

1 SENATE BILL NO. 319

2 INTRODUCED BY G. HERTZ

3

4 A BILL FOR AN ACT ENTITLED: "AN ACT GENERALLY REVISING CAMPAIGN FINANCE LAWS;
 5 CREATING JOINT FUNDRAISING COMMITTEES; PROVIDING FOR CERTAIN REPORTING; AND
 6 AMENDING SECTIONS 13-1-101, 13-35-225, 13-35-237, 13-37-201, 13-37-202, 13-37-203, 13-37-204, 13-37-
 7 205, 13-37-207, 13-37-208, 13-37-216, 13-37-217, 13-37-218, 13-37-225, 13-37-226, 13-37-227, 13-37-228,
 8 AND 13-37-229, MCA."

9

10 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MONTANA:

11

12 NEW SECTION. Section 1. Joint fundraising committee. (1) (a) One or more candidates for a
 13 statewide office and political committees may join together to establish a joint fundraising committee to act as a
 14 fundraising representative for all participants. A joint fundraising committee may not be construed to be a
 15 political committee.

16 (b) The participants in a joint fundraising committee may only include a candidate for statewide office,
 17 an independent committee, or a political party committee. Any combination of these entities may form a joint
 18 fundraising committee.

19 (c) The participants in a joint fundraising committee may not include an incidental committee, a ballot
 20 issue committee, a judicial candidate, or a political committee that is a corporation or a union.

21 (d) The joint fundraising committee may not be a participant in any other joint fundraising effort.

22 (e) A participant may participate in ~~no more than three~~ AN UNLIMITED AMOUNT OF concurrent joint
 23 fundraising committees.

24 (f) A joint fundraising committee may not amend its list of participants after filing its certification and
 25 organizational statement as provided by 13-37-201.

26 (2) A joint fundraising committee shall:

27 (a) appoint a campaign treasurer and certify an organization statement pursuant to 13-37-201;

28 (b) designate one separate campaign depository as provided in 13-37-205 to be used solely for the

1 receipt of all contributions received and the disbursement of all expenditures made by the joint fundraising
2 committee; and

3 (c) keep records as provided by 13-37-207 and 13-37-208.

4 (3) The participants in a joint fundraising committee shall enter into a written agreement that states a
5 formula for the allocation of fundraising proceeds. The formula must be stated as the amount or percentage of
6 each contribution received to be allocated to each participant. The joint fundraising committee shall retain the
7 written agreement for the same amount of time the campaign treasurer is required to retain accounts under 13-
8 37-208(3) and shall make it available to the commissioner on request.

9 (4) Each solicitation for contributions to the joint fundraising committee must include a notice that
10 includes the following information:

11 (a) the name of each participant in the joint fundraising committee;

12 (b) the allocation formula to be used for distributing joint fundraising proceeds;

13 (c) a statement informing contributors that, despite the state allocation formula, they may designate
14 their contributions for particular participants;

15 (d) a statement informing contributors that the allocation formula may change if a contributor makes a
16 contribution that would exceed the amount that a contributor may give to a participant OR IF A PARTICIPANT IS
17 OTHERWISE PROHIBITED FROM RECEIVING THE CONTRIBUTION; and

18 (e) if one or more participants engage in the joint fundraising activity solely to satisfy outstanding
19 debts, a statement informing contributors that the allocation formula may change if a participant receives
20 sufficient funds to pay its outstanding debts.

21 (5) (a) A joint fundraising committee may accept contributions on behalf of its participants under the
22 provisions of the fundraising formula and may make expenditures on behalf of and to its participants under the
23 limitations provided in this section.

24 (b) Except as provided by subsection (8), a joint fundraising committee may not accept a contribution
25 that, when allocated pursuant to the joint fundraising committee's allocation formula in subsection (3), in
26 addition to any other contributions received by the participant from that contributor, would be in excess of the
27 contribution limits of that contributor calculated pursuant to this section. A participant may not accept
28 contributions allocated from the joint fundraising committee that, but for the joint fundraising committee acting

1 as an intermediary, the participant could not otherwise accept.

2 (c) Contributions to the joint fundraising committee may only be deposited in the joint fundraising
3 committee depository.

4 (d) The joint fundraising committee shall report and maintain records concerning contributions as
5 provided by Title 13, chapter 37. The joint fundraising committee shall make its records available to each
6 participant.

7 (e) A participant shall make the participant's contributor records available to the joint fundraising
8 committee to enable the joint fundraising committee to carry out its duty to screen contributions pursuant to
9 subsection (6)(a).

10 (6) (a) The joint fundraising committee shall screen all contributions received to ensure the
11 prohibitions provided in Title 13, chapters 35 and 37, are followed.

12 (b) A corporation or a union prohibited from making a contribution to a candidate under 13-35-227(1)
13 may ~~not~~ make a contribution to a joint fundraising committee. A IF ONE OR MORE PARTICIPANTS ARE NOT
14 OTHERWISE PROHIBITED FROM RECEIVING THE CONTRIBUTION. A JOINT FUNDRAISING COMMITTEE MAY NOT MAKE AN
15 EXPENDITURE IN CONTRAVENTION OF 13-35-227(1), AND A PARTICIPANT IN A joint fundraising committee may not
16 accept or receive PROHIBITED FROM ACCEPTING OR RECEIVING a contribution prohibited under 13-35-277(1) 13-35-
17 227(1) MAY NOT ACCEPT OR RECEIVE SUCH A CONTRIBUTION FROM A JOINT FUNDRAISING COMMITTEE.

18 (c) A joint fundraising committee may not make an expenditure in contravention of 13-35-231 if a
19 participant is a political party committee.

20 (d) A joint fundraising committee may not act as an intermediary for contributions or expenditures by
21 any entity, including participants, that is otherwise prohibited under Title 13, chapters 35 and 37.

22 (7) For reporting and limitation purposes:

23 (a) the joint fundraising committee shall report contributions in the reporting period in which they are
24 received and expenditures in the reporting period in which they are made; and

25 (b) the date of receipt of a contribution by a participant is the date that the contribution is disbursed by
26 the joint fundraising committee to the participant. However, the funds must be allocated to the general election
27 or primary election cycle during which the joint fundraising committee received them.

28 (8) (a) Expenditures by the joint fundraising committee must be allocated to each participant in

1 proportion to the formula in the written agreement provided for in subsection (3).

2 (b) If expenditures are made for fundraising costs, a participant may pay more than its proportionate
3 share. However, the amount that is in excess of the participant's proportionate share may not exceed the
4 amount that the participant could legally contribute to the remaining participants. A participant may only pay
5 expenditures on behalf of another participant subject to the limits provided in 13-37-216 and 13-37-218.

6 (c) If distribution according to the fundraising formula extinguishes the debts of one or more
7 participants and results in a surplus for those participants, or if distribution under the formula results in a
8 violation of the contribution limits under 13-37-216 or 13-37-218, the joint fundraising committee may reallocate
9 the excess funds. Reallocation must be based on the remaining participants' proportionate shares under the
10 allocation formula. If reallocation results in a violation of a contributor's limit under 13-37-216, the joint
11 fundraising committee shall return the amount of the contribution that exceeds the limit to the contributor.
12 However, contributions that have been designated by a contributor may not be reallocated by the joint
13 fundraising committee without prior written permission of the contributor. If the contributor does not give the
14 contributor's permission for reallocation, the funds must be returned to the contributor.

