

State of Arizona  
House of Representatives  
Forty-eighth Legislature  
First Regular Session  
2007

**CHAPTER 277**

**HOUSE BILL 2690**

AN ACT

AMENDING SECTIONS 16-905 AND 16-941, ARIZONA REVISED STATUTES; REPEALING SECTION 16-944, ARIZONA REVISED STATUTES; AMENDING SECTIONS 16-950, 16-952, 16-953, 16-955, 16-956, 16-958, 16-959 AND 16-961, ARIZONA REVISED STATUTES; RELATING TO THE CITIZENS CLEAN ELECTIONS ACT.

(TEXT OF BILL BEGINS ON NEXT PAGE)

1 Be it enacted by the Legislature of the State of Arizona:

2 Section 1. Section 16-905, Arizona Revised Statutes, is amended to  
3 read:

4 16-905. Contribution limitations; civil penalty; complaint

5 A. For an election other than for a statewide office, a contributor  
6 shall not give and an exploratory committee, a candidate or a candidate's  
7 campaign committee shall not accept contributions of more than:

8 1. FOR AN ELECTION FOR A LEGISLATIVE OFFICE, ~~Three~~ FOUR hundred  
9 EIGHTY-EIGHT dollars from an individual.

10 2. FOR AN ELECTION OTHER THAN FOR A LEGISLATIVE OFFICE, THREE HUNDRED  
11 NINETY DOLLARS FROM AN INDIVIDUAL.

12 ~~2-~~ 3. FOR AN ELECTION FOR A LEGISLATIVE OFFICE, ~~Three~~ FOUR hundred  
13 EIGHTY-EIGHT dollars from a single political committee, excluding a political  
14 party, not certified under subsection I of this section to make contributions  
15 at the higher limits prescribed by paragraph ~~3-~~ 5 of this subsection and  
16 subsection B, paragraph 3 of this section.

17 4. FOR AN ELECTION OTHER THAN FOR A LEGISLATIVE OFFICE, THREE HUNDRED  
18 NINETY DOLLARS FROM A SINGLE POLITICAL COMMITTEE, EXCLUDING A POLITICAL  
19 PARTY, NOT CERTIFIED UNDER SUBSECTION I OF THIS SECTION TO MAKE CONTRIBUTIONS  
20 AT THE HIGHER LIMITS PRESCRIBED BY SUBSECTION B, PARAGRAPH 3 OF THIS SECTION.

21 ~~3-~~ 5. ~~One thousand five hundred ten~~ TWO THOUSAND dollars from a  
22 single political committee, excluding a political party, certified pursuant  
23 to subsection I of this section.

24 B. For an election for a statewide office, a contributor shall not  
25 give and an exploratory committee, a candidate or a candidate's committee  
26 shall not accept contributions of more than:

27 1. ~~Seven hundred sixty~~ ONE THOUSAND TEN dollars from an individual.

28 2. ~~Seven hundred sixty~~ ONE THOUSAND TEN dollars from a single  
29 political committee, excluding a political party, not certified under  
30 subsection I of this section to make contributions at the higher limits  
31 prescribed by subsection A, paragraph ~~3-~~ 5 OF THIS SECTION and paragraph 3 of  
32 this subsection.

33 3. ~~Three thousand seven hundred ninety~~ FIVE THOUSAND TEN dollars from  
34 a single political committee excluding political parties certified pursuant  
35 to subsection I of this section.

36 C. A candidate shall not accept contributions from all political  
37 committees, excluding political parties, combined totaling more than ~~seven~~  
38 ~~thousand five hundred sixty~~:

39 1. FOR AN ELECTION FOR A LEGISLATIVE OFFICE, SIXTEEN THOUSAND ONE  
40 HUNDRED FIFTY dollars.

41 2. For an office other than a LEGISLATIVE OFFICE OR A statewide  
42 office, ~~or~~ TEN THOUSAND TWENTY DOLLARS.

43 3. FOR A STATEWIDE OFFICE, ~~seventy-five thousand six hundred ten~~ ONE  
44 HUNDRED THOUSAND ONE HUNDRED TEN dollars ~~for a statewide office~~.

45 D. A nominee of a political party shall not accept contributions from  
46 all political parties or political organizations combined totaling more than

1 ~~seven thousand five hundred sixty~~ TEN THOUSAND TWENTY dollars for an election  
2 for an office other than a statewide office, and ~~seventy five thousand six~~  
3 ~~hundred ten~~ ONE HUNDRED THOUSAND ONE HUNDRED TEN dollars for an election for  
4 a statewide office.

5 E. An individual shall not make contributions totaling more than ~~two~~  
6 ~~thousand eight hundred twenty~~ FIVE THOUSAND SIX HUNDRED TEN dollars in a  
7 calendar year to state and local candidates, political committees  
8 contributing to state or local candidates, and political committees  
9 advocating the election or defeat of state or local candidates.  
10 Contributions to political parties are exempt from the limitations of this  
11 subsection.

12 F. The use of a candidate's personal monies is not subject to the  
13 limitations of this section but affects the application of these limitations  
14 to the candidate's opponents as follows:

15 1. For a candidate for an office other than a statewide office:

16 (a) If a candidate contributes or promises amounts of more than ~~eleven~~  
17 ~~thousand eight hundred forty~~ FIFTEEN THOUSAND SIX HUNDRED SEVENTY dollars of  
18 those personal monies, the candidate, within twenty-four hours, excluding  
19 Saturdays, Sundays and other legal holidays, shall give written notice by  
20 certified mail of the amount contributed or promised as of the date of the  
21 notice to all other candidates and the candidates' campaign committees for  
22 the same office at the address on file with the filing officer and to the  
23 filing officer. Other candidates for the same office and contributors to  
24 those candidates are not subject to the limitations of subsections A, C and E  
25 of this section after receiving the notice until these candidates receive  
26 contributions totaling the amount of personal monies contributed or promised  
27 by the candidate giving this notice.

28 (b) For each additional accumulation of contributions or promises of  
29 that candidate's personal monies that totals at least ~~five thousand nine~~  
30 ~~hundred twenty~~ SEVEN THOUSAND EIGHT HUNDRED FIFTY dollars, the candidate,  
31 within twenty-four hours, excluding Saturdays, Sundays and other legal  
32 holidays, shall give written notice by certified mail of the amount  
33 contributed or promised as of the date of the notice. The notice shall be  
34 given as prescribed in subdivision (a) of this paragraph. Other candidates  
35 for the same office and contributors to those candidates are not subject to  
36 the limitations of subsections A, C and E of this section after receiving the  
37 notice until these candidates receive contributions totaling the amount of  
38 personal monies contributed or promised by the candidate giving this notice.

39 2. For a candidate for a statewide office:

40 (a) If a candidate contributes or promises amounts of more than  
41 ~~twenty-three thousand six hundred seventy~~ THIRTY-ONE THOUSAND THREE HUNDRED  
42 THIRTY dollars of those personal monies, the candidate, within twenty-four  
43 hours, excluding Saturdays, Sundays and other legal holidays, shall give  
44 written notice by certified mail of the amount contributed or promised as of  
45 the date of the notice to all other candidates and the candidates' campaign  
46 committees for the same office at the address on file with the filing officer

1 and to the secretary of state. Other candidates for the same office and  
2 contributors to those candidates are not subject to the limitations of  
3 subsections B, C and E of this section after receiving the notice until these  
4 candidates receive contributions totaling the amount of personal monies  
5 contributed or promised by the candidate giving this notice.

