	A BILL TO BE ENTITLED
1	AN ACT
2	relating to public financing of campaigns for certain judicial
3	offices and to limits on political contributions to and direct
4	campaign expenditures made on behalf of judicial candidates, and
5	officeholders, in connection with certain judicial offices;
6	providing civil penalties.
7	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
8	SECTION 1. Title 15, Election Code, is amended by adding
9	Chapter 259 to read as follows:
10	CHAPTER 259. PUBLIC FINANCING OF CAMPAIGNS FOR
11	CERTAIN JUDICIAL OFFICES
12	SUBCHAPTER A. GENERAL PROVISIONS
13	Sec. 259.001. APPLICABILITY OF CHAPTER. This chapter
14	applies only to:
15	(1) a member of the judiciary at the appellate court
16	level, State Court of Criminal Appeals and State Supreme Court;
17	Sec. 259.002. DEFINITIONS. In this chapter:
18	(1) "Election cycle" means:
19	(A) the general primary election, runoff primary
20	election, if any, and general election for state and county
21	officers; or
22	(B) a special election and runoff election, if
23	any.
24	(2) "Fund" means the campaign financing fund

By: Anchia

1	established under Subchapter C.
2	Sec. 259.003. EFFECT OF ACCEPTING PUBLIC MONEY. By
3	accepting money from the fund, a candidate agrees to not accept
4	political contributions not authorized by this chapter.
5	SUBCHAPTER B. ELIGIBILITY FOR PUBLIC FINANCING
6	Sec. 259.011. REQUIREMENTS FOR ELIGIBILITY GENERALLY. To be
7	eligible to receive public financing under this chapter, a
8	candidate must:
9	(1) receive political contributions in the applicable
10	amount and within the applicable period prescribed by Section
11	<u>259.017;.</u>
12	(2) file with the commission a petition that satisfies
13	the applicable requirements prescribed by:
14	(A) Subchapter C, Chapter 141; and
15	(B) Sections 259.013, 259.014, 259.015, and
16	259.016.
17	Sec. 259.012. CERTIFICATION OF CANDIDATE AS CONDITIONALLY
18	ELIGIBLE. (a) Not later than the 15th day after the date an
19	application for a place on the ballot is required to be filed, the
20	secretary of state shall certify in writing to the commission each
21	person who is a candidate for an office covered by this chapter as
22	conditionally eligible for public financing.
23	(b) Not later than the fifth day after the date the
24	secretary of state certifies a candidate for placement on the list
25	of write-in candidates as a candidate for an office covered by this
26	chapter, the secretary shall certify the candidate in writing to
27	the commission as conditionally eligible for public financing.

1	(c) The secretary of state shall deliver a copy of a
2	certification under this section to the affected candidate.
3	Sec. 259.013. CIRCULATION PERIOD FOR PETITION; HEADING AND
4	STATEMENT. (a) A petition under this subchapter may not be
5	circulated before the beginning of the applicable period prescribed
6	by Section 259.017(a).
7	(b) Each page of a petition under this subchapter must:
8	(1) be headed "Petition for Public Campaign Financing
9	for (Name of Candidate), a Candidate for (Name of Office Sought and
10	District Number, if Applicable)."; and
11	(2) contain a statement just ahead of the signatures
12	of the petitioners, as follows: "I know that the purpose of this
13	petition is to enable (name of candidate) to receive public
14	financing in connection with (his or her) campaign for (name of
15	office sought and district number, if applicable)."
16	(c) The circulation of a petition to be filed under this
17	subchapter does not constitute candidacy or an announcement of
18	candidacy for purposes of the automatic resignation provisions of
19	Section 11, Article XI, or Section 65, Article XVI, Texas
20	Constitution.
21	Sec. 259.014. REQUIRED SIGNATURES FOR PETITION. (a) A
22	candidate's petition under this subchapter must be signed by:
23	(1) at least 2,500 registered voters, if the candidate
24	seeks a statewide judicial office;
25	(2) at least 1,000 registered voters, if the candidate
26	seeks the office of appellate court justice;
27	(b) Not more than 20 percent of the required number of

