#### HB 250-FN-A - AS INTRODUCED

#### 2013 SESSION

13-0743 03/09

HOUSE BILL 250-FN-A

AN ACT relative to campaign contributions and expenditures.

SPONSORS: Rep. French, Merr 6; Rep. M. Mann, Rock 32; Rep. Hoelzel, Rock 3; Rep. Perry,

Straf 3; Rep. Weed, Ches 16; Sen. D'Allesandro, Dist 20; Sen. Fuller Clark, Dist 21

COMMITTEE: Election Law

#### ANALYSIS

This bill establishes a fund to provide campaign financing for eligible candidates for governor, councilor, and state senator. Candidates qualify for the financing by collecting a requisite number of contributions and complying with other provisions of the financing law. The candidate will then use money received from the fund instead of private contributions to finance the candidate's campaign.

.....

Explanation: Matter added to current law appears in bold italics.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

#### STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Thirteen

AN ACT relative to campaign contributions and expenditures.

12

1314

1516

17

18 19

20

21

22

23

24

25

26

27

28

29

30

31

Be it Enacted by the Senate and House of Representatives in General Court convened:

- 1 1 New Subparagraph; Application of Receipts; General Revenue Exceptions; Clean Elections 2 Fund. Amend RSA 6:12, I(b) by inserting after subparagraph (310) the following new subparagraph: 3 (311) Moneys deposited in the New Hampshire clean elections fund established in RSA 664-A:2. 4 5 2 Elections; Political Expenditures and Contributions; Enforcement; Complaints; References 6 Added. Amend RSA 664:18 to read as follows: 7 664:18 Complaints. Any candidate or voter may make complaint in writing to the attorney 8 general of any violation of any of the provisions of this chapter or RSA 664-A.
- 9 I. Upon receipt of such complaint, the attorney general or [his] designee shall review the complaint, and where sufficient evidence of a violation is presented, conduct investigations to determine whether a violation of this chapter *or RSA 664-A* has occurred.
  - II. Following investigation, the attorney general is empowered, if [he] *the attorney general* determines that a provision of this chapter *or RSA 664-A* has been violated, to:
  - (a) Issue an order requiring the violator to cease and desist from his or her violation. If the attorney general's order is not obeyed, the attorney general or designee may petition the superior court of the county in which the violation occurred for an order of enforcement.
  - (b) Prosecute to final judgment through [his] a designee if sufficient cause for such prosecution is found.
  - III. If, in the opinion of any person making complaint, the family, business, or political connection of the attorney general's designee is such as to make it unlikely that [he] *the designee* will act diligently and earnestly in any proceeding therefor, the person complaining may state such facts to the attorney general.
  - IV. If the attorney general believes that [his] a designee will be hampered by any existing facts or circumstances and in any manner prevented from vigorously proceeding against any respondent complained against for such violation, or that the service of more than one attorney in any proceeding would be in the interest of the state, [he] the attorney general shall have authority to employ and assign additional attorneys, to conduct or assist in conducting such proceeding. Such attorneys shall be allowed reasonable compensation, to be approved by the governor and council and paid by the state out of funds not otherwise appropriated.
  - 3 Elections; Ballot Law Commission; Hearing Date; Reference Added. Amend RSA 665:5, III to read as follows:

## HB 250-FN-A – AS INTRODUCED - Page 2 -

III. The ballot law commission shall also meet at such other times as may be necessary as

- 2 provided in RSA 655:31, RSA 664-A:7, RSA 665:8, II, and RSA 665:9. 4 New Paragraph; Elections; Ballot Law Commission; Jurisdiction; General Duties; Objection to 3 Candidate Registration. Amend RSA 665:6 by inserting after paragraph II the following new 4 5 paragraph: 6 II-a. When a candidate's registration as a participating candidate pursuant to RSA 664-A:3 7 is in apparent conformity with law, it shall be valid unless written objection thereto shall be filed 8 with the ballot law commission within the time limit provided in RSA 664-A:7. The ballot law 9 commission shall then meet as provided in RSA 665:5 in order to hear and decide all the objections. 10 The decision of the ballot law commission in such case shall be final as to questions of law and fact, 11 and no court shall have jurisdiction to review such decision. 12 5 Elections; Ballot Law Commission; Jurisdiction; General Duties; Reference Added. Amend 13 RSA 665:6, III to read as follows: 14 III. The jurisdiction vested in the ballot law commission under paragraphs I, [and] II, and 15 *II-a* of this section shall be exclusive of all other remedies. 16 6 Elections; Ballot Law Commission; Jurisdiction; Filing Disputes; Reference Added. Amend 17 RSA 665:7 to read as follows: 18 665:7 Filing Disputes. The ballot law commission shall hear and determine disputes arising 19 over whether nomination papers, [ex] declarations of candidacy, or registration of candidates for 20 clean elections funding with the secretary of state conform with the law. The decision of the 21 ballot law commission in such cases shall be final as to questions both of law and fact, and no court
- 25 CHAPTER 664-A

# CHAPTER 664-A CLEAN ELECTIONS FINANCING

7 New Chapter; Clean Elections Financing. Amend RSA by inserting after chapter 664 the

#### 004 A 1 D C ::: I :: I :

664-A:1 Definitions. In this chapter:

shall have jurisdiction to review such decision.

following new chapter:

1

22

23

24

26

27

28 29

30

31

32

33

34

35

36

- I. "Additional primary contributions" means contributions a participating candidate may raise and spend for the primary election only, according to procedures developed by the secretary of state, after the maximum amount from the fund under RSA 664-A:8 has been received. These are not to exceed a limit of \$25 per individual contributor who is an in-district New Hampshire registered voter for state senate and councilor candidates and \$100 per individual contributor who is a registered New Hampshire voter for a gubernatorial candidate.
- II. "Additional general contributions" means contributions a participating candidate may raise and spend for the general election only, according to procedures developed by the secretary of state, after the maximum amount from the fund under RSA 664-A:8 has been received. These are not to exceed a limit of \$25 per individual contributor who is an in-district New Hampshire

## HB 250-FN-A – AS INTRODUCED - Page 3 -

registered voter for state senate and councilor candidates and \$100 per individual contributor who is a registered New Hampshire voter for a gubernatorial candidate.

3

4

56

12

13

14

1516

17

18

19

20

21

22

23

24

25

26

27

28

29

30

- III. "Affidavit of registration" means a form completed and filed by a candidate according to procedures and forms developed by the secretary of state demonstrating and certifying that the candidate has collected the required number of qualifying contributions and has and will comply with all the requirements of this chapter.
- 7 IV. "Commission" means the clean elections funding commission established in RSA 664-8 A:14.
- V. "Contested primary election" means when 2 or more candidates for a gubernatorial, council, or senate race each report expenditures of \$50,000, \$10,000, and \$5,000 respectively or more before a primary election.
  - VI. "Contested general election" means when 2 or more candidates for a gubernatorial, council, or senate race each report expenditures of \$100,000, \$10,000, and \$5,000 respectively or more in campaign contributions, expenditures, or funds held over from prior campaigns.
  - VII. "Declaration of intent" means a form completed and filed by a candidate, according to procedures, forms, and deadlines developed by the secretary of state, declaring intent to seek certification as a "participating candidate" under this chapter and agreeing to not run as a nonparticipating candidate. Declaration of intent forms must be received by the secretary of state between November 1 in the year prior to the election year and the end of the qualifying period for candidates for governor and between January 1 of the election year and the end of the qualifying period for candidates for executive council and state senate.
    - VIII. "Fund" means the New Hampshire clean elections fund established in RSA 664-A:2.
  - IX. "General election campaign period" means the period beginning the day after the state primary election and ending the day of the state general election.
  - X. "Participating candidate" means a candidate who receives clean elections funding pursuant to this chapter, and a "nonparticipating candidate" means a candidate who does not choose to participate in the clean elections financing in this chapter and is not seeking certification as a "participating candidate."
  - XI. "Primary election" means a state primary election. For purposes of this chapter, primary election shall include only those elections held to nominate candidates of a party, as defined by RSA 652:11.
- 32 XII. "Primary election campaign period" means the period beginning the day of the filing deadline in RSA 655:14 and ending the day of the state primary election.
- 34 XIII. "Qualifying contribution" means a contribution meeting the requirements of RSA 664-35 A:4.
- 36 XIV. "Qualifying form" means a form completed by a contributor according to procedures and 37 forms developed by the secretary of state that acknowledges a qualifying contribution and meets the

