PROPOSED AMENDMENT

SENATE AMENDMENTS TO H.B. 2306

(Reference to House engrossed bill)

1 Page 4, after line 15, insert:

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"Sec. 2. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-941, Arizona Revised Statutes, is amended to read:

16-941. <u>Limits on spending and contributions for political</u> campaigns

- A. Notwithstanding any law to the contrary, a participating candidate:
- 1. Shall not accept any contributions, other than a limited number of five-dollar qualifying contributions as specified in section 16-946 and early contributions as specified in section 16-945, except in the emergency situation specified in section 16-954, subsection \vdash D.
- 2. Shall not make expenditures of more than a total of five hundred dollars of the candidate's personal monies for a candidate for the legislature or more than one thousand dollars for a candidate for statewide office.
- 3. Shall not make expenditures in the primary election period in excess of the adjusted primary election spending limit. ALL EXPENDITURES MADE DURING THE PRIMARY ELECTION PERIOD SHALL BE DIRECTED TO AND USED FOR THE PRIMARY ELECTION AND SHALL NOT BE USED FOR THE GENERAL ELECTION EXCEPT AS SPECIFICALLY PROVIDED BY COMMISSION RULE.
- 4. Shall not make expenditures in the general election period in excess of the adjusted general election spending limit.
- 5. Shall comply with section 16-948 regarding campaign accounts and section 16-953 regarding returning unused monies to the citizens clean elections fund described in this article.
- B. Notwithstanding any law to the contrary, a nonparticipating candidate shall not accept contributions in excess of an amount that is twenty per cent less than the limits specified in section 16-905, subsections A through E, as adjusted by the secretary of state pursuant to section

16-905, subsection H. Any violation of this subsection shall be subject to the civil penalties and procedures set forth in section 16-905, subsections J through M and section 16-924.

- C. Notwithstanding any law to the contrary, a candidate, whether participating or nonparticipating:
- 1. If specified in a written agreement signed by the candidate and one or more opposing candidates and filed with the citizens clean elections commission, shall not make any expenditure in the primary or general election period exceeding an agreed-upon amount lower than spending limits otherwise applicable by statute.
- 2. Shall continue to be bound by all other applicable election and campaign finance statutes and rules, with the exception of those provisions in express or clear conflict with this article.
- D. Notwithstanding any law to the contrary, any person who makes independent expenditures related to a particular office cumulatively exceeding five hundred dollars in an election cycle, with the exception of any expenditure listed in section 16-920 and any independent expenditure by an organization arising from a communication directly to the organization's members, shareholders, employees, affiliated persons and subscribers, shall file reports with the secretary of state in accordance with section 16-958 so indicating, identifying the office and the candidate or group of candidates whose election or defeat is being advocated and stating whether the person is advocating election or advocating defeat.
- Sec. 3. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-950, Arizona Revised Statutes, is amended to read:

16-950. Qualification for clean elections funding

- A. A candidate who has made an application for certification may also apply, in accordance with subsection B of this section, to receive funds from the citizens clean elections fund, instead of receiving private contributions.
- B. To receive any clean elections funding, the candidate must present to the secretary of state no later than one week after the end of the

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qualifying period a list of names of persons who have made qualifying contributions pursuant to section 16-946 on behalf of the candidate. The list shall be divided by county. At the same time, the candidate must tender to the secretary of state the original reporting slips identified in section 16-946, subsection C for persons on the list and an amount equal to the sum of the qualifying contributions collected. The secretary of state shall deposit the amount into the fund.

