## **HOUSE BILL NO. 5520**

February 22, 2024, Introduced by Reps. Wegela, Tsernoglou, McFall, Arbit, Morgan, Dievendorf, Byrnes, Rheingans, Hood, Martus, Paiz, Edwards, McKinney, Brabec and Aiyash and referred to the Committee on Government Operations.

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

(MCL 169.201 to 169.282) by adding section 30a.

## THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- Sec. 30a. (1) A committee, 501(c)(4) organization, 527 organization, or separate segregated fund connected to an electric
- 3 utility or natural gas utility shall not make a donation or
- 4 contribution to any of the following:
- 5 (a) A 501(c)(4) organization or a 527 organization that is

THS H03966'23

- 1 controlled or directed by any of the following:
- 2 (i) A candidate for state elective office.
- 3 (ii) An elected state official.
- 4 (iii) A former elected state official.
- 5 (iv) An appointed state official.
- 6 (v) A state or local party committee.
- 7 (vi) A 501(c) (4) organization or 527 organization in which a
- 8 state or local candidate, appointed official, or elected official
- 9 controls or sits on the board of that organization.
- 10 (b) A 501(c)(4) organization or a 527 organization in which a
- 11 candidate for state elective office, appointed state official,
- 12 elected state official, former elected state official, or affiliate
- 13 is employed by or sits on the board of that organization.
- 14 (c) A candidate committee.
- 15 (d) A political party committee.
- 16 (e) A political committee.
- 17 (f) An independent committee.
- 18 (g) A separate segregated fund.
- 19 (2) An electric utility or natural gas utility that violates
- 20 this section is subject to a civil fine of not more than 10 times
- 21 the amount of the contribution. The attorney general may bring an
- 22 action to collect the fine.
- 23 (3) As used in this section:
- 24 (a) "Affiliate" means any family member, employee, contract
- 25 employee, or staff member of any of the following:
- 26 (i) An elected state official.
- 27 ( $\ddot{u}$ ) A candidate for state elective office.
- 28 (iii) A former elected state official.
- 29 (iv) An appointed state official.

THS H03966'23

- 1 (b) "Connected to an electric utility or natural gas utility"
- 2 means the committee, 501(c)(4) organization, 527 organization, or
- 3 separate segregated fund was organized by any officer, employee,
- 4 contract employee, or staff member or any family member of an
- 5 officer, employee, contract employee, or staff member of the
- 6 electric utility or natural gas utility.
- 7 (c) "Elected state official" means an individual who holds a
- 8 state elective office in this state.
- 9 (d) "Family member" means any of the following:
- 10 (i) A spouse or ex-spouse.
- 11 (ii) A child, stepchild, grandchild, parent, sibling, niece, or
- 12 nephew.
- 13 (iii) The spouse of a child, stepchild, grandchild, parent,
- 14 sibling, niece, or nephew.
- 15 (e) "501(c)(4) organization" means an organization that claims
- 16 tax-exempt status under section 501(c)(4) of the internal revenue
- 17 code of 1986, 26 USC 501.
- 18 (f) "527 organization" means an organization that claims tax-
- 19 exempt status under section 527 of the internal revenue code of
- 20 1986, 26 USC 527.
- 21 (g) "Former elected state official" means an individual who no
- 22 longer holds state elective office but held state elective office
- 23 during the previous 2 years.