96TH GENERAL ASSEMBLY

State of Illinois

2009 and 2010

SB2469

Introduced 10/14/2009, by Sen. Bill Brady

SYNOPSIS AS INTRODUCED:

10 ILCS 5/Art. 9A heading new 10 ILCS 5/9A-5 new 10 ILCS 5/9A-15 new 10 ILCS 5/9A-17 new 10 ILCS 5/9A-20 new 10 ILCS 5/9A-25 new 10 ILCS 5/9A-30 new 10 ILCS 5/9A-35 new

Amends the Election Code. Establishes limits on campaign contributions and expenditures. Requires that each political committee subject to the limits donate moneys received before or on the bill's effective date to one or more charities, except that obligations for goods and services received before the bill's effective date may be paid for 15 days after the 2010 general election; those moneys not donated escheat to and become the property of the State and shall be deposited into the General Revenue Fund. Effective November 3, 2010.

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FISCAL NOTE ACT MAY APPLY

A BILL FOR

- SB2469
- 1 AN ACT concerning elections.

2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

Section 5. The Election Code is amended by adding Article
heading 9A and Sections 9A-5, 9A-15, 9A-17, 9A-20, 9A-25,
9A-30, and 9A-35 as follows:

7	(10 ILCS 5/Art. 9A heading new)
8	ARTICLE 9A.
9	CLEAN ELECTIONS FOR CLEAN GOVERNMENT

10 (10 ILCS 5/9A-5 new)

11 Sec. 9A-5. Definitions. As used in this Article:

12	(1) "Election" means:
13	(A) "Election", "regular election", "special
14	election", and "general election" as those terms are
15	defined in Section 1-3, but only as applied to
16	elections for executive branch constitutional officers
17	and members of the General Assembly.
18	(B) A convention or caucus of a political party
19	that has authority to nominate a candidate.
2.0	

20 (2) "Candidate" means any person who seeks nomination
 21 for election, election to, or retention in public office as
 22 an executive branch constitutional officer or as a member

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1	of the General Assembly, whether or not the person is
2	elected. A person seeks nomination for election, election,
3	or retention if he or she (i) takes the action necessary
4	under the laws of this State to attempt to qualify for
5	nomination for election to, election to, or retention in
6	public office as an executive branch constitutional
7	officer or as a member of the General Assembly or (ii)
8	receives contributions or makes expenditures, or gives
9	consent for any other person to receive contributions or
10	make expenditures with a view to bringing about his or her
11	nomination for election to, election to, or retention in
12	public office as an executive branch constitutional
13	officer or as a member of the General Assembly.
14	(3) "Political committee" means any of the following:
15	(A) Any committee, club, association, or other
16	group of persons that receives contributions
17	aggregating in excess of \$1,000 during a calendar year
18	or that makes expenditures aggregating in excess of
19	\$1,000 during a calendar year.
20	(B) Any separate segregated fund established under
21	the provisions of this Article by a labor union or
22	corporation.
23	(C) Any local committee of a political party that
24	receives contributions aggregating in excess of \$5,000
25	during a calendar year, makes payments exempted from
26	the definition of contribution or expenditure

1	aggregating in excess of \$5,000 during a calendar year,
2	makes contributions aggregating in excess of \$1,000
3	during a calendar year, or makes expenditures
4	aggregating in excess of \$1,000 during a calendar year.
5	(4) "Principal campaign committee" means a political
6	committee designated and authorized by a candidate under
7	Section 9A-15.
8	(5) "Authorized committee" means the principal
9	campaign committee or any other political committee
10	authorized by a candidate under Section 9A-15 to receive
11	contributions or make expenditures on behalf of the
12	candidate.
13	(6) "Connected organization" means any organization
14	that is not a political committee but that directly or
15	indirectly establishes, administers, or financially
16	supports a political committee.
17	(7) Contribution.
18	(A) "Contribution" includes:
19	(i) Any gift, subscription, loan, advance, or
20	deposit of money or anything of value made by any
21	person for the purpose of influencing any election
22	for executive branch constitutional office.
23	(ii) The payment by any person of compensation
24	for the personal services of another person that
25	are rendered to a political committee without

