1 2 3	State of Arkansas 92nd General Assembly Regular Session, 2019	A Bill	SENATE BILL 463
4			
5	By: Senator M. Johnson		
6			
7		For An Act To Be Entitled	
8	AN ACT T	O AMEND THE LAW CONCERNING INITIATIVES A	AND
9	REFEREND	A; TO PROVIDE FOR LICENSING AND REGISTRA	ATION
10	OF CERTA	IN PERSONS THAT PARTICIPATE IN THE PAID	
11	CANVASSI	NG INDUSTRY; TO STRENGTHEN THE ENFORCEME	ENT
12	MECHANIS	MS FOR LAWS CONCERNING INITIATIVES AND	
13	REFEREND	A; AND FOR OTHER PURPOSES.	
14			
15			
16		Subtitle	
17	ТО	AMEND THE LAW CONCERNING INITIATIVES	
18	AND	REFERENDA; AND TO PROVIDE FOR THE	
19	LIC	ENSING, REGISTRATION, AND ENFORCEMENT	
20	OF	LAWS CONCERNING CERTAIN PERSONS AND	
21	ENT	ITIES THAT PARTICIPATE IN THE PAID	
22	CAN	WASSING INDUSTRY.	
23			
24			
25	BE IT ENACTED BY THE	GENERAL ASSEMBLY OF THE STATE OF ARKANS	SAS:
26			
27	SECTION 1. DO	NOT CODIFY. Legislative intent and fir	ndings.
28	<u>The General As</u>	sembly finds that:	
29	<u>(1) Ark</u>	ansas Constitution, Article 5, protects	the right of
30	<u>citizens to govern t</u>	hemselves by providing a means for voter	<u>rs to enact laws</u>
31	<u>and constitutional a</u>	mendments through the initiative process	s and to repeal
32	laws enacted by the	General Assembly through the referendum	process;
33	<u>(2)</u> The	State of Arkansas has a compelling inte	erest in
34	preserving and prote	cting the integrity of the initiative pr	rocess and the
35	<u>referendum process;</u>		
36	<u>(3)</u> The	State of Arkansas has a compelling inte	erest in



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1	protecting voters from initiatives and referenda that are deficient or
2	misleading or that are placed on the ballot by means of conduct that is
3	misleading, perjured, fraudulent, felonious, or otherwise unlawful;
4	(4) The General Assembly may further these compelling interests
5	by enacting laws intended to deter and penalize:
6	(A) Perjury;
7	(B) Forgery;
8	(C) Fraud;
9	(D) Misrepresentation of an issue, measure, or question;
10	(E) Misrepresentation of the effects of an issue, measure,
11	or question; and
12	(F) Other felonies;
13	(5) The General Assembly may further these compelling interests
14	by enacting laws of a practical nature to facilitate the initiative and
15	referendum process; and
16	(6) Without reasonable and responsible laws and oversight, it
17	may be possible for canvassers to benefit from conduct that is misleading,
18	fraudulent, perjured, felonious, or otherwise unlawful.
19	
20	SECTION 2. Arkansas Code § 7-9-101 is amended to read as follows:
21	7-9-101. Definitions.
22	As used in this subchapter and § 7-9-601 et seq.:
23	(1) "Act" means an act having general application throughout the
24	state, whether originating in the General Assembly or proposed by the people;
25	(2) "Amendment" means an amendment to the Arkansas Constitution
26	that is proposed by the people;
27	(3) "Canvasser" means a person who circulates an initiative or
28	referendum petition or a part or parts of an initiative or referendum
29	petition to obtain the signatures of petitioners thereto;
30	(4) <u>"Canvassing organization" means any person that:</u>
31	(A) Employs one (1) or more persons as a canvasser; and
32	(B) Supplies paid canvasser labor or services to a
33	sponsor;
34	(5) "Election" means a regular general election at which state
35	and county officers are elected for regular terms;
36	(5)(6) "Measure" means an amendment, an act, or an ordinance;

