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# HOUSE BILL NO. 401

# IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-SIXTH LEGISLATURE - SECOND SESSION

#### BY REPRESENTATIVES SEATON, Lynn

Introduced: 2/23/10 Referred: State Affairs, Judiciary

### A BILL

# FOR AN ACT ENTITLED

"An Act relating to state election campaigns, the duties of the Alaska Public Offices
 Commission, the reporting and disclosure of expenditures and independent
 expenditures, the filing of reports, and the identification of certain communications in
 state election campaigns; and providing for an effective date."

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

6 \* **Section 1.** AS 15.13.010(b) is amended to read:

- (b) Except as otherwise provided, this chapter applies to contributions,
  expenditures, and communications made [BY A CANDIDATE, GROUP,
  NONGROUP ENTITY, MUNICIPALITY OR INDIVIDUAL] for the purpose of
  influencing the outcome of a ballot proposition or question as well as those made to
  influence the nomination or election of a candidate.
- 12 **\* Sec. 2.** AS 15.13.030 is amended to read:

#### Sec. 15.13.030. Duties of the commission. The commission shall

14 (1) develop and provide all forms for the reports and statements

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1	required to be made under this chapter, AS 24.45, and AS 39.50;
2	(2) prepare and publish a manual setting out uniform methods of
3	bookkeeping and reporting for use by persons required to make reports and statements
4	under this chapter and otherwise assist all persons [CANDIDATES, GROUPS, AND
5	INDIVIDUALS] in complying with the requirements of this chapter;
6	(3) receive and hold open for public inspection reports and statements
7	required to be made under this chapter and, upon request, furnish copies at cost to
8	interested persons;
9	(4) compile and maintain a current list of all filed reports and
10	statements;
11	(5) prepare a summary of each report filed under AS 15.13.110 and
12	make copies of this summary available to interested persons at their actual cost;
13	(6) notify, by registered or certified mail, all persons who are
14	delinquent in filing reports and statements required to be made under this chapter;
15	(7) examine, investigate, and compare all reports, statements, and
16	actions required by this chapter, AS 24.45, and AS 39.50;
17	(8) prepare and publish a biennial report concerning the activities of
18	the commission, the effectiveness of this chapter, its enforcement by the attorney
19	general's office, and recommendations and proposals for change; the commission shall
20	notify the legislature that the report is available;
21	(9) adopt regulations necessary to implement and clarify the provisions
22	of AS 24.45, AS 39.50, and this chapter, subject to the provisions of AS 44.62
23	(Administrative Procedure Act); and
24	(10) consider a written request for an advisory opinion concerning the
25	application of this chapter, AS 24.45, AS 24.60.200 - 24.60.260, or AS 39.50.
26	* Sec. 3. AS 15.13.040(d) is amended to read:
27	(d) Every [INDIVIDUAL,] person [, NONGROUP ENTITY, OR GROUP]
28	making an expenditure shall make a full report of expenditures, upon a form
29	prescribed by the commission, unless exempt from reporting.
30	* Sec. 4. AS 15.13.040(e) is amended to read:
31	(e) <b>Each person</b> [THE REPORT] required <b>to report</b> under (d) of this section

1	shall file a full report in accordance with AS 15.13.110(g) on a form prescribed by
2	the commission. If the report is filed by a person that is not an individual, the
3	report must be certified as correct by the treasurer or fiscal officer of the person.
4	The report must contain
5	(1) the name, address, principal occupation, and employer of the
6	individual filing the report <u>:</u>
7	(2) [, AND] an itemized list of all expenditures made, incurred, or
8	authorized by the person;
9	(3) the name of the candidate or the title of the ballot proposition
10	or question supported or opposed by each expenditure and whether the
11	expenditure is made to support or oppose the candidate or ballot proposition or
12	question;
13	(4) the name and address of each officer and director of the
14	person, when applicable:
15	(5) the aggregate amount of all contributions made to the person,
16	if any, for the purpose of influencing the outcome of an election; for all
17	contributions to the person that exceed \$100 in the aggregate in a year, the date
18	of the contribution and amount contributed by each contributor; and for a
19	<u>contributor</u>
20	(A) who is an individual, the name, address, principal
21	occupation, and employer of the contributor; or
22	(B) that is not an individual, the name and address of the
23	contributor and the name and address of each officer and director of the
24	contributor [EXPENDITURES. THE REPORT SHALL BE FILED WITH
25	THE COMMISSION NO LATER THAN 10 DAYS AFTER THE
26	EXPENDITURE IS MADE].
27	* Sec. 5. AS 15.13.040(h) is amended to read:
28	(h) The provisions of (d) of this section do not apply to one or more
29	expenditures made by an individual acting independently of any other person
30	[GROUP OR NONGROUP ENTITY AND INDEPENDENTLY OF ANY OTHER
31	INDIVIDUAL] if the expenditures

