## 109TH CONGRESS 2D SESSION

## H. R. 5374

To amend the Federal Election Campaign Act of 1971 to ban soft money, and for other purposes.

## IN THE HOUSE OF REPRESENTATIVES

May 11, 2006

Mr. LINDER introduced the following bill; which was referred to the Committee on House Administration

## A BILL

To amend the Federal Election Campaign Act of 1971 to ban soft money, 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 "Ban it All, Ban it Now
- 5 Act".

| 1  | SEC. 2. EXPANSION OF CURRENT BAN ON USE OF SOFT        |
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| 2  | MONEY BY POLITICAL PARTIES AND CAN-                    |
| 3  | DIDATES.   |
| 4  | (a) In General.—Section 323 of the Federal Elec-       |
| 5  | tion Campaign Act of 1971 (2 U.S.C. 441i) is amended   |
| 6  | to read as follows:                                    |
| 7  | "SEC. 323. SOFT MONEY OF POLITICAL PARTIES.            |
| 8  | "(a) National Committees.—                             |
| 9  | "(1) In general.—A national committee of a             |
| 10 | political party (including a national congressional or |
| 11 | Senatorial campaign committee of a political party)    |
| 12 | may not solicit, receive, or direct to another person  |
| 13 | a contribution, donation, or transfer of funds or any  |
| 14 | other thing of value, or spend any funds, that are     |
| 15 | not subject to the limitations, prohibitions, and re-  |
| 16 | porting requirements of this Act.                      |
| 17 | "(2) Applicability.—The prohibition estab-             |
| 18 | lished by paragraph (1) applies—                       |
| 19 | "(A) to any such national committee, any               |
| 20 | officer or agent acting on behalf of such a na-        |
| 21 | tional committee, and any entity that is directly      |
| 22 | or indirectly established, financed, maintained,       |
| 23 | or controlled by such a national committee; and        |
| 24 | "(B) to all activities of such committee and           |
| 25 | the persons described in subparagraph (A), in-         |
| 26 | cluding the construction or purchase of an of-         |

- 1 fice building or facility, the influencing of the
- 2 reapportionment decisions of a State, and the
- financing of litigation relating to the reappor-
- 4 tionment decisions of a State.
- 5 "(b) State, District, and Local Committees.—
- 6 Any amount that is expended or disbursed for Federal
- 7 election activity by a State, district, or local committee of
- 8 a political party (including an entity that is directly or
- 9 indirectly established, financed, maintained, or controlled
- 10 by a State, district, or local committee of a political party
- 11 and an officer or agent acting on behalf of such committee
- 12 or entity), or by an association or similar group of can-
- 13 didates for State or local office or individuals holding
- 14 State or local office, shall be made from funds subject to
- 15 the limitations, prohibitions, and reporting requirements
- 16 of this Act.
- 17 "(c) Fundraising Costs.—An amount spent by a
- 18 person described in subsection (a) or (b) to raise funds
- 19 that are used, in whole or in part, for expenditures and
- 20 disbursements for a Federal election activity shall be made
- 21 from funds subject to the limitations, prohibitions, and re-
- 22 porting requirements of this Act.
- 23 "(d) Tax-Exempt Organizations.—A national,
- 24 State, district, or local committee of a political party (in-
- 25 cluding a national congressional or Senatorial campaign

- 1 committee of a political party), an entity that is directly
- 2 or indirectly established, financed, maintained, or con-
- 3 trolled by any such national, State, district, or local com-
- 4 mittee or its agent, and an officer or agent acting on be-
- 5 half of any such party committee or entity, shall not solicit
- 6 any funds for, or make or direct any donations to—
- 7 "(1) an organization that is described in section
- 8 501(c) of the Internal Revenue Code of 1986 and
- 9 exempt from taxation under section 501(a) of such
- 10 Code (or has submitted an application for deter-
- mination of tax exempt status under such section)
- and that makes expenditures or disbursements in
- connection with an election for Federal office (in-
- 14 cluding expenditures or disbursements for Federal
- 15 election activity); or
- 16 "(2) an organization described in section 527 of
- such Code (other than a political committee, a State,
- district, or local committee of a political party, or
- the authorized campaign committee of a candidate
- for State or local office).
- 21 "(e) Federal Candidates.—
- 22 "(1) IN GENERAL.—A candidate, individual
- holding Federal office, agent of a candidate or an in-
- 24 dividual holding Federal office, or an entity directly
- or indirectly established, financed, maintained or