15 (9) The joint fundraising committee shall allocate total gross contributions received by the joint
16 fundraising committee to the participants. The joint fundraising committee shall inform each participant of the
17 participant's gross contribution total, make the joint fundraising committee's contribution and expenditure
18 records available to each participant, and subject to the limitations provided in 13-37-216, 13-37-218, and this
19 section, pay fundraising expenses and distribute each participant's allocated net contributions.

20 (10) An independent committee may not be construed to violate the requirement that it is not
21 controlled directly or indirectly by a candidate or that it may not coordinate with a candidate in connection with
22 the making of expenditures as provided in 13-1-101 solely because:

23 (a) the independent committee participates in a joint fundraising committee; and

24 (b) the joint fundraising committee makes a total gross contribution to a candidate that is in excess of
25 an individual independent committee's limits provided in 13-37-216 but that is not in excess of the remaining
26 combined limit, if any, of all the entities within the joint fundraising committee.

27 (11) A candidate may not be construed to violate the provisions of 13-37-218 solely because the joint
28 fundraising committee receives aggregate contributions in excess of the limit on the candidate's total combined

1 monetary contributions from political committees, as long as the gross amount allocated to the candidate by the
2 joint fundraising committee on behalf of political committees, along with any other contributions received by the
3 candidate from political committees, does not exceed the limits provided in 13-37-218.

4 (12) The joint fundraising committee is liable for its violations of the provisions of Title 13, chapters 35
5 and 37. In addition, each participant of a joint fundraising committee is severally liable for violations of the
6 provisions of Title 13, chapters 35 and 37, pertaining to the contributions allocated or disbursed to the
7 participant by the joint fundraising committee.

8

9 **Section 2.** Section 13-1-101, MCA, is amended to read:

10 **"13-1-101. Definitions.** As used in this title, unless the context clearly indicates otherwise, the
11 following definitions apply:

12 (1) "Active elector" means an elector whose name has not been placed on the inactive list due to
13 failure to respond to confirmation notices pursuant to 13-2-220 or 13-19-313.

14 (2) "Active list" means a list of active electors maintained pursuant to 13-2-220.

15 (3) "Anything of value" means any goods that have a certain utility to the recipient that is real and that
16 is ordinarily not given away free but is purchased.

17 (4) "Application for voter registration" means a voter registration form prescribed by the secretary of
18 state that is completed and signed by an elector, is submitted to the election administrator, and contains voter
19 registration information subject to verification as provided by law.

20 (5) "Ballot" means a paper ballot counted manually or a paper ballot counted by a machine, such as
21 an optical scan system or other technology that automatically tabulates votes cast by processing the paper
22 ballots.

23 (6) (a) "Ballot issue" or "issue" means a proposal submitted to the people at an election for their
24 approval or rejection, including but not limited to an initiative, referendum, proposed constitutional amendment,
25 recall question, school levy question, bond issue question, or ballot question.

26 (b) For the purposes of chapters 35 and 37, an issue becomes a "ballot issue" upon certification by
27 the proper official that the legal procedure necessary for its qualification and placement on the ballot has been
28 completed, except that a statewide issue becomes a "ballot issue" upon preparation and transmission by the

1 secretary of state of the form of the petition or referral to the person who submitted the proposed issue.

2 (7) "Ballot issue committee" means a political committee specifically organized to support or oppose a
3 ballot issue.

4 (8) "Candidate" means:

5 (a) an individual who has filed a declaration or petition for nomination, acceptance of nomination, or
6 appointment as a candidate for public office as required by law;

7 (b) for the purposes of chapter 35, 36, or 37, an individual who has solicited or received and retained
8 contributions, made expenditures, or given consent to an individual, organization, political party, or committee
9 to solicit or receive and retain contributions or make expenditures on the individual's behalf to secure
10 nomination or election to any office at any time, whether or not the office for which the individual will seek
11 nomination or election is known when the:

12 (i) solicitation is made;

13 (ii) contribution is received and retained; or

14 (iii) expenditure is made; or

15 (c) an officeholder who is the subject of a recall election.

16 (9) (a) "Contribution" means:

17 (i) the receipt by a candidate or a political committee of an advance, gift, loan, conveyance, deposit,
18 payment, or distribution of money or anything of value to support or oppose a candidate or a ballot issue;

19 (ii) an expenditure, including an in-kind expenditure, that is made in coordination with a candidate or
20 ballot issue committee and is reportable by the candidate or ballot issue committee as a contribution;

21 (iii) the receipt by a political committee of funds transferred from another political committee; or

22 (iv) the payment by a person other than a candidate or political committee of compensation for the
23 personal services of another person that are rendered to a candidate or political committee.

24 (b) The term does not mean services provided without compensation by individuals volunteering a
25 portion or all of their time on behalf of a candidate or political committee or meals and lodging provided by
26 individuals in their private residences for a candidate or other individual.

27 (c) This definition does not apply to Title 13, chapter 37, part 6.

28 (10) "Coordinated", including any variations of the term, means made in cooperation with, in

1 consultation with, at the request of, or with the express prior consent of a candidate or political committee or an
2 agent of a candidate or political committee.

3 (11) "De minimis act" means an action, contribution, or expenditure that is so small that it does not
4 trigger registration, reporting, disclaimer, or disclosure obligations under Title 13, chapter 35 or 37, or warrant
5 enforcement as a campaign practices violation under Title 13, chapter 37.

6 (12) "Election" means a general, special, or primary election held pursuant to the requirements of state
7 law, regardless of the time or purpose.

8 (13) (a) "Election administrator" means, except as provided in subsection (13)(b), the county clerk and
9 recorder or the individual designated by a county governing body to be responsible for all election
10 administration duties, except that with regard to school elections not administered by the county, the term
11 means the school district clerk.

12 (b) As used in chapter 2 regarding voter registration, the term means the county clerk and recorder or
13 the individual designated by a county governing body to be responsible for all election administration duties
14 even if the school election is administered by the school district clerk.

15 (14) (a) "Election communication" means the following forms of communication to support or oppose a
16 candidate or ballot issue:

- 17 (i) a paid advertisement broadcast over radio, television, cable, or satellite;
18 (ii) paid placement of content on the internet or other electronic communication network;
19 (iii) a paid advertisement published in a newspaper or periodical or on a billboard;
20 (iv) a mailing; or
21 (v) printed materials.

22 (b) The term does not mean:

- 23 (i) an activity or communication for the purpose of encouraging individuals to register to vote or to
24 vote, if that activity or communication does not mention or depict a clearly identified candidate or ballot issue;
25 (ii) a communication that does not support or oppose a candidate or ballot issue;
26 (iii) a bona fide news story, commentary, blog, or editorial distributed through the facilities of any
27 broadcasting station, newspaper, magazine, internet website, or other periodical publication of general
28 circulation;

1 (iv) a communication by any membership organization or corporation to its members, stockholders, or
2 employees; or

3 (v) a communication that the commissioner determines by rule is not an election communication.

4 (15) "Election judge" means a person who is appointed pursuant to Title 13, chapter 4, part 1, to
5 perform duties as specified by law.