6 (b) For each additional accumulation of contributions or promises of  
7 that candidate's personal monies that totals at least ~~eleven thousand eight~~  
8 ~~hundred forty~~ FIFTEEN THOUSAND SIX HUNDRED SEVENTY dollars, the candidate,  
9 within twenty-four hours, excluding Saturdays, Sundays and other legal  
10 holidays, shall give written notice of the amount contributed or promised as  
11 of the date of the notice. The notice shall be given as prescribed in  
12 subdivision (a) of this paragraph. Other candidates for the same office and  
13 contributors to those candidates are not subject to the limitations of  
14 subsections B, C and E of this section after receiving the notice until these  
15 candidates receive contributions totaling the amount of personal monies  
16 contributed or promised by the candidate giving this notice.

17 3. If any notice prescribed by this subsection is not timely given the  
18 other candidates are not subject to the limitations of subsections A, B and C  
19 of this section for an additional five hundred ninety dollars for each day  
20 the notice was delinquent.

21 4. Notwithstanding any other provision of this subsection, the amount  
22 of contributions that a candidate may receive and that is not subject to the  
23 limitations of subsections A, B and C of this section shall not be greater  
24 than the largest amount of personal contributions, plus any additional  
25 amounts due to delinquent notices, made by any other single candidate for the  
26 same office.

27 G. The use of personal monies by an individual who designates an  
28 exploratory committee is not subject to the limitations of this section but  
29 is subject to the following:

30 1. If an individual who has designated a committee for other than  
31 statewide office contributes or promises to the committee an amount of  
32 personal monies that is more than ~~eleven thousand eight hundred forty~~ FIFTEEN  
33 THOUSAND SIX HUNDRED SEVENTY dollars, the individual, within twenty-four  
34 hours excluding Saturdays, Sundays and other legal holidays, shall give  
35 written notice by certified mail of the amount contributed or promised as of  
36 the date of the notice to the filing officer.

37 2. For each additional accumulation of contributions or promises of  
38 the designating individual's personal monies that totals at least ~~six~~  
39 ~~thousand~~ SEVEN THOUSAND NINE HUNDRED THIRTY dollars, the individual, within  
40 twenty-four hours, excluding Saturdays, Sundays and other legal holidays,  
41 shall give written notice by certified mail of the amount contributed or  
42 promised as of the date of the notice to the filing officer.

43 3. If an individual who has designated a committee for statewide  
44 office contributes or promises to the committee an amount of personal monies  
45 that is more than ~~twenty-three thousand six hundred seventy~~ THIRTY-ONE  
46 THOUSAND THREE HUNDRED THIRTY dollars, the individual, within twenty-four

1 hours, excluding Saturdays, Sundays and other legal holidays, shall give  
2 written notice by certified mail of the amount contributed or promised as of  
3 the date of the notice to the filing officer.

4 4. For each additional accumulation of contributions or promises of  
5 the designating individual's personal monies that totals at least ~~twelve~~  
6 ~~thousand~~ FIFTEEN THOUSAND NINE HUNDRED FIFTY dollars, the individual, within  
7 twenty-four hours, excluding Saturdays, Sundays and other legal holidays,  
8 shall give written notice by certified mail of the amount contributed or  
9 promised as of the date of the notice to the filing officer.

10 H. A candidate's campaign committee or an individual's exploratory  
11 committee shall not make a loan and shall not transfer or contribute money to  
12 any other campaign or exploratory committee that is designated pursuant to  
13 this chapter or 2 United States Code section 431 except as follows:

14 1. An exploratory committee may transfer monies to a subsequent  
15 candidate's campaign committee of the individual designating the exploratory  
16 committee, subject to the limits of subsection B of this section.

17 2. A candidate's campaign committee may transfer or contribute monies  
18 to another campaign committee designated by the same candidate as follows:

19 (a) Subject to the contribution limits of this section, transfer or  
20 contribute monies from one committee to another if both committees have been  
21 designated for an election in the same year.

22 (b) Without application of the contribution limits of this section,  
23 transfer or contribute monies from one committee to another designated for an  
24 election in a subsequent year.

25 I. Only political committees that received monies from five hundred or  
26 more individuals in amounts of ten dollars or more in the one year period  
27 immediately before application to the secretary of state for qualification as  
28 a political committee pursuant to this section may make contributions to  
29 candidates under subsection A, paragraph ~~3~~ 5 of this section and subsection  
30 B, paragraph 3 of this section. The secretary of state shall obtain  
31 information necessary to make the determination that a committee meets the  
32 requirements of this subsection and shall provide written certification of  
33 the fact to the committee. A political committee certification is valid for  
34 two years. A candidate's campaign committee shall not accept a contribution  
35 pursuant to this subsection unless it is accompanied by a copy of the  
36 certification. All political committees that do not meet the requirements of  
37 this subsection are subject to the individual campaign contribution limits of  
38 subsection A, ~~paragraph 1~~ PARAGRAPHS 1 AND 2 of this section and subsection  
39 B, paragraph 1 of this section.

40 J. The secretary of state ~~shall,~~ biennially, ~~—~~ SHALL adjust to the  
41 nearest ten dollars the amounts in subsections A through G of this section by  
42 the percentage change in the consumer price index and publish the new amounts  
43 for distribution to election officials, candidates and campaign committees.  
44 ~~In~~ FOR THE PURPOSES OF this subsection, "consumer price index" means the  
45 consumer price index for all urban consumers, United States city average,

1 that is published by the United States department of labor, bureau of labor  
2 statistics.

3 K. The following specific limitations and procedures apply:

4 1. The limits of subsections A through D, F and G of this section  
5 apply to each election for any office or offices which the candidate seeks.

6 2. The limits of subsections A, ~~through B AND~~ C of this section apply  
7 to the total contributions from all separate segregated funds established, as  
8 provided in section 16-920, by a corporation, labor organization, trade  
9 association, cooperative or corporation without capital stock.

10 3. A contribution by an unemancipated minor child shall be treated as  
11 a contribution by ~~his~~ THE CHILD'S custodial parent or parents for determining  
12 compliance with subsection A, ~~paragraph 1~~ PARAGRAPHS 1 AND 2, subsection B,  
13 paragraph 1, ~~and~~ subsection E of this section.

14 4. A contribution by an individual or a single political committee to  
15 two or more candidates in connection with a joint fund-raising effort shall  
16 be divided among the candidates in direct proportion to each candidate  
17 campaign committee's share of the expenses for the fund-raising effort.

18 5. A candidate shall sign and file with ~~his~~ THE CANDIDATE'S nomination  
19 paper a statement that ~~he~~ THE CANDIDATE has read all applicable laws relating  
20 to campaign financing and reporting.

21 6. An individual or political committee shall not use economic  
22 influence to induce members of an organization to make contributions to a  
23 candidate, collect contributions from members of an organization for  
24 transmittal to a candidate, make payments to candidates for public  
25 appearances or services which are ordinarily uncompensated or use any similar  
26 device to circumvent any of the limitations of this section.

