H-1003.1			

HOUSE BILL 1525

State of Washington 59th Legislature 2005 Regular Session

By Representatives Miloscia, Dunshee, Haigh, McIntire and Moeller

Read first time 01/26/2005. Referred to Committee on State Government Operations & Accountability.

- AN ACT Relating to campaign finance reform; amending RCW 42.17.020,
- 2 42.17.103, and 42.17.640; and adding new sections to chapter 42.17 RCW.
- 3 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:
- 4 **Sec. 1.** RCW 42.17.020 and 2002 c 75 s 1 are each amended to read 5 as follows:
- 6 (1) "Agency" includes all state agencies and all local agencies.
- 7 "State agency" includes every state office, department, division,
- 8 bureau, board, commission, or other state agency. "Local agency"
- 9 includes every county, city, town, municipal corporation, quasi-
- 10 municipal corporation, or special purpose district, or any office,
- 11 department, division, bureau, board, commission, or agency thereof, or
- 12 other local public agency.
- 13 (2) "Authorized committee" means the political committee authorized
- 14 by a candidate, or by the public official against whom recall charges
- 15 have been filed, to accept contributions or make expenditures on behalf
- 16 of the candidate or public official.
- 17 (3) "Ballot proposition" means any "measure" as defined by RCW
- 18 ((29.01.110)) 29A.04.091, or any initiative, recall, or referendum
- 19 proposition proposed to be submitted to the voters of the state or any

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- municipal corporation, political subdivision, or other voting constituency from and after the time when the proposition has been initially filed with the appropriate election officer of that constituency prior to its circulation for signatures.
 - (4) "Benefit" means a commercial, proprietary, financial, economic, or monetary advantage, or the avoidance of a commercial, proprietary, financial, economic, or monetary disadvantage.
 - (5) "Bona fide political party" means:

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- 9 (a) An organization that has filed a valid certificate of 10 nomination with the secretary of state under chapter ((29.24)) 29A.20 11 RCW;
 - (b) The governing body of the state organization of a major political party, as defined in RCW ((29.01.090)) 29A.04.086, that is the body authorized by the charter or bylaws of the party to exercise authority on behalf of the state party; or
 - (c) The county central committee or legislative district committee of a major political party. There may be only one legislative district committee for each party in each legislative district.
 - (6) (("Depository" means a bank designated by a candidate or political committee pursuant to RCW 42.17.050.
 - (7) "Treasurer" and "deputy treasurer" mean the individuals appointed by a candidate or political committee, pursuant to RCW 42.17.050, to perform the duties specified in that section.
 - (8)) "Candidate" means any individual who seeks nomination for election or election to public office. An individual seeks nomination or election when he or she first:
 - (a) Receives contributions or makes expenditures or reserves space or facilities with intent to promote his or her candidacy for office;
 - (b) Announces publicly or files for office;
- 30 (c) Purchases commercial advertising space or broadcast time to 31 promote his or her candidacy; or
 - (d) Gives his or her consent to another person to take on behalf of the individual any of the actions in (a) or (c) of this subsection.
- ((+9)) (7) "Caucus political committee" means a political committee organized and maintained by the members of a major political party in the state senate or state house of representatives.
 - (((10))) <u>(8) "Clearly identified candidate" means:</u>
- 38 (a) The name of the candidate involved appears;

