## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 1165 Session of 2015

INTRODUCED BY TEPLITZ, SCHWANK, BROWNE, COSTA AND VANCE, MARCH 18, 2016

REFERRED TO STATE GOVERNMENT, MARCH 18, 2016

## 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.
16	The General Assembly of the Commonwealth of Pennsylvania
17	hereby enacts as follows:
18	Section 1. The General Assembly finds and declares as
19	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
24	elections and public policy debates.

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

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

- 1 (o) The words "clearly identified candidate" shall mean that
- 2 the name, a photograph or a drawing of a candidate appears or
- 3 the identity of a candidate is otherwise apparent by unambiguous
- 4 reference.
- 5 (p) The words "communications media" shall mean television,
- 6 radio, newspaper or other periodical, sign, publicly accessible
- 7 <u>Internet website</u>, 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 <u>person who shares or exercises discretion or control over the</u>
- 14 <u>activities of an 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 an outdoor billboard, panel
- 19 or similar display having an area of at least ninety (90) square
- 20 feet.
- 21 Section 2. Section 1626(q) of the act, added October 4, 1978
- 22 (P.L.893, No.171), is amended to read:
- 23 Section 1626. Reporting by Candidate and Political
- 24 Committees and other Persons.--
- 25 \* \* \*
- 26 (g) (1) Every person, other than a political committee or
- 27 candidate, who makes independent expenditures [expressly
- 28 advocating the election or defeat of a clearly identified
- 29 candidate, or question appearing on the ballot, other than by
- 30 contribution to a political committee or candidate, in an

- 1 aggregate amount in excess of one hundred dollars (\$100) during
- 2 a calendar year shall file with the appropriate supervisor, on a
- 3 form prepared by the Secretary of the Commonwealth, a report
- 4 which shall include the same information required of a candidate
- 5 or political committee receiving such a contribution and,
- 6 additionally, the name of the candidate or question supported or
- 7 opposed. Reports required by this subsection shall be filed on
- 8 dates on which reports by political committees making
- 9 expenditures are required to report under this section.] or
- 10 electioneering communications in an aggregate amount exceeding
- 11 one thousand dollars (\$1,000) during a calendar year shall file
- 12 a report, on a form prepared by the Secretary of the
- 13 Commonwealth, with the appropriate supervisor.
- 14 (2) The report shall include:
- 15 (i) The following information relating to the person making
- 16 the independent 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 the organization's officers, one of whom
- 20 shall be an individual named as the organization's treasurer.
- 21 (C) A concise statement of the purposes or goals of the
- 22 person or organization.
- 23 (D) The name, office sought and party affiliation of any
- 24 candidate whom the person or organization supports or opposes
- 25 and, if the person supports the entire ticket of a party, the
- 26 name of the party.
- 27 <u>(E) If the person or organization files reports with the</u>
- 28 Federal Election Commission or any out-of-State agency, a
- 29 statement to that effect, including the name of the agency.
- 30 (ii) (A) The full name and mailing address of each person

- 1 or organization to whom any independent expenditure or
- 2 electioneering communication has been made during the calendar
- 3 year in an aggregate amount in excess of one hundred dollars
- 4 (\$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 <u>behalf the independent expenditure or electioneering</u>
- 9 communication was made.
- 10 (iii) The full name and mailing address of each person who
- 11 or organization that had made contributions to the person making
- 12 the independent expenditure or electioneering communication
- 13 during the calendar year in an aggregate amount in excess of one
- 14 hundred dollars (\$100), the total of all contributions from the
- 15 person or organization during the calendar year and the amount
- 16 and date of all contributions from the person or organization
- 17 during the calendar year.
- 18 (iv) If the person that made a contribution under
- 19 <u>subparagraph (iii) is not an individual</u>, the following
- 20 information:
- 21 (A) The full name and mailing address of any person who,
- 22 directly or otherwise, owns a legal or equitable interest of
- 23 <u>fifty percent or greater in the organization.</u>
- 24 (B) One responsible party, if the aggregate amount of
- 25 contributions made by such entity during the election period
- 26 exceeds one thousand dollars (\$1,000).
- 27 <u>(v) The aggregate amount of all contributions made to the</u>
- 28 person or organization that made the independent expenditure or
- 29 <u>electioneering communication</u>.
- 30 (3) Reports required by this subsection shall be filed on

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

- 1 telegram, mailgram, overnight mail or facsimile transmission.
- 2 Any candidate in his own behalf, or chairman, treasurer or
- 3 candidate in behalf of the political committee may also comply
- 4 with this section by appearing personally before such supervisor
- 5 and reporting such late contributions or pledges.
- 6 Section 4. The act is amended by adding a section to read:
- 7 <u>Section 1643. Independent Expenditures and Electioneering</u>
- 8 <u>Communications.--All independent expenditures and electioneering</u>
- 9 <u>communications shall prominently include the following</u>
- 10 <u>statement:</u>
- 11 Paid for by (name of person or organization paying for the
- independent expenditure or electioneering communication).
- 13 Learn more about (name of person or organization paying for
- 14 <u>the independent expenditure or electioneering communication)</u>
- 15 <u>at (the Department of State's publicly accessible Internet</u>
- website).
- 17 Section 5. This act shall take effect in 60 days.