27 L. A person who violates this section is subject to a civil penalty  
28 imposed as prescribed in section 16-924 of three times the amount of money  
29 that has been received, expended or promised in violation of this section or  
30 three times the value in money for an equivalent of money or other things of  
31 value that have been received, expended or promised in violation of this  
32 section.

33 M. Any qualified elector may file a sworn complaint with the attorney  
34 general or the county attorney of the county in which a violation of this  
35 section is believed to have occurred, and the attorney general or the county  
36 attorney shall investigate the complaint for possible action.

37 N. If the filing officer, attorney general or county attorney fails to  
38 institute an action within forty-five working days after receiving a  
39 complaint under subsection M of this section, ~~then~~ the individual filing the  
40 complaint may bring a civil action in ~~his~~ THE INDIVIDUAL'S own name and at  
41 ~~his~~ THE INDIVIDUAL'S own expense, with the same effect as if brought by the  
42 filing officer, attorney general or county attorney. The individual shall  
43 execute a bond payable to the defendant if the individual fails to prosecute  
44 the action successfully. The court shall award to the prevailing party costs  
45 and reasonable attorney fees.

1           0. If a provision of this section or its application to any person or  
2 circumstance is held invalid, the invalidity does not affect other provisions  
3 or applications of the section which can be given effect without the invalid  
4 provision or application, and to this end the provisions of this section are  
5 severable.

6           P. If any notice prescribed by subsection F or G of this section is  
7 not given in a timely manner, the designating individual, in the case of an  
8 exploratory committee, or the candidate, in the case of a candidate's  
9 campaign committee, is subject to a civil penalty of three times the amount  
10 of personal monies that were contributed, expended or promised in violation.  
11 The civil penalty shall be imposed as prescribed by section 16-924.

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

15           16-941. Limits on spending and contributions for political  
16 campaigns

17           A. Notwithstanding any law to the contrary, a participating candidate:

18           1. Shall not accept any contributions, other than a limited number of  
19 five-dollar qualifying contributions as specified in section 16-946 and early  
20 contributions as specified in section 16-945, except in the emergency  
21 situation specified in section 16-954, subsection F.

22           2. Shall not make expenditures of more than a total of five hundred  
23 dollars of the candidate's personal monies for a candidate for **THE**  
24 legislature or more than one thousand dollars for a candidate for statewide  
25 office.

26           3. Shall not make expenditures in the primary election period in  
27 excess of the adjusted primary election spending limit.

28           4. Shall not make expenditures in the general election period in  
29 excess of the adjusted general election spending limit.

30           5. Shall comply with section 16-948 regarding campaign accounts and  
31 section 16-953 regarding returning unused monies to the citizens clean  
32 ~~election~~ **ELECTIONS** fund described in this article.

33           B. Notwithstanding any law to the contrary, a nonparticipating  
34 candidate:

35           1. Shall not accept contributions in excess of an amount that is  
36 twenty ~~percent~~ **PER CENT** less than the limits specified in section 16-905,  
37 subsections A through G, as adjusted by the secretary of state pursuant to  
38 section 16-905, subsection J. Any violation of this paragraph shall be  
39 subject to the civil penalties and procedures set forth in section 16-905,  
40 subsections L through P and section 16-924.

41           2. Shall comply with section 16-958 regarding reporting, including  
42 filing reports with the secretary of state indicating whenever (A)  
43 expenditures other than independent expenditures on behalf of the candidate,  
44 from the beginning of the election cycle to any date up to primary election  
45 day, exceed seventy ~~percent~~ **PER CENT** of the original primary election  
46 spending limit applicable to a participating candidate seeking the same

1 office, or (B) contributions to a candidate, from the beginning of the  
2 election cycle to any date during the general election period, less  
3 expenditures made from the beginning of the election cycle through primary  
4 election day, exceed seventy ~~percent~~ PER CENT of the original general  
5 election spending limit applicable to a participating candidate seeking the  
6 same office. A NONPARTICIPATING CANDIDATE IS EXEMPT FROM THIS PARAGRAPH IF  
7 THERE IS NO PARTICIPATING CANDIDATE RUNNING AGAINST THAT NONPARTICIPATING  
8 CANDIDATE.

9 C. Notwithstanding any law to the contrary, a candidate, whether  
10 participating or nonparticipating:

11 1. If ~~and only if~~ specified in a written agreement signed by the  
12 candidate and one or more opposing candidates and filed with the citizens  
13 clean elections commission, shall not make any expenditure in the primary or  
14 general election period exceeding an agreed-upon amount lower than spending  
15 limits otherwise applicable by statute.

16 2. Shall continue to be bound by all other applicable election and  
17 campaign finance statutes and rules, with the exception of those provisions  
18 in express or clear conflict with ~~the provisions of~~ this article.

19 D. Notwithstanding any law to the contrary, any person who makes  
20 independent expenditures related to a particular office cumulatively  
21 exceeding five hundred dollars in an election cycle, with the exception of  
22 any expenditure listed in section 16-920 and any independent expenditure by  
23 an organization arising from a communication directly to the organization's  
24 members, shareholders, employees, affiliated persons, ~~and~~ subscribers, shall  
25 file reports with the secretary of state in accordance with section 16-958 so  
26 indicating, identifying the office and the candidate or group of candidates  
27 whose election or defeat is being advocated, ~~and~~ stating whether the person  
28 is advocating election or advocating defeat.

29 Sec. 3. Repeal

30 Subject to the requirements of article IV, part 1, section 1,  
31 Constitution of Arizona, section 16-944, Arizona Revised Statutes, is  
32 repealed.

33 Sec. 4. Subject to the requirements of article IV, part 1, section 1,  
34 Constitution of Arizona, section 16-950, Arizona Revised Statutes, is amended  
35 to read:

36 16-950. Qualification for clean campaign funding

37 A. A candidate who has made an application for certification may also  
38 apply, in accordance with subsection B of this section, to receive funds from  
39 the citizens clean elections fund, instead of receiving private  
40 contributions.

41 B. To receive any clean campaign funding, the candidate must present  
42 to the secretary of state no later than one week after the end of the  
43 qualifying period a list of names of persons who have made qualifying  
44 contributions pursuant to section 16-946 on behalf of the candidate. The  
45 list shall be divided by county. At the same time, the candidate must tender  
46 to the secretary of state the original reporting slips identified in section



1 16-946, subsection C for persons on the list and an amount equal to the sum  
2 of the qualifying contributions collected. The secretary of state shall  
3 deposit the amount into the fund.

4 C. The secretary of state shall select at random a sample of five  
5 ~~percent~~ PER CENT of the number of non-duplicative names on the list and  
6 forward facsimiles of the selected reporting slips to the county recorders  
7 for the counties of the addresses specified in the selected slips. Within  
8 ten days, the county recorders shall provide a report to the secretary of  
9 state identifying as disqualified any slips that are unsigned or undated or  
10 that the recorder is unable to verify as matching a person who is registered  
11 to vote in the electoral district of the office the candidate is seeking on  
12 the date specified on the slip. The secretary of state shall multiply the  
13 number of slips not disqualified by twenty, and if the result is greater than  
14 one hundred ten per cent of the quantity required, shall approve the  
15 candidate for funds, and if the result is less than ~~ninety~~ ONE HUNDRED TEN  
16 per cent of the quantity required, ~~shall deny the application for~~  
17 ~~funds. Otherwise,~~ the secretary of state shall forward facsimiles of all of  
18 the slips to the county recorders for verification, and the county recorders  
19 shall check all slips in accordance with the process above. A COUNTY  
20 RECORDER SHALL NOT CHECK SLIPS ALREADY VERIFIED. A county recorder shall  
21 report verified totals daily to the secretary of state until a determination  
22 is made that a sufficient number of verified slips has been submitted. If a  
23 sufficient number of verified slips has been submitted to one or more county  
24 recorders, the county recorders may stop the verification process.

