WEST VIRGINIA LEGISLATURE

REGULAR SESSION, 1978

ENROLLED Committee Substitute for SENATE BILL NO. 484

(By Mr. Genson, original sponson.)

PASSED Track 7, 1978

In Effect fell, 1, 1978

ENROLLED

COMMITTEE SUBSTITUTE

FOR

Senate Bill No. 484

(Mr. Benson, original sponsor)

[Passed March 7, 1978; in effect July 1, 1978.]

AN ACT to amend and reenact section two, article nineteen, chapter twenty-nine of the code of West Virginia, one thousand nine hundred thirty-one, as amended, relating to solicitation of charitable funds; adding to definition of "charitable organization" any person who employs an appeal for contributions which may be interpreted to suggest that contributions will be used for charitable purposes.

Be it enacted by the Legislature of West Virginia:

That section two, article nineteen, chapter twenty-nine of the code of West Virginia, one thousand nine hundred thirtyone, as amended, be amended and reenacted, to read as follows:

ARTICLE 19. SOLICITATION OF CHARITABLE FUNDS ACT. §29-19-2. Definitions.

- 1 As used in this article:
- 2 (1) "Charitable organization" means a person which is
- 3 or holds itself out to be a benevolent, educational, philan-
- 4 thropic, humane, patriotic, religious or eleemosynary
- 5 organization, or any person which solicits or obtains con-
- organization, or any person which solicits or obtains con-
- 6 tributions solicited from the public for charitable purposes
- 7 or any person who in any manner employs any appeal
- 8 for contributions which may be reasonably interpreted 9 to suggest that such contributions will be used for chari-
- 10 table purposes. A chapter, branch, area, office or similar
- 11 affiliate or any person soliciting contributions within the
- 12 state for a charitable organization which has its principal

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- 13 place of business outside the state is a charitable organization for the purposes of this article. This definition shall 15 not be deemed to include religious organizations or any group affiliated with and forming an integral part of said 16 organization no part of the net income of which inures to 17 18 direct benefit of any individual and which have received a declaration of current tax exempt status from the gov-19 ernment of the United States nor shall this definition include any single church congregation located in the 21 22 county or local congregation of any religious affiliation or any municipal-wide or county-wide little league or similar youth athletic organization or any service club. No 25 such affiliated group may be required to obtain such declaration if the parent or principal organization shall 26 27 have obtained same.
 - (2) "Contributions" means the promise or grant of any money or property of any kind or value.
 - (3) "Federated fund-raising organization" means a federation of independent charitable organizations which have voluntarily joined together, including, but not limited to, a united fund or community chest, for purposes of raising and distributing money for and among themselves and where membership does not confer operating authority and control of the individual agencies upon the federated group organization.
 - (4) "Parent organization" is that part of a charitable organization which coordinates, supervises or exercises control over policy, fund raising and expenditures, or assists or advises one or more chapters, branches or affiliates in the state.
 - (5) "Person" means any individual, organization, trust, foundation, group, association, partnership, corporation, society or any combination of them.
- 46 (6) "Professional fund-raising counsel" means any 47 person who for a flat fixed fee under a written agreement 48 plans, conducts, manages, carries on, advises or acts as a 49 consultant, whether directly or indirectly, in connection 50 with soliciting contributions for, or on behalf of any 51 charitable organization but who actually solicits no con-52 tributions as a part of such services. A bona fide salaried 53 officer or employee of a charitable organization maintain-

ing a permanent establishment within the state shall not be deemed to be a professional fund-raising counsel.

(7) "Professional solicitor" means any person who, for a financial or other consideration, solicits contributions for, or on behalf of a charitable organization, whether such solicitation is performed personally or through their agents, servants or employees specially employed by, or for a charitable organization, who are engaged in the solicitation of contributions under the direction of such person, or a person who plans, conducts, manages, carries on, advises or acts as a consultant to a charitable organization in connection with the solicitation of contributions but does not qualify as "professional fund-raising counsel" within the meaning of this act. A bona fide salaried officer or employee of a charitable organization maintaining a permanent establishment within the state shall not be deemed to be a professional solicitor.

No attorney, investment counselor or banker, who advises any person to make a contribution to a charitable organization, shall be deemed, as the result of such advice, to be a professional fund-raising counsel or a professional solicitor.

76 (8) "Commission" means the commission on charitable 77 organizations herein created.

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The Joint Committee on Enrolled Bills hereby certifies that
the foregoing bill is correctly enrolled.
James L. Davis
Chairman Senate Committee
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Chairman House Committee
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Originated in the Senate.
To take effect July 1, 1978.
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The within is approved this the 24
day of Mark, 1978.
day of 1978.
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Johns Lay Cl
Governor

APPROVED AND SIGNED BY THE GOVERNOR

RECEIVED

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OFFICE OF THE GOVERNOR

Date March 24, 1978

Time 9:30 A. Mr.