Campaign Finance Regulatory Update

Effective May 5, 2024

Amendments to Board Regulation No. 1

Recently approved amendments to Board Regulation No. 1 (Campaign Finance) are effective as of May 5, 2024. These amendments clarify and update several areas of the City's rules on campaign finance.

Coordinated Expenditures

The rules for coordinated expenditures have been reorganized to increase readability and clarity. Revised Subpart I now includes:

- an overview of the relationship between coordination and contribution limits;
- an explanation of pre-candidacy coordination;
- a list of people with whom coordination may occur;
- descriptions of conduct constituting coordination;
- a separate paragraph explaining how fundraising in the 12 months before a covered election may result in coordinated expenditures; and
- an explanation of how coordination and resulting expenditures will be attributed to organizations and those who fund them.

Related definitions were also updated consistent with the changes to Subpart I.

Continued summary of Amendments to Board Regulation No. 1

Special Committees: Litigation Fund

The amendments clarify that funds can be transferred from a candidate political committee to a litigation fund committee (but not vice versa) and explain when such a committee can be established. Additional updates were made for consistency with the City Code, including specifying that such committees are political committees.

Special Committees: Transition & Inauguration

The rules for Transition & Inauguration (T&I) committees were updated to clarify that:

- all contributions and expenditures for transition or inauguration must be made through a T&I committee;
- a T&I committee is a political committee;
- funds can be transferred from a candidate political committee to a T&I committee (but not vice versa);
- T&I funds cannot be used for durable goods or real property;
- incumbents can raise or spend funds only for inauguration (not transition); and
- a T&I committee may be established at any time after someone becomes a candidate under City law.

The amendment also provides examples of fees and costs associated with transition and inauguration.

Contribution Limits: Doubling

The amendments clarify that pre-candidacy self-funding counts toward the \$250,000 threshold for doubling. The amendments also update the process for notifying the Board and clarify that the doubled limits are effective upon the Board's public announcement.

Continued summary of **Amendments to Board Regulation No. 1**

Contribution Limits: Quadrennial Adjustment

The amended regulation updates the contribution limits to reflect the adjusted amounts certified by the Finance Director for 2024. The limits were updated throughout the regulation as follows:

- Individuals \$3,700 (previously \$3,100)
- Political committees, partnerships, sole proprietorships, and other organizations \$14,800 (previously \$12,600)

These amounts are updated every four years based on the Consumer Price Index.

Resources

- Final Regulation: ethics.pub/Reg1 Hearing Report: ethics.pub/R1Rpt24 Full Comparison: ethics.pub/R1Line24
- Ask for Advice: BOEGCStaff@phila.gov
- Main Website: ethics.pub Campaign Finance Guide: ethics.pub/CFGuide
- O 1515 Arch Street, 18th Floor, Philadelphia, PA 19102
 - 215.686.9450