(b) A photograph or drawing of the candidate appears; or

- 2 <u>(c) The identity of the candidate is apparent by unambiguous</u> 3 reference.
 - (9) "Commercial advertiser" means any person who sells the service of communicating messages or producing printed material for broadcast or distribution to the general public or segments of the general public whether through the use of newspapers, magazines, television and radio stations, billboard companies, direct mail advertising companies, printing companies, or otherwise.
- $((\frac{(11)}{(11)}))$ "Commission" means the agency established under RCW 11 42.17.350.
 - ((\(\frac{(12)}{12}\))) (11) "Compensation" unless the context requires a narrower meaning, includes payment in any form for real or personal property or services of any kind: PROVIDED, That for the purpose of compliance with RCW 42.17.241, the term "compensation" shall not include per diem allowances or other payments made by a governmental entity to reimburse a public official for expenses incurred while the official is engaged in the official business of the governmental entity.
 - $((\frac{13}{13}))$ (12) "Continuing political committee" means a political committee that is an organization of continuing existence not established in anticipation of any particular election campaign.
 - $((\frac{14}{14}))$ (13)(a) "Contribution" includes:
 - (i) A loan, gift, deposit, subscription, forgiveness of indebtedness, donation, advance, pledge, payment, transfer of funds between political committees, or anything of value, including personal and professional services for less than full consideration;
 - (ii) An expenditure made by a person in cooperation, consultation, or concert with, or at the request or suggestion of, a candidate, a political committee, or their agents;
- (iii) The financing by a person of the dissemination, distribution, or republication, in whole or in part, of broadcast, written, graphic, or other form of political advertising prepared by a candidate, a political committee, or its authorized agent;
- (iv) Sums paid for tickets to fund-raising events such as dinners and parties, except for the actual cost of the consumables furnished at the event.
 - (b) "Contribution" does not include:

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- 1 (i) Standard interest on money deposited in a political committee's account;
 - (ii) Ordinary home hospitality;

- (iii) A contribution received by a candidate or political committee that is returned to the contributor within five business days of the date on which it is received by the candidate or political committee;
- (iv) A news item, feature, commentary, or editorial in a regularly scheduled news medium that is of primary interest to the general public, that is in a news medium controlled by a person whose business is that news medium, and that is not controlled by a candidate or a political committee;
- (v) An internal political communication primarily limited to the members of or contributors to a political party organization or political committee, or to the officers, management staff, or stockholders of a corporation or similar enterprise, or to the members of a labor organization or other membership organization;
- (vi) The rendering of personal services of the sort commonly performed by volunteer campaign workers, or incidental expenses personally incurred by volunteer campaign workers not in excess of fifty dollars personally paid for by the worker. "Volunteer services," for the purposes of this section, means services or labor for which the individual is not compensated by any person;
- (vii) Messages in the form of reader boards, banners, or yard or window signs displayed on a person's own property or property occupied by a person. However, a facility used for such political advertising for which a rental charge is normally made must be reported as an inkind contribution and counts towards any applicable contribution limit of the person providing the facility;
 - (viii) Legal or accounting services rendered to or on behalf of:
- (A) A political party or caucus political committee if the person paying for the services is the regular employer of the person rendering such services; or
- (B) A candidate or an authorized committee if the person paying for the services is the regular employer of the individual rendering the services and if the services are solely for the purpose of ensuring compliance with state election or public disclosure laws.
- 37 (c) Contributions other than money or its equivalent are deemed to 38 have a monetary value equivalent to the fair market value of the

- contribution. Services or property or rights furnished at less than their fair market value for the purpose of assisting any candidate or political committee are deemed a contribution. Such a contribution must be reported as an in-kind contribution at its fair market value and counts towards any applicable contribution limit of the provider.
- (14) "Depository" means a bank designated by a candidate or political committee under RCW 42.17.050.
 - (15) "Elected official" means any person elected at a general or special election to any public office, and any person appointed to fill a vacancy in any such office.
 - (16) "Election" includes any primary, general, or special election for public office and any election in which a ballot proposition is submitted to the voters: PROVIDED, That an election in which the qualifications for voting include other than those requirements set forth in Article VI, section 1 (Amendment 63) of the Constitution of the state of Washington shall not be considered an election for purposes of this chapter.
 - (17) "Election campaign" means any campaign in support of or in opposition to a candidate for election to public office and any campaign in support of, or in opposition to, a ballot proposition.
 - (18) "Election cycle" means the period beginning on the first day of December after the date of the last previous general election for the office that the candidate seeks and ending on November 30th after the next election for the office. In the case of a special election to fill a vacancy in an office, "election cycle" means the period beginning on the day the vacancy occurs and ending on November 30th after the special election.
- 28 (19) (a) "Electioneering communication" means a broadcast, cable, 29 or satellite communication that:
- (i) Refers to a clearly identified candidate involved with a state elective campaign under RCW 42.17.030; and
 - (ii) Is made within:

- 33 (A) Sixty days before a general, special, or runoff election for 34 the office sought by the candidate; or
- 35 <u>(B) Thirty days before a primary or preference election, or a</u>
 36 <u>convention or caucus of a political party that has authority to</u>
 37 <u>nominate a candidate, for the office sought by the candidate; and</u>
 - (iii) Is targeted to the relevant electorate.