6 (16) (a) "Electioneering communication" means a paid communication that is publicly distributed by
7 radio, television, cable, satellite, internet website, newspaper, periodical, billboard, mail, or any other
8 distribution of printed materials, that is made within 60 days of the initiation of voting in an election, that does
9 not support or oppose a candidate or ballot issue, that can be received by more than 100 recipients in the
10 district voting on the candidate or ballot issue, and that:

11 (i) refers to one or more clearly identified candidates in that election;

12 (ii) depicts the name, image, likeness, or voice of one or more clearly identified candidates in that
13 election; or

14 (iii) refers to a political party, ballot issue, or other question submitted to the voters in that election.

15 (b) The term does not mean:

16 (i) a bona fide news story, commentary, blog, or editorial distributed through the facilities of any
17 broadcasting station, newspaper, magazine, internet website, or other periodical publication of general
18 circulation unless the facilities are owned or controlled by a candidate or political committee;

19 (ii) a communication by any membership organization or corporation to its members, stockholders, or
20 employees;

21 (iii) a commercial communication that depicts a candidate's name, image, likeness, or voice only in the
22 candidate's capacity as owner, operator, or employee of a business that existed prior to the candidacy;

23 (iv) a communication that constitutes a candidate debate or forum or that solely promotes a candidate
24 debate or forum and is made by or on behalf of the person sponsoring the debate or forum; or

25 (v) a communication that the commissioner determines by rule is not an electioneering
26 communication.

27 (17) "Elector" means an individual qualified to vote under state law.

28 (18) (a) "Expenditure" means a purchase, payment, distribution, loan, advance, promise, pledge, or

1 gift of money or anything of value:

2 (i) made by a candidate or political committee to support or oppose a candidate or a ballot issue; or

3 (ii) used or intended for use in making independent expenditures or in producing electioneering
4 communications.

5 (b) The term does not mean:

6 (i) services, food, or lodging provided in a manner that they are not contributions under subsection
7 (9);

8 (ii) payments by a candidate for personal travel expenses, food, clothing, lodging, or personal
9 necessities for the candidate and the candidate's family;

10 (iii) the cost of any bona fide news story, commentary, blog, or editorial distributed through the facilities
11 of any broadcasting station, newspaper, magazine, or other periodical publication of general circulation; or

12 (iv) the cost of any communication by any membership organization or corporation to its members or
13 stockholders or employees.

14 (c) This definition does not apply to Title 13, chapter 37, part 6.

15 (19) "Federal election" means an election in even-numbered years in which an elector may vote for
16 individuals for the office of president of the United States or for the United States congress.

17 (20) "General election" means an election that is held for offices that first appear on a primary election
18 ballot, unless the primary is canceled as authorized by law, and that is held on a date specified in 13-1-104.

19 (21) "Inactive elector" means an individual who failed to respond to confirmation notices and whose
20 name was placed on the inactive list pursuant to 13-2-220 or 13-19-313.

21 (22) "Inactive list" means a list of inactive electors maintained pursuant to 13-2-220 or 13-19-313.

22 (23) (a) "Incidental committee" means a political committee that is not specifically organized or
23 operating for the primary purpose of supporting or opposing candidates or ballot issues but that may
24 incidentally become a political committee by receiving a contribution or making an expenditure.

25 (b) For the purpose of this subsection (23), the primary purpose is determined by the commissioner
26 by rule and includes criteria such as the allocation of budget, staff, or members' activity or the statement of
27 purpose or goal of the person or individuals that form the committee.

28 (24) "Independent committee" means a political committee organized for the primary purpose of

1 receiving contributions and making expenditures that is not controlled either directly or indirectly by a candidate
2 and that does not coordinate with a candidate in conjunction with the making of expenditures except pursuant
3 to the limits set forth in 13-37-216(1).

4 (25) "Independent expenditure" means an expenditure for an election communication to support or
5 oppose a candidate or ballot issue made at any time that is not coordinated with a candidate or ballot issue
6 committee.

7 (26) "Individual" means a human being.

8 (27) "Legally registered elector" means an individual whose application for voter registration was
9 accepted, processed, and verified as provided by law.

10 (28) "Mail ballot election" means any election that is conducted under Title 13, chapter 19, by mailing
11 ballots to all active electors.

12 (29) "Person" means an individual, corporation, association, firm, partnership, cooperative, committee,
13 including a political committee, club, union, or other organization or group of individuals or a candidate as
14 defined in subsection (8).

15 (30) "Place of deposit" means a location designated by the election administrator pursuant to 13-19-
16 307 for a mail ballot election conducted under Title 13, chapter 19.

17 (31) (a) "Political committee" means a combination of two or more individuals or a person other than
18 an individual who receives a contribution or makes an expenditure:

19 (i) to support or oppose a candidate or a committee organized to support or oppose a candidate or a
20 petition for nomination;

21 (ii) to support or oppose a ballot issue or a committee organized to support or oppose a ballot issue; or

22 (iii) to prepare or disseminate an election communication, an electioneering communication, or an
23 independent expenditure.

24 (b) Political committees include ballot issue committees, incidental committees, independent
25 committees, and political party committees.

26 (c) A candidate and the candidate's treasurer do not constitute a political committee.

27 (d) A political committee is not formed when a combination of two or more individuals or a person
28 other than an individual makes an election communication, an electioneering communication, or an

1 independent expenditure of \$250 or less.

2 (e) A joint fundraising committee is not a political committee.

3 (32) "Political party committee" means a political committee formed by a political party organization
4 and includes all county and city central committees.

5 (33) "Political party organization" means a political organization that:

6 (a) was represented on the official ballot in either of the two most recent statewide general elections;

7 or

8 (b) has met the petition requirements provided in Title 13, chapter 10, part 5.

9 (34) "Political subdivision" means a county, consolidated municipal-county government, municipality,
10 special purpose district, or any other unit of government, except school districts, having authority to hold an
11 election.

12 (35) "Polling place election" means an election primarily conducted at polling places rather than by
13 mail under the provisions of Title 13, chapter 19.

14 (36) "Primary" or "primary election" means an election held on a date specified in 13-1-107 to nominate
15 candidates for offices filled at a general election.

16 (37) "Provisional ballot" means a ballot cast by an elector whose identity or eligibility to vote has not
17 been verified as provided by law.

18 (38) "Provisionally registered elector" means an individual whose application for voter registration was
19 accepted but whose identity or eligibility has not yet been verified as provided by law.

20 (39) "Public office" means a state, county, municipal, school, or other district office that is filled by the
21 people at an election.

22 (40) "Random-sample audit" means an audit involving a manual count of ballots from designated races
23 and ballot issues in precincts selected through a random process as provided in 13-17-503.

24 (41) "Registrar" means the county election administrator and any regularly appointed deputy or
25 assistant election administrator.

26 (42) "Regular school election" means the school trustee election provided for in 20-20-105(1).

27 (43) "School election" has the meaning provided in 20-1-101.

28 (44) "School election filing officer" means the filing officer with whom the declarations for nomination

1 for school district office were filed or with whom the school ballot issue was filed.

2 (45) "School recount board" means the board authorized pursuant to 20-20-420 to perform recount
3 duties in school elections.

4 (46) "Signature envelope" means an envelope that contains a secrecy envelope and ballot and that is
5 designed to:

6 (a) allow election officials, upon examination of the outside of the envelope, to determine that the
7 ballot is being submitted by someone who is in fact a qualified elector and who has not already voted; and

8 (b) allow it to be used in the United States mail.

9 (47) "Special election" means an election held on a day other than the day specified for a primary
10 election, general election, or regular school election.

11 (48) "Special purpose district" means an area with special boundaries created as authorized by law for
12 a specialized and limited purpose.

