## LEGISLATURE OF THE STATE OF IDAHO

Sixty-fourth Legislature

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Second Regular Session - 2018

## IN THE HOUSE OF REPRESENTATIVES

## HOUSE BILL NO. 573

## BY STATE AFFAIRS COMMITTEE

AN ACT

RELATING TO CAMPAIGN FINANCE REPORTING TRANSPARENCY; AMENDING SECTION 67-6601, IDAHO CODE, TO EXTEND THE PURPOSE OF THE ACT BEYOND THE STATE LEVEL AND TO MAKE TECHNICAL CORRECTIONS; AMENDING SECTION 67-6602, IDAHO CODE, TO REVISE DEFINITIONS AND TO APPLY CAMPAIGN FINANCE RE-PORTING REQUIREMENTS TO CERTAIN LOCAL ELECTIONS; REPEALING SECTION 67-6603, IDAHO CODE, RELATING TO THE APPOINTMENT OF A POLITICAL TREA-SURER; AMENDING CHAPTER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6603, IDAHO CODE, TO PROVIDE FOR THE APPOINTMENT OF A POLITICAL TREASURER BY A CANDIDATE; REPEALING SECTION 67-6604, IDAHO CODE, RELATING TO THE ACCOUNTS OF A POLITICAL TREASURER; AMENDING CHAP-TER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6604, IDAHO CODE, TO PROVIDE FOR THE APPOINTMENT OF A POLITICAL TREASURER BY A POLITICAL COMMITTEE AND TO RESTRICT CERTAIN CONTRIBUTIONS OBTAINED FOR A POLITICAL COMMITTEE; REPEALING SECTION 67-6605, IDAHO CODE, RELATING TO CONTRIBUTIONS OBTAINED BY A POLITICAL COMMITTEE; AMENDING CHAPTER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6605, IDAHO CODE, TO PROVIDE REQUIREMENTS FOR THE ACCOUNTS OF A POLITICAL TREA-SURER; REPEALING SECTION 67-6606, IDAHO CODE, RELATING TO EXPENDITURES BY A NONBUSINESS ENTITY; AMENDING AND REDESIGNATING SECTION 67-6610C, IDAHO CODE, TO PROVIDE FOR THE USE OF CONTRIBUTED AMOUNTS BY CANDI-DATES FOR CERTAIN PURPOSES AND TO MAKE TECHNICAL CORRECTIONS; REPEALING SECTION 67-6607, IDAHO CODE, RELATING TO REPORTS OF CONTRIBUTIONS AND EXPENDITURES; AMENDING AND REDESIGNATING SECTION 67-6610A, IDAHO CODE, TO PROVIDE FOR LIMITATIONS ON CONTRIBUTIONS, TO PROVIDE FOR THE TREAT-MENT OF SPECIAL ELECTIONS AND TO MAKE A TECHNICAL CORRECTION; REPEALING SECTION 67-6608, IDAHO CODE, RELATING TO THE DISPOSITION OF UNEXPENDED CAMPAIGN BALANCES; AMENDING CHAPTER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6608, IDAHO CODE, TO REQUIRE CONTRIBUTOR TRANSPARENCY UNDER CERTAIN CIRCUMSTANCES; REPEALING SECTION 67-6609, IDAHO CODE, RELATING TO A STATEMENT AS TO NO CONTRIBUTION OR EXPENDI-TURE; AMENDING CHAPTER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6609, IDAHO CODE, TO REQUIRE REPORTS OF CONTRIBUTIONS AND EXPENDITURES; REPEALING SECTION 67-6610, IDAHO CODE, RELATING TO CONTRIBUTIONS IN EXCESS OF FIFTY DOLLARS; AMENDING CHAPTER 66, TITLE 67, IDAHO CODE, BY THE ADDITION OF A NEW SECTION 67-6610, IDAHO CODE, TO PROVIDE FOR THE FILING OF POSTELECTION REPORTS; AMENDING AND REDES-IGNATING SECTION 67-6610B, IDAHO CODE, TO PROVIDE FOR THE RETIRING OF DEBT BY A CANDIDATE AND TO MAKE TECHNICAL CORRECTIONS; REPEALING SEC-TION 67-6612, IDAHO CODE, RELATING TO THE CONTENTS OF REPORTS; AMENDING AND REDESIGNATING SECTION 67-6611, IDAHO CODE, TO REQUIRE THE DIS-CLOSURE OF CERTAIN FINANCIAL CONTRIBUTORS TO A PERSON MAKING CERTAIN INDEPENDENT EXPENDITURES AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6628, IDAHO CODE, TO REQUIRE CERTAIN DIS-CLOSURES REGARDING ELECTIONEERING COMMUNICATIONS, TO PROVIDE FOR THE