- C. The secretary of state shall select at random a sample of five per cent of the number of nonduplicative names on the list for a candidate for a statewide office and twenty per cent of the number of nonduplicative names on the list for a candidate for legislative office and shall forward facsimiles of the selected reporting slips to the county recorders for the counties of the addresses specified in the selected slips. Within ten days, the county recorders shall provide a report to the secretary of state identifying as disqualified any slips that are unsigned or undated or that the recorder is unable to verify as matching a person who is registered to vote in the electoral district of the office the candidate is seeking on the date specified on the slip. The secretary of state shall multiply the number of slips not disqualified by twenty, and if the result is greater than one hundred ten per cent of the quantity required, shall approve the candidate for funds, and if the result is less than one hundred ten per cent of the quantity required, the secretary of state shall forward facsimiles of all of the slips to the county recorders for verification, and the county recorders shall check all slips in accordance with the process above. A county recorder shall not check slips already verified. A county recorder shall report verified totals daily to the secretary of state until a determination is made that a sufficient number of verified slips has been submitted. If a sufficient number of verified slips has been submitted to one or more county recorders, the county recorders may stop the verification process.
- D. To qualify for clean elections funding, a candidate must have been approved as a participating candidate pursuant to section 16-947 and have obtained BOTH OF the following:

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- 1. A number of qualifying contributions EQUAL TO AT LEAST THE 1 2 FOLLOWING: 1. (a) For a candidate for legislature, two hundred. 3 2. (b) For candidate for mine inspector, five hundred. 4 5 3. (c) For a candidate for treasurer, superintendent of public 6 instruction or corporation commission, one thousand five hundred. 7 4. (d) For a candidate for secretary of state or attorney general, 8 two thousand five hundred. 9 5. (e) For a candidate for governor, four thousand. 10 2. FOR ALL CANDIDATES FOR STATEWIDE AND LEGISLATIVE OFFICES. AN AMOUNT IN EARLY CONTRIBUTIONS EQUAL TO AT LEAST SEVENTY-FIVE PER CENT OF THE AMOUNT 11 PERMITTED PURSUANT TO SECTION 16-945. 12 13 E. To qualify for clean elections funding, a candidate must have met 14 the requirements of this section and either be an independent candidate or 15 meet the following standards: 16 1. To qualify for funding for a party primary election, a candidate 17 must have properly filed nominating papers and nominating petitions with 18
 - signatures pursuant to chapter 3, articles 2 and 3 of this title in the primary of a political organization entitled to continued representation on the official ballot in accordance with section 16-804.
 - 2. To qualify for clean elections funding for a general election, a candidate must be a party nominee of such a political organization.
 - Sec. 4. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-951, Arizona Revised Statutes, is amended to read:

16-951. Clean elections funding: definition

- A. At the beginning of the primary election period, the commission shall pay from the fund to the campaign account of each candidate who qualifies for clean elections funding:
- 1. For a candidate who qualifies for clean elections funding for a party primary election, an amount equal to the original primary election spending limit.

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- 2. For an independent candidate who qualifies for clean elections funding, an amount equal to seventy percent of the sum of the original primary election spending limit and the original general election spending limit.
- 3. For a qualified participating candidate who is unopposed for an office in that candidate's primary, in the primary of any other party and by any opposing independent candidate, an amount equal to five dollars times the number of qualifying contributions for that candidate certified by the commission.
- B. At any time after the first day of January of an election year, any candidate who has met the requirements of section 16-950 may sign and cause to be filed a nomination paper in the form specified by section 16-311, subsection A, with a nominating petition and signatures, instead of filing such papers after the earliest time set for filing specified by that subsection. Upon ON such filing and verification of the signatures, the commission shall pay the amount specified in subsection A of this section immediately, rather than waiting for the beginning of the primary election period.
- C. At the beginning of the general election period, the commission shall pay from the fund to the campaign account of each candidate who qualifies for clean elections funding for the general election, except those candidates identified in subsection A, paragraph 2 or subsection D of this section, an amount equal to the original general election spending limit.
- D. At the beginning of the general election period, the commission shall pay from the fund to the campaign account of a qualified participating candidate who has not received funds pursuant to subsection A, paragraph $\frac{3}{2}$ of this section and who is unopposed by any other party nominee or any opposing independent candidate an amount equal to five dollars times the number of qualifying contributions for that candidate certified by the commission.
- E. The special original general election spending limit, for a candidate who has received funds pursuant to subsection A, paragraphs PARAGRAPH 2 or 3 or subsection D of this section, shall be equal to the

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amount that the commission is obligated to pay to that PARTICIPATING candidate.