13 (49) "Statewide voter registration list" means the voter registration list established and maintained
14 pursuant to 13-2-107 and 13-2-108.

15 (50) "Support or oppose", including any variations of the term, means:

16 (a) using express words, including but not limited to "vote", "oppose", "support", "elect", "defeat", or
17 "reject", that call for the nomination, election, or defeat of one or more clearly identified candidates, the election
18 or defeat of one or more political parties, or the passage or defeat of one or more ballot issues submitted to
19 voters in an election; or

20 (b) otherwise referring to or depicting one or more clearly identified candidates, political parties, or
21 ballot issues in a manner that is susceptible of no reasonable interpretation other than as a call for the
22 nomination, election, or defeat of the candidate in an election, the election or defeat of the political party, or the
23 passage or defeat of the ballot issue or other question submitted to the voters in an election.

24 (51) "Valid vote" means a vote that has been counted as valid or determined to be valid as provided in
25 13-15-206.

26 (52) "Voted ballot" means a ballot that is:

27 (a) deposited in the ballot box at a polling place;

28 (b) received at the election administrator's office; or

1 (c) returned to a place of deposit.

2 (53) "Voter interface device" means a voting system that:

3 (a) is accessible to electors with disabilities;

4 (b) communicates voting instructions and ballot information to a voter;

5 (c) allows the voter to select and vote for candidates and issues and to verify and change selections;

6 and

7 (d) produces a paper ballot that displays electors' choices so the elector can confirm the ballot's
8 accuracy and that may be manually counted.

9 (54) "Voting system" or "system" means any machine, device, technology, or equipment used to
10 automatically record, tabulate, or process the vote of an elector cast on a paper ballot."
11

12 **Section 3.** Section 13-35-225, MCA, is amended to read:

13 **"13-35-225. Election materials not to be anonymous -- notice -- penalty.** (1) All election
14 communications, electioneering communications, and independent expenditures must clearly and
15 conspicuously include the attribution "paid for by" followed by the name and address of the person who made
16 or financed the expenditure for the communication. The attribution must contain:

17 (a) for election communications or electioneering communications financed by a candidate or a
18 candidate's campaign finances, the name and the address of the candidate or the candidate's campaign;

19 (b) for election communications, electioneering communications, or independent expenditures
20 financed by a political committee or a joint fundraising committee, the name of the committee, the name of the
21 committee treasurer, deputy treasurer, secretary, vice chairperson, or chairperson, as designated pursuant to
22 13-37-201(2)(b), and the address of the committee or the named committee officer; and

23 (c) for election communications, electioneering communications, or independent expenditures
24 financed by a political committee that is a corporation or a union, the name of the corporation or union, its chief
25 executive officer or equivalent, and the address of the principal place of business.

26 (2) Communications in a partisan election financed by a candidate, ~~or~~ a political committee organized
27 on the candidate's behalf, or a joint fundraising committee with a participant who is a candidate or a political
28 committee organized on the candidate's behalf must state the candidate's party affiliation or include the party

1 symbol.

2 (3) If a document or other article of advertising is too small for the requirements of subsections (1)
3 and (2) to be conveniently included, the candidate responsible for the material or the person financing the
4 communication shall file a copy of the article with the commissioner of political practices, together with the
5 required information or statement, at the time of its public distribution.

6 (4) If information required in subsections (1) and (2) is omitted or not printed or if the information
7 required by subsection (3) is not filed with the commissioner, upon discovery of or notification about the
8 omission, the candidate responsible for the material or the person financing the communication shall:

9 (a) file notification of the omission with the commissioner of political practices within 2 business days
10 of the discovery or notification;

11 (b) bring the material into compliance with subsections (1) and (2) or file the information required by
12 subsection (3) with the commissioner; and

13 (c) withdraw any noncompliant communication from circulation as soon as reasonably possible.

14 (5) Whenever the commissioner receives a complaint alleging any violation of subsections (1) and (2),
15 the commissioner shall as soon as practicable assess the merits of the complaint.

16 (6) (a) If the commissioner determines that the complaint has merit, the commissioner shall notify the
17 complainant and the candidate or political committee of the commissioner's determination. The notice must
18 state that the candidate or political committee shall bring the material into compliance as required under this
19 section:

20 (i) within 2 business days after receiving the notification if the notification occurs more than 7 days
21 prior to an election; or

22 (ii) within 24 hours after receiving the notification if the notification occurs 7 days or less prior to an
23 election.

24 (b) When notifying the candidate or campaign committee under subsection (6)(a), the commissioner
25 shall include a statement that if the candidate, ~~or political committee,~~ or joint fundraising committee fails to bring
26 the material into compliance as required under this section, the candidate, ~~or political committee,~~ or joint
27 fundraising committee is subject to a civil penalty pursuant to 13-37-128."
28

1 **Section 4.** Section 13-35-237, MCA, is amended to read:

2 **"13-35-237. Disclaimer on election materials funded by anonymous contributors.** If a political
3 committee or a joint fundraising committee claims to be exempt from disclosing the name of a person making a
4 contribution to the political committee or the joint fundraising committee, the committee shall clearly and
5 conspicuously include in all communications advocating the success or defeat of a candidate, political party, or
6 ballot issue through any broadcasting station, newspaper, magazine, outdoor advertising facility, direct mailing,
7 poster, handbill, bumper sticker, internet website, or other form of general political advertising or issue
8 advocacy the following disclaimer: "This communication is funded by anonymous sources. The voter should
9 determine the veracity of its content."
10

11 **Section 5.** Section 13-37-201, MCA, is amended to read:

12 **"13-37-201. Campaign treasurer.** (1) Except as provided in 13-37-206, each candidate, ~~and~~ each
13 political committee, and each joint fundraising committee shall appoint one campaign treasurer and certify the
14 full name and complete address of the campaign treasurer pursuant to this section.

15 (2) (a) A candidate shall file the certification within 5 days after becoming a candidate.

16 (b) Except as provided in subsection (2)(c), a political committee and a joint fundraising committee
17 shall file the certification, which must include an organizational statement and the name and address of all
18 officers, if any, within 5 days after it makes an expenditure or authorizes another person to make an
19 expenditure on its behalf, whichever occurs first. A joint fundraising committee shall also provide a list of
20 participants with the certification.

21 (c) A political committee that is seeking to place a ballot issue before the electors shall file the
22 certification, including the information required in subsection (2)(b), within 5 days after the issue becomes a
23 ballot issue, as defined in 13-1-101(6)(b).

24 (3) The certification of a candidate, ~~or~~ political committee, or joint fundraising committee must be filed
25 with the commissioner."
26

27 **Section 6.** Section 13-37-202, MCA, is amended to read:

28 **"13-37-202. Deputy campaign treasurers.** (1) A campaign treasurer may appoint deputy campaign

1 treasurers, but not more than one in each county in which the campaign is conducted. Each candidate, ~~and~~
 2 political committee, and joint fundraising committee shall certify the full name and complete address of the
 3 campaign treasurer and all deputy campaign treasurers with the office with whom the candidate, ~~or the~~ political
 4 committee, or joint fundraising committee is required to file reports.

5 (2) Deputy campaign treasurers may exercise any of the powers and duties of a campaign treasurer
 6 as set forth in this chapter when specifically authorized in writing to do so by the campaign treasurer and the
 7 candidate, in the case of a candidate, or the campaign treasurer and the presiding officer of the political
 8 committee or the joint fundraising committee, in the case of a political committee or a joint fundraising
 9 committee. The written authorization must be maintained as a part of the records required to be kept by the
 10 treasurer, as specified in 13-37-208."

