26 by a state central body of that organization, by a local central
- 27 body of that organization, or by any combination thereof, are

- 1 treated as a single independent committee.
- 2 (d) All of the political committees and independent committees
- 3 established by a nonprofit corporation, by a related state entity
- 4 of that nonprofit corporation, by a related local entity of that
- 5 nonprofit corporation, or by any combination thereof, are treated
- 6 as a single independent committee.
- 7 (12) (11) The limitation on a political committee's
- 8 contributions under subsection (1) does not apply to contributions
- 9 that are part of 1 or more bundled contributions delivered to the
- 10 candidate committee of a candidate for statewide elective office
- 11 and that are attributed to the political committee as prescribed in
- 12 section 31. A political committee shall not make contributions to a
- 13 candidate committee of a candidate for statewide elective office
- 14 that are part of 1 or more bundled contributions delivered to that
- 15 candidate committee, that are attributed to the political committee
- 16 as prescribed in section 31, and that, in the aggregate for that
- 17 election cycle, are more than the amount permitted a person other
- 18 than an independent committee or political party committee in
- 19 subsection (1).
- 20 (13) (12) The limitation LIMITATIONS on an independent
- 21 committee's contributions under subsection SUBSECTIONS (2) AND (7)
- 22 does\_DO not apply to contributions that are part of 1 or more
- 23 bundled contributions delivered to the candidate committee of a
- 24 candidate for statewide elective office and that are attributed to
- 25 the independent committee as prescribed in section 31. An
- 26 independent committee shall not make contributions to a candidate
- 27 committee of a candidate for statewide elective office that are

- 1 part of 1 or more bundled contributions delivered to that candidate
- 2 committee, that are attributed to the independent committee as
- 3 prescribed in section 31, and that, in the aggregate for that
- 4 election cycle, are more than 10 times the amount permitted a
- 5 person other than an independent committee or political party
- 6 committee in subsection (1).