THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL No. 1770 Session of 2003

INTRODUCED BY MAHER, CLYMER, ARMSTRONG, DAILEY, HARPER, HENNESSEY, RUBLEY, STEIL, TIGUE, GORDNER AND VANCE, JUNE 30, 2003

REFERRED TO COMMITTEE ON STATE GOVERNMENT, JUNE 30, 2003

AN ACT

- 1 Amending Title 65 (Public Officers) of the Pennsylvania
- 2 Consolidated Statutes, reenacting and amending provisions
- 3 relating to lobby regulation and disclosure.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Section 1301 of Title 65 of the Pennsylvania
- 7 Consolidated Statutes is reenacted to read:
- 8 § 1301. Short title of chapter.
- 9 This chapter shall be known and may be cited as the Lobbying
- 10 Disclosure Act.
- 11 Section 2. Sections 1302, 1303, 1304, 1305, 1306, 1307,
- 12 1308, 1309, 1310 and 1311 of Title 65 are reenacted and amended
- 13 to read:
- 14 § 1302. Statement of intent and jurisdiction.
- 15 [(a) Intent.--]The Constitution of Pennsylvania recognizes
- 16 the principle that all free government is founded upon the
- 17 authority of the people. It further provides that the power to
- 18 make law in this Commonwealth is vested in the General Assembly

- 1 and the power to enforce law is vested in the Executive
- 2 Department. The ability of the people to exercise their
- 3 fundamental authority and to have confidence in the integrity of
- 4 the process by which laws are made and enforced in this
- 5 Commonwealth demands that the identity and the scope of activity
- 6 of those employed to influence the actions of the General
- 7 Assembly and the Executive Department be publicly and regularly
- 8 disclosed.
- 9 [(b) Jurisdiction.--The authority to regulate persons
- 10 employed to influence the actions of the General Assembly and
- 11 the Executive Department lies within the jurisdiction of those
- 12 branches of government. To insure that the intent of this
- 13 chapter is not evaded and that all such persons are regulated in
- 14 a fair and equitable manner, lobbyists and the practice of
- 15 lobbying shall be subject to this chapter, which shall prevail
- 16 over any other regulation of professional activity when that
- 17 activity constitutes lobbying. This chapter is not intended to
- 18 govern professional activities which do not include lobbying and
- 19 which are properly the subject of regulation by the judicial
- 20 branch of government or by any government agency. Membership in
- 21 a regulated profession shall not excuse a lobbyist from
- 22 compliance with the provisions of this chapter.]
- 23 § 1303. Definitions.
- 24 The following words and phrases when used in this chapter
- 25 shall have the meanings given to them in this section unless the
- 26 context clearly indicates otherwise:
- 27 "Administrative action." Any of the following:
- 28 (1) An agency's:
- 29 (i) proposal, consideration, promulgation or
- 30 rescission of a regulation;

- 1 (ii) development or modification of a guideline or a
- 2 statement of policy; or
- 3 (iii) approval or rejection of a regulation.
- 4 (2) The review, revision, approval or disapproval of a
- 5 regulation under the act of June 25, 1982 (P.L.633, No.181),
- 6 known as the Regulatory Review Act.
- 7 (3) The Governor's approval or veto of legislation.
- 8 (4) The nomination or appointment of an individual as an
- 9 officer or employee of the Commonwealth.
- 10 (5) The proposal, consideration, promulgation or
- 11 rescission of an executive order.
- 12 "Affiliated political action committee." A political action
- 13 committee as defined in section 1621(1) of the act of June 3,
- 14 1937 (P.L.1333, No.320), known as the Pennsylvania Election
- 15 Code, which has a chairman, a treasurer or another officer who
- 16 is a principal, an employee of a principal, a lobbyist or an
- 17 employee of a lobbyist, provided if an employee of a registrant
- 18 serves as the officer of a political action committee in what is
- 19 clearly a personal capacity and the goals and mission of that
- 20 political action committee clearly have no relationship to the
- 21 goals and mission of the registrant, such political action
- 22 committee shall not be considered an affiliated political action
- 23 committee for the purposes of this definition.
- 24 "Agency." A State agency, board, commission, authority or
- 25 department.
- 26 "Commission." The State Ethics Commission.
- 27 "Compensation." Anything of value, including benefits,
- 28 received or to be received from a principal by one acting as a
- 29 lobbyist.
- 30 ["Direct communication." An effort, whether written, oral or