- F. ON APPLYING FOR CITIZEN FUNDING PURSUANT TO SECTION 16-950. A PARTICIPATING CANDIDATE FOR THE LEGISLATURE IN A ONE-PARTY-DOMINANT LEGISLATIVE DISTRICT WHO IS QUALIFIED FOR CLEAN ELECTIONS FUNDING FOR THE PARTY PRIMARY ELECTION OF THE DOMINANT PARTY MAY CHOOSE TO REALLOCATE A PORTION OF FUNDS FROM THE GENERAL ELECTION PERIOD TO THE PRIMARY ELECTION PERIOD. AT THE BEGINNING OF THE PRIMARY ELECTION PERIOD. THE COMMISSION SHALL PAY FROM THE FUND TO THE CAMPAIGN ACCOUNT OF A PARTICIPATING CANDIDATE WHO MAKES THIS CHOICE AN EXTRA AMOUNT EQUAL TO FIFTY PER CENT OF THE ORIGINAL PRIMARY ELECTION SPENDING LIMIT, AND THE ORIGINAL PRIMARY ELECTION SPENDING LIMIT FOR THE CANDIDATE WHO MAKES THIS CHOICE SHALL BE INCREASED BY THE EXTRA AMOUNT. FOR A PRIMARY ELECTION IN WHICH ONE OR MORE PARTICIPATING CANDIDATES HAVE MADE THIS CHOICE, FUNDS SHALL BE PAID UNDER SUBSECTIONS A AND B OF THIS SECTION ONLY TO THE EXTENT OF ANY EXCESS OVER THE ORIGINAL PRIMARY ELECTION SPENDING LIMIT AS SO INCREASED. IF A PARTICIPATING CANDIDATE WHO MAKES THIS CHOICE BECOMES QUALIFIED FOR CLEAN ELECTIONS FUNDING FOR THE GENERAL ELECTION, THE AMOUNT THE CANDIDATE RECEIVES AT THE BEGINNING OF THE GENERAL ELECTION PERIOD SHALL BE REDUCED BY THE EXTRA AMOUNT RECEIVED AT THE BEGINNING OF THE PRIMARY ELECTION PERIOD. AND THE ORIGINAL GENERAL ELECTION SPENDING LIMIT FOR THAT CANDIDATE SHALL BE REDUCED BY THE EXTRA AMOUNT.
- G. FOR A GENERAL ELECTION IN WHICH A PARTICIPATING CANDIDATE HAS MADE THE CHOICE TO REALLOCATE, FUNDS SHALL BE PAID UNDER SUBSECTIONS A AND B OF THIS SECTION ONLY TO THE EXTENT OF ANY EXCESS OVER THE ORIGINAL GENERAL ELECTION SPENDING LIMIT, WITHOUT ANY REDUCTION, UNLESS THE CANDIDATE WHO HAS MADE THIS CHOICE IS THE ONLY PARTICIPATING CANDIDATE IN THE GENERAL ELECTION. IF SO, SUCH FUNDS SHALL BE PAID TO THE EXTENT OF ANY EXCESS OVER THE ORIGINAL GENERAL ELECTION SPENDING LIMIT WITH SUCH REDUCTION. THE STATUS OF A DISTRICT AS A ONE-PARTY-DOMINANT LEGISLATIVE DISTRICT SHALL BE DETERMINED AS OF THE BEGINNING OF THE QUALIFYING PERIOD.
- H. FOR THE PURPOSES OF THIS SECTION, A ONE-PARTY-DOMINANT LEGISLATIVE DISTRICT IS A DISTRICT IN WHICH THE NUMBER OF REGISTERED VOTERS REGISTERED IN THE PARTY WITH THE HIGHEST NUMBER OF REGISTERED VOTERS EXCEEDS THE NUMBER OF

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REGISTERED VOTERS REGISTERED TO EACH OF THE OTHER PARTIES BY AN AMOUNT AT
LEAST AS HIGH AS TEN PER CENT OF THE TOTAL NUMBER OF VOTERS REGISTERED IN THE
DISTRICT.

Sec. 5. Repeal

Section 16-952, Arizona Revised Statutes, is repealed.