| 1  | controlled by or acting on behalf of 1 or more can-  |
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| 2  | didates or individuals holding Federal office, shall |
| 3  | not—   |
| 4  | "(A) solicit, receive, direct, transfer, or          |
| 5  | spend funds in connection with an election for       |
| 6  | Federal office, including funds for any Federal      |
| 7  | election activity, unless the funds are subject to   |
| 8  | the limitations, prohibitions, and reporting re-     |
| 9  | quirements of this Act; or                           |
| 10 | "(B) solicit, receive, direct, transfer, or          |
| 11 | spend funds in connection with any election          |
| 12 | other than an election for Federal office or dis-    |
| 13 | burse funds in connection with such an election      |
| 14 | unless the funds—                                    |
| 15 | "(i) are not in excess of the amounts                |
| 16 | permitted with respect to contributions to           |
| 17 | candidates and political committees under            |
| 18 | paragraphs (1), (2), and (3) of section              |
| 19 | 315(a); and  |
| 20 | "(ii) are not from sources prohibited                |
| 21 | by this Act from making contributions in             |
| 22 | connection with an election for Federal of-          |
| 23 | fice.  |
| 24 | "(2) State law.—Paragraph (1) does not               |
| 25 | apply to the solicitation, receipt, or spending of   |

- funds by an individual described in such paragraph who is also a candidate for a State or local office solely in connection with such election for State or local office if the solicitation, receipt, or spending of funds is permitted under State law and refers only to such State or local candidate, or to any other candidate for the State or local office sought by such candidate, or both.
  - "(3) Fundraising events.—Notwithstanding paragraph (1), a candidate or an individual holding Federal office may attend, speak, or be a featured guest at a fundraising event for a State, district, or local committee of a political party.
  - "(4) Limitation applicable for purposes of solicitation of donations by individuals to certain organizations.—In the case of the solicitation of funds by any person described in paragraph (1) on behalf of any entity described in subsection (d) which is made specifically for funds to be used for activities described in clauses (i) and (ii) of section 301(20)(A), or made for any such entity which engages primarily in activities described in such clauses, the limitation applicable for purposes of a donation of funds by an individual shall be the limitation set forth in section 315(a)(1)(D).

| 1  | (1) STATE CANDIDATES.—                                  |
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| 2  | "(1) In General.—A candidate for State or               |
| 3  | local office, individual holding State or local office  |
| 4  | or an agent of such a candidate or individual may       |
| 5  | not spend any funds for a communication described       |
| 6  | in section 301(20)(A)(iii) unless the funds are sub-    |
| 7  | ject to the limitations, prohibitions, and reporting    |
| 8  | requirements of this Act.                               |
| 9  | "(2) Exception for certain communica-                   |
| 10 | TIONS.—Paragraph (1) shall not apply to an indi-        |
| 11 | vidual described in such paragraph if the commu-        |
| 12 | nication involved is in connection with an election for |
| 13 | such State or local office and refers only to such in-  |
| 14 | dividual or to any other candidate for the State or     |
| 15 | local office held or sought by such individual, or      |
| 16 | both.".   |
| 17 | (b) Conforming Certain Definitions.—                    |
| 18 | (1) FEDERAL ELECTION ACTIVITY.—Section                  |
| 19 | 301(20) of such Act (2 U.S.C. 431) is amended to        |
| 20 | read as follows:  |
| 21 | "(20) Federal election activity.—                       |
| 22 | "(A) IN GENERAL.—The term 'Federal                      |
| 23 | election activity' means—                               |
| 24 | "(i) voter registration activity;                       |

| 1  | "(ii) voter identification, get-out-the-        |
|----|---|
| 2  | vote activity, or generic campaign activity     |
| 3  | conducted in connection with an election in     |
| 4  | which a candidate for Federal office ap-        |
| 5  | pears on the ballot (regardless of whether      |
| 6  | a candidate for State or local office also      |
| 7  | appears on the ballot); or                      |
| 8  | "(iii) a public communication that re-          |
| 9  | fers to a clearly identified candidate for      |
| 10 | Federal office (regardless of whether a         |
| 11 | candidate for State or local office is also     |
| 12 | mentioned or identified) and that promotes      |
| 13 | or supports a candidate for that office, or     |
| 14 | attacks or opposes a candidate for that of-     |
| 15 | fice (regardless of whether the communica-      |
| 16 | tion expressly advocates a vote for or          |
| 17 | against a candidate).                           |
| 18 | "(B) EXCLUDED ACTIVITY.—The term                |
| 19 | 'Federal election activity' does not include an |
| 20 | amount expended or disbursed by a State, dis-   |
| 21 | trict, or local committee of a political party  |
| 22 | for—  |
| 23 | "(i) a public communication that re-            |
| 24 | fers solely to a clearly identified candidate   |
| 25 | for State or local office, if the communica-    |

