

## 2022 Legislative Memo

March, 2022

Subject: <u>S6398</u> (Biaggi)/<u>A6943</u> (González-Rojas)

Position: Strongly Support

The over 110 undersigned organizations **strongly support** <u>\$6398</u> (**Biaggi**)/<u>A6943</u> (**González-Rojas**) because it would alleviate the administrative burden for smaller, grassroots nonprofits to engage in the legislative advocacy process by raising the "lobbying threshold" to \$10,000.

# Nonprofits Have a Legal Right to Lobby Yet Fewer Than 3% Exercise This Right

Nonprofits often represent the needs of our communities, but many nonprofits do not do legislative advocacy. Fewer than 3% of nonprofits lobby, despite having a legal and constitutional right to do so. In a time when New Yorkers and nonprofits face economic uncertainty, record unemployment, racial injustice, a looming eviction crisis, affordability, and other challenges, policymakers need to hear more community organizations, not less. Nonprofit advocacy brings more voices into the policymaking process.

### New York State's Lobbying Regulations Are Costly and Burdensome

New York State's "lobbying threshold" is \$5,000. This means if an organization spends \$5,000 in a year doing legislative advocacy, they must register and report as a lobbyist. We want to create more space for nonprofits to have a place at the table, by raising the lobbying threshold from \$5,000 to \$10,000. \$6398 (Biaggi)/A6943 (González-Rojas) would raise the State's "lobbying threshold" to \$10,000. Raising the threshold will encourage more nonprofit advocacy and alleviate the administrative burden placed on grassroots organizations' advocacy.

An organization that plans to spend \$5,000 in a year doing legislative advocacy must: register as a lobbyist and submit bi-monthly reports on their activities to the state (and city); file a minimum of 6 reports each year; and risk paying late filing fees ranging from \$75 to \$2,000 per filing. This causes many nonprofits to decide not to lobby at all - taking their voices, and the voices of their communities, out of the conversation. Reporting lobbying activity can be expensive - **big lobbyists spend upwards** of \$500 a month on reporting alone. Small nonprofits simply can't afford that.

#### Nominally Raising the Lobbying Threshold Will Not Reduce Transparency

Raising the threshold will encourage more nonprofit advocacy and alleviate the administrative burden placed on grassroots organizations' advocacy. **Lobbying filers who spent less than \$10,000 in 2020** 

<sup>&</sup>lt;sup>1</sup> National Council of Nonprofits. (2019). <u>Nonprofit Impact Matters</u>.

<sup>&</sup>lt;sup>2</sup> 26 U.S.C. § 501(c)(3)

**collectively spent 1% of total spending**,<sup>3</sup> which means that **99% of all lobbyists will still have to report**, even with this higher threshold. **Raising the threshold will not compromise transparency** for professional lobbyists, or even those nonprofits that do a lot of lobbying as a part of their work. In fact, raising the threshold will allow JCOPE to use more resources to monitor lobbyists who are spending the most money (in 2018 4% of filers spent 34% (\$89 million) of total spending.

For more information, please contact Chai Jindasurat, Vice President of Policy at Nonprofit New York: cjindasurat@nonprofitnewyork.org.

#### **Signatories**

**Brooklyn Defender Services** 

82nd Street Academics Mount Vernon Neighborhood Health Center

ABENY New Destiny

AE3INC New Economy Project

American Indian Artists, Inc. (AMERINDA) NEW Pride Agenda

ARC XVI Fort Washington, Inc.

New York City Anti-Violence Project

Asian American Arts Alliance New York City Arts in Education Roundtable

Asian American Federation New York Immigration Coalition

Association of Legal Aid Attorneys - UAW Local 2325 New York Public Interest Research Group (NYPIRG)

Astor Services for Children & Families New York State Tourism Industry Association

Big Reuse New Yorkers for Culture & Arts

Black Artist Collective Nonprofit New York
BRC Nonprofit Westchester

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Caribbean Equality Project Oliver Scholars

Center for Community Alternatives, Inc. Paul J. Cooper Human Resource, Inc.