1	signers may be residents of:
2	(1) the same county, if the candidate seeks a
3	statewide office;
4	(2) the same commissioners court precinct, if the
5	candidate seeks a district office filled by voters of more than one
6	county; or
7	(3) the same election precinct, if the candidate seeks
8	a district office filled by voters of one county.
9	(c) A petition that violates Subsection (b) is not invalid
10	if the petition would otherwise be valid if the signatures of
11	residents of the same county or precinct, as applicable, in excess
12	of the applicable number specified by Subsection (b) were
13	disregarded.
14	(d) A person may not sign a petition under this subchapter
15	for more than one candidate for the same office.
16	Sec. 259.015. REQUIRED POLITICAL CONTRIBUTIONS FROM
17	PETITION SIGNERS. (a) A person who signs a petition under this
18	subchapter must, at the time of signing, make a political
19	contribution to the candidate in the form of cash or a check of \$5.
20	(b) A political contribution accepted under this section is
21	counted for purposes of Section 259.017.
22	Sec. 259.016. FILING OF PETITION. A candidate requesting
23	public financing under this chapter must file the petition with the
24	commission not later than the applicable deadline for filing an
25	application for a place on the ballot or a declaration of write-in
26	candidacy.
27	Sec. 259.017. REQUIRED CAMPAIGN CONTRIBUTIONS. (a) A

H.B. No. 3146 1 candidate seeking public financing under this chapter must accept and receive at least the amount specified by Subsection (b) in 2 3 political contributions during the period: 4 (1) beginning on the 120th day before the date an 5 application for a place on the ballot or a declaration of write-in candidacy, as applicable, is required to be filed; and 6 7 (2) ending on the fifth day before the date an 8 application for a place on the ballot or a declaration of write-in candidacy, as applicable, is required to be filed. 9 10 (b) The amount of required campaign contributions is: (1) \$12,500, if the candidate seeks a statewide 11 12 judicial office: (2) \$5,000, if the candidate seeks the office of 13 14 appellate court justice; 15 (c) Not later than the fifth day after the date the commission certifies a candidate as eligible for public financing 16 17 under Section 259.018, a candidate who received more in political contributions under this section than the applicable amount under 18 19 Subsection (b) shall deliver to the commission an amount equal to the difference between the amount of political contributions 20 received and the applicable amount under Subsection (b). The 21 commission shall deliver money received under this subsection to 22 the comptroller for deposit in the fund. A candidate who is not 23 24 certified as eligible for public financing is not required to 25 deliver excess political contributions to the commission under this subsection. 26 27 (d) Notwithstanding Section 254.034, a candidate who is

1	requesting public financing and who accepts a political
2	contribution under this section but who does not receive the
3	contribution until after the applicable date prescribed by
4	Subsection (a)(2) shall return the contribution to the contributor
5	not later than the fifth day after the date the candidate receives
6	the contribution.
7	Sec. 259.018. CERTIFICATION OF CANDIDATE AS ELIGIBLE. (a)
8	Not later than the fifth day after the date the commission
9	determines a candidate is eligible, the commission shall certify to
10	the comptroller as eligible for public financing each candidate
11	who:
12	(1) meets the requirements prescribed by Section
13	259.011; and
14	(2) is certified to the commission as conditionally
15	eligible under Section 259.012.
16	(b) A determination as to whether a candidate meets the
17	requirements prescribed by Section 259.017 must be based on reports
18	of political contributions and expenditures filed under Chapter
19	254. The commission is not required to make a determination as to
20	whether a candidate is eligible until the candidate makes a written
21	request for a determination. The commission shall make a
22	determination not later than the 15th day after the later of:
23	(1) the date the commission receives the request for a
24	determination; or
25	(2) the date the candidate files a report under
26	Chapter 254 covering the period prescribed by Section 259.017.
27	(c) The commission shall deliver a copy of a certification

1	under this section to:
2	(1) the affected candidate; and
3	(2) each opponent of the affected candidate.
4	Sec. 259.019. VERIFICATION OF PETITION. (a) The
5	commission is not required to verify a petition filed under this
6	subchapter unless, not later than the 10th day after the date a
7	petition is required to be filed under Section 259.016, a person
8	alleges to the commission in writing that the petition does not meet
9	the requirements prescribed by this chapter.
10	(b) The commission shall verify a petition as promptly as
11	possible after receiving an allegation under Subsection (a).
12	Pending verification, the commission may not certify the candidate
13	to the comptroller as eligible for public financing.
14	(c) On request of the commission, a voter registrar shall
15	verify the voter registration status of a signer of a petition filed
16	with the commission who the petition indicates is registered or has
17	been approved for registration in the county served by the
18	registrar.
19	(d) If the commission verifies that the petition meets the
20	requirements prescribed by this chapter:
21	(1) the commission shall certify the candidate to the
22	comptroller as eligible for public financing; and
23	(2) the comptroller shall distribute to the candidate
24	from the fund any money to which the candidate would have been
25	entitled if the candidate had been eligible during the period in
26	which the verification was pending.

