

General Assembly

Raised Bill No. 6904

January Session, 2023

LCO No. 5810



Referred to Committee on GOVERNMENT ADMINISTRATION AND ELECTIONS

Introduced by: (GAE)

AN ACT CONCERNING CAMPAIGN FINANCE.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Subsection (b) of section 9-601b of the general statutes is
- 2 repealed and the following is substituted in lieu thereof (Effective from
- 3 passage):
- 4 (b) The term "expenditure" does not mean:
- 5 (1) A loan of money, made in the ordinary course of business, by a state or national bank;
- 7 (2) A communication made by any corporation, organization or
- 8 association solely to its members, owners, stockholders, executive or
- 9 administrative personnel, or their families;
- 10 (3) Nonpartisan voter registration and get-out-the-vote campaigns by
- 11 any corporation, organization or association aimed at its members,
- 12 owners, stockholders, executive or administrative personnel, or their

13 families;

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(4) Uncompensated services provided by individuals volunteering their time on behalf of a party committee, political committee, slate committee or candidate committee, including any services provided for the benefit of nonparticipating and participating candidates under the Citizens' Election Program and any unreimbursed travel expenses made by an individual who volunteers the individual's personal services to any such committee. For purposes of this subdivision, an individual is a volunteer if such individual is not receiving compensation for such services regardless of whether such individual received compensation in the past or may receive compensation for similar services that may be performed in the future;

- (5) Any news story, commentary or editorial distributed through the facilities of any broadcasting station, newspaper, magazine or other periodical, unless such facilities are owned or controlled by any political party, committee or candidate;
- (6) The use of real or personal property, a portion or all of the cost of invitations and the cost of food or beverages, voluntarily provided by an individual to a candidate, including a nonparticipating or participating candidate under the Citizens' Election Program, or to a party, political or slate committee, in rendering voluntary personal services at the individual's residential premises or a community room in the individual's residence facility, to the extent that the cumulative value of the invitations, food or beverages provided by an individual on behalf of any candidate or committee does not exceed four hundred dollars with respect to any single event or does not exceed eight hundred dollars for any such event hosted by two or more individuals, provided at least one such individual owns or resides at the residential premises, and further provided the cumulative value of the invitations, food or beverages provided by an individual on behalf of any such candidate or committee does not exceed eight hundred dollars with respect to a calendar year or single election, as the case may be;
- (7) A communication described in subdivision (2) of subsection (a) of this section that includes speech or expression made (A) prior to the

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- 47 ninety-day period preceding the date of a primary or an election at
- 48 which the clearly identified candidate or candidates are seeking
- 49 nomination to public office or position, that is made for the purpose of
- 50 influencing any legislative or administrative action, as defined in section
- 51 1-91, or executive action, or (B) during a legislative session for the
- 52 purpose of influencing legislative action;

- 53 (8) An organization expenditure by a party committee, legislative caucus committee or legislative leadership committee;
 - (9) A commercial advertisement that refers to an owner, director or officer of a business entity who is also a candidate and that had previously been broadcast or appeared when the owner, director or officer was not a candidate;
 - (10) A communication containing an endorsement on behalf of a candidate for nomination or election to the office of Governor, Lieutenant Governor, Secretary of the State, State Treasurer, State Comptroller, Attorney General, state senator or state representative, from a candidate for the office of Governor, Lieutenant Governor, Secretary of the State, State Treasurer, State Comptroller, Attorney General, state senator or state representative, shall not be an expenditure attributable to the endorsing candidate, if the candidate making the endorsement is unopposed at the time of the communication;
 - (11) A communication that is sent by mail to addresses in the district for which a candidate being endorsed by another candidate pursuant to the provisions of this subdivision is seeking nomination or election to the office of state senator or state representative, containing an endorsement on behalf of such candidate for such nomination or election, from a candidate for the office of state senator or state representative, shall not be an expenditure attributable to the endorsing candidate, if the candidate making the endorsement is not seeking election to the office of state senator or state representative for a district that contains any geographical area shared by the district for the office

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79 to which the endorsed candidate is seeking nomination or election;

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- 80 (12) Campaign training events provided to multiple individuals by a 81 legislative caucus committee and any associated materials, provided the 82 cumulative value of such events and materials does not exceed six 83 thousand dollars in the aggregate for a calendar year;
 - (13) A lawful communication by any charitable organization which is a tax-exempt organization under Section 501(c)(3) of the Internal Revenue Code of 1986, or any subsequent corresponding internal revenue code of the United States, as from time to time amended;
- (14) The use of offices, telephones, computers and similar equipment provided by a party committee, legislative caucus committee or legislative leadership committee that serve as headquarters for or are used by such party committee, legislative caucus committee or legislative leadership committee; [or]
- 93 (15) An expense or expenses incurred by a human being acting alone 94 in an amount that is two hundred dollars or less, in the aggregate, that 95 benefits a candidate for a single election; or
- (16) A solicitation via the Internet for a contribution to any committee,
 provided any such contribution described in this subdivision shall be
 construed to be an expenditure.
- 99 Sec. 2. Subsection (a) of section 9-612 of the general statutes is 100 repealed and the following is substituted in lieu thereof (*Effective from* 101 *passage*):
 - (a) No individual shall make a contribution or contributions in any one calendar year in excess of [ten] <u>fifteen</u> thousand dollars to the state central committee of any party, or for the benefit of such committee pursuant to its authorization or request; or two thousand dollars to a town committee of any political party, or for the benefit of such committee pursuant to its authorization or request; or two thousand dollars to a legislative caucus committee or legislative leadership