### HB 250-FN-A – AS INTRODUCED - Page 4 -

1 requirements of RSA 664-A:4.

- XV. "Qualifying period" means the period during which a candidate seeking to be a participating candidate under this chapter must file an affidavit of registration. This period is between 180 and 90 days before the party primary election for which a party candidate is seeking public funds, and from January 1 to the date petitions to be placed on the ballot are due for independent candidates beginning January 1 of the year of the state general election and ending 60 days from the date on which the candidate files for office.
- 8 XVI. "Seed money contribution" means a contribution meeting the requirements of RSA 664-9 A:5.
  - 664-A:2 New Hampshire Clean Elections Fund Established.
  - I. There is established the New Hampshire clean elections fund to be used for the purposes of providing public financing for the primary and general election campaigns of participating candidates and paying for the administrative and enforcement costs of this chapter.
  - II. This nonlapsing, revolving special fund is hereby continually appropriated to be expended by the secretary of state in accordance with RSA 664-A for the purpose of implementing RSA 664-A, including grants and all costs necessary to administer and enforce the provisions of RSA 664-A. The state treasurer shall invest the moneys deposited in the fund as provided by law. Interest received on investments made by the state treasurer shall also be credited to the fund.
    - III. The following moneys shall be deposited in the fund:
      - (a) Voluntary donations made directly to the fund.
  - (b) Unspent seed money contributions and qualifying contributions remaining at the end of the qualifying period and not returned to contributors.
  - (c) Unspent additional primary contributions remaining after the primary election campaign period and unspent additional general contributions remaining after the general election campaign period.
  - (d) Money distributed from the fund and returned by a participating candidate who does not remain a candidate until the primary or general election for which the money was distributed.
  - (e) Money distributed from the fund that is returned by the participating candidate because it is not spent by the date of the primary or general election for which the money was distributed.
- 31 (f) Fines levied for violations of the elections laws, including fines assessed under 32 RSA 664:21.
  - (g) Interest generated by the fund.
  - (h) Any money appropriated from the general fund and other funds by biennium and other budgetary appropriations.
    - 664-A:3 Qualifications of Participating Candidates.
- 37 I. A candidate qualifies as a participating candidate for the primary election campaign

## HB 250-FN-A – AS INTRODUCED - Page 5 -

- period if the candidate collects the required number of qualifying contributions and files an affidavit of registration, signed by the candidate and the candidate's fiscal agent with the secretary of state, according to procedures developed by the secretary of state, certifying that the candidate has complied and shall comply with the requirements of this chapter.
  - II. A candidate qualifies as a participating candidate for the general election campaign period if the candidate was a participating candidate for the primary election campaign period and:
    - (a) Has been declared nominated; or