25 D. To qualify for clean campaign funding, a candidate must have been  
26 approved as a participating candidate pursuant to section 16-947 and have  
27 obtained the following number of qualifying contributions:

- 28 1. For a candidate for legislature, two hundred.
- 29 2. For candidate for mine inspector, five hundred.
- 30 3. For a candidate for treasurer, superintendent of public instruction  
31 or corporation commission, one thousand five hundred.
- 32 4. For a candidate for secretary of state or attorney general, two  
33 thousand five hundred.
- 34 5. For a candidate for governor, four thousand.

35 E. To qualify for clean campaign funding, a candidate must have met  
36 the requirements of this section and either be an independent candidate or  
37 meet the following standards:

- 38 1. To qualify for funding for a party primary election, a candidate  
39 must have properly filed nominating papers and nominating petitions with  
40 signatures pursuant to chapter 3, articles 2 and 3 of this title in the  
41 primary of a political organization entitled to continued representation on  
42 the official ballot in accordance with section 16-804.
- 43 2. To qualify for clean campaign funding for a general election, a  
44 candidate must be a party nominee of such a political organization.

1           Sec. 5. Subject to the requirements of article IV, part 1, section 1,  
2 Constitution of Arizona, section 16-952, Arizona Revised Statutes, is amended  
3 to read:

4           16-952. Equal funding of candidates

5           A. Whenever during a primary election period a report is filed, or  
6 other information comes to the attention of the commission, indicating that a  
7 nonparticipating candidate who is not unopposed in that primary has made  
8 expenditures during the election cycle to date exceeding the original primary  
9 election spending limit, including any previous adjustments, the commission  
10 shall immediately pay from the fund to the campaign account of any  
11 participating candidate in the same party primary as the nonparticipating  
12 candidate an amount equal to any excess of the reported amount over the  
13 primary election spending limit,~~—~~ as previously adjusted, ~~and~~ **LESS SIX PER**  
14 **CENT FOR A NONPARTICIPATING CANDIDATE'S FUND-RAISING EXPENSES AND LESS THE**  
15 **AMOUNT OF EARLY CONTRIBUTIONS RAISED FOR THAT PARTICIPATING CANDIDATE FOR**  
16 **THAT OFFICE AS PRESCRIBED BY SECTION 16-945.** The primary election spending  
17 limit for all such participating candidates shall be adjusted by increasing  
18 it by the amount that the commission is obligated to pay to a participating  
19 candidate.

20           B. Whenever during a general election period a report has been filed,  
21 or other information comes to the attention of the commission, indicating  
22 that the amount a nonparticipating candidate who is not unopposed has  
23 received in contributions during the election cycle to date less the amount  
24 of expenditures the nonparticipating candidate made through the end of the  
25 primary election period exceeds the original general election spending limit,  
26 including any previous adjustments, the commission shall immediately pay from  
27 the fund to the campaign account of any participating candidate qualified for  
28 the ballot and seeking the same office as the nonparticipating candidate an  
29 amount equal to any excess of the reported difference over the general  
30 election spending limit, as previously adjusted, ~~and~~ **LESS SIX PER CENT FOR A**  
31 **NONPARTICIPATING CANDIDATE'S FUND-RAISING EXPENSES.** The general election  
32 spending limit for all such participating candidates shall be adjusted by  
33 increasing it by the amount that the commission is obligated to pay to a  
34 participating candidate.

35           C. For **THE** purposes of subsections A and B of this section, the  
36 following expenditures reported pursuant to this article shall be treated as  
37 follows:

38           1. Independent expenditures against a participating candidate shall be  
39 treated as expenditures of each opposing candidate, for **THE** purpose of  
40 subsection A of this section, or contributions to each opposing candidate, ~~or~~  
41 **FOR THE** purpose of subsection B of this section.

42           2. Independent expenditures in favor of one or more nonparticipating  
43 opponents of a participating candidate shall be treated as expenditures of  
44 those nonparticipating candidates, for **THE** purpose of subsection A of this  
45 section, or contributions to those nonparticipating candidates, for **THE**  
46 purpose of subsection B of this section.

1           3. Independent expenditures in favor of a participating candidate  
2 shall be treated, for every opposing participating candidate, as though the  
3 independent expenditures were an expenditure of a nonparticipating opponent,  
4 for THE purpose of subsection A of this section, or a contribution to a  
5 nonparticipating opponent, for THE purpose of subsection B of this section.

6           4. Expenditures made during the primary election period by or on  
7 behalf of an independent candidate or a nonparticipating candidate who is  
8 unopposed in a party primary, ~~shall be treated as though made during the~~  
9 ~~general election period, and~~ DEDUCTED FROM THE TOTAL AMOUNT OF MONIES RAISED  
10 FOR PURPOSES OF DETERMINING THE AMOUNT OF EQUALIZING FUNDS, UP TO THE AMOUNT  
11 OF PRIMARY FUNDS RECEIVED BY THE PARTICIPATING CANDIDATE. Equalizing funds  
12 pursuant to subsection B of this section shall THEN be CALCULATED AND paid at  
13 the start of the general election period.

14           5. Expenditures made before the general election period that consist  
15 of a contract, promise, ~~or~~ agreement to make an expenditure during the  
16 general election period resulting in an extension of credit shall be treated  
17 as though made during the general election period, and equalizing funds  
18 pursuant to subsection B of this section shall be paid at the start of the  
19 general election period.

20           6. Expenditures for or against a participating candidate promoting or  
21 opposing more than one candidate who ~~are~~ IS not running for the same office  
22 shall be allocated by the commission among candidates for different offices  
23 based on the relative size or length and relative prominence of the reference  
24 to candidates for different offices.