26 <u>charge for any purpose.</u>

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(iii) A transfer of funds between political 1 2 committees for any purpose. 3 (B) "Contribution" does not include: (i) The value of services provided without 4 5 compensation by any individual who volunteers on 6 behalf of a candidate or political committee. 7 (ii) The use of real or personal property, 8 including a church or community room used on a 9 regular basis by members of a community for 10 noncommercial purposes, and the cost of 11 invitations, food, and beverages, voluntarily 12 provided by an individual to any candidate or any 13 political committee of a political party in 14 rendering voluntary personal services on the 15 individual's residential premises or in the church 16 or community room for candidate-related or political party-related activities, to the extent 17 that the cumulative value of the invitations, 18 19 food, and beverages provided by the individual on 20 behalf of any single candidate does not exceed 21 \$2,000 with respect to any single election, and on 22 behalf of all political committees of a political 23 party does not exceed \$5,000 in any calendar year. 24 (iii) The sale of any food or beverage by a 25 vendor for use in any candidate's campaign or for 26 use by or on behalf of any political committee of a

1	political party at a charge less than the normal
2	comparable charge, if the charge is at least equal
3	to the cost of the food or beverage to the vendor,
4	to the extent that the cumulative value of the
5	activity by the vendor on behalf of any single
6	candidate does not exceed \$2,000 with respect to
7	any single election, and on behalf of all political
8	committees of a political party does not exceed
9	\$5,000 in any calendar year.
10	(iv) Any unreimbursed payment for travel
11	expenses made by any individual volunteering
12	personal services on behalf of any candidate or any
13	political committee of a political party.
14	(8) Expenditure.
14 15	(8) Expenditure. (A) "Expenditure" includes:
15	(A) "Expenditure" includes:
15 16	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan,
15 16 17	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of
15 16 17 18	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of
15 16 17 18 19	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive
15 16 17 18 19 20	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive branch constitutional officer or member of the
15 16 17 18 19 20 21	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive branch constitutional officer or member of the General Assembly.
15 16 17 18 19 20 21 22	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive branch constitutional officer or member of the General Assembly. (ii) A written contract, promise, or agreement
15 16 17 18 19 20 21 22 23	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive branch constitutional officer or member of the General Assembly. (ii) A written contract, promise, or agreement to make an expenditure.
15 16 17 18 19 20 21 22 23 24	(A) "Expenditure" includes: (i) Any purchase, payment, distribution, loan, advance, deposit, or gift of money or anything of value made by any person for the purpose of influencing any election of a State executive branch constitutional officer or member of the General Assembly. (ii) A written contract, promise, or agreement to make an expenditure. (B) "Expenditure" does not include:

1	broadcasting station, newspaper, magazine, or
2	other periodical publication, unless the
3	facilities are owned or controlled by any
4	political party, political committee, or
5	candidate.
6	(ii) Nonpartisan activity designed to
7	encourage individuals to vote or to register to
8	vote.
9	(iii) The use of real or personal property and
10	the cost of invitations, food, and beverages,
11	voluntarily provided by an individual in rendering
12	voluntary personal services on the individual's
13	residential premises for candidate-related
14	activities; provided the value of the service
15	provided does not exceed an aggregate of \$150 in a
16	reporting period.
17	(iv) The sale of any food or beverage by a
18	<u>vendor for use in a candidate's campaign at a</u>
19	charge less than the normal comparable charge, if
20	the charge for use in a candidate's campaign is at
21	least equal to the cost of the food or beverage to
22	the vendor.
23	(9) "Board" means the Illinois State Board of
24	Elections.
25	(10) "Person" includes an individual, trust,
26	partnership, committee, association, corporation, labor