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ISSUANCE OF DIRECTIVES BY THE SECRETARY OF STATE AND TO MAKE A TECH-NICAL CORRECTION; REPEALING SECTION 67-6614, IDAHO CODE, RELATING TO THE IDENTIFICATION OF THE SOURCE OF CONTRIBUTIONS AND EXPENDITURES; AMENDING AND REDESIGNATING SECTION 67-6613, IDAHO CODE, REGARDING COMMERCIAL REPORTING OF CERTAIN RECEIPTS BY CANDIDATES, COMMITTEES OR POLITICAL TREASURERS AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6614A, IDAHO CODE, REGARDING THE PUBLICATION OR DISTRIBUTION OF POLITICAL STATEMENTS; REPEALING SECTION 67-6616, IDAHO CODE, RELATING TO THE EXAMINATION OF STATEMENTS BY THE SECRETARY OF STATE; AMENDING AND REDESIGNATING SECTION 67-6627, IDAHO CODE, TO PROVIDE FOR DISCLOSURES BY PERSUASIVE POLLS CONCERNING CANDIDATES AND TO MAKE TECHNICAL CORRECTIONS; AMENDING SECTION 67-6617, IDAHO CODE, REGARDING THE REGISTRATION OF LOBBYISTS AND TO MAKE TECHNICAL CORREC-TIONS; AMENDING SECTION 67-6618, IDAHO CODE, REGARDING EXEMPTIONS FROM REGISTRATION AS LOBBYISTS AND TO MAKE TECHNICAL CORRECTIONS; AMENDING SECTION 67-6619, IDAHO CODE, TO REMOVE THE BIENNIAL ADJUSTMENT OF THE ITEMIZATION THRESHOLD FOR EXPENDITURES BENEFITING CERTAIN PERSONS, TO REMOVE OBSOLETE LANGUAGE AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6619A, IDAHO CODE, REGARDING REPORTS BY STATE ENTITIES AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDES-IGNATING SECTION 67-6620, IDAHO CODE, REGARDING THE RESTRICTION OF EMPLOYMENT OF UNREGISTERED PERSONS AS LOBBYISTS; AMENDING AND REDESIG-NATING SECTION 67-6621, IDAHO CODE, REGARDING THE DUTIES OF LOBBYISTS AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6622, IDAHO CODE, REGARDING THE DUTIES OF THE SECRETARY OF STATE TO PREPARE AND REPORT CERTAIN INFORMATION AND TO MAKE TECHNICAL CORREC-TIONS; AMENDING SECTION 67-6623, IDAHO CODE, TO PROVIDE FOR THE DUTIES OF THE SECRETARY OF STATE AND COUNTY CLERKS WITH RESPECT TO CAMPAIGN REPORTS AND THE REPORTING OF SUSPECTED VIOLATIONS AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6624, IDAHO CODE, REGARDING THE CERTIFICATION OF STATEMENTS; AMENDING AND REDESIGNATING SECTION 67-6615, IDAHO CODE, TO PROVIDE FOR THE INSPECTION AND EXAMI-NATION OF STATEMENTS, TO PROVIDE FOR THE CONSOLIDATION OF FILINGS FOR ALL RACES AND MEASURES IN A CENTRAL DATABASE TO BE ESTABLISHED BY THE SECRETARY OF STATE, TO PROVIDE FOR THE DIVISION OF INSPECTION DUTIES BETWEEN THE SECRETARY OF STATE AND THE COUNTY CLERKS AND TO MAKE TECH-NICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6625A, IDAHO CODE, TO PROVIDE FOR LATE FEE LIABILITY TO THE SECRETARY OF STATE OR COUNTY CLERK; AMENDING AND REDESIGNATING SECTION 67-6625, IDAHO CODE, TO PROVIDE FOR CIVIL FINES FOR CERTAIN VIOLATIONS, TO PROVIDE FOR A MISDEMEANOR PENALTY FOR CERTAIN VIOLATIONS AND TO MAKE TECHNICAL COR-RECTIONS; AMENDING AND REDESIGNATING SECTION 67-6626, IDAHO CODE, TO PROVIDE FOR CERTAIN WRITTEN COMPLAINTS TO BE FILED WITH THE COUNTY CLERK AND TO MAKE TECHNICAL CORRECTIONS; AMENDING AND REDESIGNATING SECTION 67-6629, IDAHO CODE, REGARDING SEVERABILITY; AMENDING AND REDESIGNAT-ING SECTION 67-6630, IDAHO CODE, REGARDING CONSTRUCTION; REPEALING SECTION 1-2220A, IDAHO CODE, RELATING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR MAGISTRATE RETENTION ELECTIONS; REPEALING SECTION 31-2012, IDAHO CODE, RELATING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR CERTAIN COUNTY ELECTIONS;