25           D. Upon applying for citizen funding pursuant to section 16-950, a  
26 participating candidate for THE legislature in a one-party-dominant  
27 legislative district who is qualified for clean campaign funding for the  
28 party primary election of the dominant party may choose to reallocate a  
29 portion of funds from the general election period to the primary election  
30 period. At the beginning of the primary election period, the commission  
31 shall pay from the fund to the campaign account of a participating candidate  
32 who makes this choice an extra amount equal to fifty ~~percent~~ PER CENT of the  
33 original primary election spending limit, and the original primary election  
34 spending limit for the candidate who makes this choice shall be increased by  
35 the extra amount. For a primary election in which one or more participating  
36 candidates have made this choice, funds shall be paid under subsections A and  
37 B of this section only to the extent of any excess over the original primary  
38 election spending limit as so increased. If a participating candidate who  
39 makes this choice becomes qualified for clean campaign funding for the  
40 general election, the amount the candidate receives at the beginning of the  
41 general election period shall be reduced by the extra amount received at the  
42 beginning of the primary election period, and the original general election  
43 spending limit for that candidate shall be reduced by the extra amount. For  
44 a general election in which a participating candidate has made this choice,  
45 funds shall be paid under subsections A and B of this section only to the  
46 extent of any excess over the original general election spending limit,

1 without such reduction, unless the candidate who has made this choice is the  
2 only participating candidate in the general election, in which case such  
3 funds shall be paid to the extent of excess over the original general  
4 election spending limit with such reduction. For THE purpose of this  
5 subsection, a one-party-dominant legislative district is a district in which  
6 the number of registered voters registered in the party with the highest  
7 number of registered voters exceeds the number of registered voters  
8 registered to each of the other parties by an amount at least as high as ten  
9 ~~percent~~ PER CENT of the total number of voters registered in the district.  
10 The status of a district as a one-party-dominant legislative district shall  
11 be determined as of the beginning of the qualifying period.

12 E. If an adjusted spending limit reaches three times the original  
13 spending limit for a particular election, ~~then~~ the commission shall not pay  
14 any further amounts from the fund to the campaign account of any  
15 participating candidate, and the spending limit shall not be adjusted  
16 further.

17 Sec. 6. Subject to the requirements of article IV, part 1, section 1,  
18 Constitution of Arizona, section 16-953, Arizona Revised Statutes, is amended  
19 to read:

20 16-953. Return of monies to the citizens clean elections fund

21 A. At the end of the primary election period, a participating  
22 candidate who has received monies pursuant to section 16-951, subsection A,  
23 paragraph 1 shall return to the fund all monies in the candidate's campaign  
24 account above an amount sufficient to pay any unpaid bills for expenditures  
25 made during the primary election period and for goods or services directed to  
26 the primary election.

27 B. At the end of the general election period, a participating  
28 candidate shall return to the fund all monies in the candidate's campaign  
29 account above an amount sufficient to pay any unpaid bills for expenditures  
30 made before the general election and for goods or services directed to the  
31 general election.

32 C. A participating candidate shall pay all uncontested and unpaid  
33 bills referenced in this section no later than thirty days after the primary  
34 or general election. A participating candidate shall make monthly reports to  
35 the commission concerning the status of the dispute over any contested  
36 bills. Any monies in a candidate's campaign account after payment of bills  
37 shall be returned promptly to the fund.

38 D. If a participating candidate is replaced pursuant to section  
39 16-343, and the replacement candidate files an oath with the secretary of  
40 state certifying to section 16-947, subsection B, paragraph 3, the campaign  
41 account of the participating candidate shall be transferred to the  
42 replacement candidate and the commission shall certify the replacement  
43 candidate as a participating candidate without requiring compliance with  
44 section 16-950 or the remainder of section 16-947. If the replacement  
45 candidate does not file such an oath, the campaign account shall be  
46 liquidated and all remaining monies returned to the fund.

1 E. IF A PARTICIPATING CANDIDATE WHO HAS RECEIVED MONIES PURSUANT TO  
2 SECTION 16-951, SUBSECTION A, PARAGRAPH 1 DOES NOT QUALIFY FOR THE BALLOT FOR  
3 THE PRIMARY ELECTION, THE PARTICIPATING CANDIDATE SHALL:

4 1. RETURN TO THE FUND ALL MONIES IN THE CANDIDATE'S CAMPAIGN ACCOUNT  
5 ABOVE THE AMOUNT SUFFICIENT TO PAY ANY UNPAID BILLS FOR EXPENDITURES MADE  
6 BEFORE THE DATE THE CANDIDATE FAILED TO QUALIFY FOR THE PRIMARY BALLOT.

7 2. RETURN TO THE COMMISSION, WITHIN FOURTEEN DAYS, ALL REMAINING  
8 ASSETS PURCHASED WITH PUBLIC FUNDS IN THAT ELECTION CYCLE, INCLUDING ALL  
9 POLITICAL SIGNS. THE DISQUALIFIED PARTICIPATING CANDIDATE IS NOT REQUIRED TO  
10 RETURN POLITICAL SIGNS PURCHASED IN A PREVIOUS ELECTION CYCLE.

11 3. REPAY ANY MONIES PAID TO A FAMILY MEMBER UNLESS THE PARTICIPATING  
12 CANDIDATE DEMONSTRATES THAT THE PAYMENT MADE WAS FOR GOODS OR SERVICES  
13 ACTUALLY PROVIDED BEFORE DISQUALIFICATION OF THE CANDIDATE AND THE PAYMENT  
14 WAS FOR FAIR MARKET VALUE. FOR THE PURPOSES OF THIS PARAGRAPH, "FAMILY  
15 MEMBER" MEANS A PARENT, GRANDPARENT, SPOUSE, CHILD OR SIBLING OF THE  
16 CANDIDATE OR A PARENT OR SPOUSE OF ANY OF THOSE PERSONS.

17 Sec. 7. Subject to the requirements of article IV, part 1, section 1,  
18 Constitution of Arizona, section 16-955, Arizona Revised Statutes, is amended  
19 to read:

20 16-955. Citizens clean election commission; structure

21 A. The citizens clean elections commission is established consisting  
22 of five members. No more than two members of the commission shall be members  
23 of the same political party. No more than two members of the commission  
24 shall be residents of the same county. No one shall be appointed as a member  
25 who does not have a registration pursuant to chapter 1 of this title that has  
26 been continuously recorded for at least five years immediately preceding  
27 appointment with the same political party or as an independent.

28 B. The ~~commission on appellate court appointments shall nominate~~  
29 candidates for vacant commissioner positions **SHALL BE PERSONS** who are  
30 committed to enforcing this article in an honest, independent, and impartial  
31 fashion and to seeking to uphold public confidence in the integrity of the  
32 electoral system. Each candidate shall be a qualified elector who has not,  
33 in the previous five years in this state, been appointed to, been elected  
34 to, or run for any public office, including precinct committeeman, or served  
35 as an officer of a political party.

36 C. Initially, the commission on appellate court appointments shall  
37 nominate five slates, each having three candidates, before January 1, 1999.  
38 No later than February 1, 1999, the governor shall select one candidate from  
39 one of the slates to serve on the commission for a term ending January 31,  
40 2004. Next, the highest-ranking official holding a statewide office who is  
41 not a member of the same political party as the governor shall select one  
42 candidate from another one of the slates to serve on the commission for a  
43 term ending January 31, 2003. Next, the second-highest-ranking official  
44 holding a statewide office who is a member of the same political party as the  
45 governor shall select one candidate from one of the three remaining slates to  
46 serve on the commission for a term ending January 31, 2002. Next, the

1 second-highest-ranking official holding a statewide office who is not a  
2 member of the same political party as the governor shall select one candidate  
3 from one of the two remaining slates to serve on the commission for a term  
4 ending January 31, 2001. Finally, the third-highest-ranking official holding  
5 a statewide office who is a member of the same political party as the  
6 governor shall elect one candidate from the last slate to serve on the  
7 commission for a term ending January 31, 2000. For ~~purpose~~ THE PURPOSES of  
8 this section, the ranking of officials holding statewide office shall be  
9 governor, secretary of state, attorney general, treasurer, superintendent of  
10 public instruction, corporation commissioners in order of seniority, mine  
11 inspector, ~~the members of the supreme court in order of seniority,~~ senate  
12 majority and minority leaders, and house majority and minority leaders.