11

12 **Section 7.** Section 13-37-203, MCA, is amended to read:

13 "**13-37-203. Qualifications of campaign and deputy campaign treasurers.** (1) Any campaign or
 14 deputy campaign treasurer appointed pursuant to 13-37-201 and 13-37-202 must be a registered voter in this
 15 state.

16 (2) An individual may be appointed and serve as a campaign treasurer of a candidate, ~~and a~~ political
 17 committee, or joint fundraising committee or two or more candidates, ~~and~~ political committees, or joint
 18 fundraising committees. A candidate may serve as the candidate's own campaign or deputy campaign treasurer
 19 or as the treasurer or deputy treasurer of a joint fundraising committee in which the candidate is a participant.

20 An individual may not serve as a campaign or deputy campaign treasurer or perform any duty required of a
 21 campaign or deputy campaign treasurer of a candidate, ~~or~~ political committee, or joint fundraising committee
 22 until the individual has been designated and the individual's name certified by the candidate or political
 23 committee."

24

25 **Section 8.** Section 13-37-204, MCA, is amended to read:

26 "**13-37-204. Removal of campaign and deputy campaign treasurers.** A candidate, ~~or~~ political
 27 committee, or joint fundraising committee may remove the candidate's or committee's campaign or deputy
 28 campaign treasurer. The removal of any treasurer or deputy treasurer must immediately be reported to the

1 officer with whom the name of the campaign treasurer was originally filed. In case of death, resignation, or
 2 removal of the candidate's or committee's campaign treasurer before compliance with any obligation of a
 3 campaign treasurer under this chapter, the candidate, ~~or~~ political committee, or joint fundraising committee shall
 4 appoint a successor and certify the name and address of the successor as specified in 13-37-201."

5

6 **Section 9.** Section 13-37-205, MCA, is amended to read:

7 **"13-37-205. Campaign depositories.** (1) Except as provided in 13-37-206, each candidate, ~~and each~~
 8 political committee, and each joint fundraising committee shall designate one primary campaign depository for
 9 the purpose of depositing all contributions received and disbursing all expenditures made by the candidate or
 10 political committee.

11 (2) The candidate or political committee may also designate one secondary depository in each county
 12 in which an election is held and in which the candidate or committee participates. Deputy campaign treasurers
 13 may make deposits in and expenditures from secondary depositories when authorized to do so as provided in
 14 13-37-202(2).

15 (3) Only a bank, credit union, savings and loan association, or building and loan association
 16 authorized to transact business in Montana may be designated as a campaign depository.

17 (4) The candidate, ~~or~~ political committee, or joint fundraising committee shall file the name and
 18 address of each designated primary and secondary depository at the same time and with the same officer with
 19 whom the candidate or committee files the name of the candidate's or committee's campaign treasurer
 20 pursuant to 13-37-201.

21 (5) This section does not prevent a ~~political committee or candidate,~~ political committee, or joint
 22 fundraising committee from having more than one campaign account in the same depository, but a candidate
 23 may not utilize the candidate's regular or personal account in the depository as a campaign account."

24

25 **Section 10.** Section 13-37-207, MCA, is amended to read:

26 **"13-37-207. Deposit of contributions -- statement of campaign treasurer.** (1) All funds received by
 27 the campaign treasurer or any deputy campaign treasurer of any candidate, ~~or~~ political committee, or joint
 28 fundraising committee must be deposited prior to the end of the fifth business day following their receipt,

1 Sundays and holidays excluded, in a checking account, share draft account, share checking account, or
 2 negotiable order of withdrawal account in a campaign depository designated pursuant to 13-37-205.

3 (2) A statement showing the amount received from or provided by each person and the account in
 4 which the funds are deposited must be prepared by the campaign treasurer at the time the deposit is made.
 5 This statement along with the receipt form for cash contributions deposited at the same time and a deposit slip
 6 for the deposit must be kept by the treasurer as a part of the treasurer's records."

7

8 **Section 11.** Section 13-37-208, MCA, is amended to read:

9 **"13-37-208. Treasurer to keep records.** (1) (a) Except as provided in subsection (1)(b), the
 10 campaign treasurer of each candidate, ~~and each political committee, and each joint fundraising committee~~ shall
 11 keep detailed accounts of all contributions received and all expenditures made by or on behalf of the candidate
 12 ~~or political committee, or joint fundraising committee~~ that are required to be set forth in a report filed under this
 13 chapter. The accounts must be current within not more than 10 days after the date of receiving a contribution or
 14 making an expenditure.

15 (b) The accounts described in subsection (1)(a) must be current as of the 5th day before the date of
 16 filing of a report as specified in 13-37-228.

17 (2) Accounts of a deputy campaign treasurer must be transferred to the treasurer of a candidate or
 18 political committee before the candidate, ~~or political committee, or joint fundraising committee~~ finally closes its
 19 books or when the position of a deputy campaign treasurer becomes vacant and no successor is appointed.

20 (3) Accounts kept by a campaign treasurer of a candidate, ~~or political committee, or joint fundraising~~
 21 ~~committee~~ must be preserved by the campaign treasurer for a period coinciding with the term of office for which
 22 the person was a candidate, the longest term of office for which a participant was a candidate, or for a period of
 23 4 years, whichever is longer."

24

25 **Section 12.** Section 13-37-216, MCA, is amended to read:

26 **"13-37-216. Limitations on contributions -- adjustment.** (1) (a) Subject to adjustment as provided
 27 for in subsection (3) and subject to 13-35-227 and 13-37-219, aggregate contributions for each election in a
 28 campaign by a political committee or by an individual, other than the candidate, to a candidate are limited as

1 follows:

2 (i) for candidates filed jointly for the office of governor and lieutenant governor, not to exceed \$500;

3 (ii) for a candidate to be elected for state office in a statewide election, other than the candidates for
4 governor and lieutenant governor, not to exceed \$250;

5 (iii) for a candidate for any other public office, not to exceed \$130.

6 (b) Except as provided in [section 1] and subsection (5) of this section:

7 (i) A contribution to a candidate includes contributions made to any political committee organized on
8 the candidate's behalf; and

9 (ii) A political committee that is not independent of the candidate is considered to be organized on
10 the candidate's behalf.

11 (2) All political committees except those of political party organizations are subject to the provisions of
12 subsection (1). Political party organizations may form political committees that are subject to the following
13 aggregate limitations, adjusted as provided for in subsection (3) and subject to 13-37-219, from all political party
14 committees:

15 (a) for candidates filed jointly for the offices of governor and lieutenant governor, not to exceed
16 \$18,000;

17 (b) for a candidate to be elected for state office in a statewide election, other than the candidates for
18 governor and lieutenant governor, not to exceed \$6,500;

19 (c) for a candidate for public service commissioner, not to exceed \$2,600;

20 (d) for a candidate for the state senate, not to exceed \$1,050;

21 (e) for a candidate for any other public office, not to exceed \$650.

22 (3) (a) The commissioner shall adjust the limitations in subsections (1) and (2) by multiplying each
23 limit by an inflation factor, which is determined by dividing the consumer price index for June of the year prior to
24 the year in which a general election is held by the consumer price index for June 2002.