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1	SUBCHAPTER C. CAMPAIGN FINANCING FUND
2	Sec. 259.051. CAMPAIGN FINANCING FUND. (a) The campaign
3	financing fund is in the state treasury.
4	(b) The fund consists of:
5	(1) amounts appropriated to the fund;
6	(2) amounts refunded to the fund under Section 259.055
7	<u>or 259.056;</u>
8	(3) amounts delivered to the commission under Section
9	259.017(e);
10	(4) amounts received by the commission or comptroller
11	as a gift or grant to the fund; and
12	(5) civil penalties collected by the commission for a
13	violation of this chapter or Subchapter G, Chapter 253.
14	(d) For a person to be eligible to receive public financing,
15	the commission must certify to the comptroller that the person is
16	eligible as provided by Section 259.018.
17	(e) Money remaining in the fund at the end of an election
18	cycle is retained in the fund for the next election cycle. The
19	comptroller shall credit interest on money in the fund to the fund.
20	Money in the fund may be appropriated only for purposes of this
21	chapter.
22	Sec. 259.052. FUNDS FOR ELIGIBLE CANDIDATES. (a) In
23	connection with each general election for state and county
24	officers, the commission shall, not later than the 130th day before
25	the date an application for a place on the primary election ballot
26	is required to be filed, adopt rules prescribing the total amount of
27	public financing to which a candidate for an office covered by this

chapter whose name will appear on the ballot is entitled. The 1 commission shall determine the amount under this subsection based 2 3 on: 4 (1) the allocations prescribed by Subsections (b) and 5 (C); 6 (2) the comptroller's certified estimation as to the 7 amount that will be available in the fund for the calendar year in 8 which the election occurs; and 9 (3) the secretary of state's estimation, based on previous elections, of the number of candidates in each office 10 covered by this chapter who will be on the primary election ballot 11 12 or the general election ballot for that election. (b) The commission shall prescribe amounts under Subsection 13 14 (a) using the following allocations: (1) 2<u>5% to candidates for statewide judicial office</u> 15 (2) 75% to candidates for appellate court justice 16 17 (c) The rules adopted under Subsection (a) must specify the amount of each monthly distribution from the fund. The amount of a 18 monthly distribution made for January, February, or March must be 19 substantially greater than the amount of a monthly distribution 20 21 made for any other month. Sec. 259.053. DISTRIBUTIONS FROM FUND. (a) A certified 22 candidate is entitled to a distribution from the fund for each month 23 24 that begins or ends during the period: 25 (1) beginning on the date an application for a place on 26 the ballot or a declaration of write-in candidacy, as applicable, 27 is required to be filed; and

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1	(2) except as provided by Subsection (b), ending on
2	the 30th day after:
3	(A) the date an application for a place on the
4	ballot is required to be filed, if the candidate will not have an
5	opponent in the primary election or general election;
6	(B) the date of the primary election, if the
7	candidate has an opponent in the primary election and:
8	(i) will not have an opponent in the general
9	election; or
10	(ii) is not a candidate in the runoff
11	primary election or the general election;
12	(C) the date of the runoff primary election, if
13	the candidate is a candidate in that election and:
14	(i) will not have an opponent in the general
15	election; or
16	(ii) is not a candidate in the general
17	election; or
18	(D) the date of the general election.
19	(b) Notwithstanding Subsection (a)(2), after a person files
20	a declaration of write-in candidacy opposing a certified candidate
21	who would otherwise not have an opponent in the general election:
22	(1) the certified candidate is entitled to an amount
23	equal to 50 percent of each distribution from the fund scheduled to
24	be made after the date the candidate's opponent files the
25	declaration of write-in candidacy; and
26	(2) if the write-in candidate is certified as eligible
27	under Section 259.018, the write-in candidate is entitled to an

