SENATE BILL NO. 1175

June 4, 1998, Introduced by Senators PETERS, CHERRY, O'BRIEN, DE BEAUSSAERT, BYRUM, HART, CONROY, BERRYMAN, MILLER, KOIVISTO, VAUGHN, YOUNG, A. SMITH and V. SMITH and referred to the Committee on Government Operations.

A bill to amend 1976 PA 388, entitled

"Michigan campaign finance act,"

by amending section 52 (MCL 169.252), as amended by 1996 PA 590.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

Sec. 52. (1) Except as provided in subsection (5) and
 subject to subsection (8), a person other than an independent
 committee or a political party committee shall not make contribu tions to a candidate committee of a candidate for elective office
 that, with respect to an election cycle, are more than the
 following:

7 (a) \$3,400.00 for a candidate for state elective office
8 other than the office of state legislator, or for a candidate for
9 local elective office if the district from which he or she is
10 seeking office has a population of more than 250,000.

(b) \$1,000.00 for a candidate for state senator, or for a
 candidate for local elective office if the district from which he
 or she is seeking office has a population of more than 85,000 but
 4 250,000 or less.

5 (c) \$500.00 for a candidate for state representative, or for
6 a candidate for local elective office if the district from which
7 he or she is seeking office has a population of 85,000 or less.

8 (2) Except as otherwise provided in this subsection, an 9 independent committee shall not make contributions to a candidate 10 committee of a candidate for elective office that, in the aggre-11 gate for that election cycle, are more than 10 times the amount 12 permitted a person other than an independent committee or politi-13 cal party committee in subsection (1). A house political party 14 caucus committee or a senate political party caucus committee is 15 not limited under this subsection in the amount of contributions 16 made to the candidate committee of a candidate for the office of 17 state legislator, except as follows:

18 (a) A house political party caucus committee or a senate 19 political party caucus committee shall not pay a debt incurred by 20 a candidate if that debt was incurred while the candidate was 21 seeking nomination at a primary election and the candidate was 22 opposed at that primary.

(b) A house political party caucus committee or a senate
political party caucus committee shall not make a contribution to
or make an expenditure on behalf of a candidate if that candidate
is seeking nomination at a primary election and the candidate is
opposed at that primary.

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(3) A political party committee other than a state central
 committee shall not make contributions to the candidate committee
 of a candidate for elective office that are more than 10 times
 the amount permitted a person other than an independent committee
 or political party committee in subsection (1).

6 (4) A state central committee of a political party shall not 7 make contributions to the candidate committee of a candidate for 8 state elective office other than a candidate for the legislature 9 that are more than 20 times the amount permitted a person other 10 than an independent committee or political party committee in 11 subsection (1). A state central committee of a political party 12 shall not make contributions to the candidate committee of a can-13 didate for state senator, state representative, or local elective 14 office that are more than 10 times the amount permitted a person 15 other than an independent committee or political party committee 16 in subsection (1).

17 (5) A contribution from a member of a candidate's immediate
18 family to the candidate committee of that candidate is exempt
19 from the limitations of subsection (1).

(6) Consistent with the provisions of this section, a contribution designated in writing for a particular election cycle considered made for that election cycle. A contribution made after the close of a particular election cycle and designated in writing for that election cycle shall be made only to the extent that the contribution does not exceed the candidate committee's that the contribution does not exceed the election cycle so net outstanding debts and obligations from the election cycle so after the contribution is not designated in writing for a

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particular election cycle, the contribution is considered made
 for the election cycle that corresponds to the date of the writ ten instrument.

4 (7) A candidate committee, a candidate, or a treasurer or
5 agent of a candidate committee shall not accept a contribution
6 with respect to an election cycle that exceeds the limitations in
7 subsection (1), (2), (3), or (4).

8 (8) The contribution limits in subsection (1) for a candi9 date for local elective office are effective on the effective
10 date of the amendatory act that provides for those contribution
11 limits MARCH 31, 1997; however, only contributions received by
12 that candidate on and after that date MARCH 31, 1997 shall be
13 used to determine if the contribution limit has been reached.

14 (9) AN INDIVIDUAL SHALL NOT MAKE CONTRIBUTIONS TO A STATE
15 CENTRAL COMMITTEE THAT EXCEED \$5,000.00 IN A CALENDAR YEAR. A
16 STATE CENTRAL COMMITTEE SHALL NOT ACCEPT A CONTRIBUTION WITH
17 RESPECT TO A CALENDAR YEAR THAT EXCEEDS THE LIMITATION IN THIS
18 SUBSECTION.

19 (10) (9) A person who knowingly violates this section is
20 guilty of a misdemeanor punishable, if the person is an individu21 al, by a fine of not more than \$1,000.00 or imprisonment for not
22 more than 90 days, or both, or, if the person is not an individu23 al, by a fine of not more than \$10,000.00.

(11) (10) For purposes of the limitations provided in
subsections (1) and (2), all contributions made by political committees or independent committees established by any corporation,
joint stock company, domestic dependent sovereign, or labor

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organization, including any parent, subsidiary, branch, division,
 department, or local unit thereof, shall be considered to have
 been made by a single independent committee. By way of illustra tion and not limitation, all of the following apply as a result
 of the application of this requirement:

6 (a) All of the political committees and independent commit7 tees established by a for profit corporation or joint stock com8 pany, by a subsidiary of the for profit corporation or joint
9 stock company, or by any combination thereof, are treated as a
10 single independent committee.

(b) All of the political committees and independent committees established by a single national or international labor organization, by a labor organization of that national or international labor organization, by a local labor organization of that national or international labor organization, or by any the other subordinate organization of that national or international labor organization, or by any combination thereof, are treated as a single independent committee.

19 (c) All of the political committees and independent commit-20 tees established by an organization of national or international 21 unions, by a state central body of that organization, by a local 22 central body of that organization, or by any combination thereof, 23 are treated as a single independent committee.

24 (d) All of the political committees and independent commit25 tees established by a nonprofit corporation, by a related state
26 entity of that nonprofit corporation, by a related local entity

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 ${\bf 1}$ of that nonprofit corporation, or by any combination thereof, are 2 treated as a single independent committee.