1	organization, or any other organization or group of
2	persons.
3	(11) "Identification" means:
4	(A) In the case of any individual, the name, the
5	mailing address, and the occupation of the individual,
6	as well as the name of his or her employer.
7	(B) In the case of any other person, the full name
8	and address of the person.
9	(12) "State committee" means the organization that, by
10	virtue of the bylaws of a political party, is responsible
11	for the day-to-day operation of the political party at the
12	State level, as determined by the Board.
13	(13) "Political party" means an association,
14	committee, or organization that nominates a candidate for
15	election to any public office whose name appears on the
16	election ballot as the candidate of that association,
17	committee, or organization.
18	(14) "Independent expenditure" means an expenditure by
19	<u>a person:</u>
20	(A) Expressly advocating the election or defeat of
21	a clearly identified candidate; and
22	(B) That is not made in concert or cooperation with
23	or at the request or suggestion of the candidate, the
24	candidate's authorized political committee, agents, a
25	political party committee, or agents thereof.
26	(15) "Clearly identified" means that:

1	(A) The name of the candidate involved appears;
2	(B) A photograph or drawing of the candidate
3	appears; or
4	(C) The identity of the candidate is apparent by
5	unambiguous reference.
6	(16) "Election cycle" means the period beginning on the
7	day after the date of the most recent election for the
8	specific office or seat that a candidate is seeking and
9	ending on the date of the next election for that office or
10	seat. For purposes of this paragraph, a general primary
11	election and a general election shall be considered to be
12	separate elections.
13	(17) "Personal funds" means an amount that is derived
14	from:
15	(A) Any asset that, under applicable State law, at
16	the time the individual became a candidate, the
17	candidate had legal right of access to or control over,
18	and with respect to which the candidate had:
19	(i) Legal and rightful title; or
20	(ii) An equitable interest.
21	(B) Income received during the current election
22	cycle by the candidate, including:
23	(i) A salary and other earned income from bona
24	fide employment.
25	(ii) Dividends and proceeds from the sale of
26	the candidate's stocks or other investments.

(iii) Bequests to the candidate.
(iv) Income from trusts established before the
beginning of the election cycle.
(v) Income from trusts established by bequest
after the beginning of the election cycle of which
the candidate is the beneficiary.
(vi) Gifts of a personal nature that had been
customarily received by the candidate prior to the
beginning of the election cycle.
(vii) Proceeds from lotteries and similar
legal games of chance.
(C) A portion of assets that are jointly owned by
the candidate and the candidate's spouse equal to the
candidate's share of the asset under the instrument of
conveyance or ownership, but if no specific share is
indicated by an instrument of conveyance or ownership,
the value of one-half of the property.
(10 ILCS 5/9A-15 new)
Sec. 9A-15. Limitations on contributions and expenditures.
(a) Limits.
(1) No political committee, multicandidate committee,
or PAC may engage in a joint fundraiser.
(1.5) Except as provided in subsection (c), no person
other than a multicandidate political committee shall make
contributions:

1	(A) To any candidate and his or her authorized
2	political committees with respect to any election for
3	State office that, in the aggregate, exceed \$2,000.
4	(B) To the political committees established and
5	maintained by a State political party, that are not the
6	authorized political committees of any candidate, in
7	any election that, in the aggregate, exceed \$5,000.
8	(C) To any other political committee in any
9	election that, in the aggregate, exceed \$5,000.
10	(2) No multicandidate political committee shall make
11	contributions:
12	(A) To any candidate and his or her authorized
13	political committees with respect to any election for
14	State office that, in the aggregate, exceed \$5,000.
15	(B) To the political committees established and
16	maintained by a State political party, that are not the
17	authorized political committees of any candidate, in
18	any election, that, in the aggregate, exceed \$5,000.
19	(C) To any other political committee in any
20	election that, in the aggregate, exceed \$5,000.
21	(3) During the period that begins on January 1 of an
22	odd-numbered year and ends on December 31 of the next
23	even-numbered year, no individual may make contributions
24	aggregating more than \$40,000, in the case of contributions
25	to candidates and the authorized committees of candidates.
26	(4) For purposes of paragraph (2), the term

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1	"multicandidate political committee" means a political
2	committee that has been registered for a period of not less
3	than 6 months, that has received contributions from more
4	than 50 persons, and that has made contributions to 5 or
5	more candidates for public office. The State political
6	parties shall be considered "multicandidate political
7	committees" for the purposes of paragraph (2).