Center for Employment Opportunities People In Need, Inc.

Chenango Health Network Philanthropy New York

Child Care Council of Westchester Piatigorsky Foundation

Children's Aid Princess Janae Place, Inc.

Children's Rights, Inc.

Sabater Foundation

Chinese-American Planning Council

Sand Hill Cemetery

Chocolate Factory Theater South Bronx Rising Together

Citizens Union Southwest Brooklyn Industrial Development Corporation (SBIDC)

NYC Alliance Against Sexual Assault

Citymeals on Wheels St. George Theatre Restoration

College and Community Fellowship Staten Island Not for Profit Association

<sup>3</sup> New York State Joint Commission on Public Ethics. (2021). Lobbying Datasets. Retrieved from <a href="https://jcope.ny.gov/lobbying-datasets">https://jcope.ny.gov/lobbying-datasets</a>. Filers spending less than \$10,000 spent a total of \$1.86M in 2020, compared to \$266.7 million in total spending. For major spending comparison, the top 100 spenders accounted for 3% of filers and 23% of total spending at \$61M. For more data, see the *addendum* to this memo.

Community Services with Faith Hope & Charity, Inc Strong Economy For All Coalition

Coney Island Prep Support Center for Nonprofit Management

Correctional Association of New York The Alliance of Resident Theatres/New York

Dance/NYC The Bridgespan Group
Dancewave The Children's Agenda

Equity Advocates The Korean American Family Service Center

Faith in New York The Laundromat Project

First Steps To Heal, Inc.

The Local Development Corporation of Crown Heights, Inc.

The Climate Museum

Flatbush Development corporation The Maternity and Early Childhood Foundation

Gender Equality New York, Inc.

The Sex Workers Project of the Urban Justice Center

Girl Vow Trippinz Care, Inc.

Habitat for Humanity of Otsego County, Inc.

Truth Pharm

Eglise Baptiste d'expression Française de Mt Vermont

Habitat for Otsego County, Inc.

Union Settlement

Health and Welfare Council of Long Island United Auto Workers Region 9A

Health People United Community Center of Westchester, Inc.

Hour Children United Neighborhood Houses

Howl Arts, Inc.

United Way of Buffalo and Erie County

Human Development Services of Westchester United Way of New York City

Human Services Council United Way of the Dutchess-Orange Region

Huntspoint Alliance for Children United Way of Westchester and Putnam

JMacforFamiliesUnity House of TroyJosé Limón Dance Foundation, Inc.Universe City NYCLawyers Alliance for New YorkUrban Green CouncilLiberated Success, Inc.Urban Pathways

LIFE Progressive Services Group, Inc.

UrbanGlass

Lifting Up Westchester Veteran In Command

Literacy Assistance Center Violence Intervention Program

Make the Road NY Volunteers of Legal Service

Mission: Cure We Run Brownsville

Mixteca Organization, Inc.

West Indian Day Carnival Association

Mohawk Valley Latino Association Women's Empowerment Coalition of NYC

# Addendum: Analysis of 202 New York State Lobbying Expenditures

	Clients that spend under \$10,000	Clients that spent \$5,000 to \$9,000	All Clients	Clients that Spent Over \$10,000	Top 100 Spenders	Top 200 Spenders
Number	476	213	3,528	3,052	100	200
% of total #	13%	6%	100%	87%	3%	7%
Total Spending	\$1,863,705	\$1,533,681	\$266,986,956	\$265,123,251	\$60,983,340	\$87,112,527
% of All Spending	0.70%	0.57%	100%	99%	23%	33%

 ${\it Data from JCOPE's 2020 Annual Report Dataset for Clients (jcope.ny.gov/2020-annual-report-and-related-data)}.$ 

99% of all lobbying expenditures will still be reported if the threshold is raised