Sec. 6. Title 16, chapter 6, article 2, Arizona Revised Statutes, is amended by adding a new section 16-952, to read:

16-952. <u>Voter voucher program</u>

- A. PARTICIPATING CANDIDATES WHO SEEK TO SUPPLEMENT THE FUNDING AVAILABLE TO THEM PURSUANT TO SECTION 16-951 MAY PARTICIPATE IN THE VOTER VOUCHER PROGRAM. THE VOTER VOUCHER PROGRAM ENABLES CANDIDATES TO OBTAIN VOTER VOUCHER CREDITS FROM REGISTERED VOTERS IN THE CANDIDATE'S DISTRICT THAT MAY BE USED TO OBTAIN SUPPLEMENTAL CLEAN ELECTIONS FUNDING FROM THE CLEAN ELECTIONS FUND DURING THE PRIMARY ELECTION PERIOD AND THE GENERAL ELECTION PERIOD AS FOLLOW:
- 1. PARTICIPATING CANDIDATES MAY SOLICIT FROM REGISTERED VOTERS AND REGISTERED VOTERS MAY AWARD TO A PARTICIPATING CANDIDATE FOR WHOM THEY ARE ELIGIBLE TO VOTE IN THAT ELECTION VOTER VOUCHER CREDITS UNDER RULES ESTABLISHED BY THE COMMISSION.
- 2. REGISTERED VOTERS MAY ALLOCATE THEIR VOTER VOUCHER CREDITS AS AN INDICATION OF SUPPORT OF THAT PARTICIPATING CANDIDATE AND MAY ALLOCATE ONLY ONE VOTER VOUCHER CREDIT PER OFFICE TO BE ELECTED FOR WHICH THERE ARE PARTICIPATING CANDIDATES, BUT ARE NOT REQUIRED TO ISSUE A VOTER VOUCHER CREDIT TO ANY PARTICIPATING CANDIDATE.
- 3. REGISTERED VOTERS MAY ALLOCATE CREDITS IN THE PRIMARY ELECTION AND AGAIN IN THE GENERAL ELECTION.
- 4. ANY VOTER VOUCHER CREDITS ISSUED IN EXCESS OF A REGISTERED VOTER'S ALLOTTED AMOUNT ARE OF NO EFFECT.
- 5. VIOLATIONS OF THIS SECTION BY CANDIDATES ARE SUBJECT TO ALL ENFORCEMENT ACTIONS AND PENALTIES PRESCRIBED IN THIS ARTICLE, INCLUDING THOSE PRESCRIBED BY SECTION 16-942.
- B. IF A REPORT IS FILED PURSUANT TO SECTION 16-958, SUBSECTION C INDICATING THAT A PARTICIPATING CANDIDATE WHO HAS QUALIFIED FOR FUNDING HAS