amount equal to 50 percent of each distribution from the fund 1 scheduled to be made after the date the candidate files the 2 3 declaration of write-in candidacy. 4 (c) if on the date an application for a place on the ballot 5 is required to be filed or has been certified by the Secretary of State, a certified candidate has an opponent in a primary or general 6 7 election who has qualified to file as a non participating 8 candidate, and if on before the 35th day prior to the date of a primary or general election said non participating candidate 9 reports contributions in excess of 50% or more than the qualified 10 candidates distribution, the qualified candidate shall be entitled 11 12 to additional distribution of funds at a rate of 1 to 3. (d) The comptroller shall distribute money to certified 13

14 <u>candidates as directed by the commission. If the amount in the fund</u> 15 <u>is insufficient to provide the amounts specified by rules adopted</u> 16 <u>under Section 259.052, the comptroller shall determine the amount</u> 17 <u>of available money and shall distribute the amount on a pro rata</u> 18 <u>basis.</u>

Sec. 259.054. RESTRICTIONS ON USE OF MONEY FROM FUND. (a) Money accepted by a candidate from the fund is considered to be a campaign contribution to the candidate. Except as otherwise provided by this chapter, the provisions of this title regulating the use of political contributions apply to money accepted by a candidate from the fund.

25 (b) A candidate may use money accepted from the fund only 26 for expenses related to the candidate's campaign for election. A 27 candidate may not use money accepted from the fund to make:

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1	(1) a political contribution to another candidate, an
2	officeholder, or a political committee;
3	(2) a campaign expenditure in connection with an
4	office other than the office as to which the candidate accepted the
5	money; or
6	(3) an officeholder expenditure.
7	(c) A candidate who uses money from the fund in violation of
8	Subsection (b):
9	(1) is not eligible for any additional money from the
10	fund; and
11	(2) is liable for a civil penalty not to exceed three
12	times the amount of the money used in violation of Subsection (b).
13	Sec. 259.055. REFUND OF UNEXPENDED AMOUNTS. (a) Following
14	the candidate's last election during the election cycle for which
15	public financing is accepted, a candidate shall refund to the
16	comptroller amounts accepted from the fund that have not been
17	expended or contractually obligated.
18	(b) A refund under this section must be made not later than
19	the 30th day after the date of:
20	(1) the primary election, if the candidate is not a
21	candidate in the runoff primary election or the general election;
22	(2) the runoff primary election, if the candidate is a
23	candidate in that election and is not a candidate in the general
24	election; or
25	(3) the general election.
26	(c) The comptroller shall deposit refunds received under
27	this section to the credit of the fund.

1 (d) A person who violates this section is liable for a civil penalty not to exceed three times the amount of money required to be 2 refunded that was not refunded as required by this section. 3 4 Sec. 259.056. WITHDRAWAL, INELIGIBILITY, OR DEATH OF 5 CANDIDATE. (a) A candidate who withdraws from an election or is declared ineligible shall refund to the comptroller amounts 6 7 accepted from the fund that have not been expended or contractually 8 obligated. The candidate shall refund those amounts not later than the 10th day after the date the candidate withdraws or is declared 9 10 ineligible. (b) The campaign treasurer of a candidate who dies shall 11 12 refund to the comptroller amounts accepted from the fund that have not been expended or contractually obligated. The campaign 13 treasurer shall refund those amounts not later than the 30th day 14 15 after the date the candidate dies. (c) The comptroller shall deposit refunds received under 16 17 this section to the credit of the fund. (d) A person who violates this section is liable for a civil 18 19 penalty not to exceed three times the amount of money required to be refunded that was not refunded as required by this section. 20 21 Sec. 259.057. DEPOSIT OF CIVIL PENALTIES. The comptroller shall deposit a civil penalty collected by the commission for a 22 23 violation of this subchapter to the credit of the fund. 24 SUBCHAPTER D. RESTRICTIONS ON ACCEPTANCE AND USE OF 25 POLITICAL CONTRIBUTIONS 26 Sec. 259.101. ACCEPTANCE OF CONTRIBUTIONS PROHIBITED. (a) Except as provided by Section 259.015, 259.017, or 259.103, a 27

1 candidate or officeholder who accepts public financing or a
2 specific-purpose committee for supporting or opposing such a
3 candidate or assisting such an officeholder may not accept a
4 political contribution in connection with the office for which the
5 candidate or officeholder accepted public financing.