8 (5) For purposes of the limitations provided by 9 paragraph (1) and paragraph (2), all contributions made by political committees established, financed, maintained, or 10 11 controlled by any corporation, labor organization, or any 12 other person, including any parent, subsidiary, branch, division, department, or local unit of the corporation, 13 14 labor organization, or any other person, or by any group of such persons, shall be considered to have been made by a 15 16 single political committee.

In any case in which a corporation and any of its 17 subsidiaries, branches, divisions, departments, or local 18 19 units, or a labor organization and any of its subsidiaries, 20 branches, divisions, departments, or local units 21 establish, finance, maintain, or control more than one 22 separate segregated fund, all the separate segregated 23 funds shall be treated as a single separate segregated fund 24 for purposes of the limitations provided by paragraph (1) 25 and paragraph (2).

(6) For the purposes of the limitations provided by

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1	paragraph (1) and paragraph (2), a candidate's authorized
2	political committee and any committee directly or
3	indirectly established, financed, maintained, or
4	controlled by that candidate shall be considered to be a
5	single political committee.
6	(7) The limitations on contributions to a candidate
7	imposed by paragraphs (1) and (2) of this subsection shall
8	apply separately with respect to each election.
9	(8) For purposes of this subsection:
10	(A) Contributions to a named candidate made to any
11	political committee authorized by the candidate to
12	accept contributions on his or her behalf shall be
13	considered to be contributions made to the candidate.
14	(B) Expenditures.
15	(i) Expenditures made by any person in
16	cooperation, consultation, or concert with, or at
17	the request or suggestion of, a candidate, his or
18	her authorized political committees, or their
19	agents, shall be considered to be a contribution to
20	the candidate.
21	(ii) Expenditures made by any person (other
22	than a candidate or candidate's authorized
23	committee) in cooperation, consultation, or
24	concert with, or at the request or suggestion of, a
25	national, State, or local committee of a political
26	party, shall be considered to be contributions
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1	made to the party committee.
2	(iii) The financing by any person of the
3	dissemination, distribution, or republication, in
4	whole or in part, of any broadcast or any written,
5	graphic, or other form of campaign materials
6	prepared by the candidate, his or her campaign
7	committees, or their authorized agents shall be
8	considered to be an expenditure for purposes of
9	this paragraph.
10	(C) If any person makes or contracts to make any
11	disbursement for any electioneering communication and
12	if the disbursement is coordinated with a candidate or
13	an authorized committee of the candidate, a Federal,
14	State, or local political party or committee thereof,
15	or an agent or official of the candidate, party, or
16	committee, then the disbursement or contracting shall
17	be treated as a contribution to the candidate supported
18	by the electioneering communication or that
19	candidate's party and as an expenditure by that
20	candidate or that candidate's party.
21	(9) For purposes of the limitations imposed by this
22	Section, all contributions made by a person, either
23	directly or indirectly, on behalf of a particular
24	candidate, including contributions that are in any way

25 earmarked or otherwise directed through an intermediary or conduit to the candidate, shall be treated as contributions 26

1	from the person to the candidate. The intermediary or
2	conduit shall report the original source and the intended
3	recipient of the contribution to the Board and to the
4	intended recipient.
5	(b) No candidate or political committee shall knowingly
6	accept any contribution or make any expenditure in violation of
7	the provisions of this Section. No officer or employee of a
8	political committee shall knowingly accept a contribution made
9	for the benefit or use of a candidate or knowingly make any
10	expenditure on behalf of a candidate in violation of any
11	limitation imposed on contributions and expenditures under
12	this Section.
13	(c) Personal funds.
14	(1) Increase.
15	(A) Subject to paragraph (2), if the opposition
16	personal funds amount with respect to a candidate for
17	election to executive branch constitutional office or
18	the General Assembly exceeds the threshold amount, the
19	limit under subsection (a)(1)(A) (in this subsection
20	referred to as the "applicable limit") with respect to
21	that candidate shall be the increased limit.
22	(B) Threshold amount.
23	(i) In this subsection, the threshold amount
24	with respect to an election cycle of a candidate
25	described in subparagraph (A) is an amount equal to
26	the sum of.