13 D. One commissioner shall be appointed for a five-year term beginning  
14 February 1 of every year beginning with the year 2000. ~~The commission on~~  
15 ~~appellate court appointments shall nominate one slate of three candidates~~  
16 Before ~~January~~ FEBRUARY 1 of each year beginning in the year 2000, and the  
17 governor and the highest-ranking official holding a statewide office who is  
18 not a member of the same political party as the governor shall alternate  
19 filling such vacancies. The vacancy in the year 2000 shall be filled by the  
20 governor.

21 E. Members of the commission may be removed by the governor, with  
22 concurrence of the senate, for substantial neglect of duty, gross misconduct  
23 in office, inability to discharge the powers and duties of office, or  
24 violation of this section, after written notice and opportunity for a  
25 response.

26 F. If a commissioner does not complete ~~his or her~~ THE COMMISSIONER'S  
27 term of office for any reason, ~~the commission on appellate court appointments~~  
28 ~~shall nominate one slate of three candidates as soon as possible in the first~~  
29 ~~thirty days after the commissioner vacates his or her office and a~~  
30 replacement shall be selected ~~from the slate~~ within thirty days ~~of nomination~~  
31 ~~of the slate~~ AFTER THE VACANCY OCCURS. The highest-ranking official holding  
32 a statewide office who is a member of the political party of the official who  
33 nominated the commissioner who vacated office shall nominate the replacement,  
34 who shall serve as commissioner for the unexpired portion of the term. A  
35 vacancy or vacancies shall not impair the right of the remaining members to  
36 exercise all of the powers of the board.

37 G. Commissioners are eligible to receive compensation in an amount of  
38 two hundred dollars for each day on which the commission meets and  
39 reimbursement of expenses pursuant to title 38, chapter 4, article 2.

40 H. The commissioners shall elect a chair to serve for each  
41 calendar-year period from among their members whose terms expire after the  
42 conclusion of that year. Three commissioners shall constitute a quorum.

43 I. A member of the commission shall serve no more than one term and is  
44 not eligible for reappointment. No commissioner, during ~~his or her~~ THE  
45 COMMISSIONER'S tenure or for three years thereafter, shall seek or hold any

1 other public office, serve as an officer of any political committee,~~—~~ or  
2 employ or be employed as a lobbyist.

3 J. The commission shall appoint an executive director who shall not be  
4 a member of the commission and who shall serve at the pleasure of the  
5 commission. The executive director is eligible to receive compensation set  
6 by the board within the range determined under section 38-611. The executive  
7 director, subject to title 41, chapter 4, articles 5 and 6, shall employ,  
8 determine the conditions of employment,~~—~~ and specify the duties of  
9 administrative, secretarial,~~—~~ and clerical employees as the director deems  
10 necessary.

11 Sec. 8. Subject to the requirements of article IV, part 1, section 1,  
12 Constitution of Arizona, section 16-956, Arizona Revised Statutes, is amended  
13 to read:

14 16-956. Voter education and enforcement duties

15 A. The commission shall:

16 1. Develop a procedure for publishing a document or section of a  
17 document having a space of predefined size for a message chosen by each  
18 candidate. For the document that is mailed before the primary election, the  
19 document shall contain the names of every candidate for every statewide and  
20 legislative district office in that primary election without regard to  
21 whether the candidate is a participating candidate or a nonparticipating  
22 candidate. For the document that is mailed before the general election, the  
23 document shall contain the names of every candidate for every statewide and  
24 legislative district office in that general election without regard to  
25 whether the candidate is a participating candidate or a nonparticipating  
26 candidate. The commission shall mail one copy of each document to every  
27 household that contains a registered voter. For the document that is mailed  
28 before the primary election, the mailing may be made over a period of days  
29 but shall be mailed in order to be delivered to households before the  
30 earliest date for receipt by registered voters of any requested early ballots  
31 for the primary election. The commission may mail the second document over a  
32 period of days but shall mail the second document in order to be delivered to  
33 households before the earliest date for receipt by registered voters of any  
34 requested early ballots for the general election. The primary election and  
35 general election documents published by the commission shall comply with all  
36 of the following:

37 (a) For any candidate who does not submit a message pursuant to this  
38 paragraph, the document shall include with the candidate's listing the words  
39 "no statement submitted".

40 (b) The document shall have printed on its cover the words "citizens  
41 clean elections commission voter education guide" and the words "primary  
42 election" or "general election" and the applicable year. The document shall  
43 also contain at or near the bottom of the document cover in type that is no  
44 larger than one-half the size of the type used for "citizens clean elections  
45 commission voter education guide" the words "paid for by the citizens clean  
46 elections fund".

1 (c) In order to prevent voter confusion, the document shall be easily  
2 distinguishable from the publicity pamphlet that is required to be produced  
3 by the secretary of state pursuant to section 19-123.

4 2. Sponsor debates among candidates, in such manner as determined by  
5 the commission. The commission shall require participating candidates to  
6 attend and participate in debates and may specify by rule penalties for  
7 nonparticipation. The commission shall invite and permit nonparticipating  
8 candidates to participate in debates.

9 3. Prescribe forms for reports, statements, notices and other  
10 documents required by this article. ~~THE COMMISSION SHALL NOT REQUIRE A~~  
11 ~~CANDIDATE TO USE A REPORTING SYSTEM OTHER THAN THE REPORTING SYSTEM JOINTLY~~  
12 ~~APPROVED BY THE COMMISSION AND THE OFFICE OF THE SECRETARY OF STATE.~~

13 4. Prepare and publish instructions setting forth methods of  
14 bookkeeping and preservation of records to facilitate compliance with this  
15 article and explaining the duties of persons and committees under this  
16 article.

17 5. Produce a yearly report describing the commission's activities and  
18 any recommendations for changes of law, administration or funding amounts and  
19 accounting for monies in the fund.

20 6. Adopt rules to implement the reporting requirements of section  
21 16-958, subsections D and E.

22 7. Enforce ~~the provisions of~~ this article, ensure that money from the  
23 fund is placed in candidate campaign accounts or otherwise spent as specified  
24 in this article and not otherwise, monitor reports filed pursuant to this  
25 chapter and financial records of candidates as needed to ensure that  
26 equalization monies are paid promptly to opposing qualified candidates under  
27 section 16-952 and ensure that money required by this article to be paid to  
28 the fund is deposited in the fund. ~~THE COMMISSION SHALL NOT TAKE ACTION ON~~  
29 ~~ANY EXTERNAL COMPLAINT THAT IS FILED MORE THAN NINETY DAYS AFTER THE~~  
30 ~~POSTELECTION REPORT IS FILED OR NINETY DAYS AFTER THE COMPLETION OF THE~~  
31 ~~CANVASS OF THE ELECTION TO WHICH THE COMPLAINT RELATES, WHICHEVER IS LATER.~~

32 B. The commission may subpoena witnesses, compel their attendance and  
33 testimony, administer oaths and affirmations, take evidence and require by  
34 subpoena the production of any books, papers, records or other items material  
35 to the performance of the commission's duties or the exercise of its powers.

