## SENATE CS FOR CS FOR SS FOR HOUSE BILL NO. 36(JUD)

#### IN THE LEGISLATURE OF THE STATE OF ALASKA

## TWENTY-SIXTH LEGISLATURE - SECOND SESSION

#### BY THE SENATE JUDICIARY COMMITTEE

Offered: 4/18/10 Referred: Finance

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Sponsor(s): REPRESENTATIVES JOHANSEN, MILLETT, AND PEGGY WILSON, Johnson, Kelly,

Neuman, Keller, Muñoz

## A BILL

# FOR AN ACT ENTITLED

- 1 "An Act relating to ballot initiative proposal applications, to ballot initiatives and to
- 2 those who file or organize for the purpose of filing a ballot initiative proposal, and to
- 3 election pamphlet information relating to certain propositions."

### 4 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:

\* **Section 1.** AS 15.13.040(k) is amended to read:

(k) Every individual, person, nongroup entity, or group contributing a total of \$500 or more to a group organized for the principal purpose of influencing the outcome of a proposition, and every individual, person, nongroup entity, or group contributing a total of \$500 or more to a group organized for the principal purpose of filing an initiative proposal application under AS 15.45.020 or that has filed an initiative proposal application under AS 15.45.020, shall report the contribution or contributions on a form prescribed by the commission not later than 30 days after the contribution that requires the contributor to report under this subsection is made. The report must include the name, address, principal occupation, and

1	employer of the individual filing the report and the amount of the contribution, as well
2	as the total amount of contributions made to that group by that individual, person,
3	nongroup entity, or group during the calendar year.
4	* Sec. 2. AS 15.13.050(a) is amended to read:
5	(a) Before making an expenditure in support of or in opposition to a candidate
6	or before making an expenditure in support of or in opposition to a ballot proposition
7	or question or to an initiative proposal application filed with the lieutenant
8	governor under AS 15.45.020, each person other than an individual shall register, on
9	forms provided by the commission, with the commission.
10	* Sec. 3. AS 15.13.050 is amended by adding a new subsection to read:
11	(c) If a group intends to make more than 50 percent of its contributions or
12	expenditures in support of or opposition to a single initiative on the ballot, the title or
13	common name of the initiative must be a part of the name of the group. If the group
14	intends to make more than 50 percent of its contributions or expenditures in opposition
15	to a single initiative on the ballot, the group's name must clearly state that the group
16	opposes that initiative by using a word such as "opposes," "opposing," "in opposition
17	to," or "against" in the group's name.
18	* Sec. 4. AS 15.13.065(c) is amended to read:
19	(c) Except for reports required by AS 15.13.040 and 15.13.110 and except for
20	the requirements of AS 15.13.050, 15.13.060, and 15.13.112 - 15.13.114, the
21	provisions of AS 15.13.010 - 15.13.116 do not apply to limit the authority of a person
22	to make contributions to influence the outcome of a ballot proposition. In this
23	subsection, in addition to its meaning in AS 15.60.010, "proposition" includes
24	(1) an issue placed on a ballot to determine whether
25	(A) [(1)] a constitutional convention shall be called;
26	(B) [(2)] a debt shall be contracted;
27	(C) [(3)] an advisory question shall be approved or rejected; or
28	$(\underline{\mathbf{D}})$ [(4)] a municipality shall be incorporated:
29	(2) an initiative proposal application filed with the lieutenant
30	governor under AS 15.45.020.
31	* <b>Sec. 5.</b> AS 15.13.110(e) is amended to read:

1	(e) A group formed to sponsor [AN INITIATIVE,] a referendum or a recall
2	shall report 30 days after its first filing with the lieutenant governor. Thereafter, each
3	group shall report within 10 days after the end of each calendar quarter on the
4	contributions received and expenditures made during the preceding calendar quarter
5	until reports are due under (a) of this section.
6	* Sec. 6. AS 15.13.110 is amended by adding a new subsection to read:
7	(g) An initiative committee, person, group, or nongroup entity receiving
8	contributions exceeding \$500 or making expenditures exceeding \$500 in a calendar
9	year in support of or in opposition to an initiative on the ballot in a statewide election
10	or an initiative proposal application filed with the lieutenant governor under
11	AS 15.45.020 shall file a report within 10 days after the end of each calendar quarter
12	on the contributions received and expenditures made during the preceding calendar
13	quarter until reports are due under (a) and (b) of this section. If the report is a first
14	report, it must cover the period beginning on the day an initiative proposal application
15	is filed under AS 15.45.020 and ending three days before the due date of the report.
16	* Sec. 7. AS 15.13.400(4) is amended to read:
17	(4) "contribution"
18	(A) means a purchase, payment, promise or obligation to pay,
19	loan or loan guarantee, deposit or gift of money, goods, or services for which
20	charge is ordinarily made, and includes the payment by a person other than
21	a candidate or political party, or compensation for the personal services of
22	another person, that is rendered to the candidate or political party, and
23	that is made for the purpose of
24	(i) influencing the nomination or election of a
25	candidate <u>:</u>
26	(ii) [, AND IN AS 15.13.010(b) FOR THE PURPOSE
27	OF] influencing a ballot proposition or question; or
28	(iii) supporting or opposing an initiative proposal
29	application filed with the lieutenant governor under AS 15.45.020 [,
30	INCLUDING THE PAYMENT BY A PERSON OTHER THAN A
31	CANDIDATE OR POLITICAL PARTY, OR COMPENSATION FOR

1	THE PERSONAL SERVICES OF ANOTHER PERSON, THAT ARE
2	RENDERED TO THE CANDIDATE OR POLITICAL PARTY];
3	(B) does not include
4	(i) services provided without compensation by
5	individuals volunteering a portion or all of their time on behalf of a
6	political party, candidate, or ballot proposition or question;
7	(ii) ordinary hospitality in a home;
8	(iii) two or fewer mass mailings before each election by
9	each political party describing the party's slate of candidates for
10	election, which may include photographs, biographies, and information
11	about the party's candidates;
12	(iv) the results of a poll limited to issues and not
13	mentioning any candidate, unless the poll was requested by or designed
14	primarily to benefit the candidate;
15	(v) any communication in the form of a newsletter from
16	a legislator to the legislator's constituents, except a communication
17	expressly advocating the election or defeat of a candidate or a
18	newsletter or material in a newsletter that is clearly only for the private
19	benefit of a legislator or a legislative employee; or
20	(vi) a fundraising list provided without compensation
21	by one candidate or political party to a candidate or political party;
22	* <b>Sec. 8.</b> AS 15.13.400(6) is amended to read:
23	(6) "expenditure"
24	(A) means a purchase or a transfer of money or anything of
25	value, or promise or agreement to purchase or transfer money or anything of
26	value, incurred or made for the purpose of
27	(i) influencing the nomination or election of a candidate
28	or of any individual who files for nomination at a later date and
29	becomes a candidate;
30	(ii) use by a political party;
31	(iii) the payment by a person other than a candidate or

1	pointical party of compensation for the personal services of another
2	person that are rendered to a candidate or political party; [OR]
3	(iv) influencing the outcome of a ballot proposition or
4	question; or
5	(v) supporting or opposing an initiative proposal
6	application filed with the lieutenant governor under AS 15.45.020;
7	(B) does not include a candidate's filing fee or the cost of
8	preparing reports and statements required by this chapter;
9	(C) includes an express communication and an electioneering
10	communication, but does not include an issues communication;
11	* <b>Sec. 9.</b> AS 15.13.400(8) is amended to read:
12	(8) "group" means
13	(A) every state and regional executive committee of a political
14	party; [AND]
15	(B) any combination of two or more individuals acting jointly
16	who organize for the principal purpose of influencing the outcome of one or
17	more elections and who take action the major purpose of which is to influence
18	the outcome of an election; a group that makes expenditures or receives
19	contributions with the authorization or consent, express or implied, or under
20	the control, direct or indirect, of a candidate shall be considered to be
21	controlled by that candidate; a group whose major purpose is to further the
22	nomination, election, or candidacy of only one individual, or intends to expend
23	more than 50 percent of its money on a single candidate, shall be considered to
24	be controlled by that candidate and its actions done with the candidate's
25	knowledge and consent unless, within 10 days from the date the candidate
26	learns of the existence of the group the candidate files with the commission, on
27	a form provided by the commission, an affidavit that the group is operating
28	without the candidate's control; a group organized for more than one year
29	preceding an election and endorsing candidates for more than one office or
30	more than one political party is presumed not to be controlled by a candidate;
31	however, a group that contributes more than 50 percent of its money to or on

