THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1695 Session of 2015

INTRODUCED BY GOODMAN, ACOSTA, BULLOCK, COHEN, D. COSTA, FREEMAN, HARHAI, HARKINS, W. KELLER, MURT, NEILSON, O'BRIEN, PASHINSKI, SCHLOSSBERG, SCHWEYER, THOMAS AND TRUITT, NOVEMBER 19, 2015

REFERRED TO COMMITTEE ON STATE GOVERNMENT, NOVEMBER 19, 2015

AN ACT

1	Amending the act of June 3, 1937 (P.L.1333, No.320), entitled
2	"An act concerning elections, including general, municipal,
3	special and primary elections, the nomination of candidates,
4	primary and election expenses and election contests; creating
5	and defining membership of county boards of elections;
6	imposing duties upon the Secretary of the Commonwealth,
7	courts, county boards of elections, county commissioners;
8	imposing penalties for violation of the act, and codifying,
9	revising and consolidating the laws relating thereto; and
10	repealing certain acts and parts of acts relating to
11	elections," in primary and election expenses, further
12	providing for definitions, for reporting by candidate and
13	political committees and other persons and for late
14	contributions and independent expenditures and providing for
15	independent expenditures and electioneering communications.
. 6	The General Assembly of the Commonwealth of Pennsylvania
_7	hereby enacts as follows:
8 .	Section 1. The General Assembly finds and declares as
9	follows:
20	(1) The Commonwealth has a compelling interest in:
21	(i) Providing voters with relevant information about
22	where political campaign money comes from and how it is
23	spent so that voters can make informed choices in

1 elections.

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- 2 (ii) Reducing the risk or appearance of undue
- 3 influence by ensuring political spending is
- 4 comprehensively disclosed.
- 5 (iii) Promoting compliance by candidates and 6 political groups with campaign finance laws.
- 7 (2) Under existing law, a person that purchases
 8 political advertisements that expressly advocate for the
 9 election or defeat of a candidate is subject to disclosure
 10 requirements, but a person that purchases advertisements to
 11 influence elections without expressly advocating for a
 12 candidate is not subject to disclosure requirements.
 - (3) As a result, Pennsylvania has seen a proliferation of advertisements featuring candidates that are distributed during the campaign season and are intended to influence elections but are not required to be reported under existing law.
 - (4) Disclosure of expenditures intended to influence elections should begin at an amount that is reasonable and intended to promote full disclosure of the expenditures.
- 21 (5) It is the intent of the General Assembly to subject 22 all persons that make expenditures to influence elections, 23 whether through express advocacy or election-targeted issue 24 advocacy, to disclosure requirements.
- 25 Section 2. Section 1621(e) of the act of June 3, 1937
- 26 (P.L.1333, No.320), known as the Pennsylvania Election Code,
- 27 added October 4, 1978 (P.L.893, No.171), is amended and the
- 28 section is amended by adding subsections to read:
- 29 Section 1621. Definitions.--As used in this article, the
- 30 following words have the following meanings:

- 1 * * *
- 2 (e) The words "independent expenditure" shall mean an
- 3 expenditure by a person [made for the purpose of influencing an
- 4 election], other than a political committee or candidate,
- 5 <u>expressly advocating the election or defeat of a clearly</u>
- 6 <u>identified candidate, made</u> without cooperation or consultation
- 7 with any candidate or any political committee authorized by that
- 8 candidate and which is not made in concert with or at the
- 9 request or suggestion of any candidate or political committee or
- 10 agent thereof.
- 11 * * *
- 12 (n) The words "electioneering communication" shall mean a
- 13 communication by a person, other than a political committee or
- 14 candidate, that is publicly distributed within 90 days before a
- 15 primary, municipal or general election and refers to a clearly
- 16 identified candidate. The term does not include:
- 17 (1) A communication distributed by a means other than by any
- 18 communications media.
- 19 (2) Any membership communication.
- 20 (3) A communication appearing in a news article, opinion or
- 21 commentary, provided that the communication is not distributed
- 22 via any communications media owned or controlled by any
- 23 candidate, political committee or the person purchasing the
- 24 communication.
- 25 (4) A communication made in any candidate debate or forum or
- 26 which solely promotes such a debate or forum and is made by or
- 27 on behalf of the person sponsoring the debate or forum.
- 28 (5) Any other communication exempted by regulation by the
- 29 Secretary of the Commonwealth that is consistent with this
- 30 article.

- 1 (o) The words "clearly identified candidate" shall mean that
- 2 the name, a photograph or a drawing of the candidate appears or
- 3 the identity of the candidate is otherwise apparent by
- 4 <u>unambiguous reference.</u>
- 5 (p) The words "communications media" shall mean television,
- 6 radio, newspaper or other periodical, sign, publicly accessible
- 7 Internet website, mail or telephone.
- 8 (q) The words "membership communication" shall mean a
- 9 <u>newsletter or periodical, telephone call or other routine</u>
- 10 communication distributed solely to the members, shareholders or
- 11 <u>employees of an organization or institution.</u>
- 12 <u>(r) The words "responsible party" shall mean a natural</u>
- 13 person who shares or exercises discretion or control over the
- 14 <u>activities of any entity required to file reports in accordance</u>
- 15 with section 1626(g). The term includes an officer, director,
- 16 partner, proprietor or other natural person who exercises
- 17 discretion or control over the activities of an entity.
- 18 (s) The word "sign" shall mean any outdoor billboard, panel
- 19 or similar display having an area of at least 90 square feet.
- Section 3. Section 1626(g) of the act, added October 4, 1978
- 21 (P.L.893, No.171), is amended to read:
- 22 Section 1626. Reporting by Candidate and Political
- 23 Committees and other Persons.--
- 24 * * *
- 25 (q) Every person, other than a political committee or
- 26 candidate, who makes independent expenditures [expressly
- 27 advocating the election or defeat of a clearly identified
- 28 candidate, or question appearing on the ballot, other than by
- 29 contribution to a political committee or candidate, in an
- 30 aggregate amount in excess of one hundred dollars (\$100) during

