. 113427. 2

1

2

3	INTRODUCED BY
4	RI CHARD M. ROMERO
5	
6	
7	
8	
9	
10	AN ACT
11	RELATING TO ELECTIONS; ENACTING THE CAMPAIGN FINANCE REFORM ACT;
12	PROVIDING CAMPAIGN CONTRIBUTION LIMITS; PRESCRIBING CIVIL
13	PENALTIES; MAKING AN APPROPRIATION; DECLARING AN EMERGENCY.
14	
15	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:
16	Section 1. SHORT TITLEThis act may be cited as the
17	"Campaign Finance Reform Act".
18	Section 2. PURPOSE OF ACT The purpose of the Campaign
19	Finance Reform Act is to help restore public trust in elections
20	and government, attract new political candidates and reduce the
21	influence of lobbyists and special interests.
22	Section 3. DEFINITIONSAs used in the Campaign Finance
23	Reform Act:
24	A. "campaign committee" means two or more persons
25	authorized by a candidate to raise, collect or expend

SENATE BILL 112

43RD LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 1997

contributions on the candidate's behalf for the purpose of electing the candidate to office;

- B. "candidate" means an individual who seeks or considers an office, other than a federal office, in an election covered by the Campaign Finance Reform Act, including a public official, who either has filed a declaration of candidacy or nominating petition or:
- (1) for a nonstatewide office, has received contributions or made expenditures of one thousand dollars (\$1,000) or more or authorized another person or campaign committee to receive contributions or make expenditures of one thousand dollars (\$1,000) or more for the purpose of seeking election to the office; or
- (2) for a statewide office, has received contributions or made expenditures of two thousand five hundred dollars (\$2,500) or more or authorized another person or campaign committee to receive contributions or make expenditures of two thousand five hundred dollars (\$2,500) or more for the purpose of seeking election to the office or for candidacy exploration purposes in the years prior to the year of the election:
- C. "contribution" means a gift, subscription, loan, advance or deposit of money or other thing of value, including the estimated value of an in-kind contribution, that is made or received for a political purpose, including payment of a debt

incurred in an election campaign, but does not include the value of services provided without compensation or unreimbursed travel or other personal expenses of individuals who volunteer a portion or all of their time on behalf of a candidate or political committee, nor does it include the administrative or solicitation expenses of a political committee that are paid by an organization that sponsors the committee;

- D. "election" means any primary, general or statewide special election in New Mexico and includes judicial retention elections but excludes county, municipal, school board and special district elections;
 - E. "person" means an individual or entity;
- F. "political committee" means two or more persons, other than members of a candidate's immediate family or campaign committee or a husband and wife who make a contribution out of a joint account, who are selected, appointed, chosen, associated, organized or operated primarily for a political purpose and includes political action committees or similar organizations composed of employees or members of any corporation, labor organization, trade or professional association or any other similar group that raises, collects, expends or contributes money or any other thing of value for a political purpose; provided that a "political committee" includes a single individual who by his actions represents that he is a political committee; and

G . "]	political	purpose"	means inf	fl uenci ng	or attem	oti ng
to influence ar	election	or pre-p	rimary co	onventi on,	i ncl udi r	ıg a
consti tuti onal	amendment	or other	questi or	n submitte	d to the	
voters.						

- Section 4. CAMPAIGN CONTRIBUTION LIMITS--RESTRICTIONS AND REQUIREMENTS.--
- A. No person or political committee shall make contributions that, in the aggregate, exceed:
- (1) two hundred fifty dollars (\$250) to a candidate or his campaign committee with respect to an election for a state legislative or nonstatewide judicial office;
- (2) five hundred dollars (\$500) to a candidate or his campaign committee with respect to an election for a statewide office; and
- (3) five hundred dollars (\$500) to a political committee in any calendar year.
- B. A candidate may make contributions of any amount of his personal funds to his campaign committee. However, with respect to an election for a nonfederal office covered by the Campaign Finance Reform Act, if a candidate for:
- (1) a state legislative or nonstatewide judicial office makes contributions that, in the aggregate, exceed two thousand five hundred dollars (\$2,500) of his personal funds to his campaign committee, except as provided in Subsection E of this section, then the restrictions on contributions in excess

of the limit in Paragraph (1) of Subsection A of this section do not apply to the candidate's opponents and the opponents' campaign committees, but remain in effect for the candidate and his campaign committee; or

- (2) a statewide office makes contributions that, in the aggregate exceed five thousand dollars (\$5,000) of his personal funds to his campaign committee, except as provided in Subsection E of this section, then the restrictions on contributions in excess of the limit in Paragraph (2) of Subsection A of this section do not apply to the candidate's opponents and the opponents' campaign committees, but remain in effect for the candidate and his campaign committee.
- C. Each candidate shall file a declaration of voluntary compliance with the provisions of this section with the proper filing officer at the time the candidate files his declaration of candidacy or nominating petition. For the primary election, the declaration of voluntary compliance shall be filed no later than the deadline for filing for a primary election. For the general election, the declaration of voluntary compliance shall be filed no later than thirty days after the primary election. Nominees appointed to fill a vacancy shall file a declaration of voluntary compliance within one week of their nomination. The declarations shall state whether the candidate agrees to be bound by the voluntary limit on his personal funds, as set forth in Subsection B of this

2

5

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

section. Once filed, the declaration of voluntary compliance shall not be withdrawn, rescinded or changed.

