1	INTERIM STUDY PROPOSAL 2011-128
2	State of Arkansas As Engrossed: H3/31/11
3	88th General Assembly A B111
4	Regular Session, 2011 HOUSE BILL 2209
5	
6	By: Representatives Bell, Baird, Biviano, J. Burris, Catlett, Clemmer, Collins, Collins-Smith, English,
7	Eubanks, Harris, Hobbs, Lea, S. Meeks, Rice, Sanders, Steel, Westerman, Wright
8	Filed with: Interim House Committee on State Agencies and Governmental Affairs
9	pursuant to A.C.A. §10-3-217.
10	For An Act To Be Entitled
11	AN ACT TO AMEND ARKANSAS LAW CONCERNING THE USE OF
12	PUBLIC FUNDS TO SUPPORT OR OPPOSE BALLOT MEASURES;
13	AND FOR OTHER PURPOSES.
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15	
16	Subtitle
17	TO AMEND ARKANSAS LAW CONCERNING THE USE
18	OF PUBLIC FUNDS TO SUPPORT OR OPPOSE
19	BALLOT MEASURES.
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22	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:
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24	SECTION 1. Arkansas Code § 7-1-103(a)(3), concerning certain
25	misdemeanor offenses, is amended to read as follows:
26	(3)(A) It shall be unlawful for any public servant, as defined
27	in § 21-8-402, to use any office or room furnished at public expense to
28	distribute any letters, circulars, or other campaign materials unless such
29	office or room is regularly used by members of the public for such purposes
30	without regard to political affiliation. It shall further be unlawful for any
31	public servant to use for campaign purposes any item of personal property
32	provided with public funds.
33	(B) As used in subdivision (a)(3)(A) of this section,
34	"campaign materials" and "campaign purposes" refer to:
35	<u>(i)</u> the <u>The</u> campaign of a candidate for public
36	office; and

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1	<u>(ii)</u> not efforts <u>Efforts</u> to support or oppose a
2	ballot measure, except as provided in § 7-1-111;
3	
4	SECTION 2. Arkansas Code Title 7, Chapter 1, Subchapter 1 is amended
5	to add an additional section to read as follows:
6	7-1-111. Use of public funds to support or oppose ballot measure.
7	(a) As used in this section:
8	(1) "Governmental body" means the same as defined in § 21-8-402;
9	(2) "Public funds" means any funds, moneys, receivables, grants,
10	investments, instruments, real or personal property, or other assets,
11	liabilities, equities, revenues, receipts, or disbursements belonging to,
12	held by, or passed through a governmental body; and
13	(3)(A) Except as provided in subdivision (a)(3)(B) of this
14	section, "public servant" means the same as defined in § 21-8-402.
15	(B) "Public servant" does not include an elected official.
16	(b) It shall be unlawful for a public servant or a governmental body
17	to expend or permit the expenditure of public funds to support or oppose a
18	<u>ballot measure.</u>
19	(c) This section shall not:
20	(1) Limit the freedom of speech of a public servant or
21	governmental body; or
22	(2) Prohibit a governmental body from expressing an opinion on a
23	ballot measure through the passage of a resolution or proclamation.
24	(d)(l) Except as provided under subdivision (d)(2) of this section, a
25	violation of this section shall be a Class A misdemeanor.
26	(2)(A) A public servant convicted under this section shall be
27	ineligible to hold any office or employment in a governmental body.
28	(B)(i) If a public servant is convicted under this section
29	while employed by a governmental body, he or she shall be removed from
30	employment immediately.
31	(ii) If a public servant is convicted under the
32	provisions of this section while holding public office, the conviction shall
33	be deemed a misfeasance and malfeasance in office and shall subject the
34	person to impeachment.
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           SECTION 3. Arkansas Code § 7-9-402(9), concerning the definition of
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     "person" applicable to disclosure for matters referred to voters, is amended
     to read as follows:
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                 (9)(A) "Person" means any individual, business, proprietorship,
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     firm, partnership, joint venture, syndicate, business trust, labor
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     organization, company, corporation, association, committee, or any other
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     organization or group of persons acting in concert.
