

1.1 moves to amend H.F. No. 2662 as follows:

1.2 Delete everything after the enacting clause and insert:

1.3 "Section 1. [10A.205] CORPORATE AND LABOR UNION POLITICAL
1.4 ACTIVITY REPORTS.

1.5 Subdivision 1. Receipt of reports. The board must maintain a copy of each
1.6 shareholder and union member notification report received under section 211B.155 on
1.7 the board's Web site.

1.8 Subd. 2. Annual audit. On an annual basis, the board shall randomly audit the
1.9 extent of compliance or noncompliance by labor unions and corporations required to
1.10 provide notification under section 211B.155. No later than June 30 of each year, the board
1.11 shall submit a report to the legislature on the results of audits conducted in the preceding
1.12 year. An audit required by this subdivision shall be conducted in the manner provided for
1.13 audits and investigations by the board under section 10A.02, subdivision 10.

1.14 EFFECTIVE DATE. This section is effective June 1, 2014.

1.15 Sec. 2. Minnesota Statutes 2012, section 211B.15, is amended by adding a subdivision
1.16 to read:

1.17 Subd. 4a. Shareholder or union member consent. (a) A corporation or labor union
1.18 may not engage in contribution or expenditure activity for political purposes that, in the
1.19 aggregate, exceeds \$10,000 in a calendar year, unless the shareholders of the corporation,
1.20 or members of the labor union, have approved the contribution or expenditure activity
1.21 by majority vote. The vote must be conducted according to the rules and bylaws of the
1.22 corporation or union, and may authorize a specific contribution or expenditure, or may
1.23 authorize a total budget for all contribution and expenditure activity by the corporation
1.24 or union in a calendar year. The date and result of a vote required under this subdivision
1.25 must be included in the notification report required by section 211B.155.

2.1 (b) As used in this subdivision, "shareholders" means, in the case of a corporation
2.2 registered to do business in this state, all shareholders of the corporation residing in
2.3 the state; in the case of a corporation incorporated in this state, all shareholders of the
2.4 corporation; and in the case of a partnership registered to do business in this state, all
2.5 partners.

2.6 **Sec. 3. [211B.155] CORPORATE AND LABOR UNION POLITICAL**
2.7 **ACTIVITY; NOTIFICATION TO SHAREHOLDERS OR MEMBERS; PUBLIC**
2.8 **REPORT REQUIRED.**

2.9 Subdivision 1. **Definitions.** For purposes of this section, the following terms have
2.10 the meanings given:

2.11 (1) "corporation" has the meaning provided in section 211B.15, subdivision 1;

2.12 (2) "shareholders" has the meaning provided in section 211B.15, subdivision 4a; and

2.13 (3) "labor union" or "union" means any organization of employees which exists for
2.14 the purpose, in whole or in part, of collective bargaining or of dealing with employers
2.15 concerning grievances or terms or conditions of employment.

2.16 Subd. 2. **Notification required.** (a) At least quarterly, a corporation or labor union
2.17 that directly or indirectly makes a contribution or expenditure for political purposes must
2.18 notify, in writing, the corporation's shareholders, or the labor union's members, of the nature
2.19 of its contribution and expenditure activity during the previous quarter. For purposes of this
2.20 section, a corporation or labor union makes a contribution or expenditure if the contribution
2.21 or expenditure is funded through its general treasury, a separate segregated fund, or any
2.22 other entity or account established and controlled by the corporation or labor union.

2.23 (b) A notification required by this section must contain:

2.24 (1) the date and amount of each contribution and expenditure;

2.25 (2) if the contribution or expenditure was made to support or oppose a candidate for
2.26 public office, the office sought by the candidate, the candidate's political party affiliation,
2.27 and whether the contribution or expenditure was made in support of, or in opposition to,
2.28 the candidate;

2.29 (3) if the contribution or expenditure was made to support or oppose a ballot
2.30 question, a description of the ballot question, and whether the contribution or expenditure
2.31 was made in support of, or in opposition to, the question;

2.32 (4) if the contribution or expenditure was made to advocate or raise awareness about
2.33 a policy issue, the nature of the issue, and the corporation's or union's position on the issue;

3.1 (5) if applicable, the date and result of any votes required to be conducted under
3.2 section 211B.15, subdivision 4a, and the amount and nature of activity authorized by
3.3 the vote; and

3.4 (6) the name of any corporate or union officer directly advocating for or approving
3.5 involvement in support or opposition to the candidate, ballot question, or policy issue.

3.6 (c) A corporation or labor union required to provide a notification under this section
3.7 must make a copy of the notification accessible on the corporation's or union's Web site
3.8 for at least one year following the date of the notification.

3.9 Subd. 3. **Public report.** A corporation or labor union required to provide a
3.10 notification under this section must provide a copy of the notification to the Campaign
3.11 Finance and Public Disclosure Board, subject to the requirements and penalties provided
3.12 in section 10A.025 for filing reports.

3.13 Subd. 4. **Penalty.** A corporation convicted of violating this section is subject to
3.14 the penalties provided in section 211B.15, subdivision 7. A labor union convicted of
3.15 violating this section is subject to the penalties in section 211B.15, subdivision 7, as
3.16 if it were a corporation.

3.17 **EFFECTIVE DATE.** This section is effective June 1, 2014, and applies to
3.18 contributions and expenditures made on or after that date."

3.19 Amend the title accordingly