- 1 by any other medium, made by a lobbyist or principal, directed
- 2 to a State official or employee, the purpose or foreseeable
- 3 effect of which is to influence legislative action or
- 4 administrative action.]
- 5 "Economic consideration." Anything of value offered or
- 6 received.
- 7 "Fund." The Lobbying Disclosure Fund established in section
- 8 1310(b) (relating to filing fees; fund established;
- 9 regulations).
- "Gift." As defined in section 1102 (relating to
- 11 definitions).
- "Immediate family." An individual's spouse, an individual's
- 13 child and an individual's parent, brother, sister or like
- 14 relative-in-law.
- 15 ["Indirect communication." An effort, whether written, oral
- 16 or by any other medium, to encourage others, including the
- 17 general public, to take action, the purpose or foreseeable
- 18 effect of which is to directly influence legislative action or
- 19 administrative action. The term includes letter-writing
- 20 campaigns, mailings, telephone banks, print and electronic media
- 21 advertising, billboards, publications and educational campaigns
- 22 on public issues. The term does not include regularly published
- 23 periodic newsletters primarily designed for and distributed to
- 24 members of a bona fide association or charitable or fraternal
- 25 nonprofit corporation.]
- 26 "Legislation." Bills, resolutions, amendments and
- 27 nominations pending or proposed in either the Senate or the
- 28 House of Representatives. The term includes any other matter
- 29 which may become the subject of action by either chamber of the
- 30 General Assembly.

- 1 "Legislative action." An action taken by a State official or
- 2 employee involving the preparation, research, drafting,
- 3 introduction, consideration, modification, amendment, approval,
- 4 passage, enactment, tabling, postponement, defeat or rejection
- 5 of legislation; legislative motions; overriding or sustaining a
- 6 veto by the Governor; or confirmation of appointments by the
- 7 Governor or of appointments to public boards or commissions by a
- 8 member of the General Assembly.
- 9 "Lobbying." An effort to influence legislative action or
- 10 administrative action. The term includes:
- 11 (1) providing any gift, entertainment, meal,
- transportation or lodging to a State official or employee for
- the purpose of advancing the interest of the lobbyist or
- 14 principal; and
- 15 (2) [direct or indirect] <u>reportable</u> communication.
- 16 "Lobbyist." Any individual, firm, association, corporation,
- 17 partnership, business trust or business entity that engages in
- 18 lobbying on behalf of a principal for economic consideration.
- 19 [The term includes an attorney who engages in lobbying.]
- 20 "Principal." Any individual, firm, association, corporation,
- 21 partnership, business trust or business entity:
- 22 (1) on whose behalf a lobbyist influences or attempts to
- 23 influence an administrative action or a legislative action;
- 24 or
- 25 (2) that engages in lobbying on the principal's own
- behalf.
- 27 "Registrant." A [registered lobbyist or a] registered
- 28 principal.
- 29 "Regulation." Any rule, regulation or order in the nature of
- 30 a rule or regulation, including formal and informal opinions of

- 1 the Attorney General, of general application and future effect,
- 2 promulgated by an agency under statutory authority in the
- 3 administration of a statute administered by or relating to the
- 4 agency, or prescribing the practice or procedure before the
- 5 agency.
- 6 <u>"Reportable communication."</u> An effort, whether written,
- 7 oral, or by any other medium, made by a lobbyist engaged in
- 8 lobbying on behalf of a principal or by a principal, directed to
- 9 <u>a State official or employee</u>, or directed to others, including
- 10 the general public, to take action, the purpose or foreseeable
- 11 <u>effect of which is to directly influence legislative action or</u>
- 12 <u>administrative action</u>. The term includes letter-writing
- 13 campaigns, mailings, telephone banks, print and electronic media
- 14 advertising, billboards, publications and educational campaigns
- 15 on public issues. The term does not include regularly published
- 16 periodic newsletters primarily designed for and distributed to
- 17 members of a bona fide association or charitable or fraternal
- 18 nonprofit corporation.
- 19 "State official or employee." An individual elected or
- 20 appointed to a position in State government or employed by State
- 21 government, whether compensated or uncompensated, who is
- 22 involved in legislative action or administrative action.
- 23 § 1304. Registration.
- 24 (a) General rule. -- Unless excluded under section 1306
- 25 (relating to exemption from registration and reporting), [a
- 26 lobbyist or] a principal must register with the commission
- 27 within ten days of acting in any capacity as a lobbyist or
- 28 principal. Registration shall be biennial and be coincident with
- 29 the terms of the members of the House of Representatives.
- 30 (b) Principals.--

