

1 **HOUSE OF REPRESENTATIVES - FLOOR VERSION**

2 STATE OF OKLAHOMA

3 1st Session of the 57th Legislature (2019)

4 ENGROSSED SENATE
5 BILL NO. 204

By: Thompson of the Senate

and

Hilbert of the House

6
7
8
9 An Act relating to the Oklahoma Solicitation of
10 Charitable Contributions Act; amending 18 O.S. 2011,
11 Section 552.2, which relates to definitions;
12 modifying definition of charitable organization; and
13 providing an effective date.

14 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

15 SECTION 1. AMENDATORY 18 O.S. 2011, Section 552.2, is
16 amended to read as follows:

17 Section 552.2. As used in the Oklahoma Solicitation of
18 Charitable Contributions Act:

19 1. "Person" means any individual, organization, group,
20 association, partnership, corporation, limited liability company,
21 trust, or other entity, except as otherwise provided in Section
22 552.1 et seq. of this title;

23 2. "Charitable organization" means any person soliciting
24 contributions in this state, other than a natural person, that is

1 described in Section 501(c) of Title 26 of the United States Code,
2 that solicits contributions as described in this act and that is
3 organized and operated primarily for religious, charitable,
4 scientific, literary, educational, artistic, cultural, economic
5 development, civic improvement, testing for public safety, research,
6 humanitarian, animal welfare, recreational, or environmental
7 protection purposes; to foster national or international amateur
8 sports competition, but only if no part of its activities involves
9 the provision of athletic facilities or equipment; to prevent
10 cruelty to children, the elderly, identified populations, or
11 animals; to relieve poverty, hunger, or homelessness; to support law
12 enforcement or citizen protection organizations or agencies; or to
13 provide emergency relief. "Charitable organization" shall also
14 include a natural person representing himself or herself as a
15 charitable organization or purporting to act on behalf of a
16 charitable organization;

17 3. "Contribution" means the promise, gift, donation, payment,
18 pledge, or grant of any money or property of any kind or value,
19 including any contribution for operations, capital, endowment,
20 reserves, dues, memberships, program support, naming opportunities,
21 or other uses. Contribution does not include a payment for goods,
22 services, admission to a museum, performances or programs sold or
23 provided by a charitable organization, if the payment does not
24

1 exceed the bona fide fair market value of the goods or services
2 provided;

3 4. "Professional fundraiser" means any person who for
4 compensation or other consideration plans, conducts or manages in
5 this state the solicitation of contributions for or on behalf of any
6 charitable organization, or who engages in the business of or holds
7 himself or herself out to persons in this state as independently
8 engaged in the business of soliciting contributions for such
9 purpose. For purposes of this act, professional fundraiser does not
10 include an employee of a charitable organization who engages in such
11 activities for the charitable organization for which he or she is
12 employed; nor does it include any volunteer who receives no payment,
13 compensation, or remuneration of any kind for soliciting any
14 contributions; provided, a volunteer may receive credit for
15 fulfilling any community service requirement of an educational
16 institution or government agency. In addition, for this purpose
17 consideration does not include incidental benefits that might be
18 received by a noncompensated person, such as meals, supplies, or
19 similar support, and does not include reimbursement for expenses
20 incurred by any noncompensated person in his or her solicitation
21 activities;

22 5. "Professional solicitor" means any person that is either
23 located within this state or that is soliciting contributions from
24 any person in this state and who is employed or retained for

1 compensation or other consideration by a professional fundraiser to
2 solicit contributions for or on behalf of any charitable
3 organization. Professional solicitor does not include an employee
4 of a charitable organization who is engaged in such activities for
5 the charitable organization for which he or she is employed; nor
6 does it include a volunteer who engages in such activities for the
7 charitable organization for which he or she volunteers if the
8 volunteer receives no payment, compensation or remuneration of any
9 kind for soliciting any contributions; provided, a volunteer may
10 receive credit for fulfilling any community service requirement of
11 an educational institution or government agency. In addition, for
12 this purpose consideration does not include incidental benefits that
13 might be received by a noncompensated person, such as meals,
14 supplies, or similar support, and does not include reimbursement for
15 expenses incurred by any noncompensated person in his or her
16 solicitation activities;

17 6. "Professional fundraising counsel" means any person that
18 provides, for compensation or other consideration, services,
19 including planning, organizing or managing any solicitation, to a
20 charitable organization, as long as such person does not:

21 a. directly or indirectly solicit contributions alone or
22 through its employees and agents, or
23
24

1 b. accept, receive, hold, have access to, maintain,
2 manage, invest, or control any contribution generated
3 by the solicitation activity.

4 However, professional fundraising counsel does not include an
5 employee or volunteer of a charitable organization who is providing
6 such services on behalf of the charitable organization;

7 7. "Solicitation" means the request or appeal for any
8 contribution on the plea or representation that such contribution
9 will be used by or on behalf of a charitable organization; and

10 8. "Form 990" means a return of an organization that is exempt
11 from federal income tax. Form 990, includes, but is not limited to,
12 Form 990, Form 990-N, Form 990-PF, and other similar returns as
13 required by federal law.

14 SECTION 2. This act shall become effective November 1, 2019.

15
16 COMMITTEE REPORT BY: COMMITTEE ON BUSINESS AND COMMERCE, dated
17 03/27/2019 - DO PASS.
18
19
20
21
22
23
24