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- RECEIVED ONE OR MORE VOTER VOUCHER CREDITS PURSUANT TO SUBSECTION A OF THIS SECTION AND AFTER THE VOTER VOUCHER CREDIT FORMS ARE VERIFIED PURSUANT TO THIS SECTION, THE COMMISSION SHALL PAY FROM THE CLEAN ELECTIONS FUND TO THE CAMPAIGN ACCOUNT OF THAT PARTICIPATING CANDIDATE AN AMOUNT EQUAL TO THREE HUNDRED DOLLARS FOR STATEWIDE CANDIDATES AND FIFTY DOLLARS FOR LEGISLATIVE CANDIDATES FOR EACH REPORTED AND VERIFIED VOTER VOUCHER CREDIT. THE SPENDING LIMIT FOR ALL SUCH PARTICIPATING CANDIDATES SHALL BE INCREASED BY THE AMOUNT THAT THE COMMISSION PAYS TO THAT PARTICIPATING CANDIDATE'S CAMPAIGN ACCOUNT.
- C. VOTER VOUCHER CREDIT FORMS SUBMITTED TO THE COMMISSION SHALL BE IN A FORMAT PRESCRIBED BY THE COMMISSION AND SHALL INCLUDE THE PRINTED NAME, REGISTRATION ADDRESS, LEGISLATIVE DISTRICT AND SIGNATURE OF THE VOTER WHO IS ASSIGNING THE VOTER VOUCHER CREDIT, THE NAME OF THE CANDIDATE TO WHOM THE VOTER VOUCHER CREDIT IS ASSIGNED, THE OFFICE THE CANDIDATE IS SEEKING AND THE DATE. THE CANDIDATE SHALL PROVIDE A RECEIPT TO THE REGISTERED VOTER THAT INDICATES THAT THE VOTER MAY NOT ASSIGN MORE THAN ONE VOTER VOUCHER CREDIT PER PARTICIPATING CANDIDATE PER RACE AND FOR NO MORE THAN THE NUMBER OF SEATS TO BE FILLED AT THAT ELECTION.
- D. VOTER VOUCHER CREDITS ARE STATEMENTS OF SUPPORT BUT ARE NOT CONSIDERED TO BE CONTRIBUTIONS OR EXPENDITURES PURSUANT TO THIS ARTICLE. NO PAYMENT OR ANYTHING OF VALUE MAY BE GIVEN TO THE ASSIGNING VOTER IN EXCHANGE FOR THE VOTER VOUCHER CREDIT, OR TO THE PERSON SOLICITING THE VOTER VOUCHER CREDIT. VOTER VOUCHER CREDITS MAY NOT BE ISSUED BY THE CANDIDATE OR THE CANDIDATE'S FAMILY MEMBERS.
- E. ALL VOTER VOUCHER CREDIT FORMS SHALL CONFORM TO THE FOLLOWING REQUIREMENTS:
 - 1. THE SOLICITOR SHALL SIGN THE FORM.
- 2. THE SOLICITOR CANNOT BE PAID OR OTHERWISE COMPENSATED FOR OBTAINING VOTER VOUCHER CREDITS. THIS PARAGRAPH DOES NOT PRECLUDE A PAID CAMPAIGN EMPLOYEE FROM COLLECTING VOTER VOUCHER CREDIT FORMS IF THE EMPLOYEE IS NOT PAID ON THE BASIS OF THE NUMBER OF FORMS COLLECTED AND IF THE MAJORITY OF THAT EMPLOYEE'S CAMPAIGN TIME IS NOT SPENT COLLECTING OR SOLICITING THE FORMS.
 - 3. THE SOLICITOR SHALL BE REGISTERED TO VOTE IN THIS STATE.