25 (b) The resulting figure must be rounded up or down to the nearest:

26 (i) \$10 increment for the limits established in subsection (1); and

27 (ii) \$50 increment for the limits established in subsection (2).

28 (c) The commissioner shall publish the revised limitations as a rule.

1 (4) A candidate may not accept any contributions, including in-kind contributions, in excess of the
2 limits in this section.

3 (5) For the purposes of applying the limits in this section if the contributions were received by a joint
4 fundraising committee, a contribution must be construed to be:

5 (a) from the person who originally contributed funds to the joint fundraising committee; and

6 (b) received by the candidate participant to whom the funds were allocated by the joint fundraising
7 committee as provided in [section 1].

8 ~~(5)~~(6) For purposes of this section, "election" means the general election or a primary election that
9 involves two or more candidates for the same nomination. If there is not a contested primary, there is only one
10 election to which the contribution limits apply. If there is a contested primary, then there are two elections to
11 which the contribution limits apply."
12

13 **Section 13.** Section 13-37-217, MCA, is amended to read:

14 **"13-37-217. Contributions in name of undisclosed principal.** (1) A-Except as provided by
15 subsection (2), a person may not make a contribution of the person's own money or of another person's money
16 to any other person in connection with any election in any other name than that of the person who in truth
17 supplies the money. A person may not knowingly receive a contribution or enter or cause the contribution to be
18 entered in the person's accounts or records in another name than that of the person by whom it was actually
19 furnished.

20 (2) A joint fundraising committee shall allocate contributions as provided in [section 1] to a participant
21 in the name of the original contributor to the joint fundraising committee, and a participant may receive and may
22 enter these contributions into the participant's account. A participant shall account for the original contributors of
23 the gross contributions allocated by the joint fundraising committee in the participant's records."
24

25 **Section 14.** Section 13-37-218, MCA, is amended to read:

26 **"13-37-218. Limitations on receipts from political committees.** (1) A candidate for the state senate
27 may receive no more than \$2,150 in total combined monetary contributions from all political committees
28 contributing to the candidate's campaign, and a candidate for the state house of representatives may receive no

1 more than \$1,300 in total combined monetary contributions from all political committees contributing to the
2 candidate's campaign.

3 (2) The limitations in this section must be multiplied by an inflation factor, which is determined by
4 dividing the consumer price index for June of the year prior to the year in which a general election is held by the
5 consumer price index for June 2003. The resulting figure must be rounded up or down to the nearest \$50
6 increment. The commissioner shall publish the revised limitations as a rule. In-kind contributions must be
7 included in computing these limitation totals.

8 (3) The limitation provided in this section does not apply to contributions made by a political party
9 eligible for a primary election under 13-10-601.

10 (4) If a candidate has received contributions from a joint fundraising committee, the limits provided in
11 this section must be applied as follows:

12 (a) from the original contributor of funds received by the joint fundraising committee; and

13 (b) to the candidate participant to whom the funds were allocated by the joint fundraising committee."
14

15 **Section 15.** Section 13-37-225, MCA, is amended to read:

16 **"13-37-225. Reports of contributions and expenditures required -- electronic filing and**

17 **publication.** (1) (a) Except as provided in 13-37-206, each candidate, ~~and~~ political committee, and joint

18 fundraising committee shall file with the commissioner periodic electronic reports of contributions and

19 expenditures made by or on the behalf of a candidate, ~~or~~ political committee, or joint fundraising committee.

20 (b) The commissioner may, for good cause shown in a written application by a candidate, ~~or~~ political
21 committee, or joint fundraising committee grant a waiver to the requirement that reports be filed electronically.

22 (2) The commissioner shall post on the commissioner's website:

23 (a) all reports filed under 13-37-226 within 7 business days of filing; and

24 (b) for each election, the calendar dates that correspond with the filing requirements of 13-37-226.

25 (3) In lieu of all contribution and expenditure reports required by this chapter, the commissioner shall
26 accept copies of the reports filed by candidates for congress and president of the United States and their
27 political committees pursuant to the requirements of federal law.

28 (4) A person who makes an election communication, electioneering communication, or independent

1 expenditure is subject to reporting and disclosure requirements as provided in chapters 35 and 37 of this title."

2

3 **Section 16.** Section 13-37-226, MCA, is amended to read:

4 **"13-37-226. Time for filing reports.** (1) Except as provided in 13-37-206 and 13-37-225(3), a
5 candidate shall file reports required by 13-37-225(1)(a) containing the information required by 13-37-229, 13-
6 37-231, and 13-37-232 as follows:

7 (a) quarterly, due on the 5th day following a calendar quarter, beginning with the calendar quarter in
8 which funds are received or expended during the year or years prior to the election year that the candidate
9 expects to be on the ballot and ending in the final quarter of the year preceding the year of an election in which
10 the candidate participates;

11 (b) the 20th day of March, April, May, June, August, September, October, and November in the year
12 of an election in which the candidate participates;

13 (c) within 2 business days of receiving a contribution of \$100 or more if received between the 15th
14 day of the month preceding an election in which the candidate participates and the day of the election;

15 (d) within 2 business days of making an expenditure of \$100 or more if made between the 15th day of
16 the month preceding an election in which the candidate participates and the day of the election;

17 (e) semiannually on the 10th day of March and September, starting in the year following an election in
18 which the candidate participates until the candidate files a closing report as specified in 13-37-228(3); and

19 (f) as provided by subsection (3).

20 (2) Except as provided in 13-37-206, 13-37-225(3), and 13-37-227, a political committee or a joint
21 fundraising committee shall file reports required by 13-35-225(1)(a) containing the information required by 13-
22 37-229, 13-37-231, and 13-37-232 as follows:

23 (a) quarterly, due on the 5th day following a calendar quarter, beginning with the calendar quarter in
24 which the political committee or the joint fundraising committee receives a contribution or makes an expenditure
25 after an individual becomes a candidate or an issue becomes a ballot issue, as defined in 13-1-101(6)(b), and
26 ending in the final quarter of the year preceding the year in which the candidate or the ballot issue appears on
27 the ballot;

28 (b) the 30th day of March, April, May, June, August, September, October, and November in the year

1 of an election in which the political committee or the joint fundraising committee participates;

2 (c) within 2 business days of receiving a contribution, except as provided in 13-37-232, of \$500 or
3 more if received between the 25th day of the month before an election in which the political committee or the
4 joint fundraising committee participates and the day of the election; and

5 (d) within 2 business days of making an expenditure of \$500 or more that is made between the 25th
6 day of the month before an election in which the political committee or the joint fundraising committee
7 participates and the day of the election;

8 (e) quarterly, due on the 5th day following a calendar quarter, beginning in the calendar quarter
9 following a year of an election in which the political committee or the joint fundraising committee participates
10 until the political committee or the joint fundraising committee files a closing report as specified in 13-37-228(3);
11 and

12 (f) as provided by subsection (3).

13 (3) In addition to the reports required by subsections (1) and (2), if a candidate, ~~or a~~ political
14 committee, or joint fundraising committee participates in a special election, the candidate, ~~or~~ political
15 committee, or joint fundraising committee shall file reports as follows:

16 (a) a report on the 60th, 35th, and 12th days preceding the date of the special election; and

17 (b) 20 days after the special election.