- 1 (1) A principal required to register shall file the
- 2 following information with the commission:
- 3 (i) Name.
- 4 (ii) Permanent address.
- 5 (iii) Daytime telephone number.
- 6 (iv) Name and nature of business.
- 7 (v) Name, registration number and acronyms of
- 8 affiliated political action committees.
- 9 (vi) Name and permanent business address, daytime
- 10 <u>telephone number and a recent photograph</u> of each
- individual who will for economic consideration engage in
- lobbying on the principal's behalf.
- 13 (2) If an organization or association is a principal,
- 14 the number of dues-paying members in the past calendar year
- 15 shall also be disclosed.
- 16 [(c) Lobbyist.--
- 17 (1) A lobbyist who is required to register shall file
- 18 the following information with the commission:
- 19 (i) Name.
- 20 (ii) Permanent business address.
- 21 (iii) Daytime telephone number.
- 22 (iv) A recent picture of the lobbyist.
- 23 (v) Name, permanent business address and daytime
- telephone number of the principal the lobbyist
- represents.
- 26 (vi) Name, registration number and acronyms of
- 27 affiliated political action committees.
- 28 (2) Each lobbyist shall file a separate registration
- statement for each principal he or she represents.]
- 30 (d) Amendments.--

- 1 (1) When there is a change of information required for
- the registration statement under subsection (b)(1) [or (c)],
- 3 an amended statement shall be filed with the commission
- 4 within 14 days after the change occurs.
- 5 (2) When there is a change in information required for
- 6 the registration statement under subsection (b)(2), an
- 7 amended statement shall be filed with the commission within
- 8 14 days of the end of the year in which the change occurs.
- 9 (e) Termination.--A [lobbyist or a] principal may terminate
- 10 registration by filing notice with the commission. Within 30
- 11 days of filing the notice, the [lobbyist or] principal shall
- 12 file a termination report, which shall include all information
- 13 required by section 1305 (relating to reporting) through the
- 14 final day of lobbying activity. After a reasonable review of the
- 15 termination report but not later than 90 days after receipt of
- 16 the notice, the commission shall issue to the [lobbyist or]
- 17 principal a letter stating that the registrant has terminated
- 18 registration. The filing of notice or a termination report shall
- 19 not affect the commission's authority to conduct investigations
- 20 and hearings pursuant to section 1308(h) (relating to
- 21 administration and enforcement). No lobbying may occur after the
- 22 filing of notice unless the lobbying is pursuant to a separate
- 23 registration statement which is filed with the commission and
- 24 which, at the time of the lobbying, has not been terminated.
- 25 § 1305. Reporting.
- 26 (a) General rule.--A [lobbyist as required by subsection
- 27 (b)(6) or a] registered principal shall, under oath or
- 28 affirmation, file quarterly expense reports with the commission.
- 29 (b) Content.--
- 30 (1) Reports must list the names of all lobbyists <u>on</u>

- behalf of principals by whom the lobbying is conducted and the general subject matter or issue being lobbied.
 - (2) Expense reports must contain the following categories:
- 5 A single aggregate good faith estimate of the total amount spent for personnel and office expenses 6 related to lobbying. This subparagraph includes salaries 7 and other forms of compensation, benefits, vehicle 8 allowances, bonuses and reimbursable expenses for those 9 involved in lobbying. If compensation is to be reported 10 11 by or for an individual or entity whose lobbying is incidental to regular employment, it shall be sufficient 12 13 to report a good faith prorated estimate based on the value of the time devoted to lobbying. Reportable 14 15 personnel costs include costs for lobbying staff, 16 research and monitoring staff, consultants, lawyers, 17 lobbyists, publications and public relations staff, 18 technical staff and clerical and administrative support 19 staff who engage in lobbying but are exempt from 20 reporting under section 1306(6) (relating to exemption 21 from registration and reporting). This subparagraph includes costs for offices, equipment and supplies 22 23 utilized for lobbying.
 - (ii) A single aggregate good faith estimate of the total amount spent for direct communication.]
 - (i) The total cost for reportable communication.
 [(iii)] (iii) The total costs for gifts, entertainment,
 meals, transportation, lodging and receptions given to or
 provided to State officials or employees or their
 immediate families.

