

# 2019 POLITICAL CONTRIBUTIONS REPORT

Baxter obeys all laws regarding engagement in the political process everywhere we operate. Our Code of Conduct, which states the core principles that govern Baxter’s business practices, contains a section on Public Affairs and Political Activities, including rules governing participation in the political process.

The Quality, Compliance and Technology Committee of our Board of Directors oversees our government affairs program. The committee reviews Baxter’s positions on pending legislation and political advocacy efforts.

This report provides information about corporate contributions made in the United States by Baxter, as well as contributions made by the Baxter Political Action Committee (BAXPAC). It also includes information about our lobbying expenses and membership in trade and industry groups.

This report includes:

- Corporate Contributions
- [Baxter Political Action Committee](#)
- [Lobbying Expenses](#)
- [Certain Memberships](#)

## Corporate Contributions

The U.S. Supreme Court decision in the Citizens United case in 2010 broadened the ability of corporations to make independent political expenditures in the context of federal elections (although not the ability to make direct contributions to federal candidates). We make contributions to candidates who champion and protect the legislative interests of the company, our patients and our employees, without regard for the private political preferences of Baxter’s directors, officers and executives.

In 2019, we did not participate in any ballot measures and it is not generally Baxter’s practice to do so.

In the United States, Baxter contributed \$31,000 to state candidates and other candidate political organizations in 2019 after approval from the BAXPAC Board. U.S. law does not allow companies to make contributions to federal candidates. Contributions to federal candidates may be made by BAXPAC.

### BAXTER CORPORATE CONTRIBUTIONS TO U.S. STATE CANDIDATES, 2019

Member	District	Party	Amount
<b>California</b>			
Moorlach, John	S37	D	\$1,500
Petri-Norris, Cottie	A74	D	\$1,500
Quirk, Bill	A20	D	\$1,500
Stone, Jeff	S35	R	\$1,500
Wieckowski, Robert	A74	D	\$1,500
Wood, Jim	A2	D	\$1,500
<b>Illinois</b>			
Anderson, Neil	S36	R	\$300
Barickman, Jason	S53	R	\$300
Batinick, Mark	H97	R	\$400
Brady, Bill	S44	R	\$750
Burke, Kelly	H36	D	\$500
Bush, Melinda	S31	D	\$500
Carroll, Jonathan	H57	D	\$250
Demmer, Tom	H90	R	\$750
Didech, Dan	H59	D	\$250
Durkin, Jim	H82	R	\$750

**BAXTER CORPORATE CONTRIBUTIONS TO U.S. STATE CANDIDATES, 2019** (continued)

Member	District	Party	Amount
<b>Illinois (continued)</b>			
Edly-Allen, Mary	H51	D	\$250
Feigenholtz, Sara	H12	D	\$250
Fine, Laura	S9	D	\$400
Gabel, Robyn	H18	D	\$500
Harmon, Don	S39	D	\$1,000
Harris, Gregory	H13	D	\$750
Hastings, Michael	S19	D	\$300
Jones III, Emil	S14	D	\$500
Lightford, Kimberly	S4	D	\$1,000
Link, Terry	S30	D	\$1,000
Madigan, Michael	H22	D	\$1,500
Martinez, Iris	S20	D	\$250
Mason, Joyce	H61	D	\$250
Mayfield, Rita	H60	D	\$500
McSweeney, David	H52	R	\$250
Moeller, Anna	H43	D	\$500
Morgan, Bob	H58	D	\$250
Morrison, Julie	S29	D	\$500

Member	District	Party	Amount
<b>Illinois (continued)</b>			
Munoz, Antonio	S1	D	\$500
Rita, Robert	H28	D	\$300
Weber, Tom	H64	R	\$250
Wheeler, Keith	H50	R	\$500
Yingling, Sam	H62	D	\$250
Zalewski, Mike	H23	D	\$500
<b>Mississippi</b>			
Hudson, Abe	H29	D	\$500
<b>New York</b>			
Dendekker, Michael	A34	D	\$500
Gottfried, Dick	S75	D	\$1,000
Hawley, Steven	A20	D	\$500
Ortt, Robert	S34	R	\$500
Rivera, Gustavo	S33	D	\$1,000
Thomas, Kevin	S6	D	\$1,000
<b>Total</b>			<b>\$31,000</b>

**BAXTER CORPORATE CONTRIBUTIONS TO 501(C)(4) ORGANIZATIONS, 2019**

Third Way	\$32,500
<b>Total*</b>	<b>\$32,500</b>

**BAXTER CORPORATE CONTRIBUTIONS TO 527 ORGANIZATIONS, 2019**

Democratic Governors Association	\$10,000
Republican Governors Association	\$25,000
<b>Total*</b>	<b>\$35,000</b>

\*Only includes organizations for which Government Affairs pays the annual dues.

