

1 STATE OF OKLAHOMA

2 2nd Session of the 53rd Legislature (2012)

3 COMMITTEE SUBSTITUTE

4 FOR

5 HOUSE BILL NO. 2974

6 By: Dank

7 COMMITTEE SUBSTITUTE

8 An Act relating to ethics; amending 51 O.S. 2011,  
9 Sections 304 and 314, which relates to the Political  
10 Subdivisions Ethics Act; modifying definitions;  
11 modifying the filing of certain reports; amending  
12 Rule 257:10-1-14 of the Rules of the Ethics  
13 Commission (74 O.S. 2011, Chapter 62, App.), which  
14 relates to contents of report; modifying amount of  
15 campaign expenditure required to report; providing an  
16 effective date; and declaring an emergency.

17 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

18 SECTION 1. AMENDATORY 51 O.S. 2011, Section 304, is  
19 amended to read as follows:

20 Section 304. As used in the Political Subdivisions Ethics Act:

21 1. "Business" means any corporation, partnership, sole  
22 proprietorship, firm, enterprise, franchise, association,  
23 organization, self-employed individual, holding company, joint stock  
24 company, receivership, trust, or any legal entity through which  
business is conducted for profit;

1        2. "Calendar quarter" means each three-month period of a  
2 calendar year, beginning on January 1, April 1, July 1 and October 1  
3 of each year;

4        3. "Campaign" means and includes all activities for or against  
5 the election of a candidate to a specific local office for a  
6 specific term from the date of the first contribution, the making of  
7 the first expenditure, the filing of a declaration of candidacy or a  
8 public announcement of intent to seek such election, whichever is  
9 first;

10       4. "Candidate" means a person who has filed a notification and  
11 declaration of candidacy for any public office with the secretary of  
12 any county election board. The term "candidate" shall include a  
13 person whose candidacy is unopposed, but shall not include any  
14 person who has withdrawn such notification and declaration of  
15 candidacy;

16       5. "Candidate committee" means the committee, consisting of one  
17 or more persons who may be the candidate only, designated by a  
18 candidate to promote the candidate's candidacy and serve as the  
19 recipient of all contributions and the disbursing officer of all expenditures  
20 for the candidate;

21       6. "Committee" means a candidate committee, political action  
22 committee, political party, or organization;

23       7. "Compensation" means money, service, facility or thing of  
24 value or financial benefit which is received or is to be received in

1 return for or in connection with services rendered or to be  
2 rendered;

3 8. "Complainant" means a person filing a complaint pursuant to  
4 the provisions of Section ~~21~~ 307 of this ~~act~~ title;

5 9. "Contributor" means and includes every person or committee  
6 who makes a contribution;

7 10. "Contribution" means and includes any money, property, or  
8 in-kind services, including but not limited to, printing or  
9 engraving, radio or television time, billboards, advertising,  
10 subscription, forgiveness of indebtedness, personal or professional  
11 services or any other thing of value whatsoever which is given or  
12 loaned to be used in a campaign. The term "contribution" shall not  
13 include:

14 a. money loaned to a candidate in connection with his own  
15 campaign by a bank, savings and loan association or  
16 credit union which is to be repaid with interest at a  
17 rate comparable to that of loans for equivalent  
18 amounts for other purposes,

19 b. the value of services provided without compensation by  
20 individuals volunteering a portion or all of their  
21 time on behalf of a candidate, organization, political  
22 action committee or political party,

23 c. for purposes of the contribution limits set forth in  
24 Section ~~2~~ 187.1 of ~~this act~~ Title 21 of the Oklahoma

1           Statutes, the transfer of any funds by a political  
2           action committee to another political action  
3           committee, provided the committee has been established  
4           as provided by law if the transferring committee and  
5           the receiving committee have been established,  
6           directly or indirectly, and are administered or  
7           financially supported, directly or indirectly, by a  
8           common organization, or