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- 109 committee, or one thousand dollars to any other political committee
- other than (1) a political committee formed solely to aid or promote the
- 111 success or defeat of a referendum question, (2) an exploratory
- 112 committee, (3) a political committee established by an organization, or
- 113 for the benefit of such committee pursuant to its authorization or
- 114 request, or (4) a political committee formed by a slate of candidates in a
- primary for the office of justice of the peace of the same town.
- Sec. 3. Subdivision (2) of subsection (d) of section 9-618 of the general
- statutes is repealed and the following is substituted in lieu thereof
- 118 (*Effective from passage*):
- 119 (2) No legislative caucus committee or legislative leadership
- 120 committee shall make a contribution or contributions in any calendar
- 121 year to, or for the benefit of, the state central committee of a political
- party, in excess of [ten] fifteen thousand dollars.
- Sec. 4. Subdivision (2) of subsection (d) of section 9-619 of the general
- 124 statutes is repealed and the following is substituted in lieu thereof
- 125 (*Effective from passage*):
- 126 (2) No legislative caucus committee or legislative leadership
- 127 committee shall make a contribution or contributions in any calendar
- 128 year to, or for the benefit of, the state central committee of a political
- party, in excess of [ten] fifteen thousand dollars.
- 130 Sec. 5. Subdivision (1) of subsection (g) of section 9-7a of the general
- statutes is repealed and the following is substituted in lieu thereof
- 132 (*Effective from passage*):
- (g) (1) (A) In the case of a written complaint filed with the commission
- pursuant to section 9-7b, commission staff shall conduct and complete a
- preliminary examination of such complaint by the fourteenth day
- following its receipt, at which time such staff shall, at its discretion, [(A)]
- 137 (i) dismiss the complaint for failure to allege any substantial violation of
- 138 state election law supported by evidence, [(B)] (ii) engage the
- respondent in discussions in an effort to speedily resolve any matter

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pertaining to a de minimis violation, or [(C)] (iii) investigate and docket the complaint for a determination by the commission that probable cause or no probable cause exists for any such violation. If commission staff dismisses a complaint pursuant to subparagraph [(A)] (A)(i) of this subdivision, such staff shall provide a brief written statement concisely setting forth the reasons for such dismissal. If commission staff engages a respondent pursuant to subparagraph [(B)] (A)(ii) of this subdivision but is unable to speedily resolve any such matter described in said subparagraph by the forty-fifth day following receipt of the complaint, such staff shall docket such complaint for a determination by the commission that probable cause or no probable cause exists for any violation of state election law. If the commission does not, by the sixtieth day following receipt of the complaint, either issue a decision or render its determination that probable cause or no probable cause exists for any violation of state election laws, the complainant or respondent may apply to the superior court for the judicial district of Hartford for an order to show cause why the commission has not acted upon the complaint and to provide evidence that the commission has unreasonably delayed action.

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(B) (i) For any complaint received on or after January 1, 2018, but prior to July 1, 2023, if the commission does not, by one year following receipt of such complaint, issue a decision thereon, the commission shall dismiss such complaint, provided the length of time of any delay caused by [(i)] (I) the commission or commission staff granting any extension or continuance to a respondent prior to the issuance of any such decision, [(ii)] (II) any subpoena issued in connection with such complaint, [(iii)] (III) any litigation in state or federal court related to such complaint, or [(iv)] (IV) any investigation by, or consultation of the commission or commission staff with, the Chief State's Attorney, the Attorney General, the United States Department of Justice or the United States Attorney for Connecticut related to such complaint, shall be added to such one year.

(ii) For any complaint received on or after July 1, 2023, if the commission does not, by one year following receipt of such complaint,

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find reason to believe that a violation of state election law has been 174 175 committed and commence a contested case, as defined in section 4-166, the commission shall dismiss such complaint, provided the length of 176 time of any delay caused by (I) the commission or commission staff 177 granting any extension or continuance to a respondent prior to the 178 179 issuance of any such decision, (II) any subpoena issued in connection 180 with such complaint, (III) any litigation in state or federal court related to such complaint, (IV) any investigation by the commission or 181 182 commission staff involving a potential violation of state election law by a foreign national or of section 9-601c or 9-601d, or (V) any investigation 183 184 by, or consultation of the commission or commission staff with, the 185 Chief State's Attorney, the Attorney General, the United States Department of Justice or the United States Attorney for Connecticut 186 related to such complaint, shall be added to such one year. 187

This act shall take effect as follows and shall amend the following sections:		
Section 1	from passage	9-601b(b)
Sec. 2	from passage	9-612(a)
Sec. 3	from passage	9-618(d)(2)
Sec. 4	from passage	9-619(d)(2)
Sec. 5	from passage	9-7a(g)(1)

Statement of Purpose:

To (1) specify that certain online solicitations for political contributions are excluded from the definition of "expenditure", (2) increase the limit on contributions to state central committees, and (3) allow extensions to the required dismissal time frame for investigations by the State Elections Enforcement Commission concerning foreign spending and independent expenditures.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

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