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(b) "Electioneering communication" does not include:

- (i) A communication appearing in a news story, commentary, or editorial distributed through the facilities of a broadcasting station, unless the facilities are owned or controlled by a political party, political committee, or candidate;
 - (ii) A communication that constitutes an expenditure or an independent expenditure;
 - (iii) A communication that constitutes a candidate debate or forum conducted under rules adopted by the commission, or that solely promotes such a debate or forum and is made by or on behalf of the person sponsoring the debate or forum; or
 - (iv) Any other communication exempted under rules adopted by the commission to ensure the appropriate implementation of this subsection.
 - (c) For purposes of this subsection, a communication that refers to a clearly identified candidate for state office is "targeted to the relevant electorate" if the communication can be received by five thousand or more persons:
 - (i) In the district the candidate seeks to represent, in the case of a candidate elected by an individual voting district; or
- 20 <u>(ii) In this state, in the case of a candidate for a statewide</u> 21 <u>office.</u>
 - (20) "Expenditure" includes a payment, contribution, subscription, distribution, loan, advance, deposit, or gift of money or anything of value, and includes a contract, promise, or agreement, whether or not legally enforceable, to make an expenditure. The term "expenditure" also includes a promise to pay, a payment, or a transfer of anything of value in exchange for goods, services, property, facilities, or anything of value for the purpose of assisting, benefiting, or honoring any public official or candidate, or assisting in furthering or opposing any election campaign. For the purposes of this chapter, agreements to make expenditures, contracts, and promises to pay may be reported as estimated obligations until actual payment is made. The term "expenditure" shall not include the partial or complete repayment by a candidate or political committee of the principal of a loan, the receipt of which loan has been properly reported.
- $((\frac{(20)}{(20)}))$ "Final report" means the report described as a final report in RCW 42.17.080(2).

 $((\frac{21}{21}))$ (22) "General election" for the purposes of RCW 42.17.640 means the election that results in the election of a person to a state office. It does not include a primary.

 $((\frac{(22)}{)}))$ (23) "Gift," is as defined in RCW 42.52.010.

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- ((\(\frac{(23)}{23}\))) (24) "Immediate family" includes the spouse, dependent children, and other dependent relatives, if living in the household. For the purposes of RCW 42.17.640 through 42.17.790, "immediate family" means an individual's spouse, and child, stepchild, grandchild, parent, stepparent, grandparent, brother, half brother, sister, or half sister of the individual and the spouse of any such person and a child, stepchild, grandchild, parent, stepparent, grandparent, brother, half brother, sister, or half sister of the individual's spouse and the spouse of any such person.
- $((\frac{24}{2}))$ (25) "Independent expenditure" means an expenditure that has each of the following elements:
 - (a) It is made in support of or in opposition to a candidate for office by a person who is not (i) a candidate for that office, (ii) an authorized committee of that candidate for that office, (iii) a person who has received the candidate's encouragement or approval to make the expenditure, if the expenditure pays in whole or in part for political advertising supporting that candidate or promoting the defeat of any other candidate or candidates for that office, or (iv) a person with whom the candidate has collaborated for the purpose of making the expenditure, if the expenditure pays in whole or in part for political advertising supporting that candidate or promoting the defeat of any other candidate or candidates for that office;
 - (b) The expenditure pays in whole or in part for political advertising that either specifically names the candidate supported or opposed, or clearly ((and beyond any doubt)) identifies the candidate without using the candidate's name; and
 - (c) The expenditure, alone or in conjunction with another expenditure or other expenditures of the same person in support of or opposition to that candidate, has a value of five hundred dollars or more. A series of expenditures, each of which is under five hundred dollars, constitutes one independent expenditure if their cumulative value is five hundred dollars or more.
 - $((\frac{(25)}{(25)}))$ (26) (a) "Intermediary" means an individual who transmits a contribution to a candidate or committee from another person unless

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the contribution is from the individual's employer, immediate family as defined for purposes of RCW 42.17.640 through 42.17.790, or an association to which the individual belongs.

