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AGENDA DOCUMENT NO. 16-53-A AGENDA ITEM For meeting of October 27, 2016

October 20, 2016

MEMORANDUM

TO:

The Commission

FROM:

Lisa J. Stevenson

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Subject:

AO 2016-14 (11 Libertarian State Committees) Draft A

Attached is a proposed draft of the subject advisory opinion.

Members of the public may submit written comments on the draft advisory opinion. We are making this draft available for comment until 12:00 pm (Eastern Time) on October 26, 2016.

Members of the public may also attend the Commission meeting at which the draft will be considered. The advisory opinion requestor may appear before the Commission at this meeting to answer questions.

For more information about how to submit comments or attend the Commission meeting, go to http://www.fec.gov/law/draftaos.shtml.

1	ADVISORY OPINION 2016-14
2 3 4 5 6 7 8	Christina Sirois, Esq. DB Capitol Strategies PLLC 203 South Union Street Suite 300 Alexandria, VA 22314
9	Dear Ms. Sirois:
10	We are responding to your request on behalf of the Libertarian Party of Alabama,
11	Libertarian Party of Arkansas, Arizona Libertarian Party, Libertarian Party of Hawaii,
12	Libertarian Party of Idaho, Libertarian Party of Maryland, Libertarian Party of Mississippi,
13	Missouri State Libertarian Party, Libertarian Party of New Mexico, Libertarian Party of North
14	Dakota, and Libertarian Party of Texas (the "Committees") regarding their status as state
15	committees of a political party under the Federal Election Campaign Act, 52 U.S.C. §§ 30101-46
16	(the "Act"), and Commission regulations. The Commission concludes that the Committees
17	qualify as state committees of a national political party.
18	Background
19	The facts presented in this advisory opinion are based on your advisory opinion request
20	("AOR") submissions dated August 31 and September 8, 15, and 19, 2016; public filings with
21	the Commission; and public filings with the applicable Secretaries of State and State Boards of
22	Elections.
23	In 1979, the Commission determined that the Libertarian National Party ("LNP") is a
24	national political party. Advisory Opinion 1975-129 (National Committee of the Libertarian
25	Party). The Libertarian National Committee, Inc. ("LNC") is the national party committee of the
26	LNP. The LNC's Executive Director, Mr. Wes Benedict, has confirmed by letter that the
27	Committees are all "chartered state-level affiliate parties" of the LNC. AOR121-124. As

- discussed below, the governing documents of the Committees (e.g., Bylaws, Constitutions,
- 2 Rules) show their organizational structure and activities as Libertarian committees.

3 Question Presented

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- 4 Do the Committees qualify as state committees of a political party within the meaning of
- 5 the Act and Commission regulations?

Legal Analysis and Conclusion

- Yes, the Committees qualify as state committees of a political party within the meaning
- 8 of the Act and Commission regulations.
- A "state committee" is an organization that, "by virtue of the bylaws of a political party . . . is
- part of the official party structure and is responsible for the day-to-day operation of the political party
- at the State level, . . . as determined by the Commission." 11 C.F.R. § 100.14(a); 52 U.S.C. §
- 12 30101(15). A "political party" is an "association, committee, or organization that nominates a
- 13 candidate for election to any federal office whose name appears on the election ballot as the
- candidate of such association, committee, or organization." 52 U.S.C. § 30101(16); 11 C.F.R. §
- 15 100.15. The determination as to whether a state party organization qualifies as a state committee of a
- 16 national political party turns on three elements: (1) the national party of which the state party
- organization is a part must itself be a "political party;" (2) the state party organization must be part of
- 18 the official structure of the national party; and (3) the state party organization must be responsible for
- the day-to-day operation of the national party at the state level. See, e.g., Advisory Opinion 2015-01
- 20 (Green-Rainbow Party); Advisory Opinion 2012-39 (Green Party of Virginia). The Commission
- 21 therefore addresses each of these three elements in turn.

