105TH CONGRESS 1ST SESSION

H. R. 140

To amend the Federal Election Campaign Act of 1971 to promote the disclosure of contributions and expenditures made with respect to campaigns for election for Federal office, to ban the use of soft money with respect to such campaigns, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

January 7, 1997

Mr. DINGELL introduced the following bill; which was referred to the Committee on House Oversight

A BILL

- To amend the Federal Election Campaign Act of 1971 to promote the disclosure of contributions and expenditures made with respect to campaigns for election for Federal office, to ban the use of soft money with respect to such campaigns, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,
 - 3 SECTION 1. SHORT TITLE.
 - 4 This Act may be cited as the "Federal Election Cam-
 - 5 paign Reform Act of 1997".

1	SEC. 2. PROMOTING DISCLOSURE OF CAMPAIGN CON-
2	TRIBUTIONS AND EXPENDITURES.
3	(a) Lowering Threshold for Reporting.—
4	(1) Responsibilities of political commit-
5	TEES.—Section 302(c) of the Federal Election Cam-
6	paign Act of 1971 (2 U.S.C. 432(c)) is amended by
7	striking "\$200" each place it appears in paragraphs
8	(3) and (5) and inserting "\$20".
9	(2) Contents of Reports.—Section 304(b) of
10	such Act (2 U.S.C. 434(b)) is amended as follows:
11	(A) In paragraph (3), by striking "\$200"
12	each place it appears in subparagraphs (A),
13	(F), and (G) and inserting "\$20".
14	(B) In paragraph (5)(A), by striking
15	"\$200" and inserting "\$20".
16	(C) In paragraph (6), by striking "\$200"
17	each place it appears in subparagraphs (A),
18	(B)(iii), and (B)(v) and inserting "\$20".
19	(3) Reports on independent expendi-
20	Tures.—Section 304(c) of such Act (2 U.S.C.
21	434(c)) is amended—
22	(A) in paragraph (1), by striking "\$250"
23	and inserting "\$20"; and
24	(B) in paragraph (2)(C), by striking
25	"\$200" and inserting "\$20".

- 1 (b) Increase Penalty for Violation of Disclo-2 sure Requirements.—
- 3 (1) IN GENERAL.—Section 309(a) of such Act
- 4 (2 U.S.C. 437g(a)) is amended by inserting after
- 5 "\$5,000" each place it appears in paragraphs
- 6 (5)(A), (6)(A), and (6)(B) the following: "(or
- 7 \$10,000 in the case of a violation of any provision
- 8 relating to the reporting of contributions or expendi-
- 9 tures)".
- 10 (2) Knowing and Willful Violations.—Sec-
- 11 tion 309(a) of such Act (2 U.S.C. 437g(a)) is
- amended by inserting after "\$10,000" each place it
- appears in paragraphs (5)(B) and (6)(C) the follow-
- ing: "(or \$20,000 in the case of a violation of any
- provision relating to the reporting of contributions
- or expenditures)".
- 17 SEC. 3. BAN ON SOFT MONEY.
- 18 Title III of the Federal Election Campaign Act of
- 19 1971 (2 U.S.C. 431 et seq.) is amended by adding at the
- 20 end the following new section:
- 21 "LIMITATIONS AND REPORTING REQUIREMENTS FOR
- 22 AMOUNTS PAID FOR MIXED POLITICAL ACTIVITIES
- "Sec. 323. (a) In General.—Any payment by the
- 24 national committee of a political party or a State commit-
- 25 tee of a political party for a mixed political activity—

1	"(1) shall be subject to limitation and reporting
2	under this Act as if such payment were an expendi-
3	ture; and
4	"(2) may be paid only from an account that is
5	subject to the requirements of this Act.
6	"(b) Mixed Political Activity Defined.—As
7	used in this section, the term 'mixed political activity'
8	means, with respect to a payment by the national commit-
9	tee of a political party or a State committee of a political
10	party, an activity (such as a voter registration program,
11	a get-out-the-vote drive, or general political advertising)
12	that is both for the purpose of influencing an election for
13	Federal office and for any purpose unrelated to influence
14	ing an election for Federal office.".
15	SEC. 4. TREATMENT OF LIMITATIONS ON AMOUNT OF CON-
16	TRIBUTIONS.
17	(a) Reduction in Amount of Limitation on Con-
18	TRIBUTIONS BY PACS.—Section 315(a)(2) of the Federal
19	Election Campaign Act of 1971 (2 U.S.C. 441a(a)(2)) is
20	amended—
21	(1) by striking "\$5,000" each place it appears
22	in subparagraphs (A) and (C) and inserting
23	"\$4,000"; and
24	(2) in subparagraph (B), by striking "\$15,000"
25	and inserting "\$12.000".

- 1 (b) Indexing of Amounts.—Section 315(c) of the
- 2 Federal Election Campaign Act of 1971 (2 U.S.C.
- 3 441a(c)) is amended by adding at the end the following
- 4 new paragraph:
- 5 "(3)(A) The amount of each limitation established
- 6 under subsection (a) shall be adjusted as follows:
- 7 "(i) For calendar year 1999, each such amount
- 8 shall be equal to the amount described in such sub-
- 9 section, increased (in a compounded manner) by the
- percentage increase in the price index (as defined in
- 11 subsection (c)(2) for 1997 and 1998.
- 12 "(ii) For calendar year 2001 and each second
- subsequent year, each such amount shall be equal to
- the amount for the second previous year (as ad-
- justed under this subparagraph), increased (in a
- 16 compounded manner) by the percentage increase in
- 17 the price index for the previous year and the second
- 18 previous year.
- 19 "(B) In the case of any amount adjusted under this
- 20 subparagraph which is not a multiple of \$500, the amount
- 21 shall be rounded to the nearest highest multiple of \$500.".
- 22 SEC. 5. PROHIBITING CONTRIBUTIONS BY NONCITIZENS.
- Section 319(b) of the Federal Election Campaign Act
- 24 of 1971 (2 U.S.C. 441e(b)) is amended to read as follows:

1	"(b) In this section, the term 'foreign national'
2	means—
3	"(1) in the case of an individual, an individual
4	who is not a citizen of the United States; or
5	"(2) in the case of any other person, a person
6	who makes a contribution any portion of which is at-
7	tributable to funds of individuals who are not citi-
8	zens of the United States.".
9	SEC. 6. TREATMENT OF CERTAIN EXPENDITURES AS INDE-
10	PENDENT EXPENDITURES FOR PURPOSES OF
11	DISCLOSURE REQUIREMENTS.
12	Section 301(17) of the Federal Election Campaign
13	Act of 1971 (2 U.S.C. 431(17)) is amended by inserting
14	after "clearly identified candidate" the following: "(to-
15	
15	gether with, in the case of an expenditure made during
16	gether with, in the case of an expenditure made during the 120-day period ending on the date of an election, any
16	the 120-day period ending on the date of an election, any
16 17	the 120-day period ending on the date of an election, any expenditure made with respect to any written or broadcast
161718	the 120-day period ending on the date of an election, any expenditure made with respect to any written or broadcast material which includes the name or likeness of a can-
16 17 18 19	the 120-day period ending on the date of an election, any expenditure made with respect to any written or broadcast material which includes the name or likeness of a candidate in that election)".

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