

## 96TH GENERAL ASSEMBLY State of Illinois 2009 and 2010 SB3449

Introduced 2/10/2010, 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
- 10 ILCS 5/9-8.5 rep.

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. Repeals contribution limit provisions otherwise effective January 1, 2011. Effective November 3, 2010.

LRB096 17825 JAM 33193 b

FISCAL NOTE ACT MAY APPLY

1 AN ACT concerning elections.

2	Ве	it	enacted	by	the	People	of	the	State	of	Illinois,
3	represe	nte	d in the (	Gene	eral A	ssembly	<b>':</b>				

- 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 <u>CLEAN ELECTIONS FOR CLEAN GOVERNMENT</u>
- 10 (10 ILCS 5/9A-5 new)
- 11 Sec. 9A-5. Definitions. As used in this Article:
- 12 (1) "Election" means:
- (A) "Election", "regular election", "special

  election", and "general election" as those terms are

  defined in Section 1-3, but only as applied to

  elections for executive branch constitutional officers

  and members of the General Assembly.
- 18 <u>(B) A convention or caucus of a political party</u>

  19 that has authority to nominate a candidate.
- 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

of the General Assembly, whether or not the person is elected. A person seeks nomination for election, election, or retention if he or she (i) takes the action necessary under the laws of this State to attempt to qualify for nomination for election to, election to, or retention in public office as an executive branch constitutional officer or as a member of the General Assembly or (ii) receives contributions or makes expenditures, or gives consent for any other person to receive contributions or make expenditures with a view to bringing about his or her nomination for election to, election to, or retention in public office as an executive branch constitutional officer or as a member of the General Assembly.

## (3) "Political committee" means any of the following:

- (A) Any committee, club, association, or other group of persons that receives contributions aggregating in excess of \$1,000 during a calendar year or that makes expenditures aggregating in excess of \$1,000 during a calendar year.
- (B) Any separate segregated fund established under the provisions of this Article by a labor union or corporation.
- (C) Any local committee of a political party that receives contributions aggregating in excess of \$5,000 during a calendar year, makes payments exempted from 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
	are rendered to a political committee without
25	are rendered to a political committee without

1	(iii) A transfer of funds between political
2	committees for any purpose.
3	(B) "Contribution" does not include:
4	(i) The value of services provided without
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
17	political party-related activities, to the extent
18	that the cumulative value of the invitations,
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.
15	(A) "Expenditure" includes:
16	(i) Any purchase, payment, distribution, loan,
17	advance, deposit, or gift of money or anything of
18	value made by any person for the purpose of
19	influencing any election of a State executive
20	branch constitutional officer or member of the
21	General Assembly.
22	(ii) A written contract, promise, or agreement
23	to make an expenditure.
24	(B) "Expenditure" does not include:
25	(i) Any news story, commentary, or editorial
26	distributed through the facilities of any

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	<u>vote.</u>
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	vendor for use in a candidate's campaign at a
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	a person:
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	<pre>from:</pre>
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	<pre>fide employment.</pre>
25	(ii) Dividends and proceeds from the sale of
26	the candidate's stocks or other investments.

1	(iii) Bequests to the candidate.
2	(iv) Income from trusts established before the
3	beginning of the election cycle.
4	(v) Income from trusts established by bequest
5	after the beginning of the election cycle of which
6	the candidate is the beneficiary.
7	(vi) Gifts of a personal nature that had been
8	customarily received by the candidate prior to the
9	beginning of the election cycle.
10	(vii) Proceeds from lotteries and similar
11	legal games of chance.
12	(C) A portion of assets that are jointly owned by
13	the candidate and the candidate's spouse equal to the
14	candidate's share of the asset under the instrument of
15	conveyance or ownership, but if no specific share is
16	indicated by an instrument of conveyance or ownership,
17	the value of one-half of the property.
18	(10 ILCS 5/9A-15 new)
19	Sec. 9A-15. Limitations on contributions and expenditures.
20	(a) Limits.
21	(1) No political committee, multicandidate committee,
22	or PAC may engage in a joint fundraiser.
23	(1.5) Except as provided in subsection (c), no person
24	other than a multicandidate political committee shall make
25	<pre>contributions:</pre>

Τ.	(A) TO any candidate and his of 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	<pre>contributions:</pre>
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

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

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

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

(6) For the purposes of the limitations provided by

S	В	3	4	4	

21

22

23

24

25

26

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

(ii) Expenditures made by any person (other

than a candidate or candidate's authorized

committee) in cooperation, consultation, or

concert with, or at the request or suggestion of, a

national, State, or local committee of a political

party, shall be considered to be contributions

the candidate.

made to the party committee.

(iii) The financing by any person of the dissemination, distribution, or republication, in whole or in part, of any broadcast or any written, graphic, or other form of campaign materials prepared by the candidate, his or her campaign committees, or their authorized agents shall be considered to be an expenditure for purposes of this paragraph.

