## **SENATE BILL No. 1242**

November 29, 2018, Introduced by Senator KOWALL and referred to the Committee on Elections and Government Reform.

A bill to amend 1976 PA 388, entitled "Michigan campaign finance act,"

by amending section 6 (MCL 169.206), as amended by 2017 PA 119.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 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 the qualification, passage, or defeat of a ballot question, or the
- 6 qualification of a new political party. Expenditure includes, but
- 7 is not limited to, any of the following:

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- (a) A contribution or a transfer of anything of ascertainable
- 9 monetary value for purposes of influencing the nomination or
  - election of a candidate, the qualification, passage, or defeat of a

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- 1 ballot question, or the qualification of a new political party.
- 2 (b) Except as provided in subsection (2)(f) or (g), an
- 3 expenditure for voter registration or get-out-the-vote activities
- 4 made by a person who sponsors or finances the activity or who is
- 5 identified by name with the activity.
- 6 (c) Except as provided in subsection (2)(f) or (g), an
- 7 expenditure made for poll watchers, challengers, distribution of
- 8 election day literature, canvassing of voters to get out the vote,
- 9 or transporting voters to the polls.
- 10 (d) Except as provided in subsection (2)(c), the cost of
- 11 establishing and administering a payroll deduction plan to collect
- 12 and deliver a contribution to a committee.
- 13 (2) Expenditure does not include any of the following:
- 14 (a) An expenditure for communication by a person with the
- 15 person's paid members or shareholders and those individuals who can
- 16 be solicited for contributions to a separate segregated fund under
- **17** section 55.
- 18 (b) An expenditure for communication on a subject or issue if
- 19 the communication does not support or oppose a ballot question or
- 20 candidate by name or clear inference.
- 21 (c) An expenditure for the establishment or administration of,
- 22 or solicitation, collection, or transfer of contributions to, a
- 23 separate segregated fund if that expenditure was made by a
- 24 connected organization of that separate segregated fund as
- 25 authorized under section 55.
- 26 (d) An expenditure by a broadcasting station, newspaper,
- 27 magazine, or other periodical or publication for a news story,

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- 1 commentary, or editorial in support of or opposition to a candidate
- 2 for elective office or a ballot question in the regular course of
- 3 publication or broadcasting.
- 4 (e) An offer or tender of an expenditure if expressly and
- 5 unconditionally rejected or returned.
- 6 (f) An expenditure for nonpartisan voter registration or
- 7 nonpartisan get-out-the-vote activities made by an organization
- 8 that is exempt from federal income tax under section 501(c)(3) of
- 9 the internal revenue code, 26 USC 501, or any successor statute.
- 10 (g) An expenditure for nonpartisan voter registration or
- 11 nonpartisan get-out-the-vote activities performed under chapter
- 12 XXIII of the Michigan election law, 1954 PA 116, MCL 168.491 to
- 13 168.524, 168.523A, by the secretary of state and other registration
- 14 officials who are identified by name with the activity.
- 15 (h) An expenditure by a state central committee of a political
- 16 party or a person controlled by a state central committee of a
- 17 political party for the construction, purchase, or renovation of 1
- 18 or more office facilities in Ingham County if the facility is not
- 19 constructed, purchased, or renovated for the purpose of influencing
- 20 the election of a candidate in a particular election. Items
- 21 excluded from the definition of expenditure under this subdivision
- 22 include expenditures approved in Federal Election Commission
- 23 advisory opinions 1993-9, 2001-1, and 2001-12 as allowable
- 24 expenditures under the federal election campaign act of 1971, 52
- 25 USC 30101 to 30146, and regulations promulgated under that act,
- 26 regardless of whether those advisory opinions have been superseded.
- 27 (i) Except only for the purposes of section 57, an expenditure

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- 1 to or for a federal candidate or a federal committee.
- 2 (j) Except only for the purposes of section 47, an expenditure
- 3 for a communication if the communication does not in express terms
- 4 advocate the election or defeat of a clearly identified candidate
- 5 so as to restrict the application of this act to communications
- 6 containing express words of advocacy of election or defeat, such as
- 7 "vote for", "elect", "support", "cast your ballot for", "Smith for
- 8 governor", "vote against", "defeat", or "reject".
- 9 Enacting section 1. This amendatory act does not take effect
- 10 unless Senate Bill No. 1238
- of the 99th Legislature is enacted into law.