9           d. any payment or obligation incurred by a corporation,  
10           labor organization, membership organization,  
11           cooperative or corporation without capital stock for  
12           the establishment, administration, and solicitation of  
13           contributions to a separate segregated fund or  
14           political action committee to be utilized for  
15           political purposes;

16           11. "Commission" means the Ethics Commission;

17           12. "Election" means a Primary, Run-off Primary, General, or  
18           Special Election in which a candidate is on the ballot;

19           13. "Election board" means the appropriate county election  
20           board in reference to candidates who file a declaration of candidacy  
21           with the county election board;

22           14. "Electioneering communication":

23           a. means any communication or series of communications  
24           that is sent by handbill or direct mail; broadcast by

1 radio, television, cable or satellite; or appear in a  
2 newspaper, magazine or on a billboard which:

3 (1) refer to one candidate or one or more of the same  
4 clearly identified candidates or one ballot  
5 measure or one or more of the same ballot  
6 measures,

7 (2) are made within:

8 (a) sixty (60) days before a general or special  
9 election for the office sought by the  
10 candidate or candidates or the ballot  
11 measure or ballot measures, or

12 (b) thirty (30) days before a primary or runoff  
13 primary election for the office sought by  
14 the candidate or candidates, and

15 (3) are targeted to the relevant electorate, and

16 b. does not mean:

17 (1) a communication or series of communications  
18 appearing in a news story, commentary, or  
19 editorial distributed through the facilities of  
20 any broadcasting station, newspaper, magazine, or  
21 other periodical publication, unless such  
22 facilities are owned or controlled by any  
23 political party, political action committee,  
24

1 candidate, candidate committee or ballot measure  
2 committee,

3 (2) a communication or series of communications which  
4 constitute an expenditure or an independent  
5 expenditure under this act, or

6 (3) a communication or series of communications which  
7 constitute a candidate debate or forum or which  
8 solely promotes such a debate or forum and is  
9 made by or on behalf of the person sponsoring the  
10 debate or forum.

11 For purposes of this definition, a communication or series of  
12 communications which refer to one or more clearly identified  
13 candidates or one or more ballot measures are "targeted to the  
14 relevant electorate" if the communication or series of  
15 communications have been or can be received by two thousand five  
16 hundred or more persons in the municipality, district, or county the  
17 candidate seeks to represent;

18 15. "Expenditure" means a payment, distribution, contribution,  
19 loan, advance, compensation, reimbursement, fee deposit or gift of  
20 money securement, or any other thing of value, or services including  
21 but not limited to postage, telephone, telegraph, printing,  
22 advertising, travel, lodging, meals or entertainment for which  
23 payment is made with private or public funds, and includes a  
24

1 contract, promise or agreement to make an expenditure, whether or  
2 not legally enforceable;

3 ~~15.~~ 16. "Family" means an individual, his or her spouse, if  
4 any, and all children under the age of eighteen (18) years residing  
5 in the same household;

6 ~~16.~~ 17. "Governmental entity" means any department, commission,  
7 authority, council, board, bureau, committee, legislative body,  
8 agency, public trust, or other establishment of a political  
9 subdivision of this state;

10 ~~17.~~ 18. "Income" means any money or thing of value received, or  
11 to be received as a claim on future services, whether in the form of  
12 a fee, salary, gift, expense, allowance, forbearance, forgiveness,  
13 interest, dividend, royalty, rent, capital gain, or any other form  
14 of recompense or any combination thereof; provided, the term  
15 "income" shall not include campaign contributions;

16 ~~18.~~ 19. "Independent expenditure" means an expenditure made by  
17 a person to advocate the election or defeat of a clearly identified  
18 candidate or candidates or a ballot measure or ballot measures, but  
19 which is not made to, controlled by, coordinated with, requested by,  
20 or made upon consultation with a candidate, committee, treasurer,  
21 deputy treasurer or agent of a candidate committee or a ballot  
22 measure committee;

23

24

1        20. "Local office" means all elective offices for which  
2 declarations of candidacy are filed with the secretary of any county  
3 election board;