1	(1) Qualification of the LNP as Political Party
2	The Commission has previously determined that the LNP qualifies as a political party.
3	See Advisory Opinion 1979-125 (National Committee of the Libertarian Party). The
4	Commission is aware of no factual changes that would alter that conclusion.
5	(2) Status of the Committees as Part of the Official Structure of the Libertarian
6	National Party
7	To determine whether a state party organization is part of the official structure of a
8	national party, the Commission evaluates documentation from the national party. See, e.g.,
9	Advisory Opinion 2015-01 (Green-Rainbow Party); Advisory Opinion 2012-39 (Green Party of
10	Virginia). The letters from Mr. Wes Benedict, Executive Director of the LNC (AOR121-124),
11	confirm that the Committees are part of the official party structure of the LNP.
12	(3) Responsibility of the Committees for Day-to-Day Operation of the Libertarian
13	National Party at the State Level
14	To determine whether a state party organization is responsible for the day-to-day
15	operations of a national party at the state level, the Commission considers: (a) whether the state
16	organization has placed a federal candidate on the ballot (thereby qualifying as a "political party
17	under 52 U.S.C. § 30101(16)); and (b) whether the bylaws or other governing documents of the
18	state party organization indicate activity commensurate with the day-to-day functions and
19	operations of a political party at the state level. See, e.g., Advisory Opinion 2012-39 (Green
20	Party of Virginia); Advisory Opinion 2012-36 (Green Party of Connecticut).
21	(a) Candidate on the Ballot
22	Because an organization must place a federal candidate on the ballot to qualify as a
23	"political party," see 52 U.S.C. § 30101(16); 11 C.F.R. § 100.15, the organization responsible for

- 1 the operation of a political party at the state level must obtain ballot access for a federal
- 2 candidate to qualify as a "state committee." See 52 U.S.C. § 30101(2); 11 C.F.R. § 100.3(a); see
- 3 e.g., Advisory Opinion 2015-01 (Green-Rainbow Party); Advisory Opinion 2012-39 (Green
- 4 Party of Virginia); Advisory Opinion 2012-36 (Green Party of Connecticut).
- 5 Each of the Committees "assisted in placing" the LNP's nominee for President, Gary
- 6 Johnson, on the 2016 general election ballot in its state. AOR001, 005, 018, 034, 039, 052, 062,
- 7 067, 083, 090, and 096. Further, Gary Johnson received contributions or made expenditures in
- 8 excess of \$5,000 according to disclosure reports filed with the Commission. Mr. Johnson
- 9 therefore satisfies the Act's definition of a "candidate." See 2 U.S.C. § 30101(2); 11 C.F.R.
- 10 § 100.3(a).
- 11 (b) Day-To-Day Functions and Operations
- In addition to gaining ballot access for a candidate for federal office, each of the
- 13 Committees must also show, in its bylaws, constitution or other governing documents, that it is
- responsible for activity commensurate with the day-to-day functions and operations of a political
- party at the state level. The activity of each of the Committees is discussed in turn.
- 16 I) Alabama
- Pursuant to its bylaws, the Libertarian Party of Alabama engages in various political
- party activities in Alabama. See generally AOR002-004. These activities include:
- 19 "[d]isseminating information about libertarian ideals and principles; [n]ominating and promoting
- 20 candidates for local, state, and national public office; [p]romoting and coordinating regional and

See, e.g., Gary Johnson 2016, FEC Report 3P at 2 (Sep. 20, 2016), http://docquery.fec.gov/cgi-in/fecimg?_201609209032026391+0 (showing net election cycle contributions totaling more than \$7,921,000).