1	(6)(7) "Ordinance" means an ordinance of a municipality or
2	county, whether originating in the legislative body of the municipality or
3	county or proposed by the people;
4	(7)(8)(A) "Paid canvasser" means a person who accepts payment or
5	who enters into an agreement to accept payment of money or anything of value,
6	before or after one (1) or more signatures on an initiative or referendum
7	petition is solicited, in exchange for soliciting or obtaining a signature on
8	a petition.
9	(B) As used in subdivision (8)(A) of this section,
10	payment includes without limitation payment of money or anything of value.
11	(C) As used in subdivision (8)(A) of this section,
12	"soliciting or obtaining" includes without limitation:
13	(i) Polling;
14	(ii) Advertising;
15	(iii) Surveying; and
16	<u>(iv) Marketing;</u>
17	(9) "Person" means any individual, proprietorship, firm,
18	partnership, joint venture, syndicate, labor union, business trust, company,
19	corporation, association, committee, or any other organization or group of
20	persons acting in concert;
21	(10) "Petition part" means a petition signature sheet containing
22	the information required under § 7-9-104 or § 7-9-105;
23	(8)(11) "Petitioner" means a person who signs an initiative or
24	referendum petition ordering a vote on a measure;
25	(9)(12) "Registered voter" means a person who is registered at
26	the time of signing the petition pursuant to Arkansas Constitution, Amendment
27	51; and
28	(10)(13) "Sponsor" means a person who arranges for the
29	circulation of an initiative or referendum petition or who files an
30	initiative or referendum petition with the official charged with verifying
31	the signatures.
32	
33	SECTION 3. Arkansas Code Title 7, Chapter 9, Subchapter 1, is amended
34	to add additional sections to read as follows:
35	<u>7-9-127. Verification of petition — Costs.</u>
36	(a) If a canvasser is compensated in exchange for the service of

1	circulation of a petition or solicitation of signatures on the petition, the
2	sponsor shall reimburse the Secretary of State in full for all costs incurred
3	for verification of the petition.
4	(b) The Secretary of State shall promulgate rules and procedures
5	concerning the:
6	(1) Determination of the amount of the costs incurred for
7	verification of the petition; and
8	(2) Process for collecting payment from the sponsor.
9	(c)(l) Upon completion of the verification process, the Secretary of
10	State shall notify the sponsor of his or her determination and the costs
11	incurred in the verification process.
12	(2) If the sponsor fails to remit payment of the costs as
13	required under this section to the Secretary of State within thirty (30) days
14	after notification, the Secretary of State may recover the costs by bringing
15	an action in the Pulaski County Circuit Court or in the circuit court of any
16	county in which the petition was circulated.
17	(3) Upon a finding by the court of a failure to pay the required
18	costs under this section, the court shall order payment of the required
19	costs, attorney's fees, litigation expenses, and all other just and proper
20	relief.
21	
22	7-9-128. Certification to ballot by Secretary of State – Additional
23	considerations.
24	(a) The Secretary of State shall not certify a statewide initiated or
25	referred measure to the ballot:
26	(1) That amends the manner for the decennial redistricting of
27	congressional and state legislative districts;
28	(2) That does not have general application throughout the state
29	and is limited in application to one (1) or more named counties or
30	municipalities;
31	(3) That does not have general application throughout the state
32	and grants authority, power, or privilege to:
33	(A) A specific individual identified by name or
34	implication; or
35	(B) A business entity identified by name or implication,
36	including without limitation a private corporation identified by name or

