Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

1	State of Arkansas	As Engrossed: H3/14/07		
2	86th General Assembly	A Bill		
3	Regular Session, 2007		HOUSE BILL	2727
4				
5	By: Representatives Petrus, Thyer			
6				
7				
8	For An Act To Be Entitled			
9	AN ACT TO REVISE PORTIONS OF ARKANSAS CODE			
10	CONCERNING ETHICS; CONCERNING CAMPAIGN			
11	CONTRIBUTIONS AND GIFTS; AMENDING PORTIONS OF			
12	ARKANSAS CODE RESULTING FROM INITIATED ACT 1 OF			
13	1988, INITIATED ACT 1 OF 1990, AND INITIATED ACT			
14	1 OF 1	996; AND FOR OTHER PURPOSES.		
15				
16	Subtitle			
17	AN	ACT TO REVISE PORTIONS OF ARKANSAS		
18	CODE CONCERNING ETHICS AND CONCERNING			
19	CAM	PAIGN CONTRIBUTIONS AND GIFTS.		
20				
21				
22	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKA	NSAS:	
23				
24	SECTION 1. Ar	kansas Code § 7-6-203(a) and (b), conc	erning campaign	1
25	contribution limitations and created by Initiated Act 1 of 1990 and Initiated			
26	Act 1 of 1996, is amended to read as follows:			
27	7-6-203. Contributions - Limitations - Acceptance or solicitation - Use			
28	as personal income -	Disposition.		
29	(a)(l)(A) It	shall be unlawful for any candidate fo	or any public	
30	office, except the o	ffice of Governor, Lieutenant Governor	, Secretary of	
31	State, Treasurer of	State, Auditor of State, Attorney Gene	eral, and	
32	Commissioner of State Lands, or for any person acting on the candidate's			
33	behalf to accept campaign contributions in excess of two thousand dollars			
34	(\$2,000) <u>one thousan</u>	<u>d dollars (\$1,000)</u> per election from a	ny person.	
35	(В) A candidate may accept a campaign c	contribution or	
36	contributions up to	the maximum amount from any prospectiv	re contributor f	for



1 each election, whether opposed or unopposed.

(2)(A) It shall be unlawful for any candidate for the office of
Governor, Lieutenant Governor, Secretary of State, Treasurer of State,
Auditor of State, Attorney General, and Commissioner of State Lands, or for
any person acting on the candidate's behalf to accept campaign contributions
in excess of two thousand dollars (\$2,000) one thousand dollars (\$1,000) per
election from any person.

8 (B) A candidate may accept a campaign contribution or 9 contributions up to the maximum amount from any prospective contributor for 10 each election, whether opposed or unopposed.

(b)(1)(A) It shall be unlawful for any person to make a contribution
to a candidate for any public office, except the office of Governor,
Lieutenant Governor, Secretary of State, Treasurer of State, Auditor of
State, Attorney General, and Commissioner of State Lands, or to any person
acting on the candidate's behalf, which in the aggregate exceeds two thousand
dollars (\$2,000) one thousand dollars (\$1,000) per election.

17 (B) A person may make a contribution or contributions up
18 to the maximum amount to a candidate for each election, whether opposed or
19 unopposed.

(2) (A) It shall be unlawful for any person to make a
contribution to a candidate for the office of Governor, Lieutenant Governor,
Secretary of State, Treasurer of State, Auditor of State, Attorney General,
and Commissioner of State Lands, or to any person acting on the candidate's
behalf, which in the aggregate exceeds two thousand dollars (\$2,000) one
thousand dollars (\$1,000) per election.

(B) A person may make a contribution or contributions up
to the maximum amount to a candidate for each election, whether opposed or
unopposed.

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30 SECTION 2. Arkansas Code § 7-6-203(g), concerning the use of campaign 31 funds as personal income and created by Initiated Act 1 of 1996, is amended 32 to read as follows:

33 (g)(1) A candidate shall not take any campaign funds as personal
34 income. This subdivision (g)(1) shall not apply to campaign funds that were:
35 (A) Accumulated prior to the passage of Initiated Act 1 of
36 1990; or

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1 (B) Disposed of prior to July 28, 1995. 2 (2) A candidate shall not take any campaign funds as income for 3 his or her spouse or dependent children, except that: 4 (A) This subsection shall not prohibit a candidate who has 5 an opponent from employing his or her spouse or dependent children as 6 campaign workers; and except that 7 (B) Any candidate who has an opponent and who, during the 8 campaign and before the election, takes a leave of absence without pay from 9 his or her primary place of employment shall be authorized to take campaign funds during the campaign and before the election as personal income up to 10 11 the amount of employment income lost as a result of such leave of absence. 12 (3) A candidate who takes campaign funds during the campaign and before the election under a leave of absence pursuant to the provisions of 13 14 subdivision (g)(2) of this section may elect to treat the campaign funds as a 15 loan from the campaign fund to the candidate to be paid back to the campaign 16 fund by the candidate. 17 (4)(A) For purposes of this subsection, a candidate who uses campaign funds to fulfill any commitment, obligation, or expense that would 18 19 exist regardless of the candidate's campaign shall be deemed to have taken campaign funds as personal income. 20 21 (B) The use of campaign funds to purchase a cake or other 22 perishable item of food at a fund-raising event held by a volunteer agency, 23 as defined in § 16-6-103, shall not be considered a taking of campaign funds 24 as personal income. 25 (C)(i) The use of campaign funds by a candidate to make a 26 contribution to another candidate's campaign shall not be considered a taking of campaign funds as personal income. 27 28 (ii) A contribution made under subdivision (g)(4)(C)(i) of this section shall not exceed two hundred fifty dollars 29 30 (\$250) per election. 31 (iii) A contribution under subdivision (g)(4)(C)(i) 32 of this section shall not count toward the campaign contribution limitations 33 established under subsections (a) and (b) of this section. 34 35 SECTION 3. Arkansas Code § 21-8-402(5)(B)(xii), concerning certain 36 exceptions to the definition of "gift" and resulting from Initiated Act 1 of

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     1988, is amended to read as follows:
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                             (xii) An item which appointed or elected members of
 3
     a specific governmental body or employees of an appointed or elected
 4
     governmental official purchase with their own personal funds and present to a
     fellow member of that governmental body or official in recognition of public
 5
 6
     service;
 7
 8
           SECTION 4. Arkansas Code § 21-8-801(a)(1), concerning prohibited acts
 9
     of public servants and resulting from Initiated Act 1 of 1988, is amended to
10
     read as follows:
11
                 (1) Receive a gift or compensation as defined in § 21-8-401 et
12
     seq., other than income and benefits from the governmental body to which he
13
     or she is duly entitled, for the performance of the duties and
     responsibilities of his or her office or position when the gift or
14
15
     compensation is given as a result of:
16
                       (A) The public servant's office or position; or
17
                       (B) A business relationship developed as a result of the
18
     public servant's office or position; or
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20
                                    /s/ Petrus, et al
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