THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 1404 Session of 2015

INTRODUCED BY HARHAI, KOTIK, O'BRIEN, HARKINS, THOMAS, KAVULICH, MAHONEY, GOODMAN, COHEN, BRIGGS, ROZZI AND McNEILL, JUNE 28, 2015

REFERRED TO COMMITTEE ON STATE GOVERNMENT, JUNE 28, 2015

AN ACT

- Amending Titles 15 (Corporations and Unincorporated 1 Associations) and 25 (Elections) of the Pennsylvania 2 Consolidated Statutes, in corporate powers, duties and 3 safeguards, providing for shareholder approval for campaign contributions; and providing for limitations on individual campaign contributions. 6 7 The General Assembly of the Commonwealth of Pennsylvania 8 hereby enacts as follows: 9 Section 1. Title 15 of the Pennsylvania Consolidated
- 10 Statutes is amended by adding a section to read:
- 11 § 1504.1. Shareholder approval for campaign contributions.
- 12 <u>(a) General rule.--The bylaws of a corporation shall include</u>
- 13 <u>a provision relating to whether and under what circumstances the</u>
- 14 corporation may contribute to a campaign finance entity or
- 15 Federal, State or local election and whether or not approval of
- 16 <u>the shareholders is required.</u>
- 17 (b) When contributions prohibited. -- A corporation may not
- 18 contribute to a campaign finance entity or a Federal, State or
- 19 <u>local election if a majority of the shareholders of the</u>

corporation are prohibited by law, contract, corporate bylaw or 1 2 any other reason from approving the contribution. (c) Exemptions. -- The distribution of a news story, 3 commentary, editorial, book or documentary in the ordinary 4 course of business by a corporation incorporated in this 5 Commonwealth shall not be deemed a contribution for the purposes 6 7 of subsection (a). 8 Section 2. Title 25 of the Pennsylvania Consolidated Statutes is amended by adding a part to read: 10 PART VI 11 CAMPAIGN CONTRIBUTIONS 12 Chapter 21. Individuals 13 14 CHAPTER 21 15 INDIVIDUALS 16 Subchapter A. Preliminary Provisions 17 B. Limitations 18 19 SUBCHAPTER A 20 PRELIMINARY PROVISIONS 2.1 (Reserved) 2.2 SUBCHAPTER B 23 LIMITATIONS 24 Sec. 25 2101. Contribution limits. § 2101. Contribution limits. 26 27 An individual may not contribute more than: 28 (1) To each candidate or candidate committee, \$2,600 per 29 election. 30 (2) To a national party committee, \$32,400 per calendar

- 1 <u>year.</u>
- 2 (3) To a State, district and local party committee,
- 3 \$10,000 combined per calendar year.
- 4 (4) To any other political committee, \$5,000 per
- 5 <u>calendar year.</u>
- 6 Section 3. This act shall take effect in 60 days.