1	(I) \$150,000; and
2	(II) \$0.04 multiplied by the voting age
3	population.
4	(ii) In this subparagraph, the term "voting
5	age population" means that certified under 2 USCS
6	441a Section (e) for the State of Illinois and
7	published in the Federal Register.
8	(C) Except as provided in clause (ii), for purposes
9	of subparagraph (A), if the opposition personal funds
10	amount is over:
11	(i) 2 times the threshold amount, but not over
12	4 times that amount, then the increased limit shall
13	be 3 times the applicable limit.
14	(ii) 4 times the threshold amount, but not over
15	10 times that amount, then the increased limit
16	shall be 6 times the applicable limit.
17	(iii) 10 times the threshold amount, then the
18	increased limit shall be 6 times the applicable
19	limit.
20	(D) The opposition personal funds amount is an
21	amount equal to the excess (if any) of:
22	(i) The greatest aggregate amount of
23	expenditures from personal funds that an opposing
24	candidate in the same election makes; over
25	(ii) The aggregate amount of expenditures from
26	personal funds made by the candidate with respect

to the election. 1 2 (E) Candidate's campaign funds. 3 (i) For purposes of determining the aggregate amount of expenditures from personal funds under 4 5 subparagraph (D)(ii), the amount shall include the gross receipts advantage of the candidate's 6 7 authorized committee. 8 (ii) For purposes of clause (i), the term 9 "gross receipts advantage" means the excess, if 10 any, of: 11 (I) The aggregate amount of 50% of gross 12 receipts of a candidate's authorized committee 13 during any election cycle (not including 14 contributions from personal funds of the 15 candidate) that may be expended in connection 16 with the election, as determined on June 30 and December 31 of the year preceding the year in 17 18 which a general election is held, over 19 (II) The aggregate amount of 50% of gross 20 receipts of the opposing candidate's 21 authorized committee during any election cycle 22 (not including contributions from personal 23 funds of the candidate) that may be expended in 24 connection with the election, as determined on 25 June 30 and December 31 of the year preceding 26 the year in which a general election is held.

1	(2) Time to accept contributions under increased
2	limit.
3	(A) Subject to subparagraph (B), a candidate and
4	the candidate's authorized committee shall not accept
5	any contribution, and a party committee shall not make
6	any expenditure, under the increased limit under
7	paragraph (1):
8	(i) Until the candidate has received
9	notification of the opposition personal funds
10	amount; and
11	(ii) To the extent that the contribution, when
12	added to the aggregate amount of contributions
13	previously accepted and party expenditures
14	previously made under the increased limits under
15	this subsection for the election cycle, exceeds
16	110% of the opposition personal funds amount.
17	(B) A candidate and a candidate's authorized
18	committee shall not accept any contribution and a party
19	shall not make any expenditure under the increased
20	limit after the date on which an opposing candidate
21	ceases to be a candidate to the extent that the amount
22	of the increased limit is attributable to such an
23	opposing candidate.
24	(3) Disposal of excess contributions.
25	(A) The aggregate amount of contributions accepted
26	by a candidate or a candidate's authorized committee