18 (4) Except as provided by 13-37-206, candidates for a local office and political committees that
19 receive contributions or make expenditures referencing a particular local issue or a local candidate shall file the
20 reports specified in subsections (1) through (3) only if the total amount of contributions received or the total
21 amount of funds expended for all elections in a campaign exceeds \$500.

22 (5) A report required by this section must cover contributions received and expenditures made
23 pursuant to the time periods specified in 13-37-228.

24 (6) A political committee may file a closing report prior to the date in 13-37-228(3) and after the
25 complete termination of its contribution and expenditure activity during an election cycle.

26 (7) For the purposes of this section:

27 (a) a candidate participates in an election by attempting to secure nomination or election to an office
28 that appears on the ballot; and

1 (b) a political committee or a joint fundraising committee participates in an election by receiving a
 2 contribution or making an expenditure."

3
 4 **Section 17.** Section 13-37-227, MCA, is amended to read:
 5 **"13-37-227. Comprehensive report when several candidates or issues involved.** The
 6 commissioner shall adopt rules that will permit political committees, including political parties, or joint
 7 fundraising committees to file copies of a single comprehensive report when they support or oppose more than
 8 one candidate or issue. The commissioner shall adopt rules under which committees filing periodic reports with
 9 the federal election commission and committees headquartered outside the state of Montana shall report in
 10 accordance with this title."

11
 12 **Section 18.** Section 13-37-228, MCA, is amended to read:
 13 **"13-37-228. Time periods covered by reports.** Reports filed under 13-37-225 and 13-37-226 must
 14 be filed to cover the following time periods even though no contributions or expenditures may have been
 15 received or made during the period:

16 (1) The initial report must cover all contributions received or expenditures made by a candidate, ~~or~~
 17 political committee, or joint fundraising committee from the time that a person became a candidate or a political
 18 committee, as defined in 13-1-101, or a joint fundraising committee, as provided in [section 1], until the 5th day
 19 before the date of filing of the appropriate initial report pursuant to 13-37-226. Reports filed by political
 20 committees organized to support or oppose a statewide ballot issue must disclose all contributions received
 21 and expenditures made prior to the time an issue becomes a ballot issue by transmission of the petition to the
 22 proponent of the ballot issue or referral by the secretary of state even if the issue subsequently fails to garner
 23 sufficient signatures to qualify for the ballot.

24 (2) Subsequent periodic reports must cover the period of time from the closing of the previous report
 25 to 5 days before the date of filing of a report pursuant to 13-37-226. For the purposes of this subsection, the
 26 reports required under 13-37-226(1)(c), (1)(d), (2)(c), and (2)(d) are not periodic reports and must be filed as
 27 required by 13-37-226(1)(c), (1)(d), (2)(c), and (2)(d), as applicable.

28 (3) Closing reports must cover the period of time from the last periodic report to the final closing of the

1 books of the candidate, ~~or~~ political committee, or joint fundraising committee. A candidate, ~~or~~ political
 2 committee, or joint fundraising committee shall file a closing report following an election in which the candidate,
 3 ~~or~~ political committee, or joint fundraising committee participates whenever all debts and obligations are
 4 satisfied and further contributions or expenditures will not be received or made that relate to the campaign
 5 unless the election is a primary election and the candidate, ~~or~~ political committee, or joint fundraising committee
 6 will participate in the general election.

7 (4) If all debts and obligations are satisfied and further contributions or expenditures will not be
 8 received or made, a joint fundraising committee may file a closing report at any time."

9

10 **Section 19.** Section 13-37-229, MCA, is amended to read:

11 **"13-37-229. Disclosure requirements for candidates, ballot issue committees, political party**

12 **committees, and independent committees.** (1) The reports required under 13-37-225 through 13-37-227

13 from candidates, ballot issue committees, political party committees, ~~and~~ independent committees, and joint

14 fundraising committees must disclose the following information concerning contributions received:

15 (a) the amount of cash on hand at the beginning of the reporting period;

16 (b) the full name, mailing address, occupation, and employer, if any, of each person who has made
 17 aggregate contributions, other than loans, of \$35 or more to a candidate, ~~or~~ political committee, or joint
 18 fundraising committee, including the purchase of tickets and other items for events, such as dinners, luncheons,
 19 rallies, and similar fundraising events; If a contribution is made by a joint fundraising committee to a participant
 20 in the joint fundraising committee, the participant shall disclose the information in this subsection (1)(b) for each
 21 contributor of the funds allocated to the participant by the joint fundraising committee.

22 (c) for each person identified under subsection (1)(b), the aggregate amount of contributions made by
 23 that person within the reporting period and the total amount of contributions made by that person for all
 24 reporting periods;

25 (d) the total sum of individual contributions made to or for a political committee, ~~or~~ candidate, or joint
 26 fundraising committee and not reported under subsections (1)(b) and (1)(c);

27 (e) the name and address of each political committee, ~~or~~ candidate, or joint fundraising committee
 28 from which the reporting committee or candidate received any transfer of funds, together with the amount and

1 dates of all transfers;

2 (f) each loan from any person during the reporting period, together with the full names, mailing
3 addresses, occupations, and employers, if any, of the lender and endorsers, if any, and the date and amount of
4 each loan;

5 (g) the amount and nature of debts and obligations owed to a political committee, ~~or~~ candidate, or
6 joint fundraising committee in the form prescribed by the commissioner;

7 (h) an itemized account of proceeds that total less than \$35 from a person from mass collections
8 made at fundraising events;

9 (i) each contribution, rebate, refund, or other receipt not otherwise listed under subsections (1)(b)
10 through (1)(h) during the reporting period;

11 (j) the total sum of all receipts received by or for the committee or candidate during the reporting
12 period; and

13 (k) other information that may be required by the commissioner to fully disclose the sources of funds
14 used to support or oppose candidates or issues.

15 (2) (a) Except as provided in subsection (2)(c), the reports required under 13-37-225 through 13-37-
16 227 from candidates, ballot issue committees, political party committees, ~~and~~ independent committees, and
17 joint fundraising committees must disclose the following information concerning expenditures made:

18 (i) the full name, mailing address, occupation, and principal place of business, if any, of each person
19 to whom expenditures have been made by the committee or candidate during the reporting period, including the
20 amount, date, and purpose of each expenditure and the total amount of expenditures made to each person;

21 (ii) the full name, mailing address, occupation, and principal place of business, if any, of each person
22 to whom an expenditure for personal services, salaries, and reimbursed expenses has been made, including
23 the amount, date, and purpose of that expenditure and the total amount of expenditures made to each person;

24 (iii) the total sum of expenditures made by a political committee, ~~or~~ candidate, or joint fundraising
25 committee during the reporting period; If the expenditure is made by a joint fundraising committee, the joint
26 fundraising committee shall report gross and net allocations to each participant.

27 (iv) the name and address of each political committee, ~~or~~ candidate, or joint fundraising committee to
28 which the reporting committee or candidate made any transfer of funds, together with the amount and dates of

1 all transfers;

2 (v) the name of any person to whom a loan was made during the reporting period, including the full
3 name, mailing address, occupation, and principal place of business, if any, of that person and the full names,
4 mailing addresses, occupations, and principal places of business, if any, of the endorsers, if any, and the date
5 and amount of each loan;

6 (vi) the amount and nature of debts and obligations owed by a political committee, ~~or~~ candidate, or
7 joint fundraising committee in the form prescribed by the commissioner;

8 (vii) if a joint fundraising committee allocated contributions to a participant, the contribution information
9 under subsections (1)(a) through (1)(c) for each contributor that contributed to the gross amount allocated by
10 the joint fundraising committee to the participant; and

11 ~~(vii)~~(viii) other information that may be required by the commissioner to fully disclose the disposition of
12 funds used to support or oppose candidates or issues.

