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10	AN ACT TO AMEND ARKANSAS LAW CONCERNING THE USE OF	
11	PUBLIC FUNDS TO SUPPORT OR OPPOSE BALLOT MEASURES;	
12	AND FOR OTHER PURPOSES.	
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15	Subtitle	
16	TO AMEND ARKANSAS LAW CONCERNING THE USE	
17	OF PUBLIC FUNDS TO SUPPORT OR OPPOSE	
18	BALLOT MEASURES.	
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21	BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS:	
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23	SECTION 1. Arkansas Code § 7-1-103(a)(3), concerning certain	
24	misdemeanor offenses, is amended to read as follows:	
25	(3)(A) It shall be unlawful for any public servant, as de	efined
26	in § 21-8-402, to use any office or room furnished at public expense t	0
27	distribute any letters, circulars, or other campaign materials unless	such
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36	<u>(ii)</u> not efforts <u>Efforts</u> to support or oppose	a a

I	ballot measure, except as provided in § /-l-lll;
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3	SECTION 2. Arkansas Code Title 7, Chapter 1, Subchapter 1 is amended
4	to add an additional section to read as follows:
5	7-1-111. Use of public funds to support or oppose ballot measure.
6	(a) As used in this section:
7	(1) "Governmental body" means the same as defined in § 21-8-402;
8	(2) "Public funds" means funds, moneys, receivables, grants,
9	investments, instruments, real or personal property, or other assets,
10	liabilities, equities, revenues, receipts, or disbursements belonging to,
11	held by, or passed through a governmental body; and
12	(3)(A) Except as provided in subdivision (a)(3)(B) of this
13	section, "public servant" means an individual who is:
14	(i) Employed by a governmental body:
15	(ii) Appointed to serve a governmental body; or
16	(iii) Appointed to a governmental body.
17	(B) "Public servant" does not include:
18	(i) An elected official; or
19	(ii) A person appointed to an elective office.
20	(b) It is unlawful for a public servant or a governmental body to
21	expend or permit the expenditure of public funds to support or oppose a
22	ballot measure.
23	(c) This section does not:
24	(1) Limit the freedom of speech of a public servant or
25	governmental body; or
26	(2) Prohibit a governmental body from expressing an opinion on a
27	ballot measure through the passage of a resolution or proclamation.
28	(d)(1) Except as provided under subdivision (d)(2) of this section, a
29	violation of this section is a Class A misdemeanor.
30	(2)(A) A public servant who is found guilty or pleads guilty or
31	nolo contendere to a violation under this section is ineligible to hold any
32	office, employment, or appointment in a governmental body.
33	(B) If a public servant is found guilty or pleads guilty
34	or nolo contendere to a violation under this section while employed by a
35	governmental body, he or she shall be removed from employment immediately.

1 SECTION 3. Arkansas Code § 7-9-402(9), concerning the definition of 2 "person" applicable to disclosure for matters referred to voters, is amended 3 to read as follows: 4 (9)(A) "Person" means any individual, business, proprietorship, 5 firm, partnership, joint venture, syndicate, business trust, labor 6 organization, company, corporation, association, committee, or any other 7 organization or group of persons acting in concert. 8 (B) "Person" includes a public servant or governmental 9 body an elected official using public funds to expressly advocate the 10 qualification, disqualification, passage, or defeat of any ballot question or 11 the passage or defeat of any legislative question; and 12 13 SECTION 4. Arkansas Code § 7-9-406(c), concerning financial reports or 14 contributions and expenditures, is amended to read as follows: 15 (c) A public servant or governmental body An elected official 16 expending public funds in excess of five hundred dollars (\$500) for the 17 purpose of expressly advocating the qualification, disqualification, passage, 18 or defeat of a ballot question or the passage or defeat of a legislative 19 question shall file with the commission financial reports as required by §§ 7-9-407 - 7-9-409. 20 21 22 SECTION 5. Arkansas Code § 7-9-407 is amended to read as follows: 23 7-9-407. Financial report - Information. 24 A financial report of a ballot question committee, a legislative 25 question committee, an individual person, a public servant, or a governmental 26 body an elected official, as required by § 7-9-406, shall contain the 27 following information: 28 (1) The name, address, and telephone number of the committee, 29 individual person, public servant, or governmental body elected official 30 filing the statement; 31 (2)(A) For a committee: 32 The total amount of contributions received 33 during the period covered by the financial report; 34 The total amount of expenditures made during (ii) 35 the period covered by the financial report; 36 (iii) The cumulative amount of those totals for each

- ballot question or legislative question;
- 2 (iv) The balance of cash and cash equivalents on
- 3 hand at the beginning and the end of the period covered by the financial
- 4 report;
- 5 (v) The total amount of contributions received
- 6 during the period covered by the financial statement from persons who
- 7 contributed less than fifty dollars (\$50.00), and the cumulative amount of
- 8 that total for each ballot question or legislative question;
- 9 (vi) The total amount of contributions received
- 10 during the period covered by the financial statement from persons who
- 11 contributed fifty dollars (\$50.00) or more, and the cumulative amount of that
- 12 total for each ballot question or legislative question;
- 13 (vii) The name and street address of each person who
- 14 contributed fifty dollars (\$50.00) or more during the period covered by the
- 15 financial report, together with the amount contributed, the date of receipt,
- 16 and the cumulative amount contributed by that person for each ballot question
- 17 or legislative question; and
- 18 (viii) The name and address of each person who contributed
- 19 a nonmoney item, together with a description of the item, the date of
- 20 receipt, and the value, not including volunteer service by individuals.
- 21 (B) For an individual person:
- 22 (i) The total amount of expenditures made during the
- 23 period covered by the financial report; and
- 24 (ii) The cumulative amount of that total for each
- 25 ballot question or legislative question.
- 26 (C) For a public servant or governmental body using public
- 27 funds:
- 28 (i) The total amount of expenditures made during the
- 29 period covered by the financial report; and
- 30 (ii) The cumulative amount of that total for each
- 31 ballot question or legislative question; and
- 32 (3) The name and street address of each person to whom
- 33 expenditures totalling one hundred dollars (\$100) or more were made, together
- 34 with the date and amount of each separate expenditure to each person during
- 35 the period covered by the financial report and the purpose of the
- 36 expenditure.

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2	SECTION 6. Arkansas Code §§ $7-9-412-7-9-414$ are repealed.
3	7-9-412. Reporting the use of state funds to oppose or support a ballot
4	measure.
5	Any funds appropriated to any state agency, board, or commission that
6	are expended, as prescribed in § 7-9-413, for the purpose of opposing or
7	supporting any initiative, referendum, proposed constitutional amendment, or
8	other measure which is submitted or intended to be submitted to a popular
9	vote at an election, whether or not it qualifies for the ballot, shall be
10	reported to the Legislative Council if the amount exceeds one hundred dollars
11	(\$100).
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13	7-9-413. Use of state funds to oppose or support a ballot measure.
14	The use of state funds under § 7-9-412 includes:
15	(1) Newspaper, television, radio, and other forms of
16	communication;
17	(2) Publication materials;
18	(3) Travel expenses relative to reimbursement;
19	(4) Surveys;
20	(5) Private contracts; and
21	(6) Postage.
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23	7-9-414. Applicability of §§ 7-9-412 and 7-9-413.
24	This act does not apply to state funds appropriated to any elected
25	officials.
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