1	under the increased limit under paragraph (1) and not
2	otherwise expended in connection with the election
3	with respect to which the contributions relate shall,
4	not later than 50 days after the date of the election,
5	be used in the manner described in subparagraph (B).
6	(B) A candidate or a candidate's authorized
7	committee shall return the excess contribution to the
8	person who made the contribution.
9	(d) Any candidate who incurs personal loans made after the
10	effective date of this amendatory Act of the 96th General
11	Assembly in connection with the candidate's campaign for
12	election shall not repay (directly or indirectly), to the
13	extent the loans exceed \$250,000, the loans from any
14	contributions made to the candidate or any authorized committee
15	of the candidate after the date of the election.
16	(e) Each July 1, the dollar amounts established in this
17	Section shall be adjusted for inflation as determined by the
18	Consumer Price Index for All Urban Consumers as determined by
19	the United States Department of Labor and rounded to the
20	nearest \$100, except that each adjustment may not exceed 5% of
21	the dollar amount adjusted.
22	(10 ILCS 5/9A-17 new)

23 <u>Sec. 9A-17. Transfer prohibition. Notwithstanding any</u> 24 <u>other law to the contrary, no candidate or political committee</u> 25 <u>shall make any transfer of funds between that candidate or</u> - 19 - LRB096 14654 RLJ 29496 b

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1 political committee and any other candidate or political 2 committee whatsoever.

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(10 ILCS 5/9A-20 new)

Sec. 9A-20. Contributions or expenditures by corporations
or labor organizations.

6 (a) It is unlawful for any corporation or labor 7 organization to make a contribution or expenditure in 8 connection with any election to any executive branch 9 constitutional office or to any seat in the General Assembly or 10 in connection with any primary election or political convention 11 or caucus held to select candidates for any executive branch 12 constitutional office or any seat in the General Assembly. It 13 is unlawful for any candidate, political committee, or other person knowingly to accept or receive any contribution 14 15 prohibited by this Section. It is unlawful any officer or any 16 director of any corporation or any officer of any labor organization to consent to any contribution or expenditure by 17 18 the corporation or labor organization, as the case may be, 19 prohibited by this Section.

20

(b) Definitions and additional prohibitions.

21 (1) For the purposes of this Section, the term "labor 22 organization" means any organization of any kind or any 23 agency or employee representation committee or plan in 24 which employees participate and that exists for the 25 purpose, in whole or in part, of dealing with employers

1	concerning grievances, labor disputes, wages, rates of
2	pay, hours of employment, or conditions of work.
3	(2) For purposes of this Section, the term
4	"contribution or expenditure" includes a contribution or
5	expenditure as those terms are defined in Section 9A-10 and
6	also includes any direct or indirect payment,
7	distribution, loan, advance, deposit, or gift of money, any
8	services, or anything of value (except a loan of money by a
9	national or State bank made in accordance with the
10	applicable banking laws and regulations and in the ordinary
11	course of business) to any candidate, campaign committee,
12	or political party or organization in connection with any
13	election to any of the offices referred to in this Section
14	or for any applicable electioneering communication. The
15	term shall not include:
16	(A) Communications by a corporation to its
17	stockholders and executive or administrative personnel
18	and their families or by a labor organization to its
19	members and their families on any subject.
20	(B) Nonpartisan registration and get-out-the-vote
21	campaigns by a corporation aimed at its stockholders
22	and executive or administrative personnel and their
23	families or by a labor organization aimed at its
24	members and their families.
25	(C) The establishment, administration, and
26	solicitation of contributions to a separate segregated