6 (b) A person who violates this section is liable for a civil 7 penalty not to exceed three times the amount of political 8 contributions used in violation of this section.

Sec. 259.102. USE OF CONTRIBUTION FROM OTHER OFFICE 9 10 PROHIBITED. (a) Except as provided by Section 259.103, a candidate or officeholder who accepts public financing or a specific-purpose 11 12 committee for supporting such a candidate, opposing such a candidate's opponent, or assisting such an officeholder may not use 13 14 a political contribution to make a campaign expenditure for the 15 office for which the candidate or officeholder accepted public financing or to make an officeholder expenditure in connection with 16 17 that office if the contribution was accepted while the candidate or officeholder: 18 19 (1) was a candidate for an office other than the office

20 <u>for which the candidate or officeholder accepted public financing;</u> 21 <u>or</u>

22 (2) held an office other than the office for which the 23 candidate or officeholder accepted public financing, unless the 24 person had become a candidate for that office and the contribution 25 was accepted under Section 259.017.

26 (b) A person who violates this section is liable for a civil 27 penalty not to exceed three times the amount of political

1	contributions used in violation of this section.
2	Sec. 259.103. RESTRICTIONS NOT APPLICABLE TO CERTAIN
3	OFFICEHOLDERS. (a) Sections 259.101 and 259.102 do not apply to an
4	officeholder who accepted public financing and who seeks reelection
5	to the office for which the officeholder accepted public financing
6	or election to another office covered by this chapter if the
7	officeholder files a written statement with the commission that the
8	officeholder will not request public financing for the reelection
9	or election.
10	(b) An officeholder who files a statement under Subsection
11	(a) is not eligible for public financing for the reelection or
12	election to which the statement relates.
13	(c) An officeholder who accepted public financing or a
14	specific-purpose committee for assisting such an officeholder or
15	for supporting such an officeholder as a candidate may not accept a
16	political contribution before the officeholder files a statement
17	under Subsection (a).
18	(d) A person who violates Subsection (c) is liable for a
19	civil penalty not to exceed three times the amount of political
20	contributions used in violation of Subsection (c).
21	Sec. 259.104. RETENTION OF CONTRIBUTIONS FOR OFFICEHOLDER
22	PURPOSES. An officeholder who accepted public financing may retain
23	and use for officeholder purposes the unexpended amount, if any, of
24	political contributions accepted under Section 259.015 or 259.017.
25	Sec. 259.105. CERTAIN DIRECT CAMPAIGN EXPENDITURES
26	CONSIDERED CONTRIBUTION TO CANDIDATE. For purposes of Section
27	259.101, a direct campaign expenditure is considered to be a

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1	campaign contribution to a candidate if the expenditure is made
2	with the cooperation or prior consent of, in consultation with, or
3	at the suggestion of:
4	(1) the candidate;
5	(2) a specific-purpose committee for supporting the
6	candidate or opposing the candidate's opponent; or
7	(3) a person acting with the candidate's knowledge and
8	consent.
9	SUBCHAPTER E. VOTER INFORMATION PAMPHLET
10	Sec. 259.131. APPLICABILITY OF SUBCHAPTER. This subchapter
11	applies to each candidate certified as eligible for public
12	financing.
13	Sec. 259.132. STATEMENT FILED BY CANDIDATE. Not later than
14	the 80th day before the date of the general election, a candidate
15	for an office covered by this subchapter may file with the secretary
16	of state an informational statement, on a form prescribed by the
17	secretary, to be included in a voter information pamphlet for that
18	election.
19	Sec. 259.133. STATEMENT REQUIREMENTS. (a) A candidate's
20	statement must include a summary of the following information:
21	(1) current occupation;
22	(2) educational and occupational background;
23	(3) biographical information; and
24	(4) any previous experience serving in government.
25	(b) The secretary of state shall prescribe the format and
26	length of the candidate's statement.
27	Sec. 259.134. REVIEW BY SECRETARY OF STATE. (a) Not later