1	implication;
2	(4) That creates a monopoly for any county, municipality, or
3	business entity; or
4	(5) For which a paid canvasser was compensated, and the
5	Secretary of State has not been reimbursed by the sponsor for the costs of
6	verification under § 7-9-127.
7	(b) Subdivision (a)(3) of this section does not apply to lawful local
8	option elections.
9	
10	SECTION 4. Arkansas Code § 7-9-601(c)-(e), concerning the hiring and
11	training of paid canvassers, are amended to read as follows:
12	(c) As used in this section, "paid canvasser" means a person who is
13	paid or with whom there is an agreement to pay money or anything of value
14	before or after a signature on an initiative or referendum petition is
15	solicited in exchange for soliciting or obtaining a signature on a petition.
16	<del>(d)</del> Before obtaining a signature on an initiative or referendum
17	petition as a paid canvasser, <del>the</del> <u>a person who is a</u> prospective canvasser
18	shall submit in person or by mail to the sponsor:
19	(1) The full name and any assumed name of the person;
20	(2) The current residence address of the person and the person's
21	permanent domicile address if the person's permanent domicile address is
22	different from the person's current residence address;
23	(3) A signed statement taken under oath or solemn affirmation
24	stating that the person has not pleaded guilty or nolo contendere to or been
25	found guilty of a criminal felony offense or a violation of the election
26	laws, fraud, forgery, or identification theft in any state of the United
27	States, the District of Columbia, Puerto Rico, Guam, or any other United
28	States protectorate;
29	(4) A signed statement that the person has read and understands
30	the Arkansas law applicable to obtaining signatures on an initiative or
31	referendum petition; and
32	(5) A signed statement that the person has been provided a copy
33	of the most recent edition of the Secretary of State's initiatives and
34	referenda handbook by the sponsor.
35	(c)(d) A sponsor shall maintain the information required under this
36	section for each paid canvasser for three (3) years after the general
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1	election.
2	
3	SECTION 5. Arkansas Code Title 7, Chapter 9, Subchapter 6, is amended
4	to add additional sections to read as follows:
5	7-9-602. Compensation of paid canvassers.
6	<u>A paid canvasser shall not be compensated:</u>
7	(1) Before the signatures gathered by the paid canvasser have
8	been verified by the Secretary of State, county clerk, or city clerk;
9	(2) Before the paid canvasser is licensed as a paid canvasser;
10	(3) If the paid canvasser has not generated and maintained a
11	signature registry described in § 7-9-605(b)(1) listing the name of every
12	person who signed the petition for which the paid canvasser is licensed; or
13	(4) For signatures obtained by the paid canvasser for a county
14	in which the paid canvasser is not registered.
15	
16	7-9-603. Licensing of paid canvassers.
17	(a) A person shall not circulate a petition in exchange for
18	compensation unless he or she has obtained a paid canvasser license under
19	this section.
20	(b)(l) A person who desires employment as a paid canvasser on a
21	particular issue, measure, or question may apply for a paid canvasser license
22	to be issued by the Secretary of State.
23	(2) The application for a paid canvasser license shall be on a
24	form prescribed by the Secretary of State and shall include:
25	(A) The applicant's date of birth;
26	(B) Two (2) forms of proof of residency in Arkansas;
27	(C) Proof that he or she is a qualified elector in
28	<u>Arkansas;</u>
29	(D) A description of the issue, measure, or question for
30	which the applicant wishes to canvass;
31	(E) Either:
32	(i) A copy of the applicant's official criminal
33	
55	background check issued by the Department of Arkansas State Police no earlier
34	background check issued by the Department of Arkansas State Police no earlier than thirty (30) days before the date that the canvasser applies for

