

Approved 5/1/91  
Date

MINUTES OF THE House COMMITTEE ON Elections

The meeting was called to order by Representative Tom Sawyer at  
Chairperson

11:40 a.m./p.m. on Monday, April 29th, 1991 in room 521-S of the Capitol.

All members were present except: Representative Cozine, excused  
Representative Jones, excused

Committee staff present:

Pat Mah, Research  
Ellie Luthye, Committee Secretary

Conferees appearing before the committee:

The House Elections Committee was called to order at 11:40 a.m. on Monday, April 29th, 1991 by Chairman Tom Sawyer.

The purpose of the meeting was to discuss SB 86, a bill defining substantial interest and compensation.

Representative Shallenburger made a motion to amend the bill and include section 501C6 of the federal Internal Revenue Code into the bill. This was seconded by Representative Macy.

Following discussion the motion carried to amend 501C6 into SB 86.

Representative Shallenburger made a motion to amend SB 86 into HB 2022, the "motor voter" bill. This was seconded by Representative McKechnie.

Some members of the committee wished to have 501C6 explained to them more fully. Representative Parkinson explained that under the federal Internal Revenue Code, nonprofit organizations include certain religious, charitable, educational, civic, social and fraternal societies. Individuals who hold certain positions with nonprofit organizations are prohibited from the making of contracts between the city and the nonprofit organizations when the individuals, by statutory definition, hold substantial interest in the nonprofit organizations. Under current law, some individuals are prohibited from serving their community because of concern about penalties that require forfeiture of public office if it is deemed you hold substantial interest in the nonprofit organization.

Following this discussion the question was called and the motion carried.

Representative McKechnie offered an amendment which would make 501C6 apply only to counties with a population of more than 100,000 residents, seconded by Representative Stephens.

Representative Shallenburger offered a substitute motion to pass SB 86 without recommendation, seconded by Representative King. The motion carried. Representative McKechnie wished his "no" vote recorded.

The House Elections Committee adjourned at 12:15 p.m.