24

25

26

27

28

29

30

3

4

- 1 [(iv) A single aggregate good faith estimate of the 2 total amount spent for indirect communication.]
- 3 (3) In addition to reporting the totals required under 4 this subsection, the expense report must identify, by name, 5 position and each occurrence, a State official or employee 6 who receives from a principal or lobbyist anything of value 7 which must be included in the statement under section 8 1105(b)(6) or (7) (relating to statement of financial

interests) as implemented by section 1105(d).

- (i) For purposes of this chapter, the amount referred to in section 1105(b)(7) shall be considered an aggregate amount per year.
 - (ii) Written notice must be given to each public official or employee of inclusion in the expense report within seven days of the report's submission to the commission. Notice under this subparagraph shall include the information which will enable the public official or employee to comply with section 1105(b)(6) and (7). For purposes of this chapter and Chapter 11 (relating to ethics standards and financial disclosure), section 1105(b)(6) and (7) shall constitute mutually exclusive categories.
 - (iii) Regulations shall be promulgated under section 1310(c) (relating to filing fees; fund established; regulations) to define mutually exclusive categories under section 1105(b)(6) and (7) and to determine whether a thing of value is subject to disclosure under section 1105(b)(6) or (7).
- 29 (4) A lobbyist must sign the reports submitted by each 30 principal represented to attest to the validity and accuracy

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

26

27

28

- 1 to the best of the lobbyist's knowledge. A lobbyist may
- 2 attach a statement to the report of any principal, describing
- 3 the limits of the lobbyist's knowledge concerning the
- 4 expenditures contained in the report.
- 5 (5) The expense report shall also include the name,
- 6 permanent business address and daytime telephone number of
- any individual, firm, association, corporation, partnership,
- 8 business trust or business entity which contributed more than
- 9 10% of the total resources received by the principal during
- 10 the reporting period.
- 11 [(6) A lobbyist shall submit a separate report if,
- during the reporting period, the lobbyist engaged in lobbying
- which was not contained in the reports filed by the principal
- or principals represented by the lobbyist. A separate
- 15 lobbyist report shall contain the identity of the principal
- for whom such lobbying was performed and shall contain all
- information required under paragraphs (2) and (3).]
- 18 (7) A registered principal [or registered lobbyist] that
- 19 attempts, or that retains a lobbyist to attempt, to influence
- an agency's preparing, bidding, entering into or approving a
- 21 contract shall ensure that the related expenses are included
- 22 under paragraph (2).
- 23 (c) Records retention.--A registrant shall retain all
- 24 documents reasonably necessary to substantiate the reports to be
- 25 made under this section for four years from the date of filing
- 26 the subject report. Upon request by the Office of the Attorney
- 27 General or the commission, these materials shall be made
- 28 available for inspection within a reasonable period of time.
- 29 (d) Thresholds for reporting.--An expense report shall be
- 30 filed when total expenses for lobbying exceed \$500 for a

- 1 registered principal [or a registered lobbyist] in a reporting
- 2 period. In a reporting period in which total expenses are \$500
- 3 or less, a statement to that effect shall be filed.
- 4 [(e) Voluntary disclosure. -- Nothing in this section shall
- 5 prevent a principal or lobbyist from disclosing expenses in
- 6 greater detail than required.]
- 7 § 1306. Exemption from registration and reporting.
- 8 The following individuals and activities shall be exempt from
- 9 registration under section 1304 (relating to registration) and
- 10 reporting under section 1305 (relating to reporting):
- 11 (1) An individual who limits lobbying activities to
- 12 preparing testimony and testifying before a committee of the
- 13 legislature or participating in an administrative proceeding
- of an agency.
- 15 (2) An individual who is an employee of an entity
- engaged in the business of publishing, broadcasting or
- televising while engaged in the gathering and dissemination
- of news and comment thereon to the general public in the
- 19 ordinary course of business.
- 20 (3) Any of the following:
- 21 (i) An individual who does not receive compensation,
- other than traveling expenses, for lobbying.
- 23 [(ii) An individual whose compensation for lobbying,
- from all principals represented, does not exceed \$2,500
- in the aggregate during any reporting period.]
- 26 (iii) An individual who engages in lobbying on
- 27 behalf of the individual's employer and where lobbying
- activity represents less than the equivalent of \$2,500 of
- the employee's time during any reporting period, based on
- an hourly proration of the employee's compensation.