1	(1) cumulatively do not exceed \$500 during a calendar year; and
2	(2) are made only for billboards, signs, or printed material concerning
3	a ballot proposition as that term is defined by AS 15.13.065(c).
4	* Sec. 6. AS 15.13.040(p) is amended to read:
5	(p) For purposes of (b), (e), and (j) of this section, "contributor" means the
6	true source of the funds, property, or services being contributed.
7	* Sec. 7. AS 15.13.082(b) is amended to read:
8	(b) A person, other than an individual exempt from reporting under
9	AS 15.13.040(h), [CANDIDATE, GROUP, OR NONGROUP ENTITY] may not
10	make an expenditure unless the source of the expenditure has been disclosed as
11	required by this chapter.
12	* Sec. 8. AS 15.13.084 is amended to read:
13	Sec. 15.13.084. Prohibited expenditures. A person may not make an
14	expenditure
15	(1) anonymously, unless the expenditure is
16	(A) paid for by an individual acting independently of any
17	person [GROUP OR NONGROUP ENTITY AND INDEPENDENTLY OF
18	ANY OTHER INDIVIDUAL];
19	(B) made to influence the outcome of a ballot proposition as
20	that term is defined by AS 15.13.065(c); and
21	(C) made for
22	(i) a billboard or sign; or
23	(ii) printed material, other than an advertisement made
24	in a newspaper or other periodical;
25	(2) using a fictitious name or using the name of another.
26	* Sec. 9. AS 15.13.086 is amended to read:
27	Sec. 15.13.086. Authorized makers of expenditures. An expenditure
28	(1) authorized by or $\underline{on}$ [IN] behalf of a candidate may be made only
29	by
30	(A) the candidate; or
31	(B) the candidate's campaign treasurer or a deputy campaign

1	treasurer;
2	(2) authorized [BY AS 15.13.067(3)] by or <u>on</u> [IN] behalf of a group
3	may be made only by the group's campaign treasurer.
4	* Sec. 10. AS 15.13.090 is amended to read:
5	Sec. 15.13.090. Identification of communication. (a) All communications
6	shall be clearly identified by the words "paid for by" followed by the name and
7	address of the person [CANDIDATE, GROUP, NONGROUP ENTITY, OR
8	INDIVIDUAL] paying for the communication. In addition,
9	(1) candidates and groups may identify the name of their campaign
10	chairperson <u>; and</u>
11	(2) a person other than a candidate, an individual, or a political
12	party shall clearly
13	(A) identify the person's principal officer and the officer's
14	<u>title;</u>
15	(B) include a statement from the principal officer
16	approving the communication;
17	(C) provide the address of the person's principal place of
18	business;
19	(D) identify the person's 10 largest contributors under
20	AS 15.13.040(e)(5), if any, during the 12-month period before the date of
21	the communication, with the words "top 10 contributors"; and
22	(E) state that the communication, if made to influence the
23	outcome of an election for elective office, is not authorized or approved by
24	any candidate.
25	(b) The provisions of (a) of this section do not apply when the communication
26	(1) is paid for by an individual acting independently of any other
27	person [GROUP OR NONGROUP ENTITY AND INDEPENDENTLY OF ANY
28	OTHER INDIVIDUAL];
29	(2) is made to influence the outcome of a ballot proposition as that
30	term is defined by AS 15.13.065(c); and
31	(3) is made for

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1	(A) a billboard or sign; or
2	(B) printed material other than an advertisement made in a
3	newspaper or other periodical.
4	* Sec. 11. AS 15.13.090 is amended by adding a new subsection to read:
5	(c) A person other than a candidate, individual, or political party may not
6	make a communication under (a) of this section unless the person's principal officer
7	has certified to the commission in writing that the officer has reviewed the
8	communication, and, based on the officer's knowledge, the communication is not
9	defamatory and does not contain any defamatory statements.
10	* Sec. 12. AS 15.13.110 is amended by adding a new subsection to read:
11	(g) An expenditure report required under AS 15.13.040(e) shall be filed with
12	the commission not later than three days after an expenditure has been made. An
13	expenditure report filed under this subsection must include any expenditure not yet
14	reported that was made before the filing of the report. However, an expenditure that
15	exceeds \$250 and that is made within nine days of an election shall be reported to the
16	commission not later than 24 hours after the expenditure is made.
17	* Sec. 13. AS 15.13.111(a) is amended to read:
18	(a) Each [CANDIDATE, GROUP, NONGROUP ENTITY, OR] person
19	required to report under this chapter shall preserve all records necessary to substantiate
20	information required to be reported under this chapter for a period of six years from
21	the date of the election for which the information was required to be reported, unless
22	the records have been submitted to the commission under (c) of this section.
23	* Sec. 14. AS 15.13.135 is amended to read:
24	Sec. 15.13.135. Independent expenditures for or against candidates. (a)
25	[ONLY AN INDIVIDUAL, GROUP, OR NONGROUP ENTITY MAY MAKE AN
26	INDEPENDENT EXPENDITURE SUPPORTING OR OPPOSING A CANDIDATE
27	FOR ELECTION TO PUBLIC OFFICE.] An independent expenditure supporting or
28	opposing a candidate for election to public office, except an independent expenditure
29	made by a nongroup entity with an annual operating budget of \$250 or less, shall be
30	reported in accordance with AS 15.13.040 and 15.13.100 - 15.13.110 and other
31	requirements of this chapter.

1	(b) <u>A person</u> [AN INDIVIDUAL, GROUP, OR NONGROUP ENTITY] who
2	makes independent expenditures for a mass mailing, for distribution of campaign
3	literature of any sort, for a television, radio, newspaper, or magazine advertisement, or
4	any other communication that supports or opposes a candidate for election to public
5	office
6	(1) shall comply with AS 15.13.090; and
7	(2) shall place the following statement in the mailing, literature,
8	advertisement, or other communication so that it is readily and easily discernible:
9	This NOTICE TO VOTERS is required by Alaska law. (I/we) certify
10	that this (mailing/literature/advertisement) is not authorized, paid for,
11	or approved by the candidate.
12	* Sec. 15. AS 15.13.067 and 15.13.140(a) are repealed.
13	* Sec. 16. This Act takes effect immediately under AS 01.10.070(c).