4        ~~19.~~ 21. "Ministerial action" means an action that a person  
5 performs in a prescribed manner which involves no discretionary  
6 judgment;

7        ~~20.~~ 22. "Organization" includes a corporation, government or  
8 governmental subdivision or agency, business trust, estate, trust,  
9 partnership or association, union, education or action group or  
10 committee or entity with two or more persons having a joint or  
11 common political interest;

12        ~~21.~~ 23. "Person" means an individual, corporation, association,  
13 firm, partnership, labor union or labor organization, committee,  
14 club or other organization, or a group of persons who are  
15 voluntarily acting in concert;

16        ~~22.~~ 24. "Political action committee" means a combination of at  
17 least two individuals, or a person other than an individual:

18            a. with the primary or incidental purpose of supporting  
19 or opposing a candidate or political party, except  
20 those required to file with the Federal Election  
21 Commission or the Ethics Commission, and

22            b. which accepts contributions or makes expenditures  
23 aggregating at least Two Hundred Dollars (\$200.00)  
24 during a calendar year;

1       ~~23.~~ 25. "Political party" means any political party so  
2 recognized for the purpose of having candidates appear on the  
3 ballot;

4       ~~24.~~ 26. "Public employee" means any person who is employed by  
5 and receives compensation from any governmental entity, but shall  
6 not mean independent contractors or public officials;

7       ~~25.~~ 27. "Public official" means an elected or appointed  
8 official in the executive or legislative branch of a political  
9 subdivision of the state;

10       ~~26.~~ 28. "Represent" or "representation" means any formal or  
11 informal attendance before, or any written or oral communication  
12 with, or the filing of documents with any governmental entity on  
13 behalf of a person or organization;

14       ~~27.~~ 29. "Respondent" means a person named in a complaint filed  
15 pursuant to the provisions of Section ~~21~~ 307 of this ~~act~~ title;

16       ~~28.~~ 30. "Source" means the name, address, and description of  
17 the principal business activity of a person or organization; and

18       ~~29.~~ 31. "Substantial financial interest" means an interest that  
19 could result in directly or indirectly receiving a substantial  
20 pecuniary gain or sustaining a substantial pecuniary loss as a  
21 result of ownership or interest in a business entity, or as a result  
22 of salary, gratuity or other compensation or remuneration from any  
23 person, partnership, organization or association.

24

1 SECTION 2. AMENDATORY 51 O.S. 2011, Section 314, is  
2 amended to read as follows:

3 Section 314. A. Except as provided by subsection F of this  
4 section, the campaign contributions and expenditures reports shall  
5 disclose:

6 1. The carryover from a previous campaign or cumulative period.  
7 For purposes of this act, a cumulative period shall begin on the  
8 first day of an even-numbered year and end on the last day of an  
9 odd-numbered year;

10 2. The grand total of contributions from the last campaign  
11 contributions and expenditures report unless beginning a new  
12 campaign or cumulative period;

13 3. The specific identification of each contributor who gives a  
14 contribution which exceeds Two Hundred Dollars (\$200.00), including:  
15 a. the date the contribution is accepted,  
16 b. the contributor's address, and  
17 c. a specific description of the contribution;

18 4. The aggregate value of all contributions received from each  
19 such contributor during the campaign for candidates and candidate  
20 committees or during the current calendar year for other committees;

21 5. The aggregate total of all contributions in the amount of  
22 Two Hundred Dollars (\$200.00) or less;

23 6. The total sum of all contributions during the current  
24 reporting period;

1 7. The grand total of all contributions for the campaign or  
2 cumulative period to date;

3 8. The grand total of expenditures from the last campaign  
4 contributions and expenditures report, unless beginning a new  
5 campaign or cumulative period;

6 9. All campaign expenditures in detail by categories or objects  
7 of expenditure;

8 10. The total of all expenditures during the current reporting  
9 period; and

10 11. The grand total of all expenditures for the campaign or  
11 cumulative period to date.