- local organizations throughout the state;" and "[s]electing and sending delegates to Libertarian
- 2 Party national conventions." AOR002.
- Additionally, the bylaws set forth the duties of each of the organization's officers, who
- 4 are responsible for "promoting the activities" described above. *Id.* The organization's governing
- 5 Executive Committee sets the time, place and schedule for the Annual Convention at which,
- 6 among other business, candidates for public office are chosen by a majority vote "from among
- 7 those put into nomination there." AOR003.
- 8 II) Arizona²
- 9 The Arizona Libertarian Party, Inc.'s bylaws provide for the election of its officers.
- 10 AOR012; see generally AOR006-017. These officers compose the Board of Directors, whose
- duties include: "1) ensuring that the Arizona Libertarian Party, Inc. has continuing countywide
- and continuing statewide ballot status, 2) recruiting Libertarians wishing to seek elective office,
- 13 3) registering voters as members of the Arizona Libertarian Party, Inc., 4) educating the
- electorate on the virtues of Libertarian principles, and 5) bringing laws into closer agreement
- with Libertarian principles through the initiative and referendum process, through the legal
- 16 challenge of unjust laws, and through the persuasion of sitting lawmakers." AOR007.

17 These members of the Board of Directors also make up the Executive Board, whose main

- 18 purpose is to fill any vacancy in a candidacy for U.S. Senator or other statewide candidacy,
- including "fil[ing] a nomination paper and affidavit complying with the requirements for
- 20 candidates [under Arizona law] in order to fill the vacancy." AOR013.

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Because the Arizona Libertarian Party, Inc. terminated after the Commission recognized it as a state party committee in Advisory Opinion 2007-02 (Arizona Libertarian Party), and because it subsequently re-registered with the Commission as a new committee, the Commission must reexamine whether the Arizona Libertarian Party, Inc. qualifies as a state committee of a political party. *See* Advisory Opinion 2015-01 (Green-Rainbow Party) (analyzing state-party status of committee that had terminated and re-registered after prior recognition as state party).

1 The Arizona Libertarian Party sends delegates to the LNP convention, and the LNP's 2 nominees for President and Vice President become the candidates of the Arizona Libertarian 3 Party. See AOR014. The Arizona Libertarian Party's Chairman is required to "send a letter to 4 the Secretary of State directing [him or her] to place" the LNP's candidate for President on the 5 ballot for the next general election. AOR014. 6 III) Arkansas 7 Pursuant to its bylaws, the Libertarian Party of Arkansas engages in various political 8 party activities in Arkansas. See generally AOR019-033. These activities include promoting 9 and supporting Libertarian philosophy and ideals in the state; nominating and supporting 10 candidates for the United States Congress and for state and local offices; and supporting the 11 LNP's candidates for President and Vice President. See AOR020. 12 The Libertarian Party of Arkansas's bylaws: (1) commit the party to conducting its 13 business "in such a manner as to establish and maintain an affiliation with" the LNP so that state 14 delegates may be sent to the LNP's national events and conventions; (2) require the party to hold 15 an annual state convention at which delegates to the LNP's convention are determined; and (3) 16 establish rules, procedures and fees for the approval, selection, and support of Libertarian 17 candidates for public office. Additionally, the bylaws allow for the creation of County Executive 18 Committees to promote the party and its candidates within each county. See AOR021-022, 025-19 028. 20 IV) Hawaii 21 The Libertarian Party of Hawaii's bylaws specify duties for each of the organization's 22 officers and for its Executive Committee. See AOR035-036; see generally AOR034-038. The 23 Executive Committee, among other things, supervises, manages, and establishes the official

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1 program and order of business for state party conventions. AOR037. A platform may be

adopted at the state convention. See AOR037-038. Further, the Executive Committee "may

interview intended candidates for political office to determine their familiarity with the National

or State Party" and whether they are "in general agreement with principles and ideals of the Party

and its Platform." AOR036.

V) Idaho

Pursuant to its bylaws and constitution, the Libertarian Party of Idaho engages in various political party activities in Idaho. *See generally* AOR040-051. These activities include

nominating candidates for political offices and promoting Libertarian Party activities and party

membership. The Libertarian Party of Idaho holds conventions during even-numbered years at

which the organization sets a platform, elects officers, nominates candidates for public office,

and elects delegates to the LNP convention. See AOR046-048, 050. The Libertarian Party of

Idaho also will not "endorse any candidate for President or Vice-President other than the

candidate selected by the delegates at the national party convention." AOR048.