- (b) A treasurer or a candidate is not an intermediary for purposes of the committee that the treasurer or candidate serves.
- (c) A professional fund-raiser is not an intermediary if the fund-raiser is compensated for fund-raising services at the usual and customary rate.
- (d) A volunteer hosting a fund-raising event at the individual's home is not an intermediary for purposes of that event.
 - (((26))) (<u>27)</u> "Legislation" means bills, resolutions, motions, amendments, nominations, and other matters pending or proposed in either house of the state legislature, and includes any other matter that may be the subject of action by either house or any committee of the legislature and all bills and resolutions that, having passed both houses, are pending approval by the governor.
 - (((27))) (28) "Lobby" and "lobbying" each mean attempting to influence the passage or defeat of any legislation by the legislature of the state of Washington, or the adoption or rejection of any rule, standard, rate, or other legislative enactment of any state agency under the state Administrative Procedure Act, chapter 34.05 RCW. Neither "lobby" nor "lobbying" includes an association's or other organization's act of communicating with the members of that association or organization.
- $((\frac{28}{28}))$ (29) "Lobbyist" includes any person who lobbies either in his or her own or another's behalf.
- $((\frac{29}{10}))$ <u>(30)</u> "Lobbyist's employer" means the person or persons by whom a lobbyist is employed and all persons by whom he or she is compensated for acting as a lobbyist.
 - (((30))) (31) "Person" includes an individual, partnership, joint venture, public or private corporation, association, federal, state, or local governmental entity or agency however constituted, candidate, committee, political committee, political party, executive committee thereof, or any other organization or group of persons, however organized.
- $((\frac{31}{1}))$ (32) "Person in interest" means the person who is the subject of a record or any representative designated by that person,

except that if that person is under a legal disability, the term "person in interest" means and includes the parent or duly appointed legal representative.

 $((\frac{32}{2}))$ (33) "Political advertising" includes any advertising displays, newspaper ads, billboards, signs, brochures, articles, tabloids, flyers, letters, radio or television presentations, or other means of mass communication, used for the purpose of appealing, directly or indirectly, for votes or for financial or other support in any election campaign.

(((33))) (34) "Political committee" means any person (except a candidate or an individual dealing with his or her own funds or property) having the expectation of receiving contributions or making expenditures in support of, or opposition to, any candidate or any ballot proposition.

(((34))) (35) "Primary" for the purposes of RCW 42.17.640 means the procedure for nominating a candidate to state office under chapter ((29.18 or 29.21)) 29A.52 RCW or any other primary for an election that uses, in large measure, the procedures established in chapter ((29.18 or 29.21)) 29A.52 RCW.

(((35))) <u>(36)</u> "Public office" means any federal, state, <u>judicial</u>, county, city, town, school district, port district, special district, or other state political subdivision elective office.

((\(\frac{36}\))) (37) "Public record" includes any writing containing information relating to the conduct of government or the performance of any governmental or proprietary function prepared, owned, used, or retained by any state or local agency regardless of physical form or characteristics. For the office of the secretary of the senate and the office of the chief clerk of the house of representatives, public records means legislative records as defined in RCW 40.14.100 and also means the following: All budget and financial records; personnel leave, travel, and payroll records; records of legislative sessions; reports submitted to the legislature; and any other record designated a public record by any official action of the senate or the house of representatives.

 $((\frac{37}{3}))$ "Recall campaign" means the period of time beginning on the date of the filing of recall charges under RCW $(\frac{29.82.015}{29A.56.120})$ and ending thirty days after the recall election.