1 than the fifth day after the date the candidate's statement is 2 received, the secretary of state shall review the statement to 3 determine whether it complies with Section 259.133. 4 (b) If the secretary of state determines that the statement 5 does not comply with Section 259.133, the secretary shall reject the statement and deliver written notice of the reason for the 6 7 rejection to the candidate not later than the second day after the 8 date of rejection. (c) A candidate whose statement is rejected may resubmit the 9 10 statement subject to the prescribed deadline. Sec. 259.135. PREPARATION OF PAMPHLET. (a) The secretary 11 12 of state shall contract for the preparation and printing of one or more voter information pamphlets after soliciting bids for that 13 14 work. The secretary may prepare separate pamphlets for different 15 regions of the state, including in each pamphlet only statewide offices and the district offices for districts included in the 16 17 region if the secretary determines that distributing multiple pamphlets is more economical than distributing a single pamphlet 18 19 for statewide use. The secretary may prepare or print the pamphlets if the secretary determines that the costs of that preparation or 20 printing are less than or equal to the most reasonable bid 21 22 submitted. 23 (b) On the request of the secretary of state, the commission 24 shall direct the comptroller to transfer from the fund to the

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25 secretary the money necessary for preparation of the pamphlets.

26 (c) Each pamphlet must include each statement that complies
27 with Sections 259.132 and 259.133 and is filed by a candidate for

an office included in the pamphlet whom the commission has 1 2 certified as eligible for public financing. Candidates whose names will appear on the ballot and write-in candidates must be shown in 3 separate groups. The order of the candidates' names within the 4 5 groups is determined by a drawing conducted by the secretary of state. Candidates whose names will appear on the ballot must be 6 7 identified by party or as an independent candidate, as applicable. 8 (d) Each pamphlet must name each candidate for an office covered by this chapter and included in the pamphlet whom the 9 10 commission has not certified as eligible for public financing and must identify each such candidate by party or as an independent or 11 12 write-in candidate, as applicable. The pamphlet may not contain any other information about a candidate to whom this subsection 13 applies. 14 15 (e) The secretary of state shall prescribe appropriate 16 explanatory material to be included in each pamphlet to assist the 17 voters, including: (1) a statement that the pamphlet may be used at the 18 19 polls to assist the voters in marking their ballots; and (2) a statement that candidates who are not eligible 20 for public financing are not entitled to submit a candidate's 21 22 statement for inclusion in the pamphlet. Sec. 259.136. DISTRIBUTION OF PAMPHLET. Not later than the 23 24 45th day before the date of each general election, the secretary of state shall mail the appropriate voter information pamphlet to each 25 26 household in this state in which a registered voter resides. 27 Sec. 259.137. ADDITIONAL PROCEDURES. The secretary of

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1	state shall prescribe any additional procedures necessary to
2	implement this subchapter.
3	SECTION 2. Chapter 253, Election Code, is amended by adding
4	Subchapter G to read as follows:
5	SUBCHAPTER G. CONTRIBUTION LIMITS FOR
6	JUDICIAL OFFICE
7	Sec. 253.201. APPLICABILITY OF SUBCHAPTER. This subchapter
8	applies only to a political contribution or direct campaign
9	expenditure in connection with:
10	(1) a statewide office in the judicial branch;
11	(2) the office of appellate court justice.
12	Sec. 253.202. CONTRIBUTION LIMITS. (a) Except as provided
13	by Subsection (c), a person may not knowingly make or authorize
14	political contributions to a candidate or officeholder that in the
15	aggregate exceed the following limits in a calendar year:
16	(1) for a statewide judicial office, \$2,500;
17	(2) for the office of appellate court justice, \$1,000;
18	or
19	(b) A person may not knowingly accept a political
20	contribution, and shall refuse a political contribution that is
21	received, in violation of Subsection (a).
22	(c) This section does not apply to a political contribution
23	made by the principal political committee of the state executive
24	committee of a political party.
25	(d) A person who violates this section is liable for a civil
26	penalty not to exceed three times the amount of the political
27	contributions made or accepted in violation of this section.