- 1 (iv) A principal whose total expenses for lobbying
- 2 purposes do not exceed \$2,500 during any reporting
- 3 period.
- 4 (4) Any of the following:
- 5 (i) An elected State officer acting in an official capacity.
- 7 (ii) A State executive officer appointed by the 8 Governor acting in an official capacity.
- 9 (iii) An elected or appointed official or employee
 10 of a political subdivision acting in an official
 11 capacity.
- 12 (iv) An employee of the Commonwealth or independent
 13 agency of the Commonwealth acting in an official
 14 capacity.
- 15 (5) An individual representing a bona fide church or

 16 religious body of which the individual is a member and the

 17 purpose of the lobbying is solely for the purpose of

 18 protecting the constitutional right to the free exercise of

 19 religion.
- 20 (6) An employee[, who is not a registered lobbyist,] of 21 a corporation which:
- 22 (i) is registered as a principal under section 1304;
- 23 (ii) has <u>retained</u> one or more [registered]
- lobbyists; and
- 25 (iii) includes in its reports under section 1305 all 26 of the employee's expenses related to lobbying.
- 27 § 1307. Prohibited activities.
- 28 (a) Contingent compensation. --
- 29 (1) No one may compensate or incur an obligation to
- 30 compensate any lobbyist, principal or individual to engage in

- lobbying for compensation contingent in whole or in part upon
- 2 any of the following:
- 3 (i) Passage or defeat, or approval or veto, of
- 4 legislation.
- 5 (ii) Occurrence or nonoccurrence of an
- 6 administrative action.
- 7 (2) No lobbyist, principal or individual may engage or
- 8 agree to engage in lobbying for compensation contingent in
- 9 whole or in part upon any of the following:
- 10 (i) Passage or defeat, or approval or veto, of
- 11 legislation.
- 12 (ii) Occurrence or nonoccurrence of an
- 13 administrative action.
- 14 (b) Political committees.--A lobbyist may not serve as a
- 15 treasurer or another officer for a candidate's political
- 16 committee or a candidate's political action committee when such
- 17 political committee or political action committee is required to
- 18 file reports authorized by Article XVI of the act of June 3,
- 19 1937 (P.L.1333, No.320), known as the Pennsylvania Election
- 20 Code, with the Secretary of the Commonwealth.
- 21 (c) Fee restrictions. -- A [lobbyist] principal may not
- 22 [charge a fee or receive] render payment of a fee, compensation
- 23 or other economic consideration based upon an understanding,
- 24 either written or oral, that any part of the fee, compensation
- 25 or economic consideration will be converted into a contribution
- 26 to a candidate for public office or a political committee.
- 27 (d) Falsification. -- No lobbyist or principal may, for the
- 28 purpose of influencing legislative action or administrative
- 29 action, transmit, utter or publish to any State official or
- 30 employee any communication, knowing that such communication or

- 1 any signature on the communication is false, forged, counterfeit
- 2 or fictitious.
- 3 § 1308. Administration and enforcement.
- 4 (a) Criminal enforcement. -- If the commission believes an
- 5 intentional violation of this chapter has been committed, it
- 6 shall refer all relevant documents and other information to the
- 7 Office of Attorney General.
- 8 (b) Attorney General.--In addition to the authority
- 9 conferred upon the Attorney General under the act of October 15,
- 10 1980 (P.L.950, No.164), known as the Commonwealth Attorneys Act,
- 11 the Attorney General has the authority to investigate and
- 12 prosecute a violation of this chapter.
- 13 (c) Advice and opinions. -- The commission shall provide
- 14 advice and opinions in accordance with procedures set forth in
- 15 section 1107 (relating to powers and duties of commission) to a
- 16 lobbyist, principal or State official or employee who has a
- 17 question regarding compliance with this chapter. A principal, a
- 18 lobbyist or an individual who acts in good faith based on the
- 19 written advice or opinion of the commission shall not be held
- 20 liable for a violation of this chapter.
- 21 (d) Public inspection and copying. -- The commission shall
- 22 make completed registration statements, expense reports,
- 23 termination notices and termination reports which have been
- 24 filed with the commission available for public inspection and
- 25 provide copies of these documents at a price which shall not
- 26 exceed the actual cost of copying. Documents that are maintained
- 27 and reproducible in an electronic format shall be provided in
- 28 that format upon request.
- 29 (e) Annual reporting. -- The commission shall prepare and
- 30 publish an annual report on lobbying activities in this

