



NEW YORK STATE SENATOR

Patrick M. Gallivan

Senator Gallivan Introduces Legislation to Reform LLC Law

JIM RANNEY June 14, 2016

| ISSUE: **LLC LOOPHOLE, ETHICS REFORM**



Senator Patrick M. Gallivan (R-C-I, Elma) has introduced legislation to amend the law pertaining to limited liability companies, or LLC's, in relation to political campaigns. The bill would require individuals associated with the LLC to be identified and would restrict LLC's from being established wholly to make political campaign contributions.

"These reforms will ensure greater disclosure and transparency," Gallivan said. "By amending the LLC law and election law, we can close loopholes that have too often resulted in abuse. LLC's will now be required to attach a name to the entity when filing financial

statements with the Board of Elections.”

The bill would also require out of state LLC’s to register with New York State.

A 1996 ruling by the New York State Board of Elections classified LLC’s not as an entity but as an individual in relation to campaign contributions. However, it is difficult to indentify a person associated with the LLC when the entity is making a campaign contribution. This legislation would change that.

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RELATED LEGISLATION

2015-S8035

- Introduced

- ◦ In Committee Assembly
- In Committee Senate

- ◦ On Floor Calendar Assembly
- On Floor Calendar Senate

- ◦ Passed Assembly
 - Passed Senate
- Delivered to Governor
- Signed By Governor
-

Regulates political contributions and expenditures by limited liability companies and other entities

June 07, 2016

In Senate Committee Rules

Sponsored by Patrick M. Gullivan

Do you support this bill?