1	Sec. 253.203. CONTRIBUTION TO CERTAIN COMMITTEES
2	CONSIDERED CONTRIBUTION TO CANDIDATE OR OFFICEHOLDER. For purposes
3	of Section 253.202, a political contribution to a specific-purpose
4	committee for the purpose of supporting a candidate, opposing the
5	candidate's opponent, or assisting the candidate as an officeholder
6	is considered to be a contribution to the candidate or
7	<u>officeholder.</u>
8	Sec. 253.204. CERTAIN DIRECT CAMPAIGN EXPENDITURES
9	CONSIDERED CONTRIBUTION TO CANDIDATE. For purposes of Section
10	253.202, a direct campaign expenditure is considered to be a
11	campaign contribution to a candidate if the expenditure is made
12	with the cooperation or prior consent of, in consultation with, or
13	at the suggestion of:
14	(1) the candidate;
15	(2) a specific-purpose committee for supporting the
16	candidate or opposing the candidate's opponent; or
17	(3) a person acting with the candidate's knowledge and
18	consent.
19	Sec. 253.205. NOTICE TO CERTAIN CANDIDATES OR OFFICEHOLDERS
20	OF INTENT TO ACCEPT CONTRIBUTIONS OR MAKE EXPENDITURES. (a) The
21	campaign treasurer of a specific-purpose committee that intends to
22	accept political contributions or make political expenditures for
23	the purpose of supporting a candidate for an office to which this
24	subchapter applies, opposing such a candidate's opponent, or
25	assisting such a candidate as an officeholder shall deliver written
26	notice of the committee's intent to the affected candidate or
27	officeholder.

1	(b) The notice must include the full name and address of the
2	specific-purpose committee and of its campaign treasurer.
3	(c) The notice must be delivered not later than the later
4	<u>of:</u>
5	(1) the date the committee files its campaign
6	treasurer appointment; or
7	(2) the third day after the date the committee
8	determines that it intends to accept political contributions or
9	make political expenditures for which notice under this section is
10	required.
11	(d) A campaign treasurer who violates this section is liable
12	for a civil penalty in an amount not to exceed three times the
13	political contributions accepted or political expenditures made
14	for a purpose described by Subsection (a) before notice is
15	delivered to the affected candidate or officeholder.
16	Sec. 253.206. NOTICE TO CANDIDATE, OFFICEHOLDER, OR
17	COMMITTEE OF RECEIPT OF CONTRIBUTION. (a) The campaign treasurer
18	of a specific-purpose committee that receives a political
19	contribution or makes a direct campaign expenditure that is
20	considered under Section 253.203 or 253.204 to be a contribution to
21	a candidate or officeholder shall, not later than the fifth day
22	after the date the contribution is received or the expenditure is
23	made, deliver written notice of that fact to the affected candidate
24	or officeholder.
25	(b) A candidate or officeholder who receives a political
26	contribution covered by Section 253.202 shall, not later than the
27	fifth day after the date the contribution is received, deliver

H.B. No. 3146 written notice of that fact to the campaign treasurer of each 1 specific-purpose committee that notifies the candidate or 2 officeholder under Section 253.205 that the committee intends to 3 accept political contributions or make political expenditures on 4 5 the candidate's or officeholder's behalf. 6 (c) A notice under this section must include: 7 (1) the full name and address of the person receiving 8 the political contribution and of the person's campaign treasurer, 9 if any; 10 (2) the full name and address of the person making the 11 contribution; 12 (3) the date the contribution is received; and 13 (4) the amount of the contribution. 14 (d) A person who violates this section is liable for a civil 15 penalty in an amount not to exceed three times the amount of political contributions for which notice was not provided. 16 17 Sec. 253.207. RETURN OF EXCESS CONTRIBUTION. (a) A person who receives a political contribution the acceptance of which would 18 19 violate Section 253.202 shall return the contribution to the contributor not later than the 10th day after the date the 20 contribution is received. 21 (b) A political contribution that is not returned as 22 required by this section is considered to be accepted. 23 24 Sec. 253.208. DEPOSIT OF CIVIL PENALTIES. The comptroller shall deposit a civil penalty collected by the commission for a 25 26 violation of this subchapter to the credit of the campaign financing fund established under Subchapter C, Chapter 259. 27