VI) Maryland³

Pursuant to its constitution, the Libertarian Party of Maryland engages in various political

party activities in Maryland. See generally AOR053-061. These activities include working "in

affiliation with the [LNP] to build and promote the [Libertarian Party of Maryland], its

principles, and platform; to nominate candidates to public office in Maryland who are in

agreement with [Libertarian] principles, and support their election; and to engage in educational,

social, and fundraising activities to support and advance the [Libertarian Party of Maryland's]

The Libertarian Party of Maryland was administratively terminated after the Commission recognized it as a state committee in Advisory Opinion 2004-40 (Libertarian Party of Maryland), and it subsequently re-registered with the Commission as a new committee. *See supra* n.2.

- 1 goals." AOR053. Further, the constitution sets requirements and procedures for the nomination
- 2 of candidates for public office and states that the LNP's nominees for President and Vice
- 3 President "shall be the nominees of the [Libertarian Party of Maryland]." AOR058.
- 4 VII) Mississippi
- Voting members of the Libertarian Party of Mississippi must make contributions of
- 6 varying amounts to both the LNP and the Libertarian Party of Mississippi. See AOR063. The
- 7 Libertarian Party of Mississippi holds an annual convention at which it may elect delegates to the
- 8 LNP's convention and nominate candidates for public office. See AOR066. The organization's
- 9 bylaws provide that the Libertarian Party of Mississippi's executive committee shall set the time,
- place, and schedule of events for the convention. AOR065. The bylaws also provide for the
- executive committee to promote and authorize county and campus Libertarian organizations. *Id.*
- 12 VIII) Missouri
- Pursuant to its bylaws, the Missouri Libertarian Party engages in various political party
- 14 activities in Missouri. See generally AOR071-082. These activities include promoting
- 15 Libertarian candidates for election to public office and promoting Libertarian ideas and
- philosophy. The bylaws state the Missouri Libertarian Party's affiliation with the LNP and
- 17 require compliance with all applicable LNC and LNP rules and bylaws. See AOR071. The
- 18 bylaws also provide that an Executive Committee comprising elected officers and district
- members is authorized to act on behalf of the State Committee between State Committee
- 20 meetings. See AOR072. Finally, the bylaws allow for the organization of local affiliates, which
- 21 must be recognized by the Missouri Libertarian Party. See AOR074-075.
- The Missouri Libertarian Party holds annual conventions, which include nominating
- conventions during even-numbered years. The purposes of the nominating conventions are to

- 1 encourage people to run for statewide office and to allow members to choose candidates to
- 2 represent the Missouri Libertarian Party in statewide general elections. See AOR076. The
- 3 bylaws set forth the procedures for nominating and electing these nominees. See id.
- 4 IX) New Mexico
- 5 Pursuant to its constitution and bylaws, the Libertarian Party of New Mexico engages in
- 6 various political activities to promote specified Libertarian principles. See generally AOR084-
- 7 089. These activities include (1) nominating, supporting, and electing candidates for public
- 8 office; (2) lobbying officials and government bodies; and (3) engaging in educational and
- 9 informational activities. See AOR084. For example, the organization's Executive Committee is
- authorized to call special conventions to nominate candidates for special elections, see AOR085,
- and its Central Committee oversees an annual convention at which the Libertarian Party of New
- Mexico may nominate candidates for public office and delegates to the LNP's convention under
- specified procedures. See AOR088. The Libertarian Party of New Mexico also adopts the
- LNP's platform as its own, except that the Libertarian Party of New Mexico may delete or add
- any plank by a two-thirds vote. *Id.* Finally, the constitution and bylaws provide that county
- organizations meeting certain requirements may be recognized by the Libertarian Party of New
- 17 Mexico as affiliates. See AOR086-087.
- 18 *X) North Dakota*
- Pursuant to its bylaws, the Libertarian Party of North Dakota engages in various political
- 20 party activities in North Dakota. See generally AOR091-095 ("LPND Constitution and
- Bylaws"). These activities include promoting "Libertarian candidates for election to public
- office," promoting "libertarian ideas and philosophy," affiliating with the LNP, and complying
- with all applicable LNP and LNC rules and bylaws. AOR091.