12 B. Such reports shall be certified by the candidate, the  
13 principal officer of the committee, or the designated agent. No  
14 fictitious names shall be used on the reports. The reports shall  
15 show the correct name of the person actually making the  
16 contribution.

17 C. The form of the campaign contributions and expenditures  
18 reports shall be as follows:

19 CAMPAIGN CONTRIBUTIONS AND EXPENDITURES REPORT

20 DATE OF REPORT \_\_\_\_\_, 20\_\_\_\_

21 Name of Candidate or Committee

22 \_\_\_\_\_

23 Address of Candidate or Committee

24 \_\_\_\_\_



1 reporting period \$ \_\_\_\_\_

2 Grand Total - All contributions

3 for campaign or

4 cumulative period \$ \_\_\_\_\_

5 EXPENDITURES

6 Amount

7 Previous Grand Total of Expenditures from Last Report

8 \_\_\_\_\_ \$ \_\_\_\_\_

9 Personal Services

10 \_\_\_\_\_ \$ \_\_\_\_\_

11 Printing

12 \_\_\_\_\_ \$ \_\_\_\_\_

13 Radio and Television

14 \_\_\_\_\_ \$ \_\_\_\_\_

15 Billboards

16 \_\_\_\_\_ \$ \_\_\_\_\_

17 Advertising - general

18 \_\_\_\_\_ \$ \_\_\_\_\_

19 Contributions to Other Campaigns

20 \_\_\_\_\_ \$ \_\_\_\_\_

21 All committees, except for candidate committees, must identify

22 recipients of contributions to other campaigns following

23 verification of acceptance of amounts aggregating in excess of

24

1 \$200.00 by name, address, amount of contribution and total amount of  
2 contributions during the campaign or calendar year:

3	Name and Address	Amount	Total amount
4			contributed
5			during campaign
6			or calendar year
7	_____	\$ _____	\$ _____
8	_____	\$ _____	\$ _____
9	_____	\$ _____	\$ _____
10	_____	\$ _____	\$ _____

11 Total  
12 Miscellaneous \$ \_\_\_\_\_  
13 Total expenditures  
14 this reporting period \$ \_\_\_\_\_  
15 Grand Total - All expenditures  
16 for campaign or  
17 cumulative period \$ \_\_\_\_\_

18 BALLOT INFORMATION: candidates or candidate committees, please  
19 indicate whether the candidate's name appeared on the ballots for  
20 the following elections.

21	PRIMARY	RUNOFF	GENERAL
22		PRIMARY	
23	( ) Yes	( ) Yes	( ) Yes
24	( ) No	( ) No	( ) No

1 To the best of my knowledge and belief, the above is a true and  
2 correct compilation.

3 \_\_\_\_\_

4 Candidate's, Chairperson's, or Designated Agent's Signature

5 Subscribed and sworn to before me this \_\_\_\_ day of \_\_\_\_\_, 20\_\_\_\_.

6 My commission expires \_\_\_\_\_

7 \_\_\_\_\_

8 Notary Public

9 D. A statement of inactivity must include:

10 1. The candidate or candidate committee, political party or  
11 organization's name and address; and

12 2. A statement by the designated agent verifying that a  
13 contribution was not received and an expenditure was not made during  
14 the reporting period.

15 Interest earned shall not be considered to be a contribution,  
16 and a filing fee paid by the candidate shall not be considered to be  
17 an expenditure.

18 E. Dissolution Procedures

19 1. A candidate may not file a "final" report or a candidate  
20 committee may not dissolve until:

21 a. after a Primary Election or a Run-off Primary Election  
22 in which the candidate is elected or defeated,

23 b. after the General Election in which the candidate's  
24 name appears on the ballot,

- c. after the last day for filing a declaration of candidacy for a candidate who is unopposed in the Primary, Run-off Primary and General Election,
- d. after a candidate's name has been stricken from the ballot pursuant to Section 5-127 of Title 26 of the Oklahoma Statutes, or
- e. after withdrawal of the candidate's candidacy pursuant to Sections 5-115 or 5-116 of Title 26 of the Oklahoma Statutes.