- If a candidate agrees to be bound by the voluntary contribution limit for an election, he shall not exceed the voluntary contribution limit for that election. If a candidate in a primary election agrees to be bound by the voluntary contribution limit for an election and exceeds that limit, then his name will not be printed upon the general election ballot unless he pays a fine of three times the amount by which he exceeded the limit within thirty days after the primary If a candidate in a general election agrees to be bound by the voluntary contribution limit for an election and exceeds the limit, then he shall not receive his certificate of election unless he pays a fine of three times the amount by which he exceeded the limit within thirty days after the general A candidate who fails or refuses to file a el ection. declaration of voluntary compliance shall not have his name printed upon the ballot.
- E. No candidate shall personally make outstanding loans to his campaign or campaign committee that total at any one time more than ten thousand dollars (\$10,000).
 - F. For the purposes of this section:
- (1) a contribution made to a candidate or his campaign committee following the last election year for the office that the candidate is seeking and prior to December 31 of

the year of the election in which the candidate is participating shall be considered to be made for the election in which the candidate is participating. This provision shall only apply to contributions made after November 1, 1996; and

(2) all contributions made by political committees established, maintained or controlled by the same person shall be considered to be made by a single person and such contributions shall be aggregated.

Section 5. ADOPTION OF RULES AND REGULATIONS. -- The secretary of state may adopt and promulgate rules and regulations to implement the provisions of the Campaign Finance Reform Act in accordance with the State Rules Act.

Section 6. CIVIL PENALTY. -- The attorney general or district attorney may institute a civil action in district court for a violation of a provision of the Campaign Finance Reform Act. An action for relief may include a permanent or temporary injunction, a restraining order or any other appropriate order, including a civil penalty not to exceed three times the amount of any contribution in violation of the provisions of the Campaign Finance Reform Act and the forfeiture of that illegal contribution.

Section 7. APPLICABILITY. -- The provisions of the Campaign Finance Reform Act do not apply to a candidate subject to the provisions of federal law pertaining to campaign practices and campaign finance.

2

3

5

6

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

25

Section 8. SEVERABILITY. -- If any part or application of the Campaign Finance Reform Act is held invalid, the remainder or its application to other situations or persons shall not be affected.

Section 9. APPROPRIATION. -- Forty-nine thousand five hundred dollars (\$49,500) is appropriated from the general fund to the secretary of state's office for expenditure in fiscal year 1998 for the purpose of funding one full-time equivalent employee to implement the provisions of the Campaign Finance Reform Act. Any unexpended or unencumbered balance remaining at the end of fiscal year 1998 shall revert to the general fund.

EMERGENCY. -- It is necessary for the public Section 10. peace, health and safety that this act take effect immediately.

- 8 -

Underscored material = new | bracketed material = delete

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

February 6, 1997

Mr. President:

Your **RULES COMMTTEE**, to whom has been referred

SENATE BILL 112

has had it under consideration and reports same with recommendation that it **DO PASS**, and thence referred to the **JUDICIARY COMMITTEE.**

Adopted_____

Not Adopted_____

Respectfully submitted,

Gloria Howes, Chairman

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

SB 112/a

1

2

February 6, 1997

6

5

Mr. President:

8

9

7

Your **RULES COMMITTEE**, to whom has been referred

10

SENATE BILL 112

12

11

has had it under consideration and reports same with recommendation that it **DO PASS**, amended as follows:

15

On page 3, between lines 12 and 13, insert the following new subsection to read:

18

"personal funds" means any funds over which the candidate has control, including funds in a joint bank account and any money loaned to the candidate or his campaign committee by a

Reletter the succeeding subsections accordingly.

21

financial institution or individual;".

23

24

25

On page 3, line 25, strike "and".

2.

1 2

3

SRC/SB 112 Page 12

4. On page 4, line 4, strike the period and insert in lieu thereof "; and".

6

7

8

5. On page 4, between lines 4 and 5, insert the following new subsection:

9

10

11

12

13

"I. "proper filing office" means the county clerk for a candidate seeking election to a state legislative office wholly within one county and the secretary of state for all other candidates covered by the Campaign Finance Reform Act.".