AMENDING SECTION 33-503, IDAHO CODE, TO REMOVE LANGUAGE PERTAINING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR CERTAIN SCHOOL TRUSTEE ELECTIONS; AMENDING SECTION 33-2106, IDAHO CODE, TO REMOVE LANGUAGE PERTAINING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR COMMUNITY COLLEGE TRUSTEE ELECTIONS AND TO MAKE TECHNICAL CORRECTIONS; REPEALING SECTION 40-1417, IDAHO CODE, RELATING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR COUNTYWIDE HIGHWAY DISTRICT ELECTIONS; REPEALING SECTION 50-420, IDAHO CODE, RELATING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR CERTAIN CITY ELECTIONS; AMENDING SECTION 50-2006, IDAHO CODE, TO PROVIDE A CORRECT CODE REFERENCE AND TO REMOVE OBSOLETE LANGUAGE; REPEALING SECTION 67-4931, IDAHO CODE, RELATING TO THE REPORTING OF CAMPAIGN CONTRIBUTIONS AND EXPENDITURES FOR AUDITORIUM DISTRICT ELECTIONS; AND PROVIDING AN EFFECTIVE DATE.

Be It Enacted by the Legislature of the State of Idaho:

16 SECTION 1. That Section 67-6601, Idaho Code, be, and the same is hereby 17 amended to read as follows:

- 67-6601. PURPOSE OF ACT. The purpose of this act chapter is:
- (a1) To promote public confidence in government; and
- $(b\overline{2})$  To promote openness in government and avoiding avoid secrecy by those giving financial support to state election campaigns and those promoting or opposing legislation or attempting to influence executive or administrative actions for compensation at the state level.
- SECTION 2. That Section 67-6602, Idaho Code, be, and the same is hereby amended to read as follows:
  - 67-6602. DEFINITIONS. As used in this chapter, the following terms have the following meanings:
  - (a) "Candidate" means an individual who has taken affirmative action to seek nomination or election to public office. An individual shall be deemed to have taken affirmative action to seek such nomination or election to public office when he first:
    - (1) Receives contributions or makes expenditures or reserves space or facilities with intent to promote his candidacy for office; or
    - (2) Announces publicly or files for office.
    - (3) For purposes of this chapter, an incumbent shall be presumed to be a candidate in the subsequent election for his or her office. Contributions received by an incumbent candidate shall not be in excess of the prescribed contribution limits for the subsequent election by which the incumbent candidate's name would first appear on the ballot. An incumbent shall no longer be a candidate for his or her office after the deadline for the filing of a declaration of candidacy to first appear on the ballot for that office has expired.
  - (1) "Candidate" or "candidate committee" means an individual who seeks nomination, election or reelection to public office and who has:
    - (a) Announced his candidacy publicly or has filed for office;

- (b) Received a contribution for the purpose of promoting his candidacy for office; or
- (c) Made an expenditure or reserved space or facilities with the intent of promoting his candidacy for office.