2. A political party committee may dissolve only after the political party itself dissolves.

3. A political action committee or an organization may dissolve only after it determines that it will not accept contributions or make expenditures.

4. A final campaign contributions and expenditures report may be filed at the time or before a scheduled filing is due. The form must:

- a. be marked "final", and
- b. include a list of the material assets worth Fifty Dollars (\$50.00) or more, and detail their disposition.

5. If a committee owes or is owed money, the committee may dissolve, but must report the status of the debts on the same dates as campaign contributions and expenditures reports would be due

1 until all debts are resolved. Methods of resolution must also be  
2 detailed.

3 6. Unused contributions and campaign assets must be disposed of  
4 by candidates or candidate committees according to Section 316 of  
5 this title.

6 ~~F. All candidates allowed to receive the maximum contribution~~  
7 ~~of Five Thousand Dollars (\$5,000.00), pursuant to paragraph 2 of~~  
8 ~~subsection A of Section 187.1 of Title 21 of the Oklahoma Statutes~~  
9 ~~shall file a campaign contributions and expenditures report~~  
10 ~~electronically with the Ethics Commission. The campaign~~  
11 ~~contributions and expenditures report shall include the same~~  
12 ~~information required by Ethics Commission Rule 257:10-1-14(a)~~  
13 The reports of contributions or expenditures, statements of  
14 inactivity, last-minute contributions, independent expenditures or  
15 electioneering communications shall be filed electronically with the  
16 Ethics Commission for candidates for local office in a municipality  
17 or county with a population of over two hundred fifty thousand  
18 (250,000) persons, according to the most recent Federal Decennial  
19 Census, or to a candidate committee authorized by such a candidate  
20 to receive contributions or make expenditures on his or her behalf,  
21 for any campaign in the same manner and time prescribed in Rules  
22 257:10-1-13, 257:10-1-14, 257:10-1-15, and 257:10-1-16 of the Rules  
23 of the Ethics Commission.  
24

1 SECTION 3. AMENDATORY Rule 257:10-1-14 of the Rules of  
2 the Ethics Commission (74 O.S. 2011, Chapter 62, App.), is amended  
3 to read as follows:

4 Rule 257:10-1-14. (a) Basic reporting form. The campaign  
5 contributions and expenditures report shall include:

6 (1) the following administrative information:

7 (A) committee name and address;

8 (B) candidate's name, if a candidate committee; or title  
9 or number of ballot measure if supporting or opposing  
10 a ballot measure;

11 (C) type(s) of report (pre-election, monthly, quarterly,  
12 or annual and whether it is amended or final);

13 (D) period covered by the report; and

14 (E) the office sought and the year of the general election  
15 or special general election for the candidate that is  
16 supported or opposed by the committee; or the date of  
17 the election for the ballot measure, if known, that is  
18 supported or opposed by the committee;

19 (2) the information reported pursuant to Paragraph (16) of this  
20 subsection on the last campaign contributions and expenditures  
21 report.

22 (A) For purposes of this paragraph, the beginning of the  
23 reporting period for the initial report of a candidate  
24 committee shall be the date the first contribution was

1           accepted or expenditure was made or declaration of  
2           candidacy was filed, whichever is earlier; the  
3           beginning of the reporting period for subsequent  
4           reports shall be the day following the last day of the  
5           previous reporting period.

