

1 Amend 2 Cal. Code Regs. Section 18225.4 to read:

2 **§ 18225.4. Independent Expenditures; When Aggregated.**

3 a) Definitions. For purposes of determining when independent expenditures are  
4 aggregated under the provisions of this title:

5 (1) "Entity" means any person, other than an individual;

6 (2) "Majority owned" means an ownership of more than fifty percent.

7 (b) The independent expenditures of an entity, whose independent expenditures are  
8 directed and controlled by any individual, shall be aggregated with independent expenditures  
9 made by that individual and any other entity whose independent expenditures are directed and  
10 controlled by the same individual;

11 (c) If two or more entities make independent expenditures that are directed and controlled  
12 by a majority of the same persons, the independent expenditures of those entities shall be  
13 aggregated;

14 (d) Independent expenditures made by entities that are majority owned by any person  
15 shall be aggregated with the independent expenditures of the majority owner and all other  
16 entities majority owned by that person, unless such entities act independently in their decisions  
17 to make independent expenditures.

18 Comment to ~~Section~~ Regulation 18225.4: See ~~section~~ Regulation 18428 regarding the  
19 aggregation of independent expenditures under Chapter 4 and Chapter 5 of this title. Also see *In*  
20 *re Lumsdon* (1976) 2 FPPC Ops. 140 and *In re Kahn* (1976) 2 FPPC Ops. 151.

21 Note: Authority cited: Section 83112, Government Code. Reference: Section 82025,  
22 Government Code.