1	State to obtain a criminal background check from the department and payment
2	of any associated department fee;
3	(F) Payment for the cost of part one of the paid canvasser
4	examination payable to the Secretary of State for deposit into a cash fund
5	account established in the State Treasury;
6	(G) Payment for the cost of part two of the paid canvasser
7	examination payable to the Attorney General for deposit into a cash fund
8	account established in the State Treasury; and
9	(H) Any other relevant information or documentation
10	requested by the Secretary of State.
11	(c)(l) The Secretary of State shall not issue a paid canvasser license
12	to a person who has not passed both parts of the paid canvasser examination
13	concerning the issue, measure, or question for which the person wishes to
14	canvass by a score indicating at least seventy-five percent (75%) accuracy on
15	each part of the examination.
16	(2)(A) The paid canvasser examination shall be given in two (2)
17	parts.
18	(B)(i) Part one of the paid canvasser examination shall
19	be:
19 20	be: (a) Generated by the Secretary of State; and
20	(a) Generated by the Secretary of State; and
20 21	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's
20 21 22	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas.
20 21 22 23	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser
20 21 22 23 24	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and
20 21 22 23 24 25	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund
20 21 22 23 24 25 26	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury.
20 21 22 23 24 25 26 27	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of
20 21 22 23 24 25 26 27 28	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of:
20 21 22 23 24 25 26 27 28 29	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of: (1) One hundred fifty dollars (\$150); or
20 21 22 23 24 25 26 27 28 29 30	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of: (1) One hundred fifty dollars (\$150); or (2) An amount equal to the costs
20 21 22 23 24 25 26 27 28 29 30 31	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of: (1) One hundred fifty dollars (\$150); or (2) An amount equal to the costs incurred by the Secretary of State in issuing the paid canvasser license.
20 21 22 23 24 25 26 27 28 29 30 31 32	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of: (1) One hundred fifty dollars (\$150); or (2) An amount equal to the costs incurred by the Secretary of State in issuing the paid canvasser license. (iii) If a paid canvasser passes part one of the
20 21 22 23 24 25 26 27 28 29 30 31 32 33	(a) Generated by the Secretary of State; and (b) Designed to demonstrate the applicant's knowledge of the ballot initiative and referendum process in Arkansas. (ii)(a) The fee for part one of the paid canvasser examination shall be paid for each examination taken by the applicant, and shall be payable to the Secretary of State for deposit into a cash fund account established in the State Treasury. (b) The fee under subdivision (c)(2)(B)(ii) of this section shall be the greater of: (1) One hundred fifty dollars (\$150); or (2) An amount equal to the costs incurred by the Secretary of State in issuing the paid canvasser license. (iii) If a paid canvasser passes part one of the paid canvasser examination and wishes to be licensed for more than one (1)

1	be:
2	(a) Generated by the:
3	(1) Attorney General if the issue,
4	measure, or question is a statewide issue, measure, or question;
5	(2) County attorney if the issue,
6	measure, or question is a countywide issue, measure, or question; or
7	(3) City attorney if the issue, measure,
8	or question is a citywide issue, measure, or question; and
9	(b) Designed to demonstrate the applicant's
10	knowledge of the ballot issue, measure, or question for which the person
11	wishes to canvass.
12	(ii) The fee for part two (2) of the paid canvasser
13	examination shall be payable to:
14	(a) The Attorney General for deposit into a
15	cash fund account established in the State Treasury if the issue, measure, or
16	question is a statewide issue, measure, or question;
17	(b) The county general fund if the issue,
18	measure, or question is a countywide issue, measure, or question; or
19	(c) The city general fund if the issue,
20	measure, or question is a citywide issue, measure, or question.
21	(iii) The fee for part two of the paid canvasser
22	examination shall be the greater of:
23	(a) One hundred fifty dollars (\$150); or
24	(b) An amount equal to the costs incurred by
25	the Attorney General, county attorney, or city attorney for administering and
26	creating the exam.
27	(3) A paid canvasser license under this section shall be
28	specific to the ballot issue, measure, or question for which it is requested
29	and for which the paid canvasser examination is given. The paid canvasser
30	license shall expire when the ballot issue, measure, or question for which
31	the paid canvasser license is granted no longer requires the circulation of
32	the petition.
33	(d)(l)(A) The Secretary of State shall issue a paid canvasser license
34	<u>to an applicant who:</u>
35	(i) Meets the requirements of this section; and
36	(ii) Pays a license fee in an amount adopted by rule