| 1  | tion is not a Federal election activity de-              |
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| 2  | scribed in subparagraph (A)(i) or (ii);                  |
| 3  | "(ii) a contribution to a candidate for                  |
| 4  | State or local office, provided the contribu-            |
| 5  | tion is not designated or used to pay for a              |
| 6  | Federal election activity described in sub-              |
| 7  | paragraph (A); or  |
| 8  | "(iii) the costs of grassroots campaign                  |
| 9  | materials, including buttons, bumper stick-              |
| 10 | ers, and yard signs, that name or depict                 |
| 11 | only a candidate for State or local office.".            |
| 12 | (2) Mass mailing.—Section 301(23) of such                |
| 13 | Act (2 U.S.C. 431(23)) is amended by striking "30-       |
| 14 | day period" and inserting "1-year period".               |
| 15 | (3) TELEPHONE BANK.—Section 301(24) of                   |
| 16 | such Act (2 U.S.C. 431(24)) is amended by striking       |
| 17 | "30-day period" and inserting "1-year period".           |
| 18 | SEC. 3. BAN ON USE OF SOFT MONEY BY CORPORATIONS         |
| 19 | AND LABOR ORGANIZATIONS FOR NON-                         |
| 20 | PARTISAN VOTER REGISTRATION AND GET-                     |
| 21 | OUT-THE-VOTE ACTIVITIES.                                 |
| 22 | Section 316(b)(2) of the Federal Election Campaign       |
| 23 | Act of 1971 (2 U.S.C. 441b(b)(2)) is amended by striking |
| 24 | "(B) nonpartisan registration and get-out-the-vote cam-  |

| 1  | paigns" and all that follows through "and (C)" and insert-  |
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| 2  | ing "and (B)".  |
| 3  | SEC. 4. BAN ON USE OF SOFT MONEY FOR GET-OUT-THE-           |
| 4  | VOTE ACTIVITIES BY CERTAIN ORGANIZA-                        |
| 5  | TIONS.  |
| 6  | Title III of the Federal Election Campaign Act of           |
| 7  | 1971 (2 U.S.C. 431 et seq.) is amended by adding at the     |
| 8  | end the following new section:                              |
| 9  | "BAN ON USE OF NONFEDERAL FUNDS FOR GET-OUT-                |
| 10 | THE-VOTE ACTIVITIES BY CERTAIN ORGANIZATIONS                |
| 11 | "Sec. 325. (a) In General.—Any amount expended              |
| 12 | or disbursed for get-out-the-vote activities by any organi- |
| 13 | zation described in subsection (b) shall be made from       |
| 14 | amounts subject to the limitations, prohibitions, and re-   |
| 15 | porting requirements of this Act.                           |
| 16 | "(b) Organizations Described.—An organization               |
| 17 | described in this subsection is—                            |
| 18 | "(1) an organization that is described in section           |
| 19 | 501(c)(3) or $501(c)(4)$ of the Internal Revenue Code       |
| 20 | of 1986 and exempt from taxation under section              |
| 21 | 501(a) of such Code (or has submitted an applica-           |
| 22 | tion for determination of tax exempt status under           |
| 23 | such section); or   |
| 24 | "(2) an organization described in section 527 of            |
| 25 | such Code (other than a State, district, or local com-      |
| 26 | mittee of a political party, a candidate for State or       |

| 1  | local office, or the authorized campaign committee of        |
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| 2  | a candidate for State or local office).".                    |
| 3  | SEC. 5. BAN ON USE OF SOFT MONEY FOR ANY PARTISAN            |
| 4  | VOTER REGISTRATION ACTIVITIES.                               |
| 5  | Title III of the Federal Election Campaign Act of            |
| 6  | 1971 (2 U.S.C. 431 et seq.), as amended by section 4,        |
| 7  | is further amended by adding at the end the following new    |
| 8  | section:   |
| 9  | "BAN ON USE OF NONFEDERAL FUNDS FOR PARTISAN                 |
| 10 | VOTER REGISTRATION ACTIVITIES                                |
| 11 | "Sec. 326. No person may expend or disburse any              |
| 12 | funds for partisan voter registration activity which are not |
| 13 | subject to the limitations, prohibitions, and reporting re-  |
|    |  |

15 SEC. 6. EFFECTIVE DATE.

14 quirements of this Act.".

The amendments made by this Act shall apply with respect to elections occurring after December 2006.

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