- 1 a calendar year shall file with the appropriate supervisor, on a
- 2 form prepared by the Secretary of the Commonwealth, a report
- 3 which shall include the same information required of a candidate
- 4 or political committee receiving such a contribution and,
- 5 additionally, the name of the candidate or question supported or
- 6 opposed. Reports required by this subsection shall be filed on
- 7 dates on which reports by political committees making
- 8 expenditures are required to report under this section.] or
- 9 <u>electioneering communications in an aggregate amount exceeding</u>
- 10 one thousand dollars (\$1,000) during a calendar year shall file
- 11 <u>a report, on a form prepared by the Secretary of the</u>
- 12 Commonwealth, with the appropriate supervisor. The following
- 13 shall apply:
- 14 (1) The report shall include the following information:
- 15 (i) Relating to the person making the independent
- 16 expenditure or electioneering communication:
- 17 (A) The full name and mailing address of the person.
- 18 (B) If the person is not an individual, the full name and
- 19 mailing address of its officers, one of whom shall be an
- 20 individual named as its treasurer.
- 21 (C) A concise statement of the person's purposes or goals.
- 22 (D) The name, office sought and party affiliation of any
- 23 candidate whom the person is supporting or opposing and, if the
- 24 person is supporting the entire ticket of any party, the name of
- 25 the party.
- 26 (E) If the person files reports with the Federal Election
- 27 Commission or any out-of-State agency, a statement to that
- 28 effect, including the name of the agency.
- 29 (ii) Relating to other independent expenditures or
- 30 electioneering communications:

- 1 (A) The full name and mailing address of each person to whom
- 2 <u>any independent expenditure or electioneering communication has</u>
- 3 been made during the calendar year in an aggregate amount in
- 4 excess of one hundred dollars (\$100).
- 5 (B) The amount, date and purpose of each independent
- 6 <u>expenditure or electioneering communication</u>.
- 7 (C) The name of and office sought by each candidate on whose
- 8 behalf the independent expenditure or electioneering
- 9 <u>communication was made.</u>
- 10 (iii) The full name and mailing address of each person who
- 11 has made contributions to the person making the independent
- 12 <u>expenditure or electioneering communication during the calendar</u>
- 13 year in an aggregate amount in excess of one hundred dollars
- 14 (\$100), the total of all contributions from the person during
- 15 the calendar year, and the amount and date of all contributions
- 16 from the person during the calendar year.
- 17 (iv) If the person that made a contribution under
- 18 subparagraph (iii) is not an individual, the following
- 19 information:
- 20 (A) The full name and mailing address of any person who,
- 21 directly or otherwise, owns a legal or equitable interest of
- 22 <u>fifty percent or greater in the entity.</u>
- 23 (B) One responsible party, if the aggregate amount of
- 24 contributions made by such entity during the election period
- 25 exceeds one thousand two hundred dollars (\$1,200).
- 26 (v) The aggregate amount of all contributions made to the
- 27 person that made the independent expenditure or electioneering
- 28 communication.
- 29 (2) Reports required by this subsection shall be filed on
- 30 dates on which reports by political committees making

- 1 <u>expenditures are required to be reported under this section.</u>
- 2 (3) If a person is required to file another report under
- 3 this section, the person shall not be required to file a report
- 4 <u>under this subsection if all of the information has already been</u>
- 5 filed in the other report. The Secretary of the Commonwealth
- 6 shall promulgate regulations that exempt a person from reporting
- 7 duplicative information under this article.
- 8 * * *
- 9 Section 4. Section 1628 of the act, amended February 13,
- 10 1998 (P.L.72, No.18), is amended to read:
- 11 Section 1628. Late Contributions [and]_ Independent
- 12 Expenditures and Electioneering Communications. -- Any candidate
- 13 or political committee, authorized by a candidate and created
- 14 solely for the purpose of influencing an election on behalf of
- 15 that candidate, which receives any contribution or pledge of
- 16 five hundred dollars (\$500) or more, and any person making an
- 17 independent expenditure[, as defined by this act,] or_
- 18 <u>electioneering communication</u> of five hundred dollars (\$500) or
- 19 more after the final preelection report has been deemed
- 20 completed shall report such contribution, pledge or expenditure
- 21 to the appropriate supervisor. Such report shall be sent by the
- 22 candidate, chairman or treasurer of the political committee
- 23 within twenty-four (24) hours of receipt of the contribution. It
- 24 shall be the duty of the supervisor to confirm the substance of
- 25 such report. The report shall be made by telegram, mailgram,
- 26 overnight mail or facsimile transmission. Any candidate in his
- 27 own behalf, or chairman, treasurer or candidate in behalf of the
- 28 political committee may also comply with this section by
- 29 appearing personally before such supervisor and reporting such
- 30 late contributions or pledges.

- 1 Section 5. The act is amended by adding a section to read:
- 2 <u>Section 1643. Independent Expenditures and Electioneering</u>
- 3 <u>Communications.--All independent expenditures and electioneering</u>
- 4 <u>communications shall prominently include the statement:</u>
- 5 Paid for by (name of person paying for the independent
- 6 <u>expenditure or electioneering communication</u>). Learn more
- 7 <u>about (name of person paying for the independent expenditure</u>
- 8 <u>or electioneering communication) at www.dos.pa.gov.</u>
- 9 Section 6. This act shall take effect in 60 days.