RECEIVED

By Office of the Commission Secretary at 3:44 pm, Jul 22, 2024



AGENDA DOCUMENT NO. 24-27-A **AGENDA ITEM** For the meeting of July 25, 2024 **SUBMITTED LATE**

July 22, 2024

MEMORANDUM

To: The Commission

Lisa J. Stevenson NFS for Land Acting General Counsel From:

Neven F. Stipanovic Associate General Counsel

Amy L. Rothstein NFS for ALR Assistant General Counsel

Joseph P. Wenzinger

Attorney

Madeleine I. Windel MW

Extern

Subject: Notification of Availability for REG 2024-07 (Political Party Rules II)

On June 26, 2024, the Commission received a Petition for Rulemaking ("Petition") from Minnesota Democratic Farmer-Labor Party and its Chair, Ken Martin, asking the Commission to amend various regulations applicable to state, district, and local committees of political parties.

The Office of General Counsel has examined the Petition and determined that it meets the requirements of 11 C.F.R. § 200.2(b). Therefore, we have drafted the attached Notification of Availability ("NOA") seeking comment on whether the Commission should initiate a full rulemaking on the proposal in the Petition. The NOA will be published in the *Federal Register* pursuant to 11 C.F.R. § 200.3(a)(1).

In keeping with the Commission's usual procedure, the NOA does not address the merits of the Petition. Instead, it states that consideration of the merits will be deferred until the close of the comment period.

Attachment

| 1 | BILLING CODE: 6715-01-P |
|----|--|
| 2 | |
| 3 | FEDERAL ELECTION COMMISSION |
| 4 | 11 CFR Parts 100, 106, 109, 110, 300 |
| 5 | [NOTICE 2024-XX] |
| 6 | Political Party Rules II |
| 7 | AGENCY: Federal Election Commission. |
| 8 | ACTION: Notification of availability of petition for rulemaking. |
| 9 | SUMMARY: On June 26, 2024, the Federal Election Commission received a Petition |
| 10 | for Rulemaking asking the Commission to revise existing rules applicable to state, |
| 11 | district, and local committees of political parties. The Commission seeks comments on |
| 12 | this Petition. |
| 13 | DATE: Comments must be submitted on or before [INSERT DATE 60 DAYS AFTER |
| 14 | PUBLICATION IN THE FEDERAL REGISTER]. |
| 15 | ADDRESSES: All comments must be in writing. Commenters are encouraged to |
| 16 | submit comments electronically via the Commission's website at |
| 17 | http://www.fec.gov/fosers/, reference REG 2024-07. Alternatively, comments may be |
| 18 | submitted in paper form addressed to the Federal Election Commission, Attn.: Ms. Amy |
| 19 | L. Rothstein, Assistant General Counsel for Policy, 1050 First Street, NE, Washington, |
| 20 | DC 20463 (U.S. mail) or 20002 (all other delivery services). |
| 21 | Each commenter must provide, at a minimum, his or her first name, last name, |
| 22 | city, and state. All properly submitted comments, including attachments, will become |
| 23 | part of the public record, and the Commission will make comments available for public |

DRAFT

- 1 viewing on the Commission's website and in the Commission's Public Records Office.
- 2 Accordingly, commenters should not provide in their comments any information that they
- do not wish to make public, such as a home street address, personal email address, date of
- 4 birth, phone number, social security number, or driver's license number, or any
- 5 information that is restricted from disclosure, such as trade secrets or commercial or
- 6 financial information that is privileged or confidential.
- 7 FOR FURTHER INFORMATION CONTACT: Ms. Amy L. Rothstein, Assistant
- 8 General Counsel for Policy, or Mr. Joseph P. Wenzinger, Attorney, Office of General
- 9 Counsel, (202) 694-1650 or (800) 424-9530.
- 10 **SUPPLEMENTARY INFORMATION:** On June 26, 2024, the Federal Election
- 11 Commission received a Petition for Rulemaking ("Petition") from the Minnesota
- 12 Democratic Farmer-Labor Party and its Chair, Ken Martin (collectively, "Petitioners"),
- asking the Commission to amend various regulations applicable to state, district, and
- local committees of political parties. The Petition "revokes" a previous petition for
- rulemaking submitted by the same Petitioners on June 15, 2016, "incorporate[s]... by
- 16 reference" the issues raised in the 2016 petition, and highlights three "priority issues" for
- 17 consideration by the Commission.²
- First, Petitioners ask the Commission to amend 11 CFR 300.33(d)(3) by omitting
- 19 the phrase "Federal election activities." Section 300.33(d)(3) applies to salaries, wages,

Petition for Rulemaking to Strengthen Political Parties ("Petition"), REG 2024-07 (June 26, 2024).

