HOUSE COMMITTEE OF REFERENCE REPORT

| | March 3, 2025 |
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| Chair of Committee | Date |

Committee on State, Civic, Military, & Veterans Affairs.

After consideration on the merits, the Committee recommends the following:

HB25-1170 be amended as follows, and as so amended, be referred to the Committee on <u>Appropriations</u> with favorable recommendation:

1 Amend printed bill, page 2, after line 1 insert:

"SECTION 1. Legislative declaration. (1) The general assembly finds and declares that:

- (a) Current law regarding lobbyist registration requires an individual who engages with covered officials and receives compensation from the organization for which they are speaking to register as a professional lobbyist and report to the secretary of state's office;
- (b) This includes timely reporting of each interaction, payment of a registration fee, monthly disclosure reports on a year-round basis, and the acknowledgment of engaging in lobbying activity, and these requirements apply to employees of nonprofit charitable organizations classified under 501(c)(3) of the Internal Revenue Code;
- (c) Current law has had a massive chilling effect on the engagement by nonprofit charitable organizations with the general assembly because nonprofit charitable organizations are uncomfortable with the professional lobbyist title and the need to provide disclosures for a single or handful of interactions with elected officials;
- (d) Nonprofit advocates are not lobbyists by trade but are required to engage on legislation affecting their employer;
- (e) Nonprofit charitable organizations value transparency and the desire to share what they are working on, whom they have spoken to, and what their position on a matter is, but feel the current requirements are burdensome; and
- (f) Nonprofit charitable organizations provide a valuable and unique lens when evaluating legislation because they comprise a large part of the state and provide an important perspective for the general assembly.

- 1 (2) Therefore, the general assembly further finds and declares that
- 2 there is a need to provide for a new type of lobbyist registration that
- 3 encourages engagement and participation by nonprofit charitable
- 4 organizations and provides for transparency that is critical to the
- 5 legislative process.".
- 6 Renumber succeeding sections accordingly.
- 7 Page 2, after line 7 insert:
- 8 "(3.8) "Nonprofit advocate" means an individual
- 9 EXCLUSIVELY EMPLOYED BY A SINGLE NONPROFIT ENTITY WHO ENGAGES
- 10 IN LOBBYING OF ONE OR MORE COVERED OFFICIALS ON BEHALF OF THE
- 11 NONPROFIT ENTITY AS AN INCIDENTAL DUTY OF THE INDIVIDUAL'S ROLE.
- 12 A NONPROFIT ADVOCATE IS NOT A PROFESSIONAL LOBBYIST.".
- 13 Page 3, line 1, strike "(3.8)" and substitute "(3.9)".
- Page 3, line 4, strike "1986"." and substitute "1986", AND THAT HAS TEN
- 15 MILLION DOLLARS OR LESS IN GROSS REVENUES PER TAX YEAR.".
- Page 3, strike lines 5 through 9.
- 17 Page 4, line 7, strike "(3.9)," and substitute "(3.8),".
- Page 4, line 20, strike "THIRTY DAYS" and substitute "TWELVE HOURS".
- 19 Page 4, strike lines 21 and 22 and substitute "PER STATE FISCAL YEAR.
- 20 FOR PURPOSES".
- 21 Page 4, line 24, strike "DAY," and substitute "SAME THIRTY-MINUTE
- 22 INCREMENT,".
- Page 4, line 25, strike "DAY." and substitute "THIRTY-MINUTE INCREMENT.
- For purposes of this subsection (3), lobbying of a covered official
- 25 BY A NONPROFIT ADVOCATE IS MEASURED IN INCREMENTS OF THIRTY
- 26 MINUTES. THIRTY MINUTES OR LESS OF LOBBYING OF A COVERED OFFICIAL
- 27 BY A NONPROFIT ADVOCATE IS CONSIDERED TO BE THIRTY MINUTES OF
- 28 LOBBYING. A NONPROFIT ENTITY MAY USE MULTIPLE NONPROFIT
- 29 ADVOCATES DURING A STATE FISCAL YEAR, BUT THE SUM OF THEIR TOTAL
- 30 LOBBYING HOURS MUST NOT EXCEED TWELVE HOURS PER STATE FISCAL
- 31 YEAR.".

- 1 Page 5, line 11, strike "LOBBYIST;" and substitute "ADVOCATE;".
- 2 Page 6, line 3, strike the second "LOBBYIST" and substitute "ADVOCATE".
- 3 Strike "LOBBYIST" and substitute "ADVOCATE" on: Page 4, lines 13, 16,
- 4 and 19; and **Page 5**, lines 1, 3, 6, 13, 14, 16, and 19.
- 5 Strike "LOBBYIST," and substitute "ADVOCATE," on: Page 2, line 7; Page
- 6 3, lines 14 and 25; **Page 4**, line 7; and **Page 6**, line 4.
- 7 Strike "LOBBYIST"" and substitute "ADVOCATE"" on: Page 5, line 26; and
- 8 **Page 6**, line 1.
- 9 Strike "LOBBYISTS" and substitute "ADVOCATES" on: Page 4, lines 23 and
- 10 27; and **Page 5**, lines 1 and 5.

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