6           (B) For purposes of this paragraph, the beginning of the  
7           reporting period for the initial report of a  
8           committee, other than a candidate committee, shall be  
9           the date the first contribution was accepted or  
10          expenditure was made for a new reporting committee;  
11          the beginning of the reporting period for subsequent  
12          reports shall be the day following the last day of the  
13          previous reporting period;

14          (3) the following information about monetary contributions,  
15 including loans, accepted from a person other than a committee:

16           (A) the total sum of all contributions accepted during the  
17           current reporting period less contributions from the  
18           lender, guarantor or endorser of a loan reported under  
19           Paragraph (4) of this subsection;

20           (B) the total of contributions accepted for the campaign-  
21           to-date or calendar year-to-date less contributions  
22           from the lender, guarantor or endorser of a loan  
23           reported under Paragraph (4) of this subsection;

1 (C) for other than out-of-state or federal committees, the  
2 number of contributors making contributions of fifty  
3 dollars (\$50) or less accepted and the total amount of  
4 contributions in the amount of fifty dollars (\$50) or  
5 less in the aggregate accepted during the campaign, if  
6 a candidate committee, or calendar year, if other than  
7 a candidate committee, less contributions from the  
8 lender, guarantor or endorser of a loan reported under  
9 Paragraph (4) of this subsection; and

10 (D) for other than out-of-state or federal committees, the  
11 name and address, occupation and employer, or  
12 principal business activity, of each contributor  
13 contributing in excess of fifty dollars (\$50) in the  
14 aggregate during the reporting period; the date  
15 accepted, amount and nature (cash or written  
16 instrument) of each contribution by the contributor  
17 during the reporting period; and the total  
18 contributions of the contributor to the campaign-to-  
19 date for candidate committees and year-to-date for  
20 other committees;

21 (E) for out-of-state and federal committees, the number of  
22 contributors making contributions of two hundred  
23 dollars (\$200.00) or less accepted and the total  
24 amount of contributions in the amount of two hundred

1 dollars (\$200.00) or less in the aggregate accepted  
2 during the campaign, if a candidate committee, or  
3 calendar year, if other than a candidate committee,  
4 less contributions from the lender, guarantor or  
5 endorser of a loan reported under paragraph (4) of  
6 this subsection; and

7 (F) for out-of-state and federal committees, the name and  
8 address, occupation and employer, or principal  
9 business activity, of each contributor contributing in  
10 excess of two hundred dollars (\$200.00) in the  
11 aggregate during the reporting period; the date  
12 accepted, amount and nature (cash or written  
13 instrument) of each contribution by the contributor  
14 during the reporting period; and the total  
15 contributions of the contributor to the campaign-to-  
16 date for candidate committees and year-to-date for  
17 other committees;

18 (4) the following information about monetary contributions  
19 accepted from a committee;

20 (A) the total sum of all contributions accepted during the  
21 current reporting period;

22 (B) the total of contributions accepted for the campaign-  
23 to-date or calendar year-to-date;

24

1 (C) the number of committees making contributions of fifty  
2 dollars (\$50) or less accepted and the total amount of  
3 contributions in the amount of fifty dollars (\$50) or  
4 less in the aggregate accepted during the reporting  
5 period; and

6 (D) the name, address, Ethics Commission number, and the  
7 principal interest or principal business activity of  
8 each committee contributing in excess of fifty dollars  
9 (\$50) in the aggregate during the reporting period;  
10 the date accepted, amount of each contribution by the  
11 committee during the reporting period; and the total  
12 contributions of the committee to the campaign-to-date  
13 for candidate committees and year-to-date for other  
14 committees;

15 (5) the following information about loans, promissory notes, or  
16 security agreements the proceeds of which are to be used by or for  
17 the benefit of the candidate's campaign or the committee:

18 (A) the total amount of all loans, promissory notes, or  
19 security agreements received during the reporting  
20 period, and the total amount of loans, promissory  
21 notes, or security agreements for the campaign-to-date  
22 for candidate committees and year-to-date for other  
23 committees;

- 1 (B) the amount of each loan, promissory note, or security  
2 agreement during the reporting period, and  
3 (i) the date and amount of each loan, promissory  
4 note, or security agreement,  
5 (ii) the name and address of the lending institution,  
6 (iii) the name and address of each lender, guarantor or  
7 endorser,  
8 (iv) the year-to-date or campaign-to-date total, and  
9 (v) the terms of the loan, promissory note, or  
10 security agreement including the interest rate  
11 and repayment schedule;

12 (6) the following information about other receipts:

- 13 (A) the total of other receipts, including refunds, sale  
14 of assets, rebates (other than those that qualify as  
15 contributions), interest from an interest bearing  
16 account with the campaign depository or depositories,  
17 or other receipts, not previously identified during  
18 the reporting period received of fifty dollars  
19 (\$50.00) or less; and  
20 (B) the date and amount of each refund, rebate, interest,  
21 or other receipt not previously identified of more  
22 than fifty dollars (\$50.00) in the aggregate from one  
23 source, the name of each source, and the campaign-to-  
24

1 date total for candidate committees and year-to-date  
2 total for other committees;

3 (7) the aggregate total of monetary receipts for the reporting  
4 period and for the campaign-to-date for candidate committees or  
5 year-to-date for other committees;

6 (8) the same information for in-kind contributions, including  
7 guarantors and endorsers of loans, as for monetary contributions,  
8 together with the Ethics Commission number for committees, and shall  
9 also include a description of the in-kind contribution;

10 (9) the amount of funds loaned or donated by a corporation,  
11 labor organization, or other person to its political action  
12 committee for the establishment and for solicitation costs of the  
13 committee;

14 (10) written agreements, written promises or written pledges to  
15 make a dated, undated or postdated contribution to be reported  
16 separately and in the same manner as other monetary contributions

17 (11) the aggregate total of contributions, loans, and other  
18 receipts, both monetary and in-kind, including payment of costs  
19 described in Paragraph (9) of this subsection, during the reporting  
20 period, and the campaign-to-date aggregate total for candidate  
21 committees and year-to-date aggregate total for other committees;

22 (12) the following information about expenditures:

23 (A) the total of expenditures made during the reporting  
24 period and the year-to-date or campaign-to-date total;

1 (B) the amount, date, a brief description of the  
2 consideration, and an explanation of the purpose –  
3 which must permit a reasonable person to determine the  
4 reason for the purchase – for which each campaign  
5 expenditure was made in excess of ~~one thousand dollars~~  
6 ~~(\$1,000.00)~~ fifty dollars (\$50.00) in the aggregate to  
7 one (1) entity during the reporting period, the name  
8 and address of the person to which the expenditure was  
9 made, the beneficiary of the expenditure, and the year  
10 to date total. Disbursements to consultants,  
11 advertising agencies, and similar firms; credit card  
12 expenses; and candidate reimbursements must be  
13 itemized to permit a reasonable person to determine  
14 the ultimate intended recipient of the expenditure and  
15 its purpose;

16 (C) the total amount of all campaign expenditures not  
17 required to be reported in Subparagraph (B); and

18 (D) Committees may file all expenditures in lieu of the  
19 additional bookkeeping requirement of grouping  
20 together all expenditures aggregating \$50 or less to  
21 one entity and all expenditures aggregating more than  
22 \$50 to one entity;

1        Provided, a committee shall not divide expenditures which would  
2 otherwise be made individually for the purpose of evading the  
3 reporting requirements of this paragraph;

4        (13) the following information about independent expenditures:

5            (A) the total of independent expenditures made during the  
6 reporting period and the year-to-date or campaign-to-  
7 date total;

8            (B) the amount, the date and a brief description of what  
9 was purchased for each individual independent  
10 expenditure in excess of fifty dollars (\$50) in the  
11 aggregate made during the reporting period, and the  
12 purpose of the expenditure; and

13            (C) the total of independent expenditures not required to  
14 be reported in Subparagraph (B).