- 1 Commonwealth. The commission shall also annually publish a
- 2 listing of principals, identifying affiliated political action
- 3 committees and lobbyists, and a listing of lobbyists,
- 4 identifying affiliated political action committees and
- 5 principals.
- 6 (f) Retention of records.--Completed registration
- 7 statements, expense reports, termination notices and termination
- 8 reports shall remain on file with the commission for a four-year
- 9 period.
- 10 (g) Audits.--The commission shall initiate, by lottery,
- 11 random annual audits of the registration statements and
- 12 disclosure reports in sufficient number to ensure compliance
- 13 with this chapter. The audit report and findings shall be
- 14 confidential; however, the commission shall include the relevant
- 15 portion of an audit as part of its findings of fact in a
- 16 commission order which results from an investigation arising out
- 17 of an audit.
- 18 (h) Investigation and hearings.--The commission, through its
- 19 executive director, may initiate an investigation and hold a
- 20 hearing concerning [negligent conduct by a lobbyist or
- 21 principal] any alleged violation of this chapter in accordance
- 22 with sections 1107 and 1108 (relating to investigations by
- 23 commission).
- 24 (i) Directory.--On or before May 1 of each odd-numbered
- 25 year, the commission shall produce and distribute a directory of
- 26 all [registered] lobbyists retained by registered principals,
- 27 including photographs. Copies of this directory shall be made
- 28 available to the public at a price not to exceed the actual cost
- 29 of production. All revenue received by the commission from the
- 30 sales of this directory shall be deposited into the fund.

- 1 (j) Computer file. -- The Legislative Data Processing
- 2 Committee shall maintain updated registration statements,
- 3 expense reports, termination notices and termination reports.
- 4 (k) Cost-of-living adjustment. -- On a biennial basis
- 5 commencing in January [2002] 2004, the commission shall review
- 6 the threshold for reporting under section 1305(d) (relating to
- 7 reporting) and the threshold for exemption under section
- 8 1306(3)(ii) through (iv) (relating to exemption from
- 9 registration and reporting) and may increase these amounts to
- 10 rates deemed reasonable for assuring appropriate disclosure. The
- 11 commission shall publish any such adjusted threshold amounts in
- 12 the Pennsylvania Bulletin by June 1, [2002] 2004, and every two
- 13 years thereafter as necessary.
- 14 § 1309. Penalties.
- 15 (a) Notice of noncompliance. -- The commission shall issue a
- 16 notice of noncompliance to any [lobbyist,] principal or
- 17 individual that has failed to register or report as required by
- 18 this chapter. The notice shall state the nature of the alleged
- 19 noncompliance and the civil and criminal penalties for failure
- 20 to register, failure to file or filing a report containing a
- 21 false statement. The notice shall also advise of the right to a
- 22 hearing before the commission and the time and manner in which
- 23 to request a hearing.
- 24 (b) Hearing.--If a hearing is requested, the commission
- 25 shall determine at the hearing whether the recipient of the
- 26 notice is required to register or report under this chapter,
- 27 whether the failure to register or report was negligent and, if
- 28 the failure was negligent, the amount of the civil penalty to be
- 29 imposed. If the commission finds that the failure to register or
- 30 report was intentional, it shall refer the matter to the

