S. 1101

A. 776

2019-2020 Regular Sessions

## SENATE - ASSEMBLY

January 10, 2019

- IN SENATE -- Introduced by Sens. KAVANAGH, ADDABBO, BAILEY, BENJAMIN, BIAGGI, BRESLIN, BROOKS, CARLUCCI, COMRIE, GAUGHRAN, GIANARIS, GOUNARDES, HARCKHAM, HOYLMAN, JACKSON, KAMINSKY, KAPLAN, KENNEDY, KRUEGER, LIU, MARTINEZ, MAY, MAYER, METZGER, MONTGOMERY, MYRIE, PARK-ER, PERSAUD, RAMOS, RIVERA, SALAZAR, SANDERS, SAVINO, SEPULVEDA, SERRANO, SKOUFIS, STAVISKY, STEWART-COUSINS, THOMAS -- read twice and ordered printed, and when printed to be committed to the Committee on Elections
- IN ASSEMBLY -- Introduced by M. of A. SIMON, LAVINE, HEASTIE, BUCHWALD, M. G. MILLER, THIELE, ORTIZ, NIOU, FAHY, DINOWITZ, GOTTFRIED, SANTA-BARBARA, GLICK, SEAWRIGHT, MAGNARELLI, D'URSO, MONTESANO, ARROYO, MOSLEY, CAHILL, ZEBROWSKI, ABINANTI, BARNWELL, BLAKE, CARROLL, BARRON, TAYLOR, GALEF, LUPARDO, STECK, L. ROSENTHAL, WALLACE, ROZIC, RYAN, JAFFEE, BURKE, CRUZ, EICHENSTEIN, EPSTEIN, FALL, FRONTUS, GRIFFIN, JACOBSON, LIFTON, MCMAHON, OTIS, REYES, WEINSTEIN -- Multi-Sponsored by -- M. of A. COOK, ENGLEBRIGHT -- read once and referred to the Committee on Election Law

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:

Section 1. Section 14-116 of the election law, subdivision 1 as redes-1 ignated by chapter 9 of the laws of 1978 and subdivision 2 as amended by 2 chapter 260 of the laws of 1981, is amended to read as follows: 3 4 § 14-116. Political contributions by certain organizations. 1. No 5 corporation [er], limited liability company, joint-stock association or б other corporate entity doing business in this state, except a corpo-7 ration or association organized or maintained for political purposes only, shall directly or indirectly pay or use or offer, consent or agree 8 9 to pay or use any money or property for or in aid of any political 10 party, committee or organization, or for, or in aid of, any corporation,

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

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**limited liability company**, joint-stock [**or**], other association, or other 1 corporate entity organized or maintained for political purposes, or for, 2 3 or in aid of, any candidate for political office or for nomination for 4 such office, or for any political purpose whatever, or for the 5 reimbursement or indemnification of any person for moneys or property so б used. Any officer, director, stock-holder, member, owner, attorney or agent of any corporation [or], limited liability company, joint-stock 7 8 association or other corporate entity which violates any of the 9 provisions of this section, who participates in, aids, abets or advises 10 or consents to any such violations, and any person who solicits or knowingly receives any money or property in violation of this section, shall 11 12 be quilty of a misdemeanor. 13 2. Notwithstanding the provisions of subdivision one of this section, 14 any corporation or an organization financially supported in whole or in 15 part, by such corporation, any limited liability company or other corpo-16 rate entity may make expenditures, including contributions, not other-17 wise prohibited by law, for political purposes, in an amount not to exceed five thousand dollars in the aggregate in any calendar year; 18 provided that no public utility shall use revenues received from the 19 20 rendition of public service within the state for contributions for poli-21 tical purposes unless such cost is charged to the shareholders of such a 22 public service corporation. 23 3. Each limited liability company that makes an expenditure, or 24 contribution, for political purposes shall file with the state board of elections, by December thirty-first of the year in which the expenditure 25 26 is made, on the form prescribed by the state board of elections, the 27 identity of all direct and indirect owners of the membership interests in the limited liability company and the proportion of each direct or 28 29 indirect member's ownership interest in the limited liability company. 30 § 2. Section 14-120 of the election law is amended by adding a new 31 subdivision 3 to read as follows: 32 3. (a) Notwithstanding any law to the contrary, all contributions made 33 to a campaign or political committee by a limited liability company shall be attributed to each member of the limited liability company in 34 35 proportion to the member's ownership interest in the limited liability 36 company. 37 (b) If, by application of paragraph (a) of this subdivision, a 38 campaign contribution is attributed to a limited liability company, the 39 contributions shall be further attributed to each member of the limited liability company in proportion to the member's ownership interest in 40 41 the limited liability company. 42 (c) The state board of elections shall enact regulations that prevent 43 the avoidance of the rules set forth in paragraphs (a) and (b) of this 44 subdivision. 45 § 3. This act shall take effect on the seventh day after it shall have 46 become a law.