(((38))) (39) "State election activity" means:

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(a) Voter registration activity during the period that begins one hundred twenty days before the date of a regularly scheduled state election and ends on the date of the election;

- (b) Voter identification, get-out-the-vote activity, or generic campaign activity conducted in connection with an election in which a candidate for state office appears on the ballot;
- (c) A public communication that refers to a clearly identified candidate for state office and that promotes or supports a candidate for that office, or attacks or opposes a candidate for that office, regardless of whether the communication expressly advocates a vote for or against a candidate; or
- (d) Services provided during any month by an employee of a state, district, or local committee of a political party who spends more than twenty-five percent of that individual's compensated time during that month on activities in connection with a state election.
- (40) "State legislative office" means the office of a member of the state house of representatives or the office of a member of the state senate.
- $((\frac{39}{}))$ (41) "State office" means state legislative office or the office of governor, lieutenant governor, secretary of state, attorney general, commissioner of public lands, insurance commissioner, superintendent of public instruction, state auditor, or state treasurer.
- $((\frac{40}{10}))$ (42) "State official" means a person who holds a state office.
 - ((\(\frac{41}{1}\))) (43) "Surplus funds" mean, in the case of a political committee or candidate, the balance of contributions that remain in the possession or control of that committee or candidate subsequent to the election for which the contributions were received, and that are in excess of the amount necessary to pay remaining debts incurred by the committee or candidate prior to that election. In the case of a continuing political committee, "surplus funds" mean those contributions remaining in the possession or control of the committee that are in excess of the amount necessary to pay all remaining debts when it makes its final report under RCW 42.17.065.
- 36 ((\(\frac{(42)}{1}\))) (44) "Treasurer" and "deputy treasurer" means the individuals appointed by a candidate or political committee, under RCW 42.17.050, to perform the duties specified in that section.

means handwriting, typewriting, "Writing" photostating, photographing, and every other means of recording any form of communication or representation, including, but not limited to, letters, words, pictures, sounds, or symbols, or combination thereof, and all papers, maps, magnetic or paper tapes, photographic films and prints, motion picture, film and video recordings, magnetic or punched cards, discs, drums, diskettes, sound recordings, and other documents including existing data compilations from which information may be obtained or translated.

10 As used in this chapter, the singular shall take the plural and any 11 gender, the other, as the context requires.

Sec. 2. RCW 42.17.103 and 2001 c 54 s 1 are each amended to read 13 as follows:

- (1) The sponsor of political advertising who, within ((twenty one)) sixty days of ((an)) a general election, or thirty days before a primary election, publishes, mails, or otherwise presents to the public political advertising supporting or opposing a candidate or ballot proposition that qualifies as an independent expenditure with a fair market value of ((one thousand)) five hundred dollars or more shall deliver, either electronically or in written form, a special report to the commission within twenty-four hours of, or on the first working day after, the date the political advertising is first contracted for. If no written contract is executed, then the report must be delivered within twenty-four hours of, or on the first working day after, the political advertising is first published, mailed, or otherwise presented to the public.
- (2) The sponsor of an electioneering communication who, within sixty days of a general election, or thirty days before a primary election, broadcasts or otherwise presents to the public an electioneering communication supporting or opposing a candidate or ballot proposition that qualifies as an independent expenditure with a fair market value of two thousand dollars shall deliver, either electronically or in written form, a special report to the commission within twenty-four hours of, or on the first working day after, the date the electioneering communication is contracted for. If no written contract is executed, then the report must be delivered within twenty-

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four hours of, or on the first working day after, the date the electioneering communication is first broadcast or otherwise presented to the public.

- (3) If a sponsor is required to file a special report under this section, the sponsor shall also deliver to the commission within the delivery periods established in subsections (1) and (2) of this section a special report for each subsequent independent expenditure of any size supporting or opposing the same candidate who was the subject of the previous independent expenditure, supporting or opposing that candidate's opponent, or supporting or opposing the same ballot proposition that was the subject of the previous independent expenditure.
 - $((\frac{3}{1}))$ (4) The special report must include at least:
- 14 (a) The name and address of the person making the expenditure;
- 15 (b) The name and address of the person to whom the expenditure was 16 made;
 - (c) A detailed description of the expenditure;
 - (d) The date the expenditure was made and the date the political advertising was first published or otherwise presented to the public;
 - (e) The amount of the expenditure;