- 1 Attorney General for investigation and prosecution. Hearings
- 2 under this subsection shall be conducted by the commission in
- 3 accordance with sections [1107(14)] 1107 (relating to powers and
- 4 duties of commission) and [1108(e)] 1108 (relating to
- 5 investigations by commission).
- 6 (c) Negligent failure to register or report.--Negligent
- 7 failure to register or report as required by this chapter is
- 8 punishable by a civil penalty not exceeding \$50 for each late
- 9 day. After a hearing under subsection (b), in the case of
- 10 negligent failure to register or report, the commission may,
- 11 upon the majority vote of its members, levy a civil penalty as
- 12 provided for in this subsection. The total amount of the civil
- 13 penalty levied shall not be limited by any other provision of
- 14 law. The commission shall have standing to apply to Commonwealth
- 15 Court to seek enforcement of an order imposing a civil penalty
- 16 under this section.
- 17 (d) Failure to comply after notice. -- After notice of
- 18 noncompliance and after a hearing, if one is requested, a
- 19 lobbyist or principal who fails to comply with the requirements
- 20 of this chapter may be prohibited from lobbying for up to five
- 21 years. The prohibition shall be imposed as provided by
- 22 subsection (e)(4).
- 23 (e) Intentional violations.--
- 24 (1) Any [lobbyist,] principal or individual that
- intentionally fails to register or report as required by this
- 26 chapter commits a misdemeanor of the second degree.
- 27 (2) A registrant that files a report under this chapter
- with knowledge that the report contains a false statement
- 29 commits a misdemeanor of the second degree.
- 30 (3) Except as set forth in paragraph (1) or (2), any

- 1 lobbyist, principal or individual that intentionally violates
- 2 this chapter commits a misdemeanor of the third degree.
- 3 (4) In addition to the criminal penalties imposed by
- 4 this subsection, the commission may prohibit a lobbyist or
- 5 principal from lobbying for up to five years for doing an act
- 6 which constitutes an offense under this subsection. No
- 7 criminal prosecution or conviction shall be required for the
- 8 imposition of the prohibition authorized by this paragraph.
- 9 The prohibition under this paragraph shall not be imposed
- 10 unless the defendant has been afforded the opportunity for a
- 11 hearing, which shall be conducted by the commission in
- accordance with sections 1107(14) and 1108(e).
- 13 § 1310. Filing fees; fund established; regulations.
- 14 (a) Filing fees.--A principal or lobbyist required to be
- 15 registered under this chapter shall pay a biennial filing fee of
- 16 \$100 to the commission.
- 17 (b) Fund established.--All money received from filing fees
- 18 under subsection (a) shall be deposited in a restricted receipts
- 19 account to be known as the Lobbying Disclosure Fund. The money
- 20 deposited in the fund is hereby appropriated to the commission
- 21 as a continuing appropriation for the exclusive purpose of
- 22 carrying out the provisions of this chapter.
- 23 (c) Regulations.--A committee comprised of the Secretary of
- 24 the Senate, the Chief Clerk of the House of Representatives, the
- 25 chairman of the State Ethics Commission, the Attorney General,
- 26 the Secretary of the Commonwealth, the Auditor General [and],
- 27 the General Counsel, a member of the Senate appointed by the
- 28 President pro tempore of the Senate and a member of the House of
- 29 Representatives appointed by the Speaker of the House of
- 30 Representatives, or their designees, shall have continuing

- 1 authority to promulgate regulations necessary to carry out this
- 2 chapter. The chairman of the commission shall be designated as
- 3 the chairman of the committee. The initial proposed regulations
- 4 shall be submitted within 180 days of the effective date of this
- 5 section to the Independent Regulatory Review Commission under
- 6 section 5 of the act of June 25, 1982 (P.L.633, No.181), known
- 7 as the Regulatory Review Act. Any meeting at which the committee
- 8 plans to approve proposed regulations shall be held in
- 9 accordance with Chapter 7 (relating to open meetings). The
- 10 committee shall also prepare and publish a manual setting forth
- 11 guidelines for accounting and reporting. The regulations and
- 12 manual shall be drafted to accommodate the use of computerized
- 13 recordkeeping, electronic filing of the reports provided for
- 14 under this chapter and retention of registration statements and
- 15 reports provided for under this chapter by electronic means. The
- 16 Department of State shall provide sufficient staff and other
- 17 administrative support to assist the committee.
- 18 § 1311. Severability.
- 19 [(a) General rule.--Except as provided in subsection (b):
- 20 (1)] The provisions of this chapter are severable.
- 21 [(2)] If any provision of this chapter or its
- 22 application to any person or circumstance is held invalid,
- 23 the invalidity shall not affect other provisions or
- 24 applications of this chapter which can be given effect
- without the invalid provision or application.
- 26 [(b) Practice of law.--If any provision of this chapter or
- 27 its application to any person or circumstance is held invalid on
- 28 the basis of improper regulation of the practice of law, the
- 29 remaining provisions or applications of this chapter are void.]
- 30 Section 3. This act shall take effect immediately.