- (b) Did not have a primary contest.
- III. A candidate shall not qualify as a participating candidate if the candidate accepted any private contributions other than seed money contributions and qualifying contributions allowable under this chapter prior to the primary election campaign period.
  - 664-A:4 Qualifying Contribution Requirements.
    - I. A candidate shall collect at least the following number of contributions:
      - (a) 2,500 for a candidate for governor.
      - (b) 500 for a candidate for councilor.
      - (c) 250 for a candidate for state senator.
- II. Each qualifying contribution shall be acknowledged by a qualifying form, according to procedures developed by the secretary of state, signed under penalty of perjury by the contributor. The form shall include but not be limited to the contributor's printed name and domicile for voting purposes, the name of the candidate, certification by the contributor that the contribution was all from his or her personal funds, and certification that the purpose of the contribution is to help the candidate qualify for clean elections funding and involved no exchange of value.
- III. Qualifying forms shall be submitted to the secretary of state in bulk and with a list in electronic format which may be made readily accessible to the public according to procedures developed by the secretary of state during and by the close of the qualifying period.
  - IV. The candidate shall retain copies of the qualifying forms.
- V. Qualifying contributions shall be made by check, money order, or credit card payable to the candidate according to procedures developed by the secretary of state.
- VI. Qualifying contributions shall be made only from personal moneys by individuals who are registered to vote and qualified to vote for the candidate.
- VII. Qualifying contributions shall be between \$5 and \$25 for candidates for executive council and state senate and between \$5 and \$100 for candidates for governor and must be received by the candidate during the period starting the day that the candidate's declaration of intent has been received by the secretary of state and the end of the qualifying period.
- VIII. Qualifying contributions shall be subject to review and audit in number, amount, source, and qualifications according to procedures developed by the secretary of state and attorney general.

## HB 250-FN-A - AS INTRODUCED - Page 6 -

664-A:5 Seed Money.

- I. Participating candidates may spend up to a limit of \$500 in seed money in personal, noncontributed funds for senate and council and up to a limit of \$1,000 for gubernatorial candidates, during the primary election campaign period only.
- II. A candidate who spends seed money exceeding the amount in paragraph I shall not be eligible for funding from the clean elections fund.
  - III. By the final day of the qualifying period, the candidate shall return all unexpended seed money contributions to the most recent contributors. In the alternative, the candidate may donate the unexpended seed money contributions to the New Hampshire clean elections fund.
  - IV. The candidate shall itemize all seed money contributions in reports filed pursuant to RSA 664:7. For seed money contributions of \$25 or less, the candidate shall list the name of the contributor and the contributor's voting domicile. Candidates shall not accept seed money contributions without the required disclosure information.
- 14 664-A:5-a Additional Primary and General Election Contributions Allowed.
  - I. Participating candidates may raise, according to procedures and reporting rules developed by the secretary of state, additional primary contributions only after the maximum amount from the fund under RSA 664-A:8 has been received.
  - II. Additional primary contributions shall be spent only on the primary election during the primary election period and any unspent contributions returned to the contributors or the fund.
  - III. Additional primary contributions shall not exceed a limit of \$25 per individual contributor who is an in-district New Hampshire registered voter for state senate and councilor candidates and \$100 per individual contributor who is a registered New Hampshire voter for a gubernatorial candidate.
  - IV. Participating candidates may raise, according to procedures and reporting rules developed by the secretary of state, additional general contributions only after the maximum public grant has been received.
  - V. Additional general contributions shall be spent only on the general election during the general election period and any unspent contributions returned to the contributors or the fund.
  - VI. Additional general contributions shall not exceed a limit of \$25 per individual contributor who is an in-district New Hampshire registered voter for state senate and councilor candidates and \$100 per individual contributor who is a registered New Hampshire voter for a gubernatorial candidate.
  - VII. Additional primary and general contributions shall be subject to audit and review and shall be reported promptly in accessible electronic format according to procedures developed by the secretary of state and attorney general.
  - 664-A:6 Contributions and Expenditures.
- I. During the primary and general election campaign periods, a participating candidate shall

## HB 250-FN-A – AS INTRODUCED - Page 7 -

not accept private contributions from any source except additional primary contributions and additional general contributions allowed under this chapter.