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- 4. THE SOLICITOR'S NAME SHALL BE TYPED OR PRINTED UNDER THAT PERSON'S
 SIGNATURE.
 - 5. THE SOLICITOR SHALL INCLUDE THE SOLICITOR'S VOTER REGISTRATION RESIDENCE ADDRESS ON THE FORM.
 - F. IF A VOTER VOUCHER CREDIT IS SUBMITTED WITHOUT A SOLICITOR, IT SHALL BE DISQUALIFIED. SOLICITORS ARE RESPONSIBLE FOR THE ACCURACY OF THE INFORMATION PROVIDED.
 - G. IN ORDER TO RECEIVE SUPPLEMENTAL FUNDING. CANDIDATES SHALL FILE A REPORT PRESCRIBED BY SECTION 16-958, SUBSECTION C WITH THE ORIGINAL FORM FOR ALL SUBMITTED VOTER VOUCHER CREDITS PURSUANT TO COMMISSION RULES. THIS REPORT SHALL INCLUDE THE LIST OF NAMES AND VOTER IDENTIFICATION NUMBERS OF PERSONS WHO HAVE ASSIGNED THEIR VOTER VOUCHER CREDITS TO THAT CANDIDATE. THE LIST SHALL BE DIVIDED BY COUNTY. THE COMMISSION SHALL VERIFY THE INFORMATION ON THE FORMS. THE ELIGIBILITY OF THE PERSON TO ASSIGN A CREDIT TO A CANDIDATE AND THE CANDIDATE'S COMPLIANCE WITH ALL APPLICABLE PROCEDURES. THE COMMISSION MAY ADOPT RULES THAT IDENTIFY THE APPROPRIATE LEGISLATIVE DISTRICTS TO USE WHEN CREDITS ARE COLLECTED OR SUBMITTED DURING A PENDING REDISTRICTING PROCESS. IN ORDER TO FACILITATE SUBMISSION OF VOTER IDENTIFICATION NUMBERS AS REQUIRED, COUNTY RECORDERS SHALL PROVIDE IDENTIFICATION NUMBERS UNDER THE SAME TERMS AS PROVIDED TO RECOGNIZED POLITICAL PARTIES, TO UNRECOGNIZED PARTIES AND TO INDEPENDENT CANDIDATES. COUNTY RECORDERS AND OFFICERS IN CHARGE OF ELECTIONS SHALL COOPERATE WITH AND PROVIDE THE COMMISSION WITH ACCESS TO ALL INFORMATION NECESSARY TO VERIFY THE ACCURACY OF INFORMATION SUBMITTED WITH THE FORMS EITHER BY PROVIDING ACCESS TO COUNTY DATABASES OR BY PROVIDING THE NECESSARY INFORMATION DIRECTLY TO THE COMMISSION.
 - H. IF AN ADJUSTED SPENDING LIMIT IS INCREASED TO THREE TIMES THE ORIGINAL SPENDING LIMIT FOR A PARTICIPATING CANDIDATE'S CAMPAIGN, THE COMMISSION SHALL NOT PAY ANY FURTHER AMOUNTS FROM THE FUND TO THE CAMPAIGN ACCOUNT OF ANY PARTICIPATING CANDIDATE, AND THE SPENDING LIMIT SHALL NOT BE ADJUSTED FURTHER.
 - I. BEFORE THE QUALIFYING PERIOD OF AN ELECTION CYCLE BEGINS, THE COMMISSION SHALL DETERMINE WHETHER ENOUGH MONEY IS IN THE FUND TO FULLY

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- SUPPORT THE VOTER VOUCHER PROGRAM FOR THE ELECTION CYCLE. IF THE COMMISSION DETERMINES THAT THE FUND IS INSUFFICIENT, THE COMMISSION MAY SPECIFY REDUCTIONS IN THE VOTER VOUCHER PROGRAM FOR THAT CYCLE IN THE FOLLOWING ORDER:
 - 1. THE COMMISSION MAY REDUCE THE MAXIMUM FUNDS AVAILABLE TO CANDIDATES ON AN OFFICE BY OFFICE BASIS.
 - 2. THE COMMISSION MAY DETERMINE THAT NO FUNDS UNDER THE VOTER VOUCHER PROGRAM MAY BE AWARDED THIS CYCLE.
 - J. IF THE FUND IS DETERMINED TO BE INSUFFICIENT AS PRESCRIBED BY SUBSECTION I OF THIS SECTION, PARTICIPATING CANDIDATES MAY SOLICIT CONTRIBUTIONS UP TO THE AMOUNTS PRESCRIBED BY SUBSECTION B OF THIS SECTION FROM VOTERS ELIGIBLE TO VOTE FOR THEM IN THAT ELECTION.
 - K. VOTER VOUCHER CREDITS HAVE NO CASH VALUE AND CANNOT BE SOLD OR OTHERWISE TRANSFERRED, EXCEPT PURSUANT TO COMMISSION RULES. VOTERS CANNOT BE COMPENSATED FOR ISSUANCE OF A VOTER VOUCHER CREDIT AND SOLICITORS CANNOT BE COMPENSATED FOR OBTAINING A VOTER VOUCHER CREDIT.
 - Sec. 7. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-958, Arizona Revised Statutes, is amended to read:

16-958. Manner of filing reports

- A. Any person who has previously reached the dollar amount specified in section 16-941, subsection D for filing an original report shall file a supplemental report each time previously unreported independent expenditures specified by that subsection exceeds one thousand dollars. Such reports shall be filed at the times specified in subsection B of this section and shall identify the dollar amount being reported, the candidate and the date, and no other detail is required in reports made pursuant to this section.
- B. Any person who must file an original report pursuant to section 16-941, subsection D or who must file a supplemental report for previously unreported amounts pursuant to subsection A of this section shall file as follows:

