107H1444

 (Original	Signatu	re of Mei	mber)	••

108TH CONGRESS 1ST SESSION



IN THE HOUSE OF REPRESENTATIVES

Mr.	DOOLITTLE introduce	ed the	following	bill;	which	was	referred	to	the
	Committee on _								

A BILL

To amend the Federal Election Campaign Act of 1971 to reform the financing of campaigns for election for Federal office.

- 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 "Citizen Legislature and
- 5 Political Freedom Act".



1 SEC. 2. FINDINGS.

2 Congress finds as follows

- (1) The proliferation of campaign finance laws (beginning with the Federal Election Campaign Act of 1971) and the proliferation of government regulations promulgated pursuant to such laws have placed strict limits on contributions by citizens to the candidates of their choice, limits which have served to severely hinder the ability of challengers to compete on equal terms with incumbent politicians.
- (2) The contribution limits imposed by the Federal Election Campaign Act of 1971 force candidates to raise funds in small amounts subject to fixed limitations, inevitably fostering a system under which wealthy candidates and long-term incumbent politicians hold an unfair financial advantage, which in turn serves to discourage potential candidates from seeking public office.
- (3) The current campaign finance laws have inhibited the full and fair discussion of public policy issues, as challengers who are not well known to the electorate are forced by government regulation to attempt to amass contributions from large numbers of donors at the outset of a campaign. As a result, challengers who lack the necessary resources to bring new issues into the public debate often are



eliminated from political campaigns before their voices are even heard.

- (4) The regulation by government of political speech through the regulation of campaign contributions and expenditures is patently undemocratic because it favors institutionalized special interests over grassroots and citizen activity by imposing burdensome reporting and disclosure requirements and stringent spending limits on the political parties, thereby tilting the financial and tactical advantage in political campaigns to well-financed interest groups and wealthy individuals.
- (5) The effect of the unreasonably low contribution limits has been to force more contributors and political activists to operate outside the system, resulting in even less accountability and even greater encouragement of irresponsible behavior.
- (6) The only way to encourage the robust discourse of public issues and candidates, promote the free exchange of political speech and ideas, protect constitutional freedom, and foster a more informed electorate is to lift all current restrictions on political candidate and party contributions and expenditures and to provide full, instantaneous disclosure of



1	all contributions and expenditures in elections for
2	Federal office.
3	SEC. 3. REMOVAL OF LIMITATIONS ON FEDERAL ELECTION
4	CAMPAIGN CONTRIBUTIONS.
5	Section 315(a) of the Federal Election Campaign Act
6	of 1971 (2 U.S.C. 441a(a)) is amended by adding at the
7	end the following new paragraph:
8	"(9) The limitations established under this subsection
9	shall not apply to contributions made during calendar
10	years beginning after 2004.'.'
11	SEC. 4. TERMINATION OF TAXPAYER FINANCING OF PRESI-
12	DENTIAL ELECTION CAMPAIGNS.
13	(a) Termination of Designation of Income Tax
14	Payments.—Section 6096 of the Internal Revenue Code
15	of 1986 is amended by adding at the end the following
	of 1986 is amended by adding at the end the following new subsection:
16 17	new subsection:
16 17	new subsection: "(d) Termination.—This section shall not apply to
161718	new subsection: "(d) Termination.—This section shall not apply to taxable years beginning after December 31, 2003."
16171819	new subsection: "(d) TERMINATION.—This section shall not apply to taxable years beginning after December 31, 2003." (b) TERMINATION OF FUND AND ACCOUNT.—
16 17 18 19 20	new subsection: "(d) Termination.—This section shall not apply to taxable years beginning after December 31, 2003." (b) Termination of Fund and Account.— (1) Termination of Presidential Election
16 17 18 19 20 21	new subsection: "(d) Termination.—This section shall not apply to taxable years beginning after December 31, 2003." (b) Termination of Fund and Account.— (1) Termination of Presidential Election Campaign fund.—



1 "SEC. 9014. TERMINATION.

2.	The	provisions	of	this	chapter	shall	not	apply	with	
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- 3 respect to any presidential election (or any presidential
- 4 nominating convention) after December 31, 2004, or to
- 5 any candidate in such an election."
- 6 (B) Transfer of excess funds to gen-
- 7 ERAL FUND.—Section 9006 of such Code is
- 8 amended by adding at the end the following
- 9 new subsection:
- 10 "(d) Transfer of Funds Remaining After
- 11 2004.—The Secretary shall transfer all amounts in the
- 12 fund after December 31, 2004, to the general fund of the
- 13 Treasury."
- 14 (2) Termination of account.—Chapter 96
- of subtitle H of such Code is amended by adding at
- the end the following new section:

17 "SEC. 9043. TERMINATION.

- The provisions of this chapter shall not apply to any
- 19 candidate with respect to any presidential election after
- 20 December 31, 2004."
- 21 (c) CLERICAL AMENDMENTS.—
- 22 (1) The table of sections for chapter 95 of sub-
- 23 title H of such Code is amended by adding at the
- end the following new item:

"Sec. 9014. Termination."