- II. Participating candidates shall include seed money contributions, qualifying contributions, and additional primary and general contributions in their reports filed pursuant to RSA 664:7.
  - III. Participating candidates shall cooperate with any audit or examination by the state.
- IV. Participating candidates shall not accept any nonmonetary contributions except the volunteer donations permitted by this paragraph and according to procedures, rules, and reporting requirements developed by the secretary of state. A volunteer may donate up to \$100 worth of goods and services to a participating candidate per month. A volunteer's time or voluntary use of personal vehicles shall not be considered a donation for purposes of this paragraph.
- V. Funding from the clean elections fund shall not be used for any purpose other than campaign expenses for the period for which it is allocated.
- 664-A:7 Objection to Registration. The registration of a candidate in accordance with the provisions of this chapter shall be regarded as valid and shall be received by the secretary of state unless an objection is made in writing to the ballot law commission no later than 7 days following the last day of the qualifying period. Upon receipt of the objection, the commission shall notify the candidate in writing of the time and place for its hearing. The ballot law commission shall determine whether a candidate qualifies as a participating candidate within 7 days of receiving the objection. If the ballot law commission determines that the candidate does not meet the requirements of this chapter, it may revoke the candidate's eligibility and order the candidate to return to the fund any payments received pursuant to this chapter.
  - 664-A:8 Clean Elections Fund Financing.

- I. A participating candidate shall be eligible for the following amounts from the fund:
  - (a) Candidate for governor:
- (1) \$1,750,000 maximum from the fund for a contested primary election campaign for a party nomination at the rate of \$4 from the fund for every \$1 in certified qualifying contributions raised by the candidate.
- (2) \$750,000 maximum from the fund for an uncontested primary election for a party nomination at the rate of \$4 from the fund for every \$1 in certified qualifying contributions raised by the candidate.
- (3) \$312,500 maximum from the fund for the primary election campaign period if the candidate is not seeking the nomination of a party, as defined in RSA 652:11, at the rate of \$4 from the fund for every \$1 in certified qualifying contributions raised by the candidate.
  - (4) \$2,250,000 grant from the fund for a contested general election.
  - (5) \$225,000 grant from the fund for an uncontested general election.
  - (b) Candidate for councilor:
- (1) \$70,000 maximum from the fund for a contested primary election campaign for a

# HB 250-FN-A – AS INTRODUCED - Page 8 -

1	party nomination at the rate of \$2 from the fund for every \$1 in certified qualifying contributions				
2	raised by the candidate.				
3	(2) \$40,000 maximum from the fund for an uncontested primary election for a party				
4	nomination at the rate of \$2 from the fund for every \$1 in certified qualifying contributions raised by				
5	the candidate.				
6	(3) \$40,000 maximum from the fund for the primary election campaign period if the				
7	candidate is not seeking the nomination of a party, as defined in RSA 652:11, at the rate of \$2 from				
8	the fund for every \$1 in certified qualifying contributions raised by the candidate.				
9	(4) \$100,000 grant from the fund for a contested general election.				
10	(5) \$10,000 grant from the fund for an uncontested general election.				
11	(c) Candidate for state senator:				
12	(1) \$35,000 maximum from the fund for a contested primary election campaign for a				
13	party nomination at the rate of \$2 from the fund for every \$1 in certified qualifying contributions				
14	raised by the candidate.				
15	(2) \$20,000 maximum from the fund for an uncontested primary election for a party				
16	nomination at the rate of \$2 from the fund for every \$1 in certified qualifying contributions raised by				
17	the candidate.				
18	(3) \$20,000 maximum from the fund for the primary election campaign period if the				
19	candidate is not seeking the nomination of a party, as defined in RSA 652:11, at the rate of \$2 from				
20	the Fund for every \$1 in certified qualifying contributions raised by the candidate.				
21	(4) \$50,000 grant from the fund for a contested general election.				
22	(5) \$5,000 grant from the fund for an uncontested general election.				
23	II. A participating candidate shall receive payments from the fund according to the following				
24	schedule:				
25	(a) Fifteen percent of the funding for the primary election period by the close of the				
26	business day immediately following fulfillment of the qualification requirements and certification of				
27	such by the secretary of state.				
28	(b) Eighty-five percent of the funding for the primary election period 2 weeks after the				
29	end of the qualifying period.				
30	(c) Funding for the general election upon qualification for general election funding.				
31	III.(a) Once a candidate is certified as a participating candidate, the candidate may borrow				
32	in anticipation of the payments to be received by the primary in accordance with procedures				
33	developed by the secretary of state.				
34	(b) Additional primary and general contributions permitted under this chapter will be				
35	paid in accordance with timelines and procedures developed by the secretary of state.				