15            (D) Committees may file all independent expenditures in  
16 lieu of the additional bookkeeping requirement of  
17 grouping together all independent expenditures  
18 aggregating \$50 or less to one entity and all  
19 independent expenditures aggregating more than \$50 to  
20 one entity;

21        Provided, a committee shall not divide independent expenditures  
22 which would otherwise be made individually for the purpose of  
23 evading the reporting requirements of this paragraph;

1 (14) the following information about monetary transfers to  
2 other committees, subject to the restrictions in Subsection (e) of  
3 Section 2 of this chapter and Subsection (a) of Section 20 of this  
4 chapter:

5 (A) the total amount of monetary transfers to other  
6 committees for the reporting period;

7 (B) the total amount of all monetary transfers to other  
8 committees for the campaign-to-date for candidate  
9 committees and the year-to-date for other committees;

10 (C) the amount of each monetary transfer during the  
11 reporting period, the name and address of each  
12 recipient, the date tendered, and the total monetary  
13 transfers to the recipient for the campaign-to-date  
14 for candidate committees and year-to-date for other  
15 committees;

16 (15) the total of all monetary expenditures and monetary  
17 transfers;

18 (16) the following information about in-kind transfers:

19 (A) the total amount of in-kind transfers to other  
20 committees for the reporting period;

21 (B) the total amount of all in-kind transfers to other  
22 committees for the campaign-to-date for candidate  
23 committees and the year-to-date for other committees;

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1 (C) the fair market value of each in-kind transfer during  
2 the reporting period, the name and address of each  
3 recipient, the date tendered, a description of the  
4 goods or services transferred, and the total value of  
5 in-kind transfers to the recipient for the campaign-  
6 to-date for candidate committees and year-to-date for  
7 other committees;

8 (17) the following information about expenditures incurred:

9 (A) the total amount of all expenditures incurred; and

10 (B) the amount of each expenditure incurred if the amount  
11 is in excess of fifty dollars (\$50) in the aggregate  
12 to one entity, a brief description of what was  
13 purchased, the purpose of the purchase, and the date  
14 the goods or services were delivered; and

15 (C) the total amount of expenditures incurred not required  
16 to be reported in Subparagraph (B).

17 (D) Committees may file all expenditures incurred in lieu  
18 of the additional bookkeeping requirement of grouping  
19 together all expenditures incurred aggregating \$50 or  
20 less to one entity and all expenditures incurred  
21 aggregating more than \$50 to one entity.

22 An expenditure incurred shall be reported on each report filed  
23 after the date of receipt of goods or services until payment is made  
24 to the vendor. A payment shall be listed as an expenditure when the

1 payment is made; provided, a committee shall not divide expenditures  
2 incurred which would otherwise be made individually for the purpose  
3 of evading the reporting requirements of this paragraph;

4 (18) the following information about unpaid loans, promissory  
5 notes, or security agreements the proceeds of which were used by or  
6 for the benefit of the candidate's campaign or the committee:

7 (A) the total balance of loans, promissory notes, and  
8 security agreements owed by the committee during the  
9 reporting period;

10 (B) each loan, promissory note, or security agreement owed  
11 by the committee, itemized by name and address of  
12 lending institution or any other lender, and the date  
13 of the loan, promissory note and/or security  
14 agreement;

15 (19) the difference between total monetary receipts and total  
16 monetary expenditures, as of the end of the reporting period; and

17 (20) the signature, or typed signature on electronically filed  
18 forms of the treasurer or, in the treasurer's absence, the deputy  
19 treasurer, who shall certify that during this campaign-to-date for  
20 candidate committees or calendar year-to-date for other committees,  
21 the treasurer, or deputy treasurer in the treasurer's absence,  
22 received contributor statements or made three separate good-faith  
23 requests to obtain contributor statements as required by this  
24 chapter. The signature, or typed signature on electronically filed

1 forms, shall certify that the report filed is a true and correct  
2 record of the committee's contribution and expenditure transactions.

3 (b) Statement of inactivity. A statement of inactivity must  
4 include the same information as required by Subsection (a),  
5 Paragraphs (1) and (19) of this section; and a statement that a  
6 contribution was not accepted and an expenditure was not made during  
7 the reporting period.

8 SECTION 4. This act shall become effective July 1, 2012.

9 SECTION 5. It being immediately necessary for the preservation  
10 of the public peace, health and safety, an emergency is hereby  
11 declared to exist, by reason whereof this act shall take effect and  
12 be in full force from and after its passage and approval.

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