14

15

16

6. On page 5, line 13, after "declaration" strike the remainder of the line, strike line 14 through "section" and insert in lieu thereof:

17

18

19

"stating whether the candidate agrees to be bound by the voluntary limit on his personal funds, as set forth in Subsection B of this

On page 5, line 17, strike "of voluntary compliance" and

20

21

22 23

24

25

8. On page 5, line 19, after "declaration" strike the

nsert in lieu thereof "concerning the voluntary limit on the

. 113427. 2

candidate's personal funds".

section. ".

7.

SRC/SB 112 Page 13

remainder of the line, strike line 20 through "compliance" and insert in lieu thereof "concerning the voluntary limit on the candidate's personal funds".

9. On page 5, line 22, strike "a declaration of voluntary compliance" and insert in lieu thereof "the declaration concerning the voluntary limits on the candidate's personal funds".

10. On page 5, line 23, after the period strike the remainder of the line, strike lines 24 and 25 and on page 6, strike line 1 and insert in lieu thereof:

"Once filed, the declaration concerning the voluntary limits on the candidate's personal funds".

11. On page 6, strike lines 17 and 18 and insert in lieu thereof:

"declaration concerning the voluntary limits on the candidate's personal funds shall be presumed to have stated an intent not to abide by the voluntary limits, as set forth in Subsection B of this section.".

12. On page 7, between lines 8 and 9, insert the following . 113427.2

SRC/SB 112

Page 14

new subsection:

"G. Any unexpended campaign contributions retained by a candidate's campaign committee for use in a subsequent election cycle may be expended by the candidate without limit. Expenditure of these unexpended campaign contributions by the candidate's campaign committee is not prohibited by the Campaign Finance Reform Act or subject to the limits and restrictions placed on campaign contributions by this section.".

13. On page 7, strike lines 9 through 12 and insert in lieu thereof:

1	FIRST SESSION, 1997	
2		
3	SRC/SB 112	Page 15
4	"Section 5. DUTIES OF THE SECRETARY OF STATEENFORCEMENT	
5	RULES AND REGULATIONS	
6		
7	A. The secretary of state shall:	
8		
9	(1) administer the provisions of the Campaign	
10	Finance Reform Act;	
11		
12	(2) prepare forms for candidates to declare their	
	voluntary compliance with the contribution limits established by	
13	the Campaign Finance Reform Act;	
14	the Campaign Finance Reform Act,	
15		
16	(3) make any declarations filed with the secretary	
17	of state's office available for public inspection and may charge a	
18	reasonable fee for providing copies of the declarations;	
19		
20	(4) impose penalties against a campaign committee,	
21	candidate, person or political committee that violates a provision	
22	of the Campaign Finance Reform Act; and	
23		
24	(5) adopt and promulgate rules and regulations to	
25	implement the provisions of the Campaign Finance Reform Act in	

accordance with the State Rules Act.

SRC/SB 112

Page 16

B. Any person who believes that a violation of the Campaign Finance Reform Act has occurred may file a written complaint with the secretary of state no later than ninety days after the alleged violation. The secretary of state may also initiate investigations if the secretary determines that a violation has occurred.".,

Underscored naterial = new [bracketed naterial] = delete

. 113427. 2

1

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

3				
SRC/SB 1				Pa
and the	nce referred to the $oldsymbol{J}$	UDICIARY COMM	TTEE.	
i				
3		Respectfully s	submitted,	
7				
3				
•				
L		Gloria Howes,	Chai rman	
2				
B				
l				
Adopted		Not Adopted		
3	(Chief Clerk)		(Chi ef Cl erk)	
7				
3	_			
	Date		_	
l				
	l call vote was <u>8</u> F	or <u>0</u> Against		
Yes:	8			
ı No:	0			
Excused	: None			
Absent:	None			

Underscored material = new [bracketed material] = delete

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

SRC/SB 112 Page 18

7 S0112RU1 . 115759. 1

. ..

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

1 2 SRC/SB 112 Page 19 3 5 FORTY-THIRD LEGISLATURE 6 FIRST SESSION, 1997 7 8 9 March 3, 1997 10 11 Mr. President: 12 **13** Your **JUDICIARY COMMTTEE**, to whom has been referred 14 15 SENATE BILL 112, as anended 16 17 has had it under consideration and reports same with 18 recommendation that it DO NOT PASS, but that **19** 20 SENATE JUDICIARY COMMITTEE SUBSTITUTE FOR 21 **SENATE BILL 112** 22 23 DO PASS, and thence referred to the FINANCE COMMITTEE. 24