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- 1. Before the beginning of the primary election period, the person shall file a report on the first of each month, unless the person has not reached the dollar amount for filing an original or supplemental report on that date.
- 2. Thereafter, except as stated in paragraph 3 of this subsection, the person shall file a report on any Tuesday by which the person has reached the dollar amount for filing an original or supplemental report.
- 3. During the last two weeks before the primary election and the last two weeks before the general election, the person shall file a report within one business day of reaching the dollar amount for filing an original or supplemental report.
- C. A PARTICIPATING CANDIDATE MAY FILE A VOTER VOUCHER CREDIT REPORT WITH THE COMMISSION TO INITIATE THE CALCULATION OF SUPPLEMENTAL FUNDING. SUPPLEMENTAL FUNDING WILL BE ISSUED ON WEDNESDAYS FOR THOSE VOTER VOUCHER CREDIT REPORTS THAT HAVE BEEN SUBMITTED AND VERIFIED BY THE IMMEDIATELY PRECEDING MONDAY, AND ON FRIDAYS FOR VOTER VOUCHER CREDIT REPORTS THAT HAVE BEEN SUBMITTED AND VERIFIED BY THE IMMEDIATELY PRECEDING WEDNESDAY. THE COMMISSION SHALL NOT ACCEPT FOR FILING ANY VOTER VOUCHER CREDIT REPORTS WITHIN THE SEVEN DAYS IMMEDIATELY PRECEDING AN ELECTION DAY.
- made by the candidate's campaign committee. All candidates shall deposit any check received by and intended for the campaign and made payable to the candidate or the candidate's campaign committee, and all cash received by and intended for the campaign, in the candidate's campaign account before the due date of the next report specified in subsection B of this section. No candidate or person acting on behalf of a candidate shall conspire with a donor to postpone delivery of a donation to the campaign for the purpose of postponing the reporting of the donation in any subsequent report.
- D. E. The secretary of state shall immediately notify the commission of the filing of each report under this section and deliver a copy of the report to the commission, and the commission shall promptly mail or otherwise deliver a copy of each report filed pursuant to this section to all

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participating candidates opposing the candidate identified in section 16-941, subsection D.

- E. F. Any report filed pursuant to this section or section 16-916, subsection A, paragraph 1 or subsection B shall be filed in electronic format. The secretary of state shall distribute computer software to political committees to accommodate such electronic filing.
- F. G. During the primary election period and the general election period, all candidates shall make available for public inspection all bank accounts, campaign finance reports and financial records relating to the candidate's campaign, either by immediate disclosure through electronic means or at the candidate's campaign headquarters, in accordance with rules adopted by the commission.
- Sec. 8. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-959, Arizona Revised Statutes, is amended to read:

16-959. <u>Inflationary and other adjustments of dollar values</u>

- A. Every two years, the secretary of state shall modify the dollar values specified in the following parts of this article, in the manner specified by section 16-905, subsection H, to account for inflation: section 16-941, subsection A, paragraph 2 or subsection D; section 16-942, subsection B; section 16-945, subsection A, paragraphs 1 and 2; section 16-948, subsection C; SECTION 16-952, SUBSECTION B; section 16-955, subsection G; and section 16-961, subsections G and H. In addition, the secretary of state shall make a similar inflation adjustment by modifying the dollar values in section 16-949, subsection A to reflect cumulative inflation since the enactment of this article. In addition, every two years, the secretary of state shall change the dollar values in section 16-961, subsections G and H in proportion to the change in the number of Arizona resident personal income tax returns filed during the previous calendar year.
- B. Based on the results of the elections in any quadrennial election after 2002, and within six months after such election, the commission may adopt rules in a public meeting reallocating funds available to all candidates between the primary and general elections by selecting a fraction

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for primary election spending limits that is between one-third and one-half of the spending limits for the election as a whole. For each office, the primary election spending limit shall be modified to be the sum of the primary and general spending limits times the selected fraction, and the general election spending limit shall be modified to be the same sum times one less the selected fraction.

