



General Assembly

Amendment

February Session, 2022

LCO No. 6340



Offered by:

SEN. FLEXER, 29th Dist.

SEN. SAMPSON, 16th Dist.

REP. FOX, 148th Dist.

To: Subst. Senate Bill No. **431**

File No. 477

Cal. No. 329

"AN ACT CONCERNING REFERENDA, INDEPENDENT EXPENDITURES AND CERTAIN OTHER POLITICAL SPENDING."

1 Strike section 1 in its entirety and substitute the following in lieu
2 thereof:

3 "Section 1. Section 9-601 of the 2022 supplement to the general
4 statutes is amended by adding subdivisions (33) to (38), inclusive, as
5 follows (*Effective from passage*):

6 (NEW) (33) "Foreign national" means:

7 (A) A foreign principal and any agent or separate segregated fund of
8 a foreign principal;

9 (B) An individual who is not (i) a citizen of the United States, (ii) a
10 national of the United States, or (iii) lawfully admitted for permanent
11 residence; or

12 (C) A firm, partnership, corporation, association, organization or
13 other entity:

14 (i) With respect to which a foreign owner or a person described in
15 subparagraph (A) or (B) of this subdivision holds, owns, controls or
16 otherwise has a direct or indirect beneficial ownership of at least five
17 per cent of such entity's total equity or outstanding voting shares;

18 (ii) With respect to which two or more, in combination, foreign
19 owners or persons described in subparagraph (A) or (B) of this
20 subdivision hold, own, control or otherwise have a direct or indirect
21 beneficial ownership of at least twenty per cent of such entity's total
22 equity or outstanding voting shares, excluding interests held in a widely
23 held, diversified fund;

24 (iii) With respect to which a foreign owner or individual described in
25 subparagraph (A) or (B), as applicable, of this subdivision participates
26 directly or indirectly in decisions to engage in any activity subject to the
27 provisions of chapter 155 or 157; or

28 (iv) That is exempt from taxation under Section 501(c)(4) of the
29 Internal Revenue Code of 1986, or any subsequent corresponding
30 internal revenue code of the United States, as amended from time to
31 time, and with respect to which at least twenty per cent of the income
32 received by such entity in the most recent taxable year derives from one
33 or more foreign owners.

34 (NEW) (34) "Foreign principal" has the same meaning as provided in
35 22 USC 611(b), as amended from time to time.

36 (NEW) (35) "National of the United States" has the same meaning as
37 provided in 8 USC 1101(a)(22), as amended from time to time.

38 (NEW) (36) "Lawfully admitted for permanent residence" has the
39 same meaning as provided in 8 USC 1101(a)(20), as amended from time
40 to time.

41 (NEW) (37) "Foreign owner" means a firm, partnership, corporation,

42 association, organization or other entity with respect to which a person
 43 described in subparagraph (A) or (B) of subdivision (33) of this section
 44 holds, owns, controls or otherwise has a direct or indirect beneficial
 45 ownership of at least fifty per cent of such entity's total equity or
 46 outstanding voting shares, excluding interests held in a widely held,
 47 diversified fund.

48 (NEW) (38) "Widely held, diversified fund" means a pooled
 49 investment, including a common trust fund of a financial institution,
 50 mutual fund or limited partnership, (A) that has more than one hundred
 51 investors, (B) that invests not more than five per cent of its value in the
 52 securities of a single issuer, other than the federal government, (C) that
 53 invests not more than twenty per cent of its value in any one economic
 54 or geographic sector, and (D) for which no investor, and no immediate
 55 family member of an investor, is able to exercise control over the
 56 financial interests held by the pooled investment, including by
 57 exercising the pooled investment's authority as the holder of corporate
 58 securities."

59 Strike sections 2 to 16, inclusive, in their entirety and renumber the
 60 remaining sections and internal references accordingly

61 In line 962, strike "or section 9-601c or 9-601d, as amended by this act"

This act shall take effect as follows and shall amend the following sections:		
Section 1	<i>from passage</i>	9-601