1	fund to be utilized for political purposes by a
2	corporation, labor organization, membership
3	organization, cooperative, or corporation without
4	capital stock.
5	(3) It is unlawful:
6	(A) For a fund described in paragraph (2)(C) to
7	make a contribution or expenditure by utilizing money
8	or anything of value secured by physical force, job
9	discrimination, or financial reprisals; by the threat
10	of force, job discrimination, or financial reprisal;
11	by dues, fees, or other moneys required as a condition
12	of membership in a labor organization or as a condition
13	of employment; or by moneys obtained in any commercial
14	transaction.
15	(B) For any person soliciting an employee for a
	contribution to a fund described in paragraph (2)(C) to
16	concribución co a fund described in paragraph (2) (c) co
16 17	fail to inform the employee of the political purposes
17	fail to inform the employee of the political purposes
17 18	fail to inform the employee of the political purposes of the fund at the time of solicitation.
17 18 19	fail to inform the employee of the political purposes of the fund at the time of solicitation. (C) For any person soliciting an employee for a
17 18 19 20	<pre>fail to inform the employee of the political purposes of the fund at the time of solicitation. (C) For any person soliciting an employee for a contribution to a fund described in paragraph (2)(C) to</pre>
17 18 19 20 21	<pre>fail to inform the employee of the political purposes of the fund at the time of solicitation. (C) For any person soliciting an employee for a contribution to a fund described in paragraph (2)(C) to fail to inform the employee, at the time of</pre>
17 18 19 20 21 22	<pre>fail to inform the employee of the political purposes of the fund at the time of solicitation. (C) For any person soliciting an employee for a contribution to a fund described in paragraph (2)(C) to fail to inform the employee, at the time of solicitation, of his or her right to refuse to</pre>
17 18 19 20 21 22 23	<pre>fail to inform the employee of the political purposes of the fund at the time of solicitation. (C) For any person soliciting an employee for a contribution to a fund described in paragraph (2)(C) to fail to inform the employee, at the time of solicitation, of his or her right to refuse to contribute without any reprisal.</pre>

1	(i) For a corporation, or a separate
2	segregated fund established by a corporation, to
3	solicit contributions to the fund from any person
4	other than its stockholders and their families and
5	its executive or administrative personnel and
6	their families.
7	(ii) For a labor organization, or a separate
8	segregated fund established by a labor
9	organization, to solicit contributions to the fund
10	from any person other than its members and their
11	families.
12	(B) It is not unlawful under this Section for a
13	corporation, a labor organization, or a separate
14	segregated fund established by a corporation or labor
15	organization to make 2 written solicitations for
16	contributions during the calendar year from any
17	stockholder, executive or administrative personnel, or
18	employee of a corporation or the families of those
19	persons. A solicitation under this subparagraph may be
20	made only by mail addressed to stockholders, executive
21	or administrative personnel, or employees at their
22	residence and shall be so designed that the
23	corporation, labor organization, or separate
24	segregated fund conducting the solicitation cannot
25	determine who makes a contribution of \$50 or less as a
26	result of the solicitation and who does not make such a

1 <u>contribution</u>.

2	<u>(C) This paragraph shall not prevent a membership</u>
3	organization, cooperative, or corporation without
4	capital stock, or a separate segregated fund
5	established by a membership organization, cooperative,
6	or corporation without capital stock, from soliciting
7	contributions to the fund from members of the
8	organization, cooperative, or corporation without
9	capital stock.
10	(5) Notwithstanding any other law, any method of
11	soliciting voluntary contributions or of facilitating the
12	making of voluntary contributions to a separate segregated
13	fund established by a corporation, permitted by law to
14	corporations with regard to stockholders and executive or
15	administrative personnel, is also permitted to labor
16	organizations with regard to their members.
17	(6) Any corporation, including its subsidiaries,
18	branches, divisions, and affiliates, that utilizes a
19	method of soliciting voluntary contributions or
20	facilitating the making of voluntary contributions shall
21	make available that method, on written request and at a
22	cost sufficient only to reimburse the corporation for the
23	expenses incurred thereby, to a labor organization
24	representing any members working for the corporation or its
25	subsidiaries, branches, divisions, and affiliates.
26	(7) For purposes of this Section, the term "executive

1	or administrative personnel" means individuals employed by
2	a corporation who are paid on a salary, rather than hourly,
3	basis and who have policymaking, managerial, professional,
4	or supervisory responsibilities.
5	(c) Electioneering communications.
6	(1) For purposes of this Section, the term "applicable
7	electioneering communication" means an electioneering
8	communication, as defined in Section 9-1.14, that is made
9	by any entity described in subsection (a) of this Section
10	or by any other person using funds donated by an entity
11	described in subsection (a) of this Section.
12	(2) Notwithstanding paragraph (A), the term
13	"applicable electioneering communication" does not include
14	a communication by an unincorporated Section 501(c)(4)
15	organization or a political organization (as defined in
16	Section 527(e)(1) of the Internal Revenue Code of 1986[26
17	USCS § 527(e)(1)]) if the communication is paid for
18	exclusively by funds provided directly by individuals who
19	are United States citizens or nationals or are lawfully
20	admitted for permanent residence (as defined in Section
21	101(a)(20) of the Immigration and Nationality Act (8 U.S.C.
22	1101(a)(20))). For purposes of this paragraph, the term

"provided directly by individuals" does not include funds the source of which is an entity described in subsection 24

25 (a) of this Section.

