

# STATE OF NEW YORK

7149

## IN SENATE

(Prefiled)

January 3, 2018

Introduced by Sen. KAVANAGH -- read twice and ordered printed, and when printed to be committed to the Committee on Elections

AN ACT to amend the election law, in relation to political contributions

The People of the State of New York, represented in Senate and Assembly, do enact as follows:

1 Section 1. Section 14-116 of the election law, subdivision 1 as redesignated by chapter 9 of the laws of 1978 and subdivision 2 as amended by chapter 260 of the laws of 1981, is amended to read as follows:

2 § 14-116. Political contributions by certain organizations. 1. No  
3 corporation ~~[ex]~~, limited liability company, joint-stock association or  
4 other corporate entity doing business in this state, except a corporation or association organized or maintained for political purposes  
5 only, shall directly or indirectly pay or use or offer, consent or agree  
6 to pay or use any money or property for or in aid of any political  
7 party, committee or organization, or for, or in aid of, any corporation,  
8 limited liability company, joint-stock ~~[ex]~~, other association, or other  
9 corporate entity organized or maintained for political purposes, or for,  
10 or in aid of, any candidate for political office or for nomination for  
11 such office, or for any political purpose whatever, or for the  
12 reimbursement or indemnification of any person for moneys or property so  
13 used. Any officer, director, stock-holder, member, owner, attorney or  
14 agent of any corporation ~~[ex]~~, limited liability company, joint-stock  
15 association or other corporate entity which violates any of the  
16 provisions of this section, who participates in, aids, abets or advises  
17 or consents to any such violations, and any person who solicits or knowingly receives any money or property in violation of this section, shall  
18 be guilty of a misdemeanor.

19 2. Notwithstanding the provisions of subdivision one of this section,  
20 any corporation or an organization financially supported in whole or in  
21 part, by such corporation, any limited liability company or other corporate entity may make expenditures, including contributions, not otherwise  
22 prohibited by law, for political purposes, in an amount not to  
23 exceed five thousand dollars in the aggregate in any calendar year;

EXPLANATION--Matter in italics (underscored) is new; matter in brackets ~~[-]~~ is old law to be omitted.

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1 provided that no public utility shall use revenues received from the  
2 rendition of public service within the state for contributions for poli-  
3 tical purposes unless such cost is charged to the shareholders of such a  
4 public service corporation.

5 3. Each limited liability company that makes an expenditure for poli-  
6 tical purposes shall file with the state board of elections, by December  
7 thirty-first of the year in which the expenditure is made, on the form  
8 prescribed by the state board of elections, the identity of all direct  
9 and indirect owners of the membership interests in the limited liability  
10 company and the proportion of each direct or indirect member's ownership  
11 interest in the limited liability company.

12 § 2. Section 14-120 of the election law is amended by adding a new  
13 subdivision 3 to read as follows:

14 3. (a) Notwithstanding any law to the contrary, all contributions made  
15 to a campaign or political committee by a limited liability company  
16 shall be attributed to each member of the limited liability company in  
17 proportion to the member's ownership interest in the limited liability  
18 company.

19 (b) If, by application of paragraph (a) of this subdivision, a  
20 campaign contribution is attributed to a limited liability company, the  
21 contributions shall be further attributed to each member of the limited  
22 liability company in proportion to the member's ownership interest in  
23 the limited liability company.

24 (c) The state board of elections shall enact regulations that prevent  
25 the avoidance of the rules set forth in paragraphs (a) and (b) of this  
26 subdivision.

27 § 3. This act shall take effect on the seventh day after it shall have  
28 become a law.