1 The organization set forth in the bylaws to engage in these activities includes elected 2 officers and a State Committee with the authority to "pass and amend bylaws, raise money, 3 maintain bank accounts, expend necessary funds raised, form committees, assign duties to State 4 Officers and appoint agents to act on its behalf." AOR092. The Executive Committee, 5 comprising the elected officers and district members, is authorized to act on behalf of the State 6 Committee between State Committee meetings. *Id.* Local organizations meeting certain criteria 7 may organize county, legislative, senatorial, congressional, and judicial district committees. See 8 AOR093-094. The Libertarian Party of North Dakota holds a state convention at least bi-9 annually, some of the purposes of which are to select delegates to the LNP convention, amend 10 the Libertarian Party of North Dakota's bylaws, and amend the Libertarian Party of North 11 Dakota's platform. See AOR094. 12 XI) Texas 13 Pursuant to its rules, the Libertarian Party of Texas engages in various political party 14 activities in Texas. See generally AOR097-120. These activities include (1) nominating and 15 supporting candidates for the United States Congress and for state and local offices in Texas; (2) 16 establishing and supporting county Libertarian affiliates across the state; and (3) affiliating with 17 the LNP. AOR101. 18 The rules provide a detailed organizational structure to carry out these activities. The 19 Libertarian Party of Texas has a State Executive Committee comprising elected officers, 20 representatives from state senatorial districts, and members of the LNC representing Texas ex 21 officio. AOR102. The Libertarian Party of Texas's structure also includes County Executive 22 Committees and, when required, District Executive Committees. See AOR103-105.

1 The Libertarian Party of Texas holds conventions in even-numbered years. See 2 AOR108-110. Business conducted at the conventions includes nomination of candidates for 3 public office, election of delegates to the LNP's convention, election of Presidential electors, and 4 work on the Libertarian Party of Texas's platform. See AOR110-111. 5 Summary 6 For the reasons explained above, the governing documents of the 11 Libertarian 7 committees that are parties to this request indicate activity commensurate with the day-to-day 8 functions and operations of a political party at the state level and are similar to other state party 9 rules that the Commission has found sufficient to qualify an organization for state committee 10 status. See, e.g., Advisory Opinion 2015-01 (Green-Rainbow Party); Advisory Opinion 2012-39 11 (Green Party of Virginia); Advisory Opinion 2012-36 (Green Party of Connecticut); Advisory 12 Opinion 2010-22 (Working Families Party of Connecticut). Therefore, the Committees satisfy 13 the requirement of being responsible for the day-to-day operation of the LNP at the state level 14 pursuant to 52 U.S.C. § 30101(15) and 11 C.F.R. § 100.14(a). 15 Conclusion 16 The Commission determines that the Committees qualify as state committees of a 17 national political party under the Act and Commission regulations because: (1) The LNP qualifies 18 as a political party; (2) the Committees are part of the official structure of the LNP; and (3) the 19 Committees are responsible for the day-to-day operation of the LNP at the state level. 20 This response constitutes an advisory opinion concerning the application of the Act and 21 Commission regulations to the specific transaction or activity set forth in your request. See 22 52 U.S.C. § 30108. The Commission emphasizes that, if there is a change in any of the facts or 23 assumptions presented, and such facts or assumptions are material to a conclusion presented in

1 this advisory opinion, then the requestors may not rely on that conclusion as support for their 2 proposed activity. Any person involved in any specific transaction or activity which is 3 indistinguishable in all its material aspects from the transaction or activity with respect to which 4 this advisory opinion is rendered may rely on this advisory opinion. See 52 U.S.C. 5 § 30108(c)(1)(B). Please note that the analysis or conclusions in this advisory opinion may be 6 affected by subsequent developments in the law including, but not limited to, statutes, 7 regulations, advisory opinions, and case law. Any advisory opinions cited herein are available 8 on the Commission's website. 9 On behalf of the Commission, 10 11 12 13 Matthew S. Petersen 14 Chairman