13 (b) Reports of expenditures made to a consultant, advertising agency, polling firm, or other person
14 that performs services for or on behalf of a candidate, ~~or~~ political committee, or joint fundraising committee
15 must be itemized and described in sufficient detail to disclose the specific services performed by the entity to
16 which payment or reimbursement was made.

17 (c) A candidate is required to report the information specified in this subsection (2) only if the
18 transactions involved were undertaken for the purpose of supporting or opposing a candidate.

19 (d) Subsection (2)(a)(vii) only applies to the report of a joint fundraising committee."

20
21 **NEW SECTION. Section 20. Codification instruction.** [Section 1] is intended to be codified as an
22 integral part of Title 13, chapter 37, part 2, and the provisions of Title 13, chapter 37, part 2, apply to [section 1].

23
24 **COORDINATION SECTION. SECTION 21. COORDINATION INSTRUCTION. IF BOTH SENATE BILL NO. 224**
25 **AND [THIS ACT] ARE PASSED AND APPROVED AND BOTH CONTAIN A SECTION AMENDING 13-37-229, THEN THE SECTIONS**
26 **AMENDING 13-37-229 ARE VOID AND 13-37-229 MUST BE AMENDED AS FOLLOWS:**

27

28

- 1 **"13-37-229. Disclosure requirements for candidates, ballot issue committees, political party**
2 **committees, and independent committees.** (1) The reports required under 13-37-225 through 13-37-227
3 from candidates, ballot issue committees, political party committees, ~~and~~ independent committees, and joint
4 fundraising committees must disclose the following information concerning contributions received:
- 5 (a) the amount of cash on hand at the beginning of the reporting period;
 - 6 (b) the full name, mailing address, occupation, and employer, if any, of each person who has made
7 aggregate contributions, other than loans, of ~~\$35~~ \$50 or more to a candidate, ~~or~~ political committee, or joint
8 fundraising committee, including the purchase of tickets and other items for events, such as dinners, luncheons,
9 rallies, and similar fundraising events; If a contribution is made by a joint fundraising committee to a participant
10 in the joint fundraising committee, the participant shall disclose the information in this subsection (1)(b) for each
11 contributor of the funds allocated to the participant by the joint fundraising committee.
 - 12 (c) for each person identified under subsection (1)(b), the aggregate amount of contributions made by
13 that person within the reporting period and the total amount of contributions made by that person for all
14 reporting periods;
 - 15 (d) the total sum of individual contributions made to or for a political committee, ~~or~~ candidate, or joint
16 fundraising committee and not reported under subsections (1)(b) and (1)(c);
 - 17 (e) the name and address of each political committee, ~~or~~ candidate, or joint fundraising committee
18 from which the reporting committee or candidate received any transfer of funds, together with the amount and
19 dates of all transfers;
 - 20 (f) each loan from any person during the reporting period, together with the full names, mailing
21 addresses, occupations, and employers, if any, of the lender and endorsers, if any, and the date and amount of
22 each loan;
 - 23 (g) the amount and nature of debts and obligations owed to a political committee, ~~or~~ candidate, or
24 joint fundraising committee in the form prescribed by the commissioner;
 - 25 (h) an itemized account of proceeds that total less than ~~\$35~~ \$50 from a person from mass collections
26 made at fundraising events;
 - 27 (i) each contribution, rebate, refund, or other receipt not otherwise listed under subsections (1)(b)
28 through (1)(h) during the reporting period; and

1 (j) the total sum of all receipts received by or for the committee or candidate during the reporting
2 period; ~~and~~

3 ~~(k) other information that may be required by the commissioner to fully disclose the sources of funds~~
4 ~~used to support or oppose candidates or issues.~~

5 (2) (a) Except as provided in subsection (2)(c), the reports required under 13-37-225 through 13-37-
6 227 from candidates, ballot issue committees, political party committees, ~~and independent committees, and~~
7 joint fundraising committees must disclose the following information concerning expenditures made:

8 (i) the full name, mailing address, occupation, and principal place of business, if any, of each person
9 to whom expenditures have been made by the committee or candidate during the reporting period, including the
10 amount, date, and purpose of each expenditure and the total amount of expenditures made to each person;

11 (ii) the full name, mailing address, occupation, and principal place of business, if any, of each person
12 to whom an expenditure for personal services, salaries, and reimbursed expenses has been made, including
13 the amount, date, and purpose of that expenditure and the total amount of expenditures made to each person;

14 (iii) the total sum of expenditures made by a political committee, ~~or candidate, or joint fundraising~~
15 committee during the reporting period; If the expenditure is made by a joint fundraising committee, the joint
16 fundraising committee shall report gross and net allocations to each participant.

17 (iv) the name and address of each political committee, ~~or candidate, or joint fundraising committee~~ to
18 which the reporting committee or candidate made any transfer of funds, together with the amount and dates of
19 all transfers;

20 (v) the name of any person to whom a loan was made during the reporting period, including the full
21 name, mailing address, occupation, and principal place of business, if any, of that person and the full names,
22 mailing addresses, occupations, and principal places of business, if any, of the endorsers, if any, and the date
23 and amount of each loan;

24 (vi) the amount and nature of debts and obligations owed by a political committee, ~~or candidate, or~~
25 joint fundraising committee in the form prescribed by the commissioner; and

26 ~~(vii) other information that may be required by the commissioner to fully disclose the disposition of~~
27 ~~funds used to support or oppose candidates or issues~~

28 (vii) if a joint fundraising committee allocated contributions to a participant, the contribution information

1 under subsections (1)(a) through (1)(c) for each contributor that contributed to the gross amount allocated by
2 the joint fundraising committee to the participant.

3 (b) Reports of expenditures made to a consultant, advertising agency, polling firm, or other person
4 that performs services for or on behalf of a candidate, ~~or~~ political committee, or joint fundraising committee
5 must be itemized and described in sufficient detail to disclose the specific services performed by the entity to
6 which payment or reimbursement was made.

7 (c) A candidate is required to report the information specified in this subsection (2) only if the
8 transactions involved were undertaken for the purpose of supporting or opposing a candidate.

9 (d) Subsection (2)(a)(vii) only applies to the report of a joint fundraising committee.

10 (3) (a) A candidate, a political committee, or a joint fundraising committee is not required to report the
11 following expenditures under the 2-business-day reporting requirements in 13-37-226(1)(d) and 13-37-
12 226(2)(d):

13 (i) bookkeeping expenses paid to track and ensure campaign finance compliance; and

14 (ii) payroll expenditures.

15 (b) A candidate, a political committee, or a joint fundraising committee is not relieved of the duty to
16 report the expenditures listed in subsection (3)(a) in the next periodic report.

17 (4) A candidate is not required to report:

18 (a) contributions received from a political party committee for compensation of the personal services
19 of another person that are rendered to the candidate if the political party committee reports the amount of
20 contributions made to the candidate in the form of personal services; and

21 (b) tangible campaign materials such as campaign signage, literature, or photographs produced for a
22 previous campaign or video produced for a previous campaign if the expenditures to produce the tangible
23 materials or video were reported in a previous campaign by the candidate."

24 - END -