8
                       (B) "Person" includes a public servant or governmental
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     body an elected official using public funds to expressly advocate the
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     qualification, disqualification, passage, or defeat of any ballot question or
     the passage or defeat of any legislative question; and
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12
           SECTION 4. Arkansas Code § 7-9-406(c), concerning financial reports or
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     contributions and expenditures, is amended to read as follows:
15
           (c) A public servant or governmental body An elected official
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     expending public funds in excess of five hundred dollars ($500) for the
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     purpose of expressly advocating the qualification, disqualification, passage,
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     or defeat of a ballot question or the passage or defeat of a legislative
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     question shall file with the commission financial reports as required by §§
     7 - 9 - 407 - 7 - 9 - 409.
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           SECTION 5. Arkansas Code § 7-9-407 is amended to read as follows:
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           7-9-407. Financial report - Information.
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           A financial report of a ballot question committee, a legislative
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     question committee, an individual person, a public servant, or a governmental
     body an elected official, as required by § 7-9-406, shall contain the
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     following information:
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                 (1) The name, address, and telephone number of the committee,
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     individual person, public servant, or governmental body elected official
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     filing the statement;
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                 (2)(A) For a committee:
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                             (i) The total amount of contributions received
     during the period covered by the financial report;
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                             (ii) The total amount of expenditures made during
     the period covered by the financial report;
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1 (iii) The cumulative amount of those totals for each 2 ballot question or legislative question; (iv) The balance of cash and cash equivalents on 3 4 hand at the beginning and the end of the period covered by the financial 5 report; 6 (v) The total amount of contributions received 7 during the period covered by the financial statement from persons who 8 contributed less than fifty dollars (\$50.00), and the cumulative amount of 9 that total for each ballot question or legislative question; 10 (vi) The total amount of contributions received during the period covered by the financial statement from persons who 11 12 contributed fifty dollars (\$50.00) or more, and the cumulative amount of that 13 total for each ballot question or legislative question; 14 (vii) The name and street address of each person who contributed fifty dollars (\$50.00) or more during the period covered by the 15 16 financial report, together with the amount contributed, the date of receipt, 17 and the cumulative amount contributed by that person for each ballot question 18 or legislative question; and 19 (viii) The name and address of each person who contributed 20 a nonmoney item, together with a description of the item, the date of 21 receipt, and the value, not including volunteer service by individuals. 22 (B) For an individual person: 23 (i) The total amount of expenditures made during the 24 period covered by the financial report; and 25 (ii) The cumulative amount of that total for each 26 ballot question or legislative question. 27 (C) For a public servant or governmental body using public 28 funds: 29 (i) The total amount of expenditures made during the 30 period covered by the financial report; and 31 (ii) The cumulative amount of that total for each 32 ballot question or legislative question; and 33 (3) The name and street address of each person to whom expenditures totalling one hundred dollars (\$100) or more were made, together 34 35 with the date and amount of each separate expenditure to each person during

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     the period covered by the financial report and the purpose of the
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     expenditure.
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           SECTION 6. Arkansas Code §§ 7-9-412 through 7-9-414 are repealed.
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           7-9-412. Reporting the use of state funds to oppose or support a ballot
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     measure.
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           Any funds appropriated to any state agency, board, or commission that
     are expended, as prescribed in § 7-9-413, for the purpose of opposing or
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     supporting any initiative, referendum, proposed constitutional amendment, or
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     other measure which is submitted or intended to be submitted to a popular
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     vote at an election, whether or not it qualifies for the ballot, shall be
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     reported to the Legislative Council if the amount exceeds one hundred dollars
     <del>($100).</del>
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           7-9-413. Use of state funds to oppose or support a ballot measure.
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           The use of state funds under § 7-9-412 includes:
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                 (1) Newspaper, television, radio, and other forms of
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     communication;
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                 (2) Publication materials;
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                 (3) Travel expenses relative to reimbursement;
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                 (4) Surveys:
                 (5) Private contracts; and
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                 (6) Postage.
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           7-9-414. Applicability of §§ 7-9-412 and 7-9-413.
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           This act does not apply to state funds appropriated to any elected
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     officials.
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                                         /s/Bell
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     Referred by the Arkansas House of Representatives
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     Prepared by: MBM/VJF
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