(C) If any person makes or contracts to make any bursement for any electioneering communication and

- disbursement for any electioneering communication and if the disbursement is coordinated with a candidate or an authorized committee of the candidate, a Federal, State, or local political party or committee thereof, or an agent or official of the candidate, party, or committee, then the disbursement or contracting shall be treated as a contribution to the candidate supported by the electioneering communication or that candidate's party and as an expenditure by that candidate or that candidate's party.
- (9) For purposes of the limitations imposed by this Section, all contributions made by a person, either directly or indirectly, on behalf of a particular candidate, including contributions that are in any way earmarked or otherwise directed through an intermediary or conduit to the candidate, shall be treated as contributions

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

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	<pre>amount is over:</pre>
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	<pre>limit.</pre>
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

Τ	to the election.
2	(E) Candidate's campaign funds.
3	(i) For purposes of determining the aggregate
4	amount of expenditures from personal funds under
5	subparagraph (D)(ii), the amount shall include the
6	gross receipts advantage of the candidate's
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
17	December 31 of the year preceding the year in
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 or
25	June 30 and December 31 of the year preceding
26	the year in which a general election is held.

_	17 -	LRB096	17825	JAM	33193	k
---	------	--------	-------	-----	-------	---

Т	(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	<pre>paragraph (1):</pre>
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

under	the	incr	eased	lin	nit ·	under	parac	rapl	n (1	) and	not
other	rwise	ехре	ended	in	con	necti	on wi	th	the	elec	tion
with	respe	ect t	o whi	ch t	the	contri	ibutic	ns	rela	te sh	all,
not 1	Later	than	50 da	ays	afte	er the	date	of	the	elect	ion,

be used in the manner described in subparagraph (B).

- (B) A candidate or a candidate's authorized committee shall return the excess contribution to the person who made the contribution.
- (d) Any candidate who incurs personal loans made after the effective date of this amendatory Act of the 96th General Assembly in connection with the candidate's campaign for election shall not repay (directly or indirectly), to the extent the loans exceed \$250,000, the loans from any contributions made to the candidate or any authorized committee of the candidate after the date of the election.
- (e) Each July 1, the dollar amounts established in this Section shall be adjusted for inflation as determined by the Consumer Price Index for All Urban Consumers as determined by the United States Department of Labor and rounded to the nearest \$100, except that each adjustment may not exceed 5% of the dollar amount adjusted.
- 22 (10 ILCS 5/9A-17 new)
- Sec. 9A-17. Transfer prohibition. Notwithstanding any
  other law to the contrary, no candidate or political committee
  shall make any transfer of funds between that candidate or

- 1 political committee and any other candidate or political
- 2 committee whatsoever.
- 3 (10 ILCS 5/9A-20 new)
- 4 Sec. 9A-20. Contributions or expenditures by corporations
- 5 <u>or labor organizations.</u>
- 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
- or caucus held to select candidates for any executive branch
- 12 <u>constitutional office or any seat in the General Assembly. It</u>
- is unlawful for any candidate, political committee, or other
- 14 person knowingly to accept or receive any contribution
- prohibited by this Section. It is unlawful any officer or any
- 16 <u>director of any corporation or any officer of any labor</u>
- organization to consent to any contribution or expenditure by
- 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 <u>organization" means any organization of any kind or any</u>
- agency or employee representation committee or plan in
- 24 which employees participate and that exists for the
- 25 <u>purpose</u>, <u>in who</u>le or in part, of dealing with employers

conce	erning	g	rievances,	lak	or	dispute	es,	wages,	1	rates	of
pav,	hours	of	employment	, 01	c cc	ondition	s of	work.			

- "contribution or expenditure" includes a contribution or expenditure as those terms are defined in Section 9A-10 and also includes any direct or indirect payment, distribution, loan, advance, deposit, or gift of money, any services, or anything of value (except a loan of money by a national or State bank made in accordance with the applicable banking laws and regulations and in the ordinary course of business) to any candidate, campaign committee, or political party or organization in connection with any election to any of the offices referred to in this Section or for any applicable electioneering communication. The term shall not include:
  - (A) Communications by a corporation to its stockholders and executive or administrative personnel and their families or by a labor organization to its members and their families on any subject.
  - (B) Nonpartisan registration and get-out-the-vote campaigns by a corporation aimed at its stockholders and executive or administrative personnel and their families or by a labor organization aimed at its members and their families.
  - (C) The establishment, administration, and 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	<pre>capital stock.</pre>
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
16	contribution to a fund described in paragraph (2)(C) to
17	fail to inform the employee of the political purposes
18	of the fund at the time of solicitation.
19	(C) For any person soliciting an employee for a
20	contribution to a fund described in paragraph (2)(C) to
21	fail to inform the employee, at the time of
22	solicitation, of his or her right to refuse to
23	contribute without any reprisal.
24	(4) Solicitations.
25	(A) Except as provided in subparagraphs (B), (C),
26	and (D), it is unlawful:

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.