H.B. No. 3146 1 SECTION 3. Section 253.003(c), Election Code, is amended to read as follows: 2 3 (c) This section does not apply to a political contribution made or accepted in violation of Subchapter F or G. 4 5 SECTION 4. Section 253.004(b), Election Code, is amended to read as follows: 6 7 (b) This section does not apply to a political expenditure 8 made or authorized in violation of Subchapter F or G. 9 SECTION 5. Section 253.005(b), Election Code, is amended to read as follows: 10 (b) This section does not apply to a political expenditure 11 that is: 12 (1) prohibited by Section 253.101; or 13 14 (2) made from a political contribution made in 15 violation of Subchapter F or G. SECTION 6. Section 254.034, Election Code, is amended by 16 17 adding Subsection (d-1) to read as follows: (d-1) This section applies to a political contribution 18 19 covered by Subchapter G, Chapter 253, except as provided by Section 20 253.207. 21 SECTION 7. Subchapter C, Chapter 254, Election Code, is amended by adding Section 254.0613 to read as follows: 22 23 Sec. 254.0613. ADDITIONAL CONTENTS OF REPORTS BY CERTAIN 24 CANDIDATES. In addition to the contents required by Sections 254.031, 254.061, and 254.0612, each report by a candidate for an 25 26 office to which Subchapter G, Chapter 253, applies must include:

27 (1) for each political contribution or direct campaign

1 expenditure of which the candidate receives notice under Section 2 253.206: 3 (A) the full name and address of the committee receiving the contribution or making the expenditure; 4 5 (B) the full name and address of the committee's 6 campaign treasurer; 7 (C) the full name and address of the person 8 making the contribution, if applicable; 9 (D) the date the contribution is received or 10 expenditure is made; (E) the amount of the contribution or 11 12 expenditure; and (F) an indication of whether the committee 13 14 accepted or refused the contribution; and 15 (2) for each person from whom, in the calendar year containing the period covered by the report, the candidate has 16 17 accepted a political contribution or a specific-purpose committee has accepted a political contribution of which the candidate 18 19 received notice under Section 253.206 or who has made a direct campaign expenditure considered under Section 253.204 to be a 20 campaign contribution to the candidate, the aggregate total for 21 22 that calendar year of: 23 (A) political contributions accepted by the 24 candidate and by the committee from the person; and 25 (B) direct campaign expenditures made by the 26 person. SECTION 8. Subchapter D, Chapter 254, Election Code, is 27

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1 amended by adding Section 254.0913 to read as follows:

Sec. 254.0913. ADDITIONAL CONTENTS OF REPORTS BY CERTAIN
OFFICEHOLDERS. In addition to the contents required by Sections
254.031, 254.091, and 254.0912, each report by the holder of an
office to which Subchapter G, Chapter 253, applies must include the
contents prescribed by Section 254.0613.

SECTION 9. Subchapter E, Chapter 254, Election Code, is
amended by adding Section 254.1213 to read as follows:

9 <u>Sec. 254.1213. ADDITIONAL CONTENTS OF REPORTS OF CERTAIN</u> 10 <u>COMMITTEES. In addition to the contents required by Sections</u> 11 <u>254.031, 254.121, and 254.1212, each report by a specific-purpose</u> 12 <u>committee for supporting or opposing a candidate for or assisting a</u> 13 <u>holder of an office to which Subchapter G, Chapter 253, applies must</u> 14 <u>include the contents prescribed by Section 254.0613.</u>

15 SECTION 10. (a) Subchapter G, Chapter 253, Election Code, as added by this Act, applies only to a political contribution 16 17 accepted or a political expenditure made on or after September 1, 2009. A political contribution accepted or a political expenditure 18 made before September 1, 2009, is governed by the law in effect at 19 the time the contribution was accepted or the expenditure was made 20 and is not aggregated with political contributions accepted or 21 political expenditures made on or after that date. 22

(b) Sections 254.0613, 254.0913, and 254.1213, Election Code, as added by this Act, apply to the reporting of a political contribution accepted or political expenditure made on or after September 1, 2009. The reporting of a political contribution accepted or political expenditure made before September 1, 2009, is

1 governed by the law in effect at the time the contribution was 2 accepted or the expenditure was made.

3 (c) Notwithstanding Chapter 259, Election Code, as added by 4 this Act, a person who on September 1, 2009, held an office covered 5 by that chapter and who had unexpended political contributions may 6 use those contributions to make political expenditures for campaign 7 or officeholder purposes.

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SECTION 11. This Act takes effect September 1, 2009.