For purposes of this chapter, an incumbent shall be presumed to be a candidate in the subsequent election for his office until he has failed to file a declaration of his candidacy by the statutory deadline, or unless he has filed a final termination statement and is no longer required to report.

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- (\$\frac{\pmathbb{2}}{2}\$) "Compensation" includes any advance, conveyance, forgiveness of indebtedness, deposit, distribution, loan, payment, gift, pledge or transfer of money or anything of value, and any contract, agreement, promise or other obligation, whether or not legally enforceable, to do any of the foregoing, for services rendered or to be rendered, but does not include reimbursement of expenses if such reimbursement does not exceed the amount actually expended for such expenses and is substantiated by an itemization of such expenses.
- (e3) "Contribution" includes any advance, conveyance, forgiveness of indebtedness, deposit, distribution, loan, payment, gift, pledge, subscription or transfer of money or anything of value, and any contract, agreement, promise or other obligation, whether or not legally enforceable, to make a contribution, in support of or in opposition to any candidate, political committee or measure. Such term also includes personal funds or other property of a candidate or members of his household expended or transferred to cover expenditures incurred in support of such candidate but does not include personal funds used to pay the candidate filing fee. Such term also includes the rendering of personal and professional services for less than full consideration, but does not include ordinary home hospitality or the rendering of "part-time" personal services of the sort commonly performed by volunteer campaign workers or advisors or incidental expenses not in excess of twenty-five dollars (\$25.00) personally paid for by any volunteer campaign worker. "Part-time" services, for the purposes of this definition, means services in addition to regular full-time employment, or, in the case of an unemployed person or persons engaged in part-time employment, services rendered without compensation or reimbursement of expenses from any source other than the candidate or political committee for whom such services are rendered. For the purposes of this act chapter, contributions, other than money or its equivalent shall be deemed to have a money value equivalent to the fair market value of the contribution.
- $(\underline{e4})$  "Election" means any general, special, recall or primary election, whether at the statewide or local level of government.
- (e5) "Election campaign" means any campaign in support of or in opposition to a candidate for election to public office and any campaign in support of  $\tau$  or in opposition to  $\tau$  a measure.
  - (f) (1) "Electioneering communication" means any communication broadcast by television or radio, printed in a newspaper or on a billboard, directly mailed or delivered by hand to personal residences, or telephone calls made to personal residences, or otherwise distributed that:
    - (i) Unambiguously refers to any candidate; and

- (ii) Is broadcasted, printed, mailed, delivered, made or distributed within thirty (30) days before a primary election or sixty (60) days before a general election; and
- (iii) Is broadcasted to, printed in a newspaper, distributed to, mailed to or delivered by hand to, telephone calls made to, or otherwise distributed to an audience that includes members of the electorate for such public office.
- (6) (a) "Electioneering communication" means any communication within thirty (30) days before a primary election or sixty (60) days before a general, special or recall election that is broadcast by television or radio, printed in a newspaper or on a billboard, advertised on an internet website or through social media, directly mailed or delivered by hand to personal residences, made through telephone calls, delivered by electronic mail, or otherwise distributed to members of the public that include voters or potential voters for public office or ballot measure, and that unambiguously refers to a specific candidate or measure to be on the ballot.
- (2b) "Electioneering communication" does not include:
  - (i) Any news articles, editorial endorsements, opinion or commentary, writings, or letter to the editor printed in a newspaper, magazine, or other periodical not owned or