(ii) For a labor organization, or a separate segregated fund established by a labor organization, to solicit contributions to the fund from any person other than its members and their families.

(B) It is not unlawful under this Section for a corporation, a labor organization, or a separate segregated fund established by a corporation or labor organization to make 2 written solicitations for contributions during the calendar year from any stockholder, executive or administrative personnel, or employee of a corporation or the families of those persons. A solicitation under this subparagraph may be made only by mail addressed to stockholders, executive or administrative personnel, or employees at their residence and shall be so designed that the corporation, labor organization, or separate segregated fund conducting the solicitation cannot determine who makes a contribution of \$50 or less as a result of the solicitation and who does not make such a

contribution.
---------------

- (C) This paragraph shall not prevent a membership organization, cooperative, or corporation without capital stock, or a separate segregated fund established by a membership organization, cooperative, or corporation without capital stock, from soliciting contributions to the fund from members of the organization, cooperative, or corporation without capital stock.
- (5) Notwithstanding any other law, any method of soliciting voluntary contributions or of facilitating the making of voluntary contributions to a separate segregated fund established by a corporation, permitted by law to corporations with regard to stockholders and executive or administrative personnel, is also permitted to labor organizations with regard to their members.
- (6) Any corporation, including its subsidiaries, branches, divisions, and affiliates, that utilizes a method of soliciting voluntary contributions or facilitating the making of voluntary contributions shall make available that method, on written request and at a cost sufficient only to reimburse the corporation for the expenses incurred thereby, to a labor organization representing any members working for the corporation or its subsidiaries, branches, divisions, and affiliates.
  - (7) For purposes of this Section, the term "executive

or administrative personnel" means individuals employed by a corporation who are paid on a salary, rather than hourly, basis and who have policymaking, managerial, professional, or supervisory responsibilities.

## (c) Electioneering communications.

- (1) For purposes of this Section, the term "applicable electioneering communication" means an electioneering communication, as defined in Section 9-1.14, that is made by any entity described in subsection (a) of this Section or by any other person using funds donated by an entity described in subsection (a) of this Section.
- "applicable electioneering communication" does not include a communication by an unincorporated Section 501(c)(4) organization or a political organization (as defined in Section 527(e)(1) of the Internal Revenue Code of 1986 [26 USCS § 527(e)(1)]) if the communication is paid for exclusively by funds provided directly by individuals who are United States citizens or nationals or are lawfully admitted for permanent residence (as defined in Section 101(a)(20) of the Immigration and Nationality Act (8 U.S.C. 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 (a) of this Section.
  - (3) Source of communications.

Τ	(A) An electioneering communication snall 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 authorize an organization exempt from taxation under

2 Section 501(a) of the Internal Revenue Code of 1986 [26]

USCS § 501(a)] to carry out any activity that is prohibited

4 under that Code.

- 5 (10 ILCS 5/9A-25 new)
- 6 Sec. 9A-25. Prohibition of contributions in name of
- 7 <u>another. No person shall make a contribution in the name of</u>
- 8 another person or knowingly permit his or her name to be used
- 9 to effect such a contribution. No person shall knowingly accept
- 10 a contribution made by one person in the name of another
- 11 person.
- 12 (10 ILCS 5/9A-30 new)
- Sec. 9A-30. Complaints. The Board may receive complaints
- 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
- 17 complaints and investigations on its own initiative when the
- 18 Board has a reasonable basis to believe that a violation of
- 19 this Article has occurred. The Board shall have the authority
- 20 to promulgate procedural rules governing the filing and hearing
- of complaints under this Section.
- 22 (10 ILCS 5/9A-35 new)
- Sec. 9A-35. 2010 disposition of committee moneys. On and

after the effective date of this amendatory Act of the 96th 1 General Assembly, a political committee may not expend, 2 3 transfer, or otherwise dispose of moneys received by that committee from any source before or on that effective date, 4 5 except as provided in this Section. For a period of 15 days after the day of the 2010 general election, each political 6 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 incurred for goods or services received by the committee before 10 11 the effective date of this amendatory Act of the 96th General 12 Assembly. Within 30 days after the effective date of this amendatory Act of the 96th General Assembly, each political 13 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 approved by the State Board of Elections. Any moneys so 18 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 (10 ILCS 5/9-8.5 rep.)
- 23 Section 10. The Election Code is amended by repealing
- 24 Section 9-8.5.

2

3

5

6

7

Section 95. No acceleration or delay. Where this Act makes changes in a statute that is represented in this Act by text that is not yet or no longer in effect (for example, a Section represented by multiple versions), the use of that text does not accelerate or delay the taking effect of (i) the changes made by this Act or (ii) provisions derived from any other Public Act.

Section 99. Effective date. This Act takes effect November 9 3, 2010.