1	(2) The table of sections for chapter 96 of sub-
2	title H of such Code is amended by adding at the
3	end the following new item:
	"Sec. 9043. Termination."
4	SEC. 5. DISCLOSURE BY STATE AND LOCAL POLITICAL PAR-
5	TIES OF INFORMATION REPORTED UNDER
6	STATE LAW.
7	(a) In General.—Section 304 of the Federal Elec-
8	tion Campaign Act of 1971 (2 U.S.C. 434), as amended
9	by section 308(b) of the Bipartisan Campaign Reform Act
10	of 2002, is amended by adding at the end the following
11	new subsection:
12	"(i) If a political committee of a State or local polit-
13	ical party is required under a State or local law, rule, or
14	regulation to submit a report on its disbursements to an
15	entity of the State or local government, the committee
16	shall file a copy of the report with the Commission at the
17	time it submits the report to such an entity.".
18	(b) Effective Date.—The amendment made by
19	subsection (a) shall apply with respect to elections occur-
20	ring after January 2005.
21	SEC. 6. PROMOTING EXPEDITED AVAILABILITY OF FEC RE-
22	PORTS.
23	(a) Mandatory Electronic Filing For All Re-
24	PORTS.—



1	(1) In general.—Section 304(a)(11) of the
2	Federal Election Campaign Act of 1971 (2 U.S.C.
3	434(a)(11)) is amended—
4	(A) in subparagraph (A), by striking "a
5	person required to file—" and all that follows
6	and inserting the following: "each person re-
7	quired to file a report under this Act shall be
8	required to maintain and file such report in
9	electronic form accessible by computers.";
10	(B) in subparagraph (C), by striking "des-
11	ignations, statements, and reports" and insert-
12	ing "documents"; and
13	(C) in subparagraph (D), by striking
14	"means, with respect to" and all that follows
15	and inserting the following: "means any report,
16	designation, statement, or notification required
17	by this Act to be filed with the Commission or
18	the Secretary of the Senate.".
19	(2) Placement of all reports on inter-
20	NET.—Section 304(a)(11)(B) of such Act (2 U.S.C.
21	434(a)(11)(B)) is amended—
22	(A) by striking "a designation, statement
23	report, or notification" and inserting "each re-
24	port"; and



1	(B) by striking "the designation, state-
2	ment, report, or notification" and inserting
3	"the report".
4	(3) Software for filing of all reports.—
5	Section 304(a)(12) of such Act (2 U.S.C
6	434a(a)(12)), as added by section 306 of the Bipar-
7	tisan Campaign Reform Act of 2002, is amended—
8	(A) in subparagraph (A)(ii), by striking
9	"each person required to file a designation,
10	statement, or report in electronic form" and in-
11	serting "each person required to file a report
12	(as defined in paragraph (11)(D))"; and
13	(B) in subparagraph (B), by striking "any
14	designation, statement, or report" and inserting
15	"any report (as defined in paragraph
16	(11)(D))".
17	(b) Requiring Reports for All Contributions
18	MADE TO ANY POLITICAL COMMITTEE WITHIN 90 DAYS
19	OF ELECTION; REQUIRING REPORTS TO BE MADE WITH-
20	IN 24 HOURS.—Section 304(a)(6)(A) of such Act (2
21	U.S.C. $434(a)(6)(A)$) is amended to read as follows:
22	"(A) Each political committee shall notify the Sec-
23	retary or the Commission, and the Secretary of State, as
24	appropriate, in writing, of any contribution received by the
25	committee during the period which begins on the 90th day



- 1 before an election and ends at the time the polls close for
- 2 such election. This notification shall be made within 24
- 3 hours (or, if earlier, by midnight of the day on which the
- 4 contribution is deposited) after the receipt of such con-
- 5 tribution and shall include the name of the candidate in-
- 6 volved (as appropriate) and the office sought by the can-
- 7 didate, the identification of the contributor, and the date
- 8 of receipt and amount of the contribution.".
- 9 (c) Effective Date.—The amendment made by
- 10 this section shall apply with respect to reports for periods
- 11 beginning on or after January 1, 2005.
- 12 SEC. 7. WAIVER OF "BEST EFFORTS" EXCEPTION FOR IN-
- 13 FORMATION ON IDENTIFICATION OF CON-
- 14 TRIBUTORS.
- 15 (a) In General.—Section 302(i) of the Federal
- 16 Election Campaign Act of 1971 (2 U.S.C. 432(i)) is
- 17 amended—
- 18 (1) by striking "(i) When the treasurer" and
- inserting "(i)(1) Except as provided in paragraph
- 20 (2), when the treasurer"; and
- 21 (2) by adding at the end the following new
- paragraph:
- "(2) Paragraph (1) shall not apply with respect to
- 24 information regarding the identification of any person who
- 25 makes a contribution or contributions aggregating more



- 1 than \$200 during a calendar year (as required to be pro-
- 2 vided under subsection (c)(3).".
- 3 (b) Effective Date.—The amendment made by
- 4 subsection (a) shall apply with respect to persons making
- 5 contributions for elections occurring after January 2005.