36 C. The commission may adopt rules to carry out the purposes of this  
37 article and to govern procedures of the commission. Commission rule making  
38 is exempt from title 41, chapter 6, article 3, ~~except that the commission~~  
39 ~~shall submit the rules for publication and the secretary of state shall~~  
40 ~~publish the rules in the Arizona administrative register.~~ The commission  
41 shall propose and adopt rules in public meetings, with at least sixty days  
42 allowed for interested parties to comment after the rules are proposed. ~~THE~~  
43 ~~COMMISSION SHALL ALSO FILE A NOTICE OF EXEMPT RULE MAKING AND THE PROPOSED~~  
44 ~~RULE IN THE FORMAT PRESCRIBED IN SECTION 41-1022 WITH THE SECRETARY OF~~  
45 ~~STATE'S OFFICE FOR PUBLICATION IN THE ARIZONA ADMINISTRATIVE REGISTER. AFTER~~  
46 ~~CONSIDERATION OF THE COMMENTS RECEIVED IN THE SIXTY DAY COMMENT PERIOD, THE~~



1 COMMISSION MAY ADOPT THE RULE IN AN OPEN MEETING. ANY RULES GIVEN FINAL  
2 APPROVAL IN AN OPEN MEETING SHALL BE FILED IN THE FORMAT PRESCRIBED IN  
3 SECTION 41-1022 WITH THE SECRETARY OF STATE'S OFFICE FOR PUBLICATION IN THE  
4 ARIZONA ADMINISTRATIVE REGISTER. ANY RULES ADOPTED BY THE COMMISSION SHALL  
5 ONLY BE APPLIED PROSPECTIVELY FROM THE DATE THE RULE WAS ADOPTED.

6 D. BEGINNING JANUARY 1, 2010, RULES ADOPTED BY THE COMMISSION ARE NOT  
7 EFFECTIVE UNTIL JANUARY 1 IN THE YEAR FOLLOWING THE ADOPTION OF THE RULE,  
8 EXCEPT THAT RULES ADOPTED BY UNANIMOUS VOTE OF THE COMMISSION MAY BE MADE  
9 IMMEDIATELY EFFECTIVE AND ENFORCEABLE.

10 E. IF, IN THE VIEW OF THE COMMISSION, THE ACTION OF A PARTICULAR  
11 CANDIDATE OR COMMITTEE REQUIRES IMMEDIATE CHANGE TO A COMMISSION RULE, A  
12 UNANIMOUS VOTE OF THE COMMISSION IS REQUIRED. ANY RULE CHANGE MADE PURSUANT  
13 TO THIS SUBSECTION THAT IS ENACTED WITH LESS THAN A UNANIMOUS VOTE TAKES  
14 EFFECT FOR THE NEXT ELECTION CYCLE.

15 ~~D.~~ F. Based on the results of the elections in the year 2002 or any  
16 quadrennial election thereafter, and within six months after such election,  
17 the commission may adopt rules changing the number of qualifying  
18 contributions required for any office from those listed in section 16-950,  
19 subsection D, by no more than twenty per cent of the number applicable for  
20 the preceding election.

21 Sec. 9. Subject to the requirements of article IV, part 1, section 1,  
22 Constitution of Arizona, section 16-958, Arizona Revised Statutes, is amended  
23 to read:

24 16-958. Manner of filing reports

25 A. Any person who has previously reached the dollar amount specified  
26 in section 16-941, subsection D for filing an original report shall file a  
27 supplemental report each time previously unreported independent expenditures  
28 specified by that subsection exceeds one thousand dollars. Any person who  
29 has previously reached the dollar amounts specified in section 16-941,  
30 subsection B, paragraph 2 for filing an original report shall file a  
31 supplemental report to declare that previously unreported expenditures or  
32 contributions specified by that paragraph exceed ~~(1)~~ ten ~~percent~~ PER CENT of  
33 the original primary election spending limit or twenty-five thousand dollars,  
34 whichever is lower, before the general election period, or ~~(2)~~ ten ~~percent~~  
35 PER CENT of the original general election spending limit or twenty-five  
36 thousand dollars, whichever is lower, during the general election period.  
37 Such reports shall be filed at the times specified in subsection B of this  
38 section and shall identify the dollar amount being reported, the candidate,  
39 and the date AND NO OTHER DETAIL IS REQUIRED IN REPORTS MADE PURSUANT TO THIS  
40 SECTION.

41 B. Any person who must file an original report pursuant to section  
42 16-941, subsection B, paragraph 2 or subsection D, or who must file a  
43 supplemental report for previously unreported amounts pursuant to subsection  
44 A of this section, shall file as follows:

45 1. Before the beginning of the primary election period, the person  
46 shall file a report on the first of each month, unless the person has not

1 reached the dollar amount for filing an original or supplemental report on  
2 that date.

3 2. Thereafter, except as stated in paragraph 3 of this subsection, the  
4 person shall file a report on any Tuesday by which the person has reached the  
5 dollar amount for filing an original or supplemental report.

6 3. During the last two weeks before the primary election and the last  
7 two weeks before the general election, the person shall file a report within  
8 one business day of reaching the dollar amount for filing an original or  
9 supplemental report.

10 C. Any filing under this article on behalf of a candidate may be made  
11 by the candidate's campaign committee. All candidates shall deposit any  
12 check received by and intended for the campaign and made payable to the  
13 candidate or the candidate's campaign committee, and all cash received by and  
14 intended for the campaign, in the candidate's campaign account before the due  
15 date of the next report specified in subsection B of this section. No  
16 candidate or person acting on behalf of a candidate shall conspire with a  
17 donor to postpone delivery of a donation to the campaign for the purpose of  
18 postponing the reporting of the donation in any subsequent report.

19 D. The secretary of state shall immediately notify the commission of  
20 the filing of each report under this section and deliver a copy of the report  
21 to the commission, and the commission shall promptly mail or otherwise  
22 deliver a copy of each report filed pursuant to this section to all  
23 participating candidates opposing the candidate identified in section 16-941,  
24 subsection B, paragraph 2 or subsection D.

25 E. Any report filed pursuant to this section or section 16-916,  
26 subsection A, paragraph 1 or subsection B shall be filed in electronic  
27 format. The secretary of state shall distribute computer software to  
28 political committees to accommodate such electronic filing.

29 F. During the primary election period and the general election period,  
30 all candidates shall make available for public inspection all bank accounts,  
31 campaign finance reports, ~~and~~ and financial records relating to the candidate's  
32 campaign, either by immediate disclosure through electronic means or at the  
33 candidate's campaign headquarters, in accordance with rules adopted by the  
34 commission.