23

26 (3) Source of communications.

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1	(A) An electioneering communication shall be
2	treated as made by an entity described in subsection
3	(a) if an entity described in subsection (a) directly
4	or indirectly disburses any amount for any of the costs
5	of the communication.
6	(B) A Section 501(c)(4) organization that derives
7	amounts from business activities or receives funds
8	from any entity described in subsection (a) shall be
9	considered to have paid for any communication out of
10	those amounts unless the organization paid for the
11	communication out of a segregated account.
12	(4) For purposes of this subsection:
13	(A) The term "Section 501(c)(4) organization"
14	means:
15	(i) An organization described in Section
16	501(c)(4) of the Internal Revenue Code of 1986[26
17	USCS 501(c)(4)] and exempt from taxation under
18	Section 501(a) of that Code [26 USCS § 501(a)]; or
19	(ii) An organization that has submitted an
20	application to the Internal Revenue Service for
21	determination of its status as an organization
22	described in clause (i).
23	(B) A person shall be treated as having made a
24	disbursement if the person has executed a contract to
25	make the disbursement.
26	(5) Nothing in this subsection shall be construed to

1 <u>authorize an organization exempt from taxation under</u> 2 <u>Section 501(a) of the Internal Revenue Code of 1986 [26</u> 3 <u>USCS § 501(a)] to carry out any activity that is prohibited</u> 4 <u>under that Code.</u>

5 (10 ILCS 5/9A-25 new)

6 <u>Sec. 9A-25. Prohibition of contributions in name of</u> 7 <u>another. No person shall make a contribution in the name of</u> 8 <u>another person or knowingly permit his or her name to be used</u> 9 <u>to effect such a contribution. No person shall knowingly accept</u> 10 <u>a contribution made by one person in the name of another</u> 11 person.

12 (10 ILCS 5/9A-30 new)

Sec. 9A-30. Complaints. The Board may receive complaints 13 14 from any entity regulated under this Article, alleging with 15 specificity on the basis of facts known to that entity, that a violation of this Article has occurred. The Board may bring 16 17 complaints and investigations on its own initiative when the Board has a reasonable basis to believe that a violation of 18 this Article has occurred. The Board shall have the authority 19 20 to promulgate procedural rules governing the filing and hearing 21 of complaints under this Section.

22	(10 I	ILCS 5/9	A-35 r	new)					
23	Sec.	9A-35.	2010	disposition	of	committee	moneys.	On	and

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1	after the effective date of this amendatory Act of the 96th
2	General Assembly, a political committee may not expend,
3	transfer, or otherwise dispose of moneys received by that
4	committee from any source before or on that effective date,
5	except as provided in this Section. For a period of 15 days
6	after the day of the 2010 general election, each political
7	committee may use moneys received before or on the effective
8	date of this amendatory Act of the 96th General Assembly to pay
9	bills for or otherwise discharge or satisfy obligations
10	incurred for goods or services received by the committee before
11	the effective date of this amendatory Act of the 96th General
12	Assembly. Within 30 days after the effective date of this
13	amendatory Act of the 96th General Assembly, each political
14	committee must donate all moneys possessed in any way by the
15	committee that the committee received from any source before or
16	on the effective date of this amendatory Act of the 96th
17	General Assembly to one or more charitable organizations
18	approved by the State Board of Elections. Any moneys so
19	described not donated as provided in this Section shall escheat
20	to and become the property of the State and shall be deposited
21	into the General Revenue Fund.

22 Section 99. Effective date. This Act takes effect November23 3, 2010.