Respectfully submitted,

Underscored naterial = new [bracketed naterial] = delete

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

1				FIRST	SESSIO	N, 1997		
2								
3	SRC/SB 112	2						Page 20
4								
5								
6					Fernand	o R. Mac	cias, Chairm	n
7								
8								
9	Adopted_				Not Ado	pted		
10		(Chi ef	Clerk)				(Chief Cler	rk)
11								
12			Date _				-	
13								
14								
15	The roll	call vo	ote was <u>5</u>	_ For <u>0</u>	_ Agai nst	3		
16	Yes:	5						
17	No:	0						
18	Excused:	Lopez,	Sanchez,	Vernon				
19	Absent:	None						
20								
21	S0112JU1							
22								
23								
24								
25								

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997 1 2 SRC/SB 112 Page 21 5 FORTY-THIRD LEGISLATURE 6 FIRST SESSION, 1997 7 9 March 11, 1997 10 11 Mr. President: 12 **13** Your **FINANCE COMMITTEE**, to whom has been referred 14 **15** SENATE JUDICIARY COMMITTEE SUBSTITUTE FOR 16 **SENATE BILL 112 17 18** has had it under consideration and reports same with recommendation **19** that it **DO PASS**. 20 21 Respectfully submitted, 22 23 24 25

Ben D. Altanirano, Chairman

Underscored naterial = new [bracketed naterial] = delete

1

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

2					
3	SRC/SB 11	2			Page 2
4					
5					
6	Adopted_		Not Adopted		
7		(Chief Clerk)		(Chief Clerk)	
8					
9					
10					
11		Date		_	
12					
13					
14	The roll	call vote was <u>8</u> F	or <u>0</u> Against		
15	Yes:	8			
16	No:	None			
17	Excused:	Carraro, Ingle, McK	Ki bben		
18	Absent:	None			
19					
20					
21	S0112FC1				
22					
23					
0.4					
24					

[bracketed_material] = delete

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

Page 23 SRC/SB 112

2	
3	
4	
5	FORTY-THIRD LEGISLATURE
6	FIRST SESSION, 1997
7	
8	SRC/SB 112
9	FORTY-THIRD LEGISLATURE
10	FIRST SESSION, 1997
11	
12	
13	
14	March 13, 1997
15	
16	
17	SENATE FLOOR AMENDMENT number to SENATE JUDICIARY COMMITTEE
18	SUBSTITUTE FOR SENATE BILL 112, as amended
19	
20	AMENDMENT sponsored by SENATOR KIDD
21	
22	1. On page 4, line 10, after "campaign committee" insert a
23	comma and the words "political party".
24	
25	2. On page 8, line 13, after "person" insert a comma and the
	words "political party".

Page 24

[bracketed material] = delete

FORTY-THIRD LEGISLATURE
FIRST SESSION, 1997

SRC/SB 112 Page 26

2

3	
4	
5	FORTY-THIRD LEGISLATURE
6	FIRST SESSION, 1997
7	
8	SRC/SB 112 Page 27
9	FORTY-THIRD LEGISLATURE
10	FIRST SESSION, 1997
11	
12	
13	
14	March 13, 1997
15	
16	
17	SENATE FLOOR AMENDMENT number to SENATE JUDICIARY COMMITTEE
18	SUBSTITUTE FOR SENATE BILL 112, as amended
19	
20	AMENDMENT sponsored by SENATOR INGLE
21	
22	1. On page 4, line 14, strike the word "and".
23	
24	2. On page 4, line 16, strike the period and insert the period
	and insert the word and punctuation "; and".
	, and the second

elete	
d_mmterial] = d	
[brackete	

1			
2			
3			
4			
5	FORTY-THIRD	LEGISLATURE	
6		SSION, 1997	
7			
8	SRC/SB 112	Pa	age 28
9	3. On page 4, line 17 add the	following:	
10			
11	(4) "no registered lob	obyist shall make contributions t	0
12	any candidate seeking public office.	u .	
13			
14			
15			
16	-		
17	:	Senator Stuart Ingle	
18			
19			
20			
21	Adopted N	ot Adopted	_
22	(Chi ef Cl erk)	(Chi ef Cl erk)	
23			
24			
25	Date		

SRC/SB 112 S0112FS2

FORTY-THIRD LEGISLATURE FIRST SESSION, 1997

SRC/SB 112 Page 29

delete
"
mmterial]
[bracketed n

1	
2	
3	
4	
5	FORTY-THIRD LEGISLATURE
6	FIRST SESSION, 1997
7	
8	SRC/SB 112 Page 30
9	FORTY-THIRD LEGISLATURE
10	FIRST SESSION, 1997
11	
12	
13	
14	March 13, 1997
15	
16	
17	SENATE FLOOR AMENDMENT number to SENATE JUDICIARY COMMITTEE
18	SUBSTITUTE FOR SENATE BILL 112, with emergency clause
19	
20	AMENDMENT sponsored by SENATOR PAYNE
21	
22	
23	1. On page 3, line 18, insert a comma after the word
24	committees" and insert the words "political party,".
25	

Page 31

. 113427. 2