1	of the Secretary of State, but not less than two hundred dollars (\$200).
2	(B) The fee under subdivision (d)(l)(A)(ii) of this
3	section shall be payable to the Secretary of State who shall:
4	(i) Deposit one-half $(1/2)$ of the fee into a cash
5	fund account established in the State Treasury; and
6	(ii) Remit one-half $(1/2)$ of the fee to the Arkansas
7	Ethics Commission to be deposited into a cash fund account established in the
8	State Treasury.
9	(2) The paid canvasser license shall be on a form prescribed by
10	the Secretary of State and shall contain the following:
11	(A) The licensee's name;
12	(B) A photo of the licensee;
13	(C) The licensee's address;
14	(D) A paid canvasser license number to be assigned by the
15	Secretary of State;
16	(E) The licensee's date of birth; and
17	(F) The expiration date of the paid canvasser license.
18	(e) The Secretary of State shall not issue a paid canvasser license
19	under this section to any person who has pleaded guilty or nolo contendere
20	to, or been found guilty of, a criminal offense.
21	(f)(1) The Secretary of State shall:
22	(A) Publish a list of licensed paid canvassers for each
23	<u>ballot issue, measure, or question online;</u>
24	(B) Create and maintain a hotline for citizens to report
25	potential violations concerning the circulation of petitions and solicitation
26	of signatures; and
27	(C) Accept citizen complaints in person or by:
28	(i) Email;
29	(ii) Text message;
30	<u>(iii) Letter;</u>
31	(iv) Online complaint form; and
32	(v) Any other medium the Secretary of State deems
33	appropriate.
34	(2) The hotline required under subdivision (f)(l)(B) of this
35	section shall be available for citizen complaints seven (7) days a week and
36	twenty-four (24) hours a day.

1	(g) If the Secretary of State, county clerk, or city clerk determines
2	that more than twenty-five percent (25%) of the signatures on the parts of a
3	petition that were circulated by a single paid canvasser could not be
4	verified, the Secretary of State, county clerk, or city clerk shall:
5	(1) Immediately revoke the paid canvasser's paid canvasser
6	license;
7	(2) Not issue another paid canvasser license to the paid
8	canvasser for a period of three (3) years;
9	(3) Not certify the issue, measure, or question to the ballot;
10	and
11	(4)(A) Report any potential violation to the proper law
12	enforcement authorities for investigation.
13	(B) If reporting under subdivision (g)(4)(A) of this
14	section, the Secretary of State, county clerk, or city clerk shall notify the
15	law enforcement authority that any or all of the following parties may have
16	violated Arkansas law:
17	(i) The sponsor of the issue, measure, or question;
18	(ii) A canvassing organization; or
19	(iii) A paid canvasser.
20	
21	7-9-604. Paid canvassers — Registration and reporting.
22	<u>(a)(l) Before a paid canvasser circulates a petition or solicits</u>
23	signatures on the petition, he or she shall register:
24	(A) For a statewide issue, measure, or question or a
25	countywide issue, measure, or question, with the county clerk of any county
26	in which he or she will be circulating the petition or soliciting signatures;
27	or
28	(B) For a citywide issue, measure, or question, with the
29	city clerk of the city in which he or she will be circulating the petition or
30	soliciting signatures.
31	(2) Registration under subdivision (a)(1) of this section shall
32	<u>include:</u>
33	(A) A registration fee of twenty-five dollars (\$25.00)
34	payable to the county clerk or city clerk, as appropriate, with whom the paid
35	canvasser is registering; and
36	(B) A copy of the paid canvasser's license.

1	(b)(l) No later than five (5) days after issuance of a paid canvasser
2	license under § 7-9-603, a paid canvasser shall register with the Arkansas
3	Ethics Commission.
4	(2) Registration under subdivision (b)(1) of this section shall
5	include:
6	(A) The information required under § 7-9-603(d)(2);
7	(B) A list of the issues, measures, or questions for which
8	the paid canvasser is licensed; and
9	(C) The name, address, phone number, and email address for
10	the person employing the paid canvasser as a paid canvasser.
11	(3)(A) The paid canvasser shall file a report no later than the
12	fifteenth day of the month following any month in which he or she obtained a
13	signature or received compensation for obtaining signatures.
14	(B) The report shall be filed with the commission on a
15	form prescribed by the commission and shall list:
16	(i) The identity of any person who compensated the
17	paid canvasser during the month reported;
18	(ii) If the paid canvasser was compensated with
19	money, the amount of compensation for circulation of petitions;
20	(iii) If the paid canvasser was compensated with an
21	item that is not money, a description of the item and an estimate of its
22	value;
23	(iv) The number of signatures gathered in the month;
24	(v) The counties and cities within which the
25	signatures were gathered; and
26	(vi) The amount of money the paid canvasser spent in
27	the process of gathering signatures.
28	(c)(l) Any signature obtained before lawful registration under this
29	section shall:
30	(A) Be invalid; and
31	(B) Not be counted or verified by the Secretary of State,
32	county clerk, or city clerk.
33	(2) The Secretary of State shall revoke the paid canvasser
34	license of a paid canvasser who fails to comply with the provisions of this
35	section.
36	