- (f) The name of the candidate supported or opposed by the expenditure, the office being sought by the candidate, and whether the expenditure supports or opposes the candidate; or the name of the ballot proposition supported or opposed by the expenditure and whether the expenditure supports or opposes the ballot proposition; and
 - (g) Any other information the commission may require by rule.
- ((4))) (5) All persons required to report under RCW 42.17.080, 42.17.090, and 42.17.100 are subject to the requirements of this section. The commission may determine that reports filed pursuant to this section also satisfy the requirements of RCW 42.17.100.
- (((5))) (6) The sponsor of independent expenditures supporting a candidate or opposing that candidate's opponent required to report under this section shall file with each required report an affidavit or declaration of the person responsible for making the independent expenditure that the expenditure was not made in cooperation, consultation, or concert with, or at the request or suggestion of, the candidate, the candidate's authorized committee, or the candidate's

agent, or with the encouragement or approval of the candidate, the candidate's authorized committee, or the candidate's agent.

<u>NEW SECTION.</u> **Sec. 3.** A new section is added to chapter 42.17 RCW to read as follows:

- (1) A state contractor may not make, either directly or indirectly, any contribution or expenditure of money or other thing of value, or promise to make any such contribution or expenditure to any political party, committee, or candidate for statewide office or state legislative office or to any person for any political purpose or use.
- 10 (2) A person may not knowingly solicit any such contribution from 11 a state contractor.
- 12 (3) For purposes of this section, "state contractor" means a person who:
 - (a) Enters into any contract with the state or any department or agency of the state for (i) the rendition of personal services; (ii) furnishing any material, supplies, or equipment; or (iii) selling any land or buildings; and
 - (b) Receives as payment for the performance of the contract funds appropriated by the legislature.
 - (4) The period during which a person is prohibited from making a contribution or expenditure is the time between the earlier of the commencement of negotiations or when the request for proposals are sent out, and the later of completion of performance under the contract or the termination of negotiations for the contract.
- **Sec. 4.** RCW 42.17.640 and 2001 c 208 s 1 are each amended to read 26 as follows:
 - (1) No person, other than a bona fide political party or a caucus political committee, may make contributions to a candidate for ((a state legislative)) public office that in the aggregate exceed five hundred dollars or to a candidate for a state office other than a state legislative office that in the aggregate exceed one thousand dollars for each election in which the candidate is on the ballot or appears as a write-in candidate. Contributions made with respect to a primary may not be made after the date of the primary. However, contributions to a candidate or a candidate's authorized committee may be made with respect to a primary until thirty days after the primary, subject to

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the following limitations: (a) The candidate lost the primary; (b) the candidate's authorized committee has insufficient funds to pay debts outstanding as of the date of the primary; and (c) the contributions may only be raised and spent to satisfy the outstanding debt. Contributions made with respect to a general election may not be made after the final day of the applicable election cycle.

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- (2) No person, other than a bona fide political party or a caucus political committee, may make contributions to a ((state)) public official against whom recall charges have been filed, or to a political committee having the expectation of making expenditures in support of the recall of the ((state)) public official, during a recall campaign that in the aggregate exceed five hundred dollars ((if)) for a ((state legislative)) public office or one thousand dollars ((if)) for a state office other than a state legislative office.
- (3)(a) Notwithstanding subsection (1) of this section, no bona fide political party or caucus political committee may make contributions to a candidate during an election cycle that in the aggregate exceed (i) fifty cents multiplied by the number of eligible registered voters in the jurisdiction from which the candidate is elected if the contributor is a caucus political committee or the governing body of a state organization, or (ii) twenty-five cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected if the contributor is a county central committee or a legislative district committee.
- (b) No candidate may accept contributions from a county central committee or a legislative district committee during an election cycle that when combined with contributions from other county central committees or legislative district committees would in the aggregate exceed twenty-five cents times the number of registered voters in the jurisdiction from which the candidate is elected.
- (4)(a) Notwithstanding subsection (2) of this section, no bona fide political party or caucus political committee may make contributions to ((a state)) an elected official against whom recall charges have been filed, or to a political committee having the expectation of making expenditures in support of the ((state)) elected official, during a recall campaign that in the aggregate exceed (i) fifty cents multiplied by the number of eligible registered voters in the jurisdiction entitled to recall the ((state)) elected official if the contributor is

a caucus political committee or the governing body of a state organization, or (ii) twenty-five cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected if the contributor is a county central committee or a legislative district committee.