IV.(a) Not more than 60 percent of the money in the fund at the close of the qualifying period shall be disbursed for the primary election period.

36

## HB 250-FN-A - AS INTRODUCED - Page 9 -

- (b) Not more than 40 percent of the money in the fund at the close of the qualifying period shall be disbursed for the general election period.
- 664-A:9 Reports. In addition to the reports required by RSA 664:6 and RSA 664:7, a nonparticipating candidate whose total expenditures for either the primary election campaign period or the general election campaign period exceeds \$625,000 for governor, \$50,000 for councilor, or \$20,000 for state senator shall file the following additional reports in the form required by RSA 664:6, I:
- I. Weekly reports to be filed every Friday of the election campaign period by 4 o'clock in the afternoon until 20 days before the election date.
- II. Daily reports during the 20 days preceding the election date to be filed by 4 o'clock in the afternoon.
- 664-A:10 Shortfall in Fund. In the event that the fund does not have sufficient money to fund all participating candidates in accordance with RSA 664-A:8, payments to participating candidates shall be pro-rated so that each qualifying candidate receives a proportional share based on the amount to which the candidate would have been entitled under RSA 664-A:8. A participating candidate may supplement the pro-rated payments with private contributions up to an amount equal to the difference between the pro-rated payment amount and the amount to which the candidate would have been entitled.
- 664-A:11 Administration. The secretary of state shall prepare and distribute all forms required by this chapter. The secretary of state shall also prepare a manual for clean elections, which shall be written in nontechnical language and shall include simple instructions on qualifying as a participating candidate.
  - 664-A:12 Reports to Legislature.

- I. The secretary of state shall report to the general court after each election cycle regarding the clean elections fund. The report shall include a detailed summary of all seed money contributions, qualifying contributions, payments from the fund, and expenditures made by all participating candidates. The report shall also include a summary and evaluation of the secretary of state's activities, and recommendations relative to the implementation and administration of this chapter.
- II. The ballot law commission shall report to the general court after each election cycle regarding the clean elections fund. The report shall also include a summary and evaluation of the ballot law commission's activities, and recommendations relative to the enforcement of this chapter.
- 664-A:13 Fines for Excess Expenditures. Any participating candidate who spends or obligates to spend more than the clean elections funding permitted by this chapter shall be subject to a fine in an amount equal to 10 times the excess expenditures. The fine shall be paid from the candidate's personal assets into the clean elections fund.
  - 664-A:14 Clean Elections Funding Commission; Public Information.

### HB 250-FN-A – AS INTRODUCED - Page 10 -

- I. There is established a clean elections funding commission. The members of the commission shall be as follows:
  - (a) Two members appointed by the president of the senate.
  - (b) Two members appointed by the speaker of the house of representatives.
    - (c) Two members appointed by the governor.