1	7-9-605. Paid canvasser registry.
2	(a) While circulating a petition or soliciting a signature, a paid
3	canvasser shall:
4	(1) Wear his or her paid canvasser license on his or her person
5	in a visible manner; and
6	(2) Make his or her paid canvasser license immediately available
7	for inspection upon request by any person.
8	(b)(l) A paid canvasser shall maintain a legible registry of persons
9	whose signatures he or she has collected on a petition which he or she is
10	licensed to circulate that shall include:
11	(A) The paid canvasser's name;
12	(B) The paid canvasser's paid canvasser license number;
13	(C) Each petitioner's printed name; and
14	(D) An acknowledgement signed by each petitioner that
15	indicates that:
16	(i) The paid canvasser accurately explained the
17	issue, measure, or question to the petitioner and answered any of his or her
18	questions; and
19	(ii) The petitioner understood the issue, measure,
20	or question as explained.
21	(2) A paid canvasser shall:
22	(A) Organize the registry under this section by county of
23	residence of the petitioner; and
24	(B) Submit the registry under this section to the
25	Secretary of State, county clerk, or city clerk at the time of submittal of
26	the petition.
27	(c) A paid canvasser shall:
28	(1) Request to see a petitioner's proof of identification;
29	(2) If the identification appears to be that of the petitioner,
30	verify that the petitioner signed his or her own name to the petition by
31	placing a mark designated by the Secretary of State next to the signature;
32	(3) If the petitioner refuses to provide identification,
33	
	indicate that the petitioner did not present identification by placing a mark
34	indicate that the petitioner did not present identification by placing a mark designated by the Secretary of State next to the signature; and
34 35	

1	appear to be that of the petitioner by placing a mark designated by the
2	Secretary of State next to the signature.
3	
4	7-9-606. Licensing of a canvassing organization.
5	(a) A canvassing organization shall not use any paid canvasser in
6	furtherance of an issue, measure, or question without a canvassing
7	organization license issued by the Secretary of State under this section.
8	(b)(l) A canvassing organization that wishes to do business in
9	Arkansas may request a canvassing organization license under this section by
10	filing an application with the Secretary of State.
11	(2) The application under this section shall:
12	(A) Be on a form prescribed by the Secretary of State;
13	(B) Be filed for each issue, measure, or referendum the
14	canvassing organization will circulate petitions concerning; and
15	(C) Include:
16	(i) An application fee of one thousand dollars
17	(\$1,000) payable to the Secretary of State for deposit into a cash fund
18	account established in the State Treasury;
19	(ii) The name, address, and phone number of the
20	canvassing organization;
21	(iii) If the canvassing organization is not an
22	individual, the:
23	(a) Identity of the owners, board of
24	directors, officers, and other individuals with control of the canvassing
25	organization;
26	(b) Articles of incorporation, bylaws, and any
27	other organizational or control documents creating and governing the
28	canvassing organization; and
29	(c) Location of the corporate office, national
30	office, or other primary place of business for the canvassing organization;
31	(iv) A list of the names of all paid canvassers
32	employed in Arkansas by the canvassing organization;
33	(v) The identity of any sponsors the canvassing
34	organization is under contract with;
35	(vi) If the canvassing organization is bonded,
36	information concerning the bond; and

