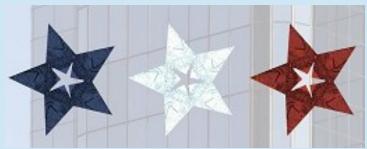


The Politics of Interest Groups



Chapter **7**

Learning Objectives

- 7.1 Explain what interest groups are, why they form, and what their essential characteristics are.
- 7.2 Describe the types of interest groups and analyze the qualities of a powerful interest group.
- **7.3** Evaluate the kinds of activities that interest groups use to influence Texas government.
- 7.4 Analyze how interest groups are regulated and evaluate the effectiveness of Copyright © 2016 Cengage Learning. All rights reserves e laws.

- What Is an Interest Group?
 - Pressure group, a special interest group, or a lobby
 - Seeks to <u>influence</u> government officials <u>regardless of their party affiliation</u>, <u>not</u> <u>run</u> government
 - Intermediaries for those sharing common interests

- What Is an Interest Group?
 - Serve the interest of their members by providing functional representation within the political system
 - Business people, laborers, farmers, religious groups, racial/ethnic groups, teachers, physicians

- What Is an Interest Group?
 - Groups composed of people who have similar interests but who many not constitute a majority in any city, county, legislative district or state

- The Reasons for Interest Groups
 - Legal and cultural reasons
 - Right of association/petition government for grievances (Vietnam ,Civil Rights)
 - Nation's political culture encouraged citizens to organize themselves into a bewildering array of associations

- The Reasons for Interest Groups
- Decentralized government-not concentrated at the top
- National/50 states and states with local government. (vertical)
- Within each level of government, power is separated into three branches or departments; legislative, executive, and judicial (horizontal)

- The Reasons for Interest Groups
- Strength of the party system and political ideologies
- Lack of strong, organized political parties can particularly affect policymakers (state and local); less party line voting and more susceptible to pressure from well organized groups (Establishment/Tea Party; liberal/conservative Democrats)

- The Reasons for Interest Groups
- Strength of the party system and political ideologies (developed systems of political, social, and economic beliefs)
- Ideologies not strong factors in Texas
 politics (though public officials are likely
 to have a stronger commitment to
 ideological beliefs than most
 voters)Public officials rely more on their
 constituents or on the <u>issues</u> and lesson
 ideology

- Characteristics of Interest Groups
 - Join for financial, professional, or social reasons
 - Organizational patterns
 - Highly centralized → National Rifle Association
 - Decentralized alliances → trade associations
 - Members tend to be educated and have resources
 - Active minority and passive majority 10

Questions:

Name at lest two factors that motivate interest group formation

Most interest groups have an active formation

Texas Professional and Occupationa I Associations

Health Related

Texas Dental Association

Texas Health Care Association

Texas Hospital Association

Texas Medical Association

Texas Ophthalmological Association

Texas Nurses Association

Texas Physical Therapy Association

Texas Counseling Association

Law Related

Texas Criminal Defense Lawyers Association

Texas Civil Justice League

Texas Trial Lawyers Association

Mexican American Bar Association of Texas

Texas Women Lawyers

Texas Young Lawyers Association

Texas Association of Consumer Lawyers

Education Related

Texas American Federation of Teachers

Texas Association of College Teachers

Texas Classroom Teachers Association

Texas PTA (Parent Teacher Association)

Texas Community College Teachers Association

Texas State Teachers Association

Texas Library Association

Texas Association of College and University Student Personnel

Texas Faculty Association

Texas School Counselor Association

Texas Association of School Administrators

Miscellaneous

Association of Environmental and Engineering Geologists (AEG) Texas

Texas Society of Architects

Texas Society of Certified Public Accountants

Intelligent Transportation Society (ITS) Texas



Critical Thinking Question: Review these professional interest groups. Given your professional goals, which interest group might you join? What, do you suppose, would be the advantages of joining a professional interest group?

- Economic Groups
- Promote their members' economic selfinterest (lower taxes, a lessening or elimination of price and quality controls by government, minimal concessions to labor unions.
- Trade associations and labor unions
 -promote policies that will maximize profits and wages

- Economic Groups
- Association of Business (TAB) and Chamber of Commerce is broader type of interest group known as an <u>umbrella</u> <u>organization</u>; cover many businesses)

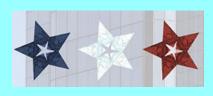
- Economic Groups
- Individual corporations (AT&T that uses the political process to promote a company's particular economic interests of single type (restaurant ass.)