1	benan of one candidate shall be considered to support only one candidate for
2	purposes of AS 15.13.070, whether or not control of the group has been
3	disclaimed by the candidate; and
4	(C) any combination of two or more individuals acting
5	jointly who organize for the principal purpose of filing an initiative
6	proposal application under AS 15.45.020 or who file an initiative proposal
7	application under AS 15.45.020;
8	* <b>Sec. 10.</b> AS 15.45.080 is amended to read:
9	Sec. 15.45.080. Bases of denial of certification. The lieutenant governor shall
10	deny certification upon determining in writing that
11	(1) the proposed bill to be initiated is <b>not confined to one subject or</b>
12	is otherwise not in the required form;
13	(2) the application is not substantially in the required form; or
14	(3) there is an insufficient number of qualified sponsors.
15	* Sec. 11. AS 15.45.090(a) is amended to read:
16	(a) If the application is certified, the lieutenant governor shall prepare a
17	sufficient number of sequentially numbered petitions to allow full circulation
18	throughout the state. Each petition must contain
19	(1) a copy of the proposed bill [IF THE NUMBER OF WORDS
20	INCLUDED IN BOTH THE FORMAL AND SUBSTANTIVE PROVISIONS OF
21	THE BILL IS 500 OR LESS];
22	(2) an impartial summary of the subject matter of the bill;
23	(3) a statement of minimum costs to the state associated with
24	certification of the initiative application and review of the initiative petition, excluding
25	legal costs to the state and the costs to the state of any challenge to the validity of the
26	petition;
27	(4) an estimate of the cost to the state of implementing the proposed
28	law;
29	(5) the statement of warning prescribed in AS 15.45.100;
30	(6) sufficient space for the printed name, a numerical identifier, the
31	signature, the date of signature, and the address of each person signing the petition;

1	and
2	(7) other specifications prescribed by the lieutenant governor to ensure
3	proper handling and control.
4	* Sec. 12. AS 15.45 is amended by adding a new section to read:
5	Sec. 15.45.195. Public hearings. (a) At least 30 days before the election a
6	which an initiative is to appear on the ballot, the lieutenant governor or a designee o
7	the lieutenant governor shall hold two or more public hearings concerning the
8	initiative in each judicial district of the state. Each public hearing under this section
9	shall include the written or oral testimony of one supporter and one opponent of the
10	initiative.
11	(b) The lieutenant governor shall provide reasonable notice of each public
12	hearing required under this section. The notice must include the date, time, and place
13	of the hearing. The notice may be given using print or broadcast media. The lieutenan
14	governor shall provide notice in a consistent fashion for all hearings required under
15	this section.
16	(c) Penalties for a violation of this section may not include removal of an
17	initiative from the ballot.
18	(d) If the lieutenant governor determines that it is technologically and
19	economically feasible, the division shall provide a live audio and video broadcast or
20	each hearing held under (a) of this section on the division's Internet website.
21	* Sec. 13. AS 15.58.010 is amended to read:
22	Sec. 15.58.010. Election pamphlet. Before each state general election, and
23	before each state primary or special election at which a ballot proposition is scheduled
24	to appear on the ballot, the lieutenant governor shall prepare, publish, and mail at leas
25	one election pamphlet to each household identified from the official registration list
26	The pamphlet shall be prepared on a regional basis as determined by the lieutenan
27	governor.
28	* Sec. 14. AS 15.58.020(b) is amended to read:
29	(b) Each primary or special election pamphlet shall contain only the
30	information specified in (a)(6) and (a)(9) of this section for each ballot measure
31	scheduled to appear on the primary or special election ballot.

1	* Sec. 15. AS 24.05 is amended by adding a new section to article 4 to read:
2	Sec. 24.05.186. Legislative hearings on initiatives certified by the
3	lieutenant governor. (a) A standing committee of the legislature, selected jointly by
4	the presiding officers of the house and senate, shall hold at least one hearing on an
5	initiative that the lieutenant governor has determined was properly filed under
6	AS 15.45.160.
7	(b) The standing committee selected jointly by the presiding officers of the
8	house and senate under (a) of this section shall hold at least one hearing under this
9	section within 30 days after the convening of the legislative session preceding the
10	statewide election at which the initiative proposition must appear on the election ballot
11	under AS 15.45.190.
12	* Sec. 16. The uncodified law of the State of Alaska is amended by adding a new section to
13	read:

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Act.

APPLICABILITY. This Act applies only to an initiative, the application for which is

filed with the lieutenant governor under AS 15.45.020 on or after the effective date of this

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