1	(vii) Any other relevant information or
2	documentation requested by the Secretary of State.
3	(c) The Secretary of State shall not issue a canvassing organization
4	license under this section to a canvassing organization that:
5	(1) Does not have a physical address in Arkansas; or
6	(2) Files an incomplete or fraudulent application under this
7	section.
8	
9	7-9-607. Reporting.
10	(a) A canvassing organization that is licensed under § 7-9-606, pays
11	more than five hundred dollars (\$500) to one (1) or more paid canvassers, or
12	otherwise engages in activities in support of or opposition to a ballot
13	issue, measure, or question shall:
14	(1) Be deemed a ballot question committee for purposes of
15	reporting under 7-6-201 et seq.; and
16	(2) File quarterly reports with the Arkansas Ethics Commission
17	identifying the nature and amount of expenditures made in support of or
18	opposition to a ballot measure.
19	(b) The commission shall adopt rules concerning the form, content, and
20	process for filing of the reports required under this section.
21	
22	7-9-608. Criminal penalties.
23	(a) A person who knowingly acts as a paid canvasser in violation of
24	this subchapter is guilty of a Class A misdemeanor.
25	(b) A sponsor or canvassing organization that knowingly acts in
26	violation of this subchapter is guilty of a Class D felony.
27	(c) It is a Class A misdemeanor for a sponsor, canvassing
28	organization, or other person to authorize payment to or make payment to a
29	paid canvasser if:
30	(1) The paid canvasser circulated a part of an initiative or
31	referendum petition;
32	(2) The Secretary of State reviewed the entire initiative or
33	referendum petition; and
34	(3) Less than eighty-five percent (85%) of the signatures
35	gathered by that paid canvasser are verified.
36	(d) If less than eighty-five percent (85%) of the signatures on an

SB463

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1	initiative or referendum petition concerning an issue, measure, or question
2	are verified, a person who authorizes payment to or makes payment to a paid
3	canvasser who circulated the petition is guilty of a Class A misdemeanor.
4	(e)(l) It is a class A misdemeanor for a paid canvasser, without the
5	express written permission of the private property owner, to circulate or
6	solicit signatures on a petition while:
7	(A) On private property; or
8	(B) At a private event whether the event is open or closed
9	to the public.
10	(2) To be sufficient permission under this section, the written
11	permission of the private property owner shall include at a minimum:
12	(A) The times and dates the paid canvasser is authorized
13	to circulate petitions and solicit signatures;
14	(B) The location of and area within which the canvasser is
15	authorized to circulate petitions and solicit signatures; and
16	(C) The name, address, and telephone number for the
17	private property owner or manager of the private property.
18	(3) Upon request by any person, a paid canvasser shall present
19	his or her written permission under subdivision (e)(2) of this section to the
20	person.
21	(f) If a person pleads guilty or nolo contendere to, or is found
22	guilty of, a violation under this section, his or her paid canvasser license
23	under § 7-9-603 shall be revoked, and he or she shall not be issued another
24	paid canvasser license under § 7-9-603.
25	
26	7-9-609. Civil penalties.
27	(a)(1) The Secretary of State, the Attorney General, the Arkansas
28	Ethics Commission, or any other person may file an action in circuit court
29	against a canvassing organization, paid canvasser, or sponsor that violates
30	any provision of this subchapter.
31	(2) Each day of a continuing violation is a separate violation.
32	(3) After a finding that the canvassing organization, paid
33	canvasser, or sponsor violated a provision of this subchapter, the circuit
34	court may assess an administrative civil penalty in an amount not to exceed
35	one thousand dollars (\$1,000) per violation.
36	(b) If a sponsor prevails in a breach of contract action against a