Petition at 1-2. Documents concerning the Petitioners' 2016 petition for rulemaking are available on the Commission's website. *See, e.g.*, Petition for Rulemaking to Strengthen Political Parties, REG 2016-03 (June 14, 2016) https://sers.fec.gov/fosers/showpdf.htm?docid=351550. On October 7, 2016, the Commission published a notification of availability in the *Federal Register* and solicited and received comments on the 2016 petition. *See* Political Party Rules, 81 FR 69721 (Oct. 7, 2016), https://sers.fec.gov/fosers/showpdf.htm?docid=353435.

1 and fringe benefits paid for employees of state, district, or local party committees or 2 organizations. It provides that "employees who spend none of their compensated time in 3 a given month on Federal election activities or on activities in connection with a Federal election may be paid entirely with funds that comply with State law."³ 4 5 Second, Petitioners ask the Commission to reconsider and revise the definitions of 6 "voter registration activity" and "get-out-the-vote activity" at 11 CFR 100.24(a)(2) and 7 (3). Section 100.24(a)(2) defines "voter registration activity" to include, among other 8 things, "[e]ncouraging or urging potential voters to register to vote," "[p]reparing and 9 distributing information about registration and voting," and "[a]ny other activity that 10 assists potential voters to register to vote." Section 100.24(a)(3) defines "get-out-the-11 vote activity" to include, among other things, "[e]ncouraging or urging potential voters to 12 vote," "informing potential voters" about "[t]imes when polling places are open" and the 13 "location of particular polling places," and "[a]ny other activity that assists potential 14 voters to vote." 15 Third, Petitioners ask the Commission to codify a "modernized standard" to

Third, Petitioners ask the Commission to codify a "modernized standard" to determine when volunteer activities related to mailings by state or local parties comply with the Act's "volunteer mailing exemption." Sections 100.87 and 100.147 of the Commission's regulations provide that the "payment by a state or local committee of a political party of the costs of campaign materials . . . used by such committee in

16

17

18

19

³ *Id.* 300.33(d)(3).

⁴ See 52 U.S.C. 30101(8)(B)(ix), (9)(B)(viii); 11 CFR 100.87, 100.147.

- 1 connection with volunteer activities on behalf of any nominee(s) of such party" is not a 2 contribution or expenditure if certain conditions are met.⁵
- The Petition also incorporates and attaches several documents, including
- 4 Petitioners' 2016 petition. The 2016 petition asked the Commission to consider
- 5 additional regulatory changes previously proposed in an agenda document presented at
- 6 the Commission's Open Meeting on October 29, 2015.⁶ These proposed changes
- 7 included (1) allowing political parties "to discuss issue advertisements with candidates,"
- 8 "republish parts of candidate materials in party materials," and "distribute volunteer
- 9 campaign materials without triggering coordination limits,"⁷ (2) "[e]xpand[ing] political
- party freedom to engage in volunteer activities such as volunteer mail drives, phone
- banks, and literature distribution," and (3) modifying the definition of "Federal election
- 12 activity" to permit "political parties to register voters and urge citizens to vote on behalf
- of state and local candidates free from FEC regulation" and "to employ people to engage
- in state and local get-out-the-vote activities with state funds."
- The Commission seeks comments on the Petition. The public may inspect the
- Petition on the Commission's website at http://www.fec.gov/fosers.
- 17 The Commission will not consider the Petition's merits until after the comment
- period closes. The Commission will consider the Petition and any comments that it

⁵ 11 CFR 100.87 and 100.147 (implementing 52 U.S.C. 30101(8)(B)(ix) and (9)(B)(viii)).

See Petition at 18-19 (attaching Commission Agenda Document No. 15-54-A, Regulatory Relief for Political Parties, Commissioner Lee Goodman (Oct. 20, 2015), https://www.fec.gov/resources/updates/agendas/2015/mtgdoc 15-54-a.pdf).

⁷ See 11 CFR 109.37.

⁸ See id. 100.87, 100.147.

⁹ See id. 100.24.

1 receives before deciding whether to initiate a rulemaking. The Commission will publish 2 the results of its decision in the Federal Register. 3 4 Dated: 5 6 On behalf of the Commission, 7 8 Sean J. Cooksey, Chairman, 10 11 12 Federal Election Commission. 13