

House File 358

H-1102

1 Amend House File 358 as follows:

2 1. Page 1, after line 28 by inserting:

3 <Sec. _____. Section 68A.503, Code 2021, is amended by
4 striking the section and inserting in lieu thereof the
5 following:

6 **68A.503 Contributions by corporations — requirements.**

7 1. A corporation or subsidiary of the corporation shall not
8 use money or other property in connection with a contribution
9 or independent expenditure unless the shareholders of the
10 corporation have by an affirmative vote of a majority of all
11 shares entitled to vote done all of the following:

12 a. Authorized in advance the total amount of money or
13 property that may be used for all political expenditures during
14 a specific fiscal year of the corporation.

15 b. Directed that the money or property be used for one or
16 more of the following purposes:

17 (1) A specified candidate or candidates.

18 (2) Candidates of a specified political party or parties.

19 (3) A specified political party or parties.

20 (4) A specified political committee or committees.

21 (5) A specified entity or entities exempt from taxation
22 under §501(c)(4) or (6) of the Internal Revenue Code.

23 (6) A specified question or questions.

24 2. A corporation that makes a contribution or independent
25 expenditure, including through a subsidiary of the corporation,
26 shall at least annually disclose to its shareholders and file
27 with the secretary of state an accounting of the contributions
28 and independent expenditures used for such purposes, including
29 all of the following:

30 a. The date of the contribution or independent expenditure.

31 b. The amount of the contribution or independent
32 expenditure.

33 c. The identity of the recipient of the contribution,
34 or in the case of an independent expenditure, the identity
35 of the candidate, ballot measure, political party, pending

1 legislation, public policy, or government rule supported or
2 opposed.

3 *d.* The business rationale for each contribution or
4 independent expenditure.

5 3. The secretary of state shall post each corporation's
6 annual disclosure on the internet site maintained by the
7 secretary of state.

8 4. When it appears to the attorney general that a person
9 has committed a violation of this section, the attorney general
10 may bring an action to obtain one or more of the following
11 remedies:

12 *a.* A temporary restraining order.

13 *b.* A temporary or permanent injunction.

14 *c.* A civil penalty in the following amounts:

15 (1) Three times the amount of an expenditure made in
16 violation of subsection 1.

17 (2) Five thousand dollars for any other violation of this
18 section.

19 *d.* A declaratory judgment.

20 *e.* Rescission.

21 *f.* Restitution.

22 *g.* Other appropriate relief.>

23 2. Title page, line 1, after <including> by inserting
24 <corporate contributions,>

25 3. By renumbering as necessary.

KONFRST of Polk