Sec. 9. Subject to the requirements of article IV, part 1, section 1, Constitution of Arizona, section 16-961, Arizona Revised Statutes, is amended to read:

16-961. Definitions

- A. The terms "candidate's campaign committee," "contribution," "expenditures," "exploratory committee," "independent expenditure," "personal monies," "political committee" and "statewide office" are defined in section 16-901.
- B. 1. "Election cycle" means the period between successive general elections for a particular office.
- 2. "Exploratory period" means the period beginning on the day after a general election and ending the day before the start of the qualifying period.
- 3. "Qualifying period" means the period beginning on the first day of August in a year preceding an election and ending one week before the primary election.
- 4. "Primary election period" means the nine-week period ending on the day of the primary election.
- 5. "General election period" means the period beginning on the day after the primary election and ending on the day of the general election.
- 6. For any recall election, the qualifying period shall begin when the election is called and last for thirty days, there shall be no primary election period and the general election period shall extend from the day after the end of the qualifying period to the day of the recall election. For recall elections, any reference to "general election" in this article shall be treated as if referring to the recall election.

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- C. 1. "Participating candidate" means a candidate who becomes certified as a participating candidate pursuant to section 16-947.
- 2. "Nonparticipating candidate" means a candidate who does not become certified as a participating candidate pursuant to section 16-947.
- 3. Any limitation of this article that is applicable to a participating candidate or a nonparticipating candidate shall also apply to that candidate's campaign committee or exploratory committee.
- D. "Commission" means the citizens clean elections commission established pursuant to section 16-955.
- E. "Fund" means the citizens clean elections fund defined by this article.
- F. 1. "Party nominee" means a person who has been nominated by a political party pursuant to section 16-301 or 16-343.
- 2. "Independent candidate" means a candidate who has properly filed nominating papers and nominating petitions with signatures pursuant to section 16-341.
 - 3. "Unopposed" means with reference to an election for:
- (a) A member of the house of representatives, opposed by no more than one other candidate who has qualified for the ballot and who is running in the same district.
- (b) A member of the corporation commission, opposed by a number of candidates who have qualified for the ballot that is fewer than the number of corporation commission seats open at that election and for which the term of office ends on the same date.
- (c) All other offices, opposed by no other candidate who has qualified for the ballot and who is running in that district or running for that same office and term.
 - G. "Primary election spending limits" means:
- 1. For a candidate for the legislature, $\frac{\mathsf{twelve}}{\mathsf{twenty}}$ TEN thousand $\frac{\mathsf{nine}}{\mathsf{twenty}}$
- 2. For a candidate for mine inspector, forty one FIFTY-TWO thousand three hundred forty-nine dollars.

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- 3. For a candidate for treasurer, superintendent of public instruction or the corporation commission, eighty-two ONE HUNDRED thousand six hundred eighty dollars.
- 4. For a candidate for secretary of state or attorney general, one TWO hundred sixty-five thousand three hundred seventy-eight dollars.
- 5. For a candidate for governor, six EIGHT hundred thirty eight thousand two hundred twenty-two dollars.
- H. "General election spending limits" means amounts fifty per cent greater than the amounts specified in subsection G of this section.
- I. 1. "Original" spending limit means a limit specified in subsections G and H of this section, as adjusted pursuant to section 16-959, or a special amount expressly set for a particular candidate by a provision of this title.
- 2. "Adjusted" spending limit means an original spending limit as further adjusted BY ANY SUPPLEMENTAL FUNDING ISSUED pursuant to section 16-952.

Sec. 10. Requirements for enactment; three-fourths vote

Pursuant to article IV, part 1, section 1, Constitution of Arizona, sections 16-941, 16-950, 16-951, 16-958, 16-959 and 16-961, Arizona Revised Statutes, as amended by this act, section 16-952, Arizona Revised Statutes, as repealed by this act and title 16, chapter 6, article 2, Arizona Revised Statutes, as amended by this act by adding a new section 16-952 are effective only on the affirmative vote of at least three-fourths of the members of each house of the legislature."

25 Amend title to conform

MICHELE REAGAN

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