- (b) No ((state)) elected official against whom recall charges have been filed, no authorized committee of the official, and no political committee having the expectation of making expenditures in support of the recall of ((a state)) an elected official may accept contributions from a county central committee or a legislative district committee during an election cycle that when combined with contributions from other county central committees or legislative district committees would in the aggregate exceed twenty-five cents multiplied by the number of registered voters in the jurisdiction from which the candidate is elected.
- (5) For purposes of determining contribution limits under subsections (3) and (4) of this section, the number of eligible registered voters in a jurisdiction is the number at the time of the most recent general election in the jurisdiction.
- (6) Notwithstanding subsections (1) through (4) of this section, no person other than an individual, bona fide political party, or caucus political committee may make contributions reportable under this chapter to a caucus political committee that in the aggregate exceed five hundred dollars in a calendar year or to a bona fide political party that in the aggregate exceed two thousand five hundred dollars in a calendar year. This subsection does not apply to loans made in the ordinary course of business.
- (7) For the purposes of RCW 42.17.640 through 42.17.790, a contribution to the authorized political committee of a candidate, or of ((a state)) an elected official against whom recall charges have been filed, is considered to be a contribution to the candidate or state official.
- (8) A contribution received within the twelve-month period after a recall election concerning ((a state)) an elected office is considered to be a contribution during that recall campaign if the contribution is used to pay a debt or obligation incurred to influence the outcome of that recall campaign.

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(9) The contributions allowed by subsection (2) of this section are in addition to those allowed by subsection (1) of this section, and the contributions allowed by subsection (4) of this section are in addition to those allowed by subsection (3) of this section.

- (10) RCW 42.17.640 through 42.17.790 apply to a special election conducted to fill a vacancy in ((a state)) an elected office. However, the contributions made to a candidate or received by a candidate for a primary or special election conducted to fill such a vacancy shall not be counted toward any of the limitations that apply to the candidate or to contributions made to the candidate for any other primary or election.
- (11) Notwithstanding the other subsections of this section, no corporation or business entity not doing business in Washington state, no labor union with fewer than ten members who reside in Washington state, and no political committee that has not received contributions of ten dollars or more from at least ten persons registered to vote in Washington state during the preceding one hundred eighty days may make contributions reportable under this chapter to a candidate, to ((a state)) an elected official against whom recall charges have been filed, or to a political committee having the expectation of making expenditures in support of the recall of the official. This subsection does not apply to loans made in the ordinary course of business.
- (12) Notwithstanding the other subsections of this section, no county central committee or legislative district committee may make contributions reportable under this chapter to a candidate, ((state)) an elected official against whom recall charges have been filed, or a political committee having the expectation of making expenditures in support of the recall of ((a state)) an elected official if the county central committee or legislative district committee is outside of the jurisdiction entitled to elect the candidate or recall the ((state)) official.
- (13) A candidate for public office may not accept more than one thousand dollars in the aggregate from political action committees for each election in which the candidate is on the ballot or appears as a write-in candidate.
- (14) No person may accept contributions that exceed the contribution limitations provided in this section.

1 $((\frac{14}{1}))$ (15) The following contributions are exempt from the contribution limits of this section:

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- (a) An expenditure or contribution earmarked for voter registration, for absentee ballot information, for precinct caucuses, for get-out-the-vote campaigns, for precinct judges or inspectors, for sample ballots, or for ballot counting, all without promotion of or political advertising for individual candidates; or
- 8 (b) An expenditure by a political committee for its own internal 9 organization or fund raising without direct association with individual 10 candidates.
- 11 <u>NEW SECTION.</u> **Sec. 5.** A new section is added to chapter 42.17 RCW 12 to read as follows:
- 13 A corporation or labor organization may not use general treasury 14 funds for the purpose of making contributions or expenditures to 15 influence an election.
- NEW SECTION. **Sec. 6.** If any provision of this act or its application to any person or circumstance is held invalid, the remainder of the act or the application of the provision to other persons or circumstances is not affected.

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