- (d) Five members representing the executive council districts; each member of the executive council shall appoint one member from his or her district.
  - (e) One member appointed by the secretary of state.
- II. No person may serve on the commission who is a candidate for office. No member of the commission may publicly endorse any candidate for office or financially contribute to a candidate for office while serving on the commission.
  - III. The members of the commission shall elect a chairman from among the members.
- IV.(a) The commission shall evaluate and implement strategies for soliciting voluntary donations to the New Hampshire clean elections fund established in RSA 664-A:2. The commission shall develop solicitation strategies targeting individuals, businesses, nonprofit organizations, and political organizations.
- (b) The commission shall develop printed material with the secretary of state to be enclosed with mailings under paragraph V that explains the New Hampshire clean elections financing system and instructs recipients on how to donate to the New Hampshire clean elections fund.
- (c) The commission shall evaluate methods for encouraging donated advertising that may, consistent with state and federal law, be distributed on an equal basis to participating candidates. Such advertising may include broadcast media, print media, and donated services from printers, mailing services, and consultants.
- (d) The commission shall develop estimates at least every 4 years after the effective date of this chapter to determine the amount of funds to be distributed to participating candidates.
- V. All state agencies and political subdivisions acting on behalf of any state agency, sending any tax bill, tax form, registration form, or license or certificate application or renewal by mail or online shall include upon request of the commission and the secretary of state a brief statement on the form or bill on the New Hampshire clean elections financing system including a website providing information and a way to contribute. Copies of the materials developed under subparagraph IV(b) shall also be made available to agencies requesting them.
- 664-A:15 Requirements.
- I. All participating candidates in contested elections shall participate in one primary election and one general election debate in accordance with procedures developed by the secretary of state.
- II. All participating candidates shall file information required under this chapter online in accordance with procedures developed by the secretary of state.

### HB 250-FN-A – AS INTRODUCED - Page 11 -

8 Certification and Applicability.

- I. The state treasurer shall certify to the secretary of state the date that the balance in the New Hampshire clean elections fund reaches \$8,000,000. On the November 1 next following such certification at least one year prior to the elections, the secretary of state shall commence administering the clean elections financing provisions of RSA 664-A relating to campaigns for governor and state senator.
- II. The state treasurer shall certify to the secretary of state the date that the balance in the New Hampshire clean elections fund is \$1,500,000. On the November 1 next following such certification at least one year prior to the election, the secretary of state shall commence administering the clean elections procedural provisions of RSA 664-A relating to the campaign for the executive council.
- 9 Effective Date. This act shall take effect upon its passage.

#### **HB 250 FISCAL NOTE**

AN ACT relative to campaign contributions and expenditures.

#### FISCAL IMPACT:

The Department of State and Department of Justice state this bill, <u>as introduced</u>, will have an indeterminable fiscal impact on state expenditures in FY 2014 and each year thereafter. This bill will have no fiscal impact on state, county, and local revenue, or county and local expenditures.

#### **METHODOLOGY:**

The Department of State (DOS) states this bill would create a new campaign finance program that would fund election campaigns for eligible candidates. The Department notes the complete fiscal impact is indeterminable at this time because it does not have enough information about the program. However, the Department estimates needing at least one position at Labor Grade 23 to carry out this new program. The table below shows the additional personnel costs related to this new program.

	FY 2014	FY 2015	FY 2016	FY 2017
Salary (LG 23)	\$41,086	\$42,842	\$44,752	\$46,722
Benefits	\$24,298	\$26,075	\$27,990	\$30,051
TOTAL POSITION COSTS	\$65,384	\$68,917	\$72,742	\$76,773

The Department of Justice (DOJ) states this bill creates a new statutory section but has no penalty provision so the general election penalty provisions would apply. DOJ states it does not have any information on how many additional investigations and prosecutions would result from the new law so it cannot determine the complete fiscal impact. DOJ anticipates working with DOS to develop procedures and any costs would be absorbed by DOJ's regular budget. DOJ states contributions would be subject to review and audit. If the DOJ is responsible for conducting and funding such audits, an auditor would need to be hired. The table below shows the potential personnel and other expenditure costs related to this new program.

	FY 2014	FY 2015	FY 2016	FY 2017
Salary (LG DD)	\$55,822	\$59,469	\$63,117	\$66,765
Benefits	\$27,213	\$29,364	\$31,623	\$34,015
Current Expenses & Equipment	\$4,950	\$750	\$750	\$750
TOTAL POSITION COSTS	<u>\$87,985</u>	\$89,583	\$95,490	\$101,530

This bill does not contain an appropriation or authorization for any new positions.