- Economic Groups
- Business groups
 - Texas Gaming Association (trade association)
 - Texas Association of Builders
 - Texas Good Roads and Transportation(highway construction, contractors, chamber of commerce,professionals, and

- Economic Groups (cont)
- Labor groups-increase wages, health insurance, unemployment safe working conditions
 - Texas State Employees Union
 - · AFL-CIO

Participants in a Texas AFL-CIO "Health Care Can't Wait" rally, held at the Capitol building in Austin in 2013.





Critical Thinking Question:

Reflect on this photo. What impact do you think rallies have on lawmakers when passing legislation?

- Professional/Public Employee
 Groups
 - Professional groups-policies beneficial to members
 - State Bar of Texas
 - Texas Medical Association-passage of a constitutional amendment to impose a \$250,000 cap for non-economic damages in medical malpractice cases

- Professional/Public Employee
 Groups
 - Public employee groups-resist efforts to reduce the size of state and local governmental bureaucracies
 - Texas Public Employees Association
 - Teacher organizations

- Social Groups
 - Racial and ethnic groups
 - NAACP
 - Mexican American Legal Defense and Education Fund
 - Women's groups
 - Texas Women's Political Caucus
 - League of Women Voters-Voters Guide

- Social Groups
 - Religion-based groups- policies to promote its religious interests
 - Christian Coalition
 - Texas Freedom Network (more social and not religious base; to challenge christian coalition
 - Texas Industrial Areas Foundation (made up of churches and schools;more social as well.
 Increase Medicaid benefits, and CHIP

 Sister organizations in San Antonio(Communities Organized for Public Service)-lobbied the legislature to allow cities to use sales tax revenue to create job training and early childhood development programs

- Public Interest Groups
 - Promote <u>general interests</u> of society rather than narrow private or corporate or labor interest; environmental, political participation, education-related
 - Common Cause Texas-governmental and institutional reform (open meeting laws, public financing of political campaigns
 - Texans for Public Justice- campaign finance reform, limitations on campaign contributions by Political Action

- Public Interest Groups
 - Mother's Against Drunk Driving
 - Texas Right to Life
 - National Abortion and Reproductive Rights Action League (NARAL)
 - Texans for Education Reform

Texas Public Interest Groups

Education Related

Texas Parent PAC

Texans for Education Reform

Texans for Real Efficiency and Equity in Education

Environmental

Texas Campaign for the Environment

Texas Wildlife Association

Environment Texas

Sierra Club, Lone Star Chapter

Public Participation and Social Justice

Texas Association of Community Action Agencies

Communities Organized for Public Service

Public Citizen/Texas

The League of Women Voters of Texas

Equality Texas

Public Morality

Mothers Against Drunk Driving

Texas Right to Life Committee

National Abortion and Reproductive Rights Action League Pro-Choice Texas



Critical Thinking Question: Review this sample of public interest groups. If given the opportunity, what central issue/concern would you create a public interest group around?

- Texas Power Groups
 - Most powerful in Texas: businessoriented trade associations, professional associations, labor unions
 - Common traits:
 - Strong links to legislators (policy decisions) and bureaucrats (regulatory authority controls)
 - "Repeat players"
 - Headquarters in Austin

- Participate in the political process
- Shape conflict and consensus in society
- Support Government officials who need support for their policies
- Galvanize coalitions among various groups

Questions:

All interest groups have one objective in common: to promote their self interest

 Which are generally more powerful in Texas, business interest groups or labor groups

- Lobbying-Communicating with legislators or other government officials on behalf of an interest group for the purpose of influencing decision makers
- Personal communication
 - Favors and gifts
 - Grassroots activities

Personal communication-

gain access, inform officials of their group's position on an issue

Choose the most appropriate target

Technology and cell phones

Make sure <u>information is correct</u>; often will tell the pros and cons to inform legislators; why their constituents will benefit

At present, no effective laws prohibit former Texas legislators from becoming lobbyists. Perry and Obama

Can use surplus campaign funds by lawmakers turned lobbyists for campaign donation to any public official