35 Sec. 10. Subject to the requirements of article IV, part 1, section 1,  
36 Constitution of Arizona, section 16-959, Arizona Revised Statutes, is amended  
37 to read:

38 16-959. Inflationary and other adjustments of dollar values

39 A. Every two years, the secretary of state shall modify the dollar  
40 values specified in the following parts of this article, in the manner  
41 specified by section 16-905, subsection J, to account for inflation: section  
42 16-941, subsection A, paragraph 2 or subsection D; section 16-942, subsection  
43 B; ~~section 16-944;~~ section 16-945, subsection A, paragraphs 1 and 2; section  
44 16-948, ~~paragraph~~ **SUBSECTION C**; section 16-954, subsection B; section 16-955,  
45 subsection G; and section 16-961, subsections G and H. In addition, the  
46 secretary of state shall make a similar inflation adjustment by modifying the

1 dollar values in section 16-949, subsection A and section 16-954, subsection  
2 A to the nearest dollar. In addition, every two years, the secretary of  
3 state shall change the dollar values in section 16-961, subsections G and H  
4 in proportion to the change in the number of Arizona resident personal income  
5 tax returns filed during the previous calendar year.

6 B. Based on the results of the elections in the year 2002 or any  
7 quadrennial election thereafter, and within six months after such election,  
8 the commission may adopt rules in a public meeting reallocating funds  
9 available to all candidates between the primary and general elections by  
10 selecting a fraction for primary election spending limits that is between one  
11 third and one half of the spending limits for the election as a whole. For  
12 each office, the primary election spending limit shall be modified to be the  
13 sum of the primary and general spending limits times the selected fraction,  
14 and the general election spending limit shall be modified to be the same sum  
15 times one less the selected fraction.

16 Sec. 11. Subject to the requirements of article IV, part 1, section 1,  
17 Constitution of Arizona, section 16-961, Arizona Revised Statutes, is amended  
18 to read:

19 16-961. Definitions

20 A. The terms "candidate's campaign committee," "contribution,"  
21 "expenditures," "exploratory committee," "independent expenditure," "personal  
22 monies," "political committee,"~~and~~ and "statewide office" are defined in  
23 section 16-901.

24 B. 1. "Election cycle" means the period between successive general  
25 elections for a particular office.

26 2. "Exploratory period" means the period beginning on the day after a  
27 general election and ending the day before the start of the qualifying  
28 period.

29 3. "Qualifying period" means the period beginning on the first day of  
30 August in a year preceding an election, for an election for a statewide  
31 office, or on the first day of January of an election year, for an election  
32 for legislator, and ending seventy-five days before the day of the general  
33 election.

34 4. "Primary election period" means the nine-week period ending on the  
35 day of the primary election.

36 5. "General election period" means the period beginning on the day  
37 after the primary election and ending on the day of the general election.

38 6. For any recall election, the qualifying period shall begin when the  
39 election is called and last for thirty days, there shall be no primary  
40 election period,~~and~~ and the general election period shall extend from the day  
41 after the end of the qualifying period to the day of the recall  
42 election. For recall elections, any reference to "general election" in this  
43 article shall be treated as if referring to the recall election.

44 C. 1. "Participating candidate" means a candidate who becomes  
45 certified as a participating candidate pursuant to section 16-947.

1           2. "Nonparticipating candidate" means a candidate who does not become  
2 certified as a participating candidate pursuant to section 16-947.

3           3. Any limitation of this article that is applicable to a  
4 participating candidate or a nonparticipating candidate shall also apply to  
5 that candidate's campaign committee or exploratory committee.

6           D. "Commission" means the citizens clean elections commission  
7 established pursuant to section 16-955.

8           E. "Fund" means the citizens clean ~~election~~ ELECTIONS fund defined by  
9 this article.

10          F. 1. "Party nominee" means a person who has been nominated by a  
11 political party pursuant to ~~sections~~ SECTION 16-301 or 16-343.

12          2. "Independent candidate" means a candidate who has properly filed  
13 nominating papers and nominating petitions with signatures pursuant to  
14 section 16-341.

15          3. "Unopposed," ~~MEANS~~ MEANS with reference to an election for:

16          (a) A member of the house of representatives, ~~means~~ opposed by no more  
17 than one other candidate WHO HAS QUALIFIED FOR THE BALLOT AND WHO IS RUNNING  
18 IN THE SAME DISTRICT.

19          (b) A MEMBER OF THE CORPORATION COMMISSION, OPPOSED BY A NUMBER OF  
20 CANDIDATES WHO HAVE QUALIFIED FOR THE BALLOT THAT IS FEWER THAN THE NUMBER OF  
21 CORPORATION COMMISSION SEATS OPEN AT THAT ELECTION AND FOR WHICH THE TERM OF  
22 OFFICE ENDS ON THE SAME DATE.

23          (c) ALL OTHER OFFICES, OPPOSED BY NO OTHER CANDIDATE WHO HAS QUALIFIED  
24 FOR THE BALLOT AND WHO IS RUNNING IN THAT DISTRICT OR RUNNING FOR THAT SAME  
25 OFFICE AND TERM.

26          G. "Primary election spending limits" means:

27          1. For a candidate for THE legislature, ~~ten-thousand~~ TWELVE THOUSAND  
28 NINE HUNDRED TWENTY-ONE dollars.

29          2. For A candidate for mine inspector, ~~twenty-thousand~~ FORTY-ONE  
30 THOUSAND THREE HUNDRED FORTY-NINE dollars.

31          3. For a candidate for treasurer, superintendent of public  
32 instruction, ~~or~~ THE corporation commission, ~~forty-thousand~~ EIGHTY-TWO  
33 THOUSAND SIX HUNDRED EIGHTY dollars.

34          4. For a candidate for secretary of state or attorney general, ~~eighty~~  
35 ONE HUNDRED ~~thousand~~ SIXTY-FIVE THOUSAND THREE HUNDRED SEVENTY-EIGHT dollars.

36          5. For a candidate for governor, ~~three-hundred-eighty-thousand~~ SIX  
37 HUNDRED THIRTY-EIGHT THOUSAND TWO HUNDRED TWENTY-TWO dollars.

38          H. "General election spending limits" means amounts fifty ~~percent~~ PER  
39 CENT greater than the amounts specified in subsection G of this section.

40          I. 1. "Original" spending limit means a limit specified in  
41 subsections G and H of this section, as adjusted pursuant to section 16-959,  
42 or a special amount expressly set for a particular candidate by a provision  
43 of this title.

44          2. "Adjusted" spending limit means an original spending limit as  
45 further adjusted to account for reported overages pursuant to section 16-952.

46          Sec. 12. Legislative declaration; furthering the purpose

1           The legislature hereby finds and declares that the provisions of this  
2 act further the purposes of the citizens clean sections act adopted by 1998  
3 proposition 200 and enacted into law in title 16, chapter 6, article 2,  
4 Arizona Revised Statutes, and that this act fully complies with the  
5 requirements of article IV, part 1, section 1, Constitution of Arizona.

6           Sec. 13. Nonseverability

7           If any portion of this act is finally adjudicated invalid, the entire  
8 act is void.

9           Sec. 14. Requirements for enactment; three-fourths vote

10          Pursuant to article IV, part 1, section 1, Constitution of Arizona,  
11 sections 16-941, 16-950, 16-952, 16-953, 16-955, 16-956, 16-958, 16-959 and  
12 16-961, Arizona Revised Statutes, as amended by this act, and section 3 of  
13 this act are effective only on the affirmative vote of at least three-fourths  
14 of the members of each house of the legislature.

APPROVED BY THE GOVERNOR JULY 2, 2007.

FILED IN THE OFFICE OF THE SECRETARY OF STATE JULY 2, 2007.