1	canvassing organization, the sponsor shall be entitled to attorney's fees,
2	costs, a civil penalty payable to the Secretary of State for deposit into a
3	cash fund account established in the State Treasury in an amount not to
4	exceed ten percent (10%) of the total cost contracted for, and any other just
5	and proper relief.
6	(c)(l) In addition to any common law or contract remedies, a person
7	who employs or contracts with a canvassing organization or a paid canvasser
8	has a private right of action against the canvassing organization or paid
9	canvasser that violates the registration or licensure provisions of this
10	subchapter in a manner that results in the invalidation of signatures
11	gathered.
12	(2) The person who employs or contracts with the canvassing
13	organization or paid canvasser under subdivision (c)(l) of this section, upon
14	a finding of a violation under subdivision (c)(l) of this section, shall be
15	awarded the following recovery:
16	(A) Any sums paid to the canvassing organization or paid
17	canvasser for collecting the invalidated signatures;
18	(B) A civil penalty in an amount not to exceed one
19	thousand dollars (\$1,000) per day of a continuing violation; and
20	(C) Costs of pursuing the action, including without
21	limitation:
22	(i) Reasonable attorney's fees;
23	(ii) Expert witness fees; and
24	(iii) Investigative fees.
25	
26	7-9-610. Compensation to a paid canvasser.
27	(a) No person may compensate a canvasser to circulate a petition for
28	an issue, measure, or referenda based on the number of persons who sign the
29	petition.
30	(b) This section does not prohibit compensating a canvasser:
31	(i) By hourly wage;
32	<u>(ii) By salary;</u>
33	(iii) Conditioned on minimum productivity requirements; or
34	(iv) By awarding discretionary bonuses based on
35	reliability, longevity, and productivity.
36	

1	SECTION 6. DO NOT CODIFY. Implementation of laws and adoption of
2	<u>rules.</u>
3	(a) It is the intent of the General Assembly that this act, being
4	immediately necessary, be implemented as soon as possible and in a way that
5	does not unnecessarily interfere with ongoing petition processes and
6	canvassing efforts.
7	(b) When adopting the initial rules required under this act, the
8	Secretary of State and Arkansas Ethics Commission shall file the final rules
9	with the Secretary of State for adoption under § 25-15-204(f):
10	(1) On or before August 1, 2019; or
11	(2) If approval under § 10-3-309 has not occurred by August 1,
12	2019, as soon as practicable after approval under § 10-3-309.
13	(c) The Secretary of State and Arkansas Ethics Commission shall file
14	the proposed rules with the Legislative Council under § 10-3-309(c)
15	sufficiently in advance of August 1, 2019, so that the Legislative Council
16	may consider the rules for approval before August 1, 2019.
17	(d) The Secretary of State and Arkansas Ethics Commission shall give
18	the notice required under § 25-15-204(a)(1) for any initial rules required
19	under this act no later than thirty (30) days after the effective date of
20	this act.
21	(e) During the verification process for an initiative or referendum
22	petition, the Secretary of State, county clerk, or city clerk shall consider
23	each signature on a petition part under the laws and rules that were in
24	effect on the date that each signature was gathered.
25	
26	SECTION 7. EMERGENCY CLAUSE. It is found and determined by the
27	General Assembly of the State of Arkansas that there are petitions for ballot
28	issues, measures, and questions for which signatures are currently being
29	solicited by paid canvassers; that paid canvassers are often citizens of
30	other states and unfamiliar with Arkansas laws; that the paid canvassing
31	industry is rife with opportunities for fraud; that it is essential to
32	protect the initiative and referendum rights of Arkansas citizens involved in
33	grassroots efforts by limiting fraud and corruption commonly caused by
34	willful manipulation of the initiative process and referendum process; and
35	that this act is immediately necessary because the rights of the people
36	during the initiative process and referendum process are protected by

1	protecting the initiative process and referendum process from fraud and
2	deceit. Therefore, an emergency is declared to exist, and this act being
3	immediately necessary for the preservation of the public peace, health, and
4	safety shall become effective on:
5	(1) The date of its approval by the Governor;
6	(2) If the bill is neither approved nor vetoed by the Governor,
7	the expiration of the period of time during which the Governor may veto the
8	bill; or
9	(3) If the bill is vetoed by the Governor and the veto is
10	overridden, the date the last house overrides the veto.
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