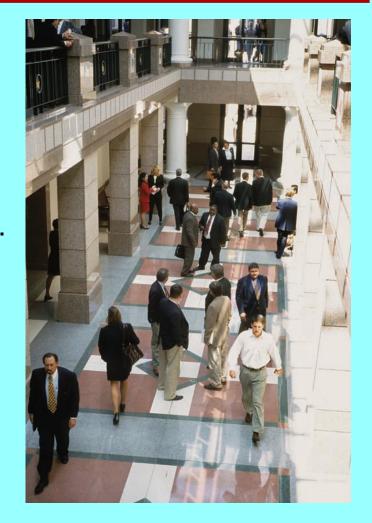
Favors and gifts-cannot exceed \$500 per calendar years (1 legislator and single lobbyists and must report gifts more than

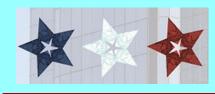
\$250 to the Texas Ethics Commission

Grassroots activities

- Create an image of broad public support for a group's goals, mobilizing support when needed
- Zip codes and legislator's district to influence vote
- Internet, Facebook, Twitter-generate information favorable to an interest group's cause and to spread it widely among legislators, other policymakers 33

Lobbyists wait in the halls of the state Capitol in hope of speaking with state legislators.





Critical Thinking Question:

Reflect on this photo. What do you think it takes to be an effective lobbyist? What skills are necessary?

- Electioneering-Active
 campaigning by an interest group
 in support of, or in opposition to, a
 candidate; actions urging the
 public to act on an issue
 - Issue advocacy
 - Publicizing political records
 - Providing group membership info

- Speaking opportunities at meetings
 - Public endorsements
 - GOTV campaigns
 - Usually supports the incumbent and in the general election/not as much with primary campaigns

- Campaign Financing by Political Action Committees
 - Texas Ethics Commission-a State agency that enforces state standards for lobbyists and public officials, including registering of lobbyists and reporting of political campaign contributions

- Campaign Financing by Political Action Committees
 - PACs- raising funds and distributing financial contributions to candidates who are sympathetic to their cause (Accepting or making campaign contributions)
 - In Texas, <u>no limits</u> on what PACs (or citizens) <u>can raise or contribute</u> to candidates running for statewide or <u>legislative offices</u>. <u>Exception in judicial</u>

cases

- Campaign Financing by Political Action Committees
 - Best indication of power among interest groups is the connection between the election campaign contributions of PACs and lobbying activities (2014- 1,800 PACs)
 - Coordinated effort to influence political process (the campaign) while also affecting policy decision in other areas (the legislative and executive branches)

Top Ten Biggest Texas PACs in Spending and by Interest Category, 2012 Election

Donor	2011–2012 Spending	Category
1. Texans for Lawsuit Reform	\$7,046,000	Focuses on lawsuit restrictions
Texas Association of Realtors	\$4,840,000	Business group
Associated Republicans of Texas	\$3,544,000	Supports Republicans
4. Texans for Insurance Reform	\$2,896,000	Trial lawyer group
5. Republican State Leadership Committee	\$2,726,000	Supports Republicans
6. Annie's List PAC	\$2,726,000	Supports Democrat women
7. Republican Party of Texas	\$2,564,000	Supports Republicans
8. Border Health PAC	\$1,470,000	Focuses on health
9. Valero Energy Corp.	\$2,009,000	Business group
10. Texas Democratic Party	\$1,745,000	Supports Democrats



Critical Thinking Question: What are your initial impressions regarding the types of interest groups that are the top ten donors in Texas elections? In your opinion, do certain interest groups have undue influence in Texas politics?

- Bribery and Unethical Practices
 - Sharpstown Bank scandal (1970s)bribes for passing deposit insurance bills as requested by Houston banker Frank Sharp. After this, candidates for Speaker of the House cannot give supportive legislators anything of value for their help or support in a campaign

- Bribery and Unethical Practices
 - Speaker Billy Clayton (1980)-accepted money for a state employee insurance contract (but never cashed the check)
 - Speaker Gib Lewis (1991)-two misdemeanor ethics charges by a Travis county grand jury. Paid fines and did not seek reelection but became lobbyists

- Bribery and Unethical Practices
 - Rep. Tom Craddick (2002) Texas Law prohibits a Speaker candidate from donating money to House candidates elections campaigns. Donated \$20,000 to political action committee and this PAC in turn gave all to eight GOP house candidates. Not charged with any violations of law

- Bribery and Unethical Practices
 - U.S. Rep. Tom DeLay (Accused of money laundering and conspiracy to launder of \$190,000 of campaign contributions from corporate contributions. At the time, no laws against using corporate monies to a PAC. Travis County grand jury (3) before indictment; Up to the Texas Court of Criminal Appeals and tossed

out all convictions)

 Questions: Name two techniques lobbyists uses to influence legialators

•

 Does Texas place limits on PAC contributions to candidates, as the federal government does?