## Baxter Political Action Committee

Eligible U.S. employees can make voluntary individual contributions to Baxter's Political Action Committee, BAXPAC, to support U.S. federal and state candidates. BAXPAC is overseen by the BAXPAC Chairman, Vice Chair and Treasurer/Secretary, as well as its Contribution Advisory Board. All BAXPAC officers and members of the contribution Advisory Board are Baxter employees from various business groups, regions and franchises. BAXPAC operates in accordance with all relevant federal and state laws. More information about these laws and regulations is available on the [Federal Election Commission website](#). BAXPAC contributes to candidates who champion and protect the legislative interests of Baxter, our employees and our patients. Contributions by BAXPAC are made without regard for the private political preferences of Baxter's directors, officers and executives. BAXPAC made \$56,750 in federal and state contributions in 2019.

## Baxter Corporate Contributions to 501(C)(4) and 527 Organizations, 2019

Baxter also engages to advance the company's interests and those of our patients through membership in 501(c)(4) and 527 organizations.

### BAXPAC CONTRIBUTIONS TO U.S. FEDERAL AND STATE CANDIDATES, 2019

Member	Federal	State	District	Party	Amount
Braun, Mike	•		IN	R	\$2,000
Cornyn, John	•		TX	R	\$5,000
Davis, Danny	•		IL- 7	D	\$4,000
DelBene, Susan	•		WA-1	D	\$1,000
Dingell, Debbie	•		MI-4	D	\$2,000
Durbin, Dick	•		IL	D	\$2,000
Grassley, Charles	•		IA	R	\$1,000
Hise, Ralph		•	NC-S47	R	\$750
Hyde-Smith, Cindy	•		MS	R	\$3,000
Kelly, Robin	•		IL- 2	D	\$2,000
LaHood, Darin	•		IL-5	R	\$1,000
McConnell, Mitch	•		KY	R	\$5,000
Meadows, Mark	•		NC-11	R	\$1,000
Murray, Patty	•		WA	D	\$2,000
Neal, Richard	•		MA-1	D	\$3,000

Member	Federal	State	District	Party	Amount
Pallone, Frank	•		NJ-6	D	\$3,000
Scalise, Steve	•		LA-1	R	\$4,000
Schneider, Bradley	•		IL-10	D	\$2,000
Schumer, Chuck	•		NY	D	\$2,000
Sewell, Terri	•		AL-7	D	\$1,000
Shelby, Richard	•		AL	R	\$1,000
Smith, Tina	•		MN	D	\$1,000
Thompson, Bennie	•		MS-1	D	\$1,000
Tillis, Thom	•		NC	R	\$2,500
Wenstrup, Brad	•		OH-2	R	\$1,000
Wicker, Roger	•		MS	R	\$1,000
Wyden, Ron	•		OR	D	\$1,000
Young, Todd	•		IN	R	\$1,500
<b>Total</b>					<b>\$56,750</b>

### OTHER BAXPAC CONTRIBUTIONS, 2019

Payee	Amount
Congressional Black Caucus	\$5,000
Democratic Congressional Campaign Committee	\$7,500
Moderate Democrats PAC	\$5,000
New Democrat Coalition PAC	\$5,000
National Republican Congressional Committee	\$15,000
National Republican Senatorial Committee	\$15,000

### Lobbying Expenses

In 2019, Baxter spent approximately \$1,900,000 on federal lobbying-related activities in the United States, to promote policies that support the company's objectives. This includes the salaries and overhead expenses of our employees in this area, the value of time and related expenses of internal partners (such as corporate counsel), payments to external consultants and lobbyists, and trade association dues used for lobbying. We adhere to

all U.S. federal, state and local laws in this area, as well as applicable laws and regulations outside the United States.

### Certain Memberships

Baxter maintains memberships in numerous industry and trade groups including organizations that engage in lobbying activities. The table below includes the amount that we have been notified was spent on U.S. federal lobbying activity during 2019 by any organization to which, to the best of our knowledge, we paid more than \$50,000 in dues or otherwise during the year. We believe that membership in these organizations is generally consistent with the company's interests as well as those of our shareholders, customers and patients. Even when Baxter does not share all of the views of one of these organizations, membership is worthwhile because such organizations encourage dialogue on important policy issues and help to move the industry toward consensus in these areas.

### FEDERAL LOBBYING EXPENDITURES BY CERTAIN U.S.-BASED TRADE ASSOCIATIONS, 2019

Payee	Amount
AdvaMed	\$70,289
Alliance for Home Dialysis	\$127,585
Kidney Care Partners	\$68,465
Medical Device Manufacturers Association	\$33,900
The Pharma & BioPharma Outsourcing Association	\$6,918