August 2, 1988 0325C:SM:mls INTRODUCED BY:

Gary Grant Lois North

PROPOSED NO.

87-785

ordinance no. 8627

AN ORDINANCE relating to the use of money for political contributions to King County elections by charitable organizations and establishing penalties.

PREAMBLE:

It is vital to the interest of the citizens of King County to insure the integrity of our system of representative democracy and the trust of citizens in the integrity of the electoral process. To this end the people of the state of Washington have passed Initiative 276 establishing a comprehensive program of disclosure for campaign finances.

It is inconsistent with the goals of that law to tolerate the potential for abuses if large sums of money can be raised from the public by charitable organizations and then used for political contributions completely outside present disclosure laws. Such practices could allow the identity of individual contributors to be hidden from the public view, undermining full campaign disclosure which is the foundation of open and honest government.

Further, individuals providing charitable donations should have confidence that funds given to charity will not be used for political campaigns without their knowledge or permission. No individual should out of generosity for charity become an involuntary contributor to a political campaign not of his or her own choosing.

BE IT ORDAINED BY THE COUNCIL OF KING COUNTY:

SECTION 1. Definitions. A. "Charitable Organization" means any entity required to register as a charitable organization under RCW 19.09.65 except those specifically excluded by this section. For purpose of this ordinance "Charitable Organization" shall exclude any entity which meets all of the following requirements:

- The organization has formed a political committee subject to RCW 42.17;
- 2. The political committee has met all filing requirements of RCW 42.17; and
- 3. The charitable organization uses a clearly identified political committee as the exclusive sponsor for any solicitation for funds for campaign contributions.

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- B. "Contribution" means the loan, gift, deposit, subscription, forgiveness of indebtedness, donation, advance, pledge, payment, transfer of funds between political committees, or transfer of anything of value for less than full consideration, excluding unpaid and voluntary personal and professional services. For purposes of this ordinance, contributions other than money or its equivalents shall be deemed to have a money value equivalent to the fair market value of the contribution. Sums paid for tickets to fund-raising events such as dinners and parties are contributions; however, the amount of any such contribution may be reduced for the purpose of complying with the reporting requirements of this ordinance, by the actual cost of consumables furnished in connection with the purchase of the tickets, and only the excess over the actual cost of the consumables shall be deemed a contribution.
- C. "Entity" means an individual, organization, group, association, partnership, corporation, or agency, or any combination thereof.
- D. "General public" or "public" means any individual residing in Washington state without a membership or other official relationship with a charitable organization prior to solicitation by the charitable organization.
- E. "King County elected office and ballot meansures" means the offices of King County executive, King County council, King County assessor, King County prosecuting attorney, King County superior court or King County district court judge and any proposition or question submitted to voters of King County.
 - F. "Solicitation" shall be a defined in KCC 6.76.010(H).
- SECTION 2. Contributions covered. All charitable organizations shall comply with disclosure provisions of Section 3 prior to making a contribution for purposes of supporting,

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assisting, or opposing any campaign for any King County elected office or ballot measure. Contributions made for such purposes include contributions to any candidate, campaign committee, political committee, political party, or organization.

SECTION 3. Disclosure required. Before any charitable organization may make a contribution or spend money collected by the organization for political purposes for the elected offices covered in Section 2, it shall file with the manager of the King County division of records and elections an affidavit signed under oath by an authorized official of the entity containing or establishing the following:

- A. All contributions from the general public to be used for part or all of the campaign contribution were authorized by the donors to be used for campaign contributions for King County elected offices.
- B. A written authorization that the money may be used for campaign contributions by each donor is on file at the charitable organization's primary office.
- C. The contributions are kept in a separate segregated political fund.
- D. A list of the names and addresses of all donors and the amounts donated.

SECTION 4. Contribution reporting. Within five business days of making any contribution covered in Section 2, the organization shall file with the manager of the King County division of records and elections an affidavit under oath stating the amount of the contributions given and the recipients.

SECTION 5. Authorizations retained. The executed authorizations required in Section 3 shall be kept on file available for public inspection for a minimum of four years from the date of the election in which the funds were used.

SECTION 6. Violation. Any person who violates any provision of this ordinance is guilty of a misdemeanor punishable by imprisonment of up to a maximum term of 90 days or a fine in an amount of not more than five hundred dollars per violation or both such imprisonment and fine. SECTION 7. Should any section, subsection, paragraph, sentence, clause or phrase of this ordinance be declared unconstitutional or invalid for any reason, such decision shall not affect the validity of the remaining portion of this ordinance. INTRODUCED AND READ for the first time this $\underline{\hspace{0.2cm}}$ 26th day of October , 1987. PASSED this 22nd day of august, 1988 KING COUNTY COUNCIL KING COUNTY, WASHINGTON Jury Haut ATTEST: APPROVED this 2nd day of September, 1988