- Texas Ethics Commission and new ethics laws (1991)
- To increase the power of public prosecutors to use evidence when more than campaign contributions
- Expanded <u>disclosure requirements</u> for lobbyists and legislators

- put a \$500 annual cap on lobbyist provided food and drink
- Bans honoraria (gratuitous payments in recognition of political services for which there is no legally enforceable obligation to pay and lobby- paid pleasure trips (unless legislators makes a speech or

participates in a panel discussion

47

- Requires public officials to disclose any gifts valued greater then \$250 and include a description
- Detailed records of political contributions and how this money is spent must be filed with the Texas Ethics Commission between two and seven times each year

(electronic)

Power and Regulation in Interest Regulation of Interest Group Group Politics

- Electronic campaign disclosure reports
- Up to two days before election, will go on the next report
- "Late train" donations
- Don't have to report exact amounts
 Less than 10,000 and then in \$15,000

Power and Regulation in Interest Group Politics Regulation of Interest Group **Politics**

- Texas Election Code: weak and difficult to enforce
- Reform advocates and others contend that staff members with the commission are restricted from investigating complaints because of strict confidentiality rules that expose them to possible criminal prosecution

 The Texas Ethics Commission is required to dismiss any election code complaint if the respondent claims that the violation was a clerical error and corrects the mistake within two weeks

- Texas law prohibits corporations and union from providing campaign contributions directly to candidates "but soft money can be directed to state Republican and Democratic party coffers for "administrative expenses"
- Since they can't give directly to candidates,
 corporations and unions give to PACs and they in turn will spend on candidate

Power and Regulation in Interest Group Politics Regulation of Interest Group **Politics**

- Citizens United v. Federal Election Commission-corporations, unions, and nonprofits could give to campaigns
- Texas overturned prohibition against super PACs in 2014. Corporations and unions are allowed to make expenditures independent of a political candidate (calls for the election or defeat)

 In other words, <u>still can't give directly to</u> <u>candidate</u> but can have a Superpac in which they advocate for the candidate but cannot directly coordinate with the candidates campaign

- Relationship between campaign contributions and policy decision (hard to prove)
- Campaign contributions are also connected to influential political appointments (both parties)
- Still favors incumbents and still inadequate
 though regulatory authority strengthened in 2002 (Support Advisory Commission)

- Interest Group Power and Public Policy
- Internal Factors
- Sizable membership
- Above average financial resources
- Knowledgeable and dedicated leadership
- High Degree of Unity

- Interest Group Power and Public Policy
- Internal Factors
- Alignment with broad public beliefs
- Interest group are well represented in the structure of the government itself

 Interest Group Power and Public Policy

External factors

- Strong relationship exists between the larger socioeconomic conditions in a state and the power of interest groups.
- States with high population levels
- advance industrialization
- significant per capita wealth

- Interest Group Power and Public Policy
- high levels of formal education
- Texas doesn't fit into this because though large population, has strong interest groups and weak parties.
 - Political culture(Free enterprise, distrust of government, one party town so less competition and political participation)

- Interest Group Power and Public Policy
- Weak political parties
- Unwieldy Constitution -Texas
 Constitution of 1876 and its many amendments have created state and local governments beset by weak and uncoordinated institutions

Power and Regulation in Interest Group Politics Pinpointing Political Power

- - Extent of power is complex. Political decisions are made by a variety of individuals and groups. No top down or bottom up arrangement
 - Which individuals or groups have the greatest influence often depends on the issue or issues involved. (Issuedependent)

Power and Regulation in Interest Group PoliticsPinpointing Political Power

- - But organized interests groups in Texas have advantage over unorganized citizens

Power and Regulation in Interest Group Politics Questions:

- Texas's campaign finance laws often involve public disclosure by public officials and lobbyists
- The Texas Ethics Commission is the primary state agency regulating political contributions and expenditures by lobbyists and public officials

Clean Technologies





Click picture to watch video

Video Discussion Questions

- Why are industries such as TXU so powerful in affecting public policy?
- How are clean technologies reflective of "good business"?
- What other special interests are affected by the TXU initiatives?

