1 ENGROSSED HOUSE BILL NO. 3056 By: Sims of the House 2 and 3 Paxton of the Senate 4 5 [ cities and towns - Municipal Campaign Finance and 6 7 Financial Disclosure Act - setting penalty for violation - effective date ] 8 9 10 11 BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA: 12 11 O.S. 2021, Section 56-102, is SECTION 1. AMENDATORY 13 amended to read as follows: 14 Section 56-102. A. Definitions of terms used in the Municipal 15 Campaign Finance and Financial Disclosure Act shall be the same as those terms are defined in Rules of the Ethics Commission 16 17 promulgated pursuant to Section 3 of Article XXIX of the Oklahoma 18 Constitution, unless otherwise provided herein. 19 B. As used in the Municipal Campaign Finance and Financial 20 Disclosure Act: 21 1. "Campaign committee" means a committee which may be composed 22 of one or more persons the purpose of which is to support the 23 election of a specific candidate to municipal office, whose name as 24

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1 it will appear on the ballot shall appear in the name of the 2 committee;

3 2. "Municipal office" means any elective municipal office4 established under state or municipal law; and

3. "Municipal political committee" means any committee composed
of one or more persons whose purpose includes the election or defeat
of one or more candidates for municipal office <u>or municipal</u>
<u>questions</u> but which is not required to register with the Ethics
Commission or the Federal Election Commission <u>for this purpose</u>.
SECTION 2. AMENDATORY 11 O.S. 2021, Section 56-103, is

11 amended to read as follows:

Section 56-103. A. The Municipal Campaign Finance and Financial Disclosure Act shall apply only to municipalities with a population of more than ten thousand (10,000) according to the most recent Federal Decennial Census and a general fund expenditure budget in excess of Ten Million Dollars (\$10,000,000.00) in the fiscal year in which the municipal elections are held.

18 <u>Notwithstanding</u>, the requirements provided in this act shall

19 additionally apply to committees and candidates when the

20 municipality is not covered by this act based on the population and

21 budget requirements of this subsection, but the candidate or

22 committee expends or receives more than One Thousand Dollars

23 (\$1,000.00) in donations or in-kind expenditures.

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1 B. A municipality described in subsection A of this section may 2 enact a comprehensive code of campaign finance and personal financial disclosure ordinances, including provisions for 3 4 enforcement thereof, in which case the Municipal Campaign Finance 5 and Financial Disclosure Act shall not apply to the municipality. Any municipality enacting such a code shall file a notice of its 6 7 action with the Ethics Commission, which shall have no enforcement 8 responsibilities under the code.

9 SECTION 3. AMENDATORY 11 O.S. 2021, Section 56-110, is 10 amended to read as follows:

11 Section 56-110. The Municipal Campaign Finance and Financial 12 Disclosure Act shall be enforced by the Ethics Commission in the 13 same manner as Rules of the Ethics Commission promulgated pursuant 14 to Section 3 of Article XXIX of the Oklahoma Constitution are 15 enforced, including but not limited to acceptance of complaints, 16 civil prosecutions, settlement agreements and any other compliance practices or requirements. Complaints may be received by the Ethics 17 18 Commission alleging filing of statements or reports required to be 19 filed under the Municipal Campaign Finance and Financial Disclosure 20 Act later than the prescribed time for filing. Such complaints 21 shall be in the same form as other complaints. Upon receipt of such 22 complaints of late filing, the Ethics Commission shall investigate 23 whether the allegation or allegations are true and, if so, shall 24 assess a late filing penalty of One Hundred Dollars (\$100.00) per

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1	day, not to exceed a maximum of One Thousand Dollars (\$1,000.00) for				
2	the filing of any statement or report. If the Ethics Commission				
3	determines the allegation or allegations are not true, it shall take				
4	no further action. Persons assessed a late filing fee may protest				
5	the assessment subject to provisions of the Administrative				
6	Procedures Act. The Ethics Commission shall not have enforcement				
7	jurisdiction concerning candidates or committees that are covered by				
8	this act based on expenditures alone, as outlined in subsection A of				
9	Section 56-103 of this title. Any violation of this act may be				
10	prosecuted by the district attorney or a locally adopted policy. An				
11	omission or failure to report expenditures in compliance with this				
12	act shall constitute a misdemeanor with a fine of up to One Hundred				
13	Dollars (\$100.00) per day, not to exceed a maximum of One Thousand				
14	Dollars (\$1,000.00). The court shall have discretion as to the fine				
15	amount with the intent of the fine to obtain compliance with				
16	reporting requirements. Willful noncompliance with this act shall				
17	constitute a misdemeanor offense with a fine of One Thousand Dollars				
18	(\$1,000.00) with the intent of the fine to deter unlawful activity				
19	and punish willful offenders.				
20	SECTION 4. This act shall become effective November 1, 2022.				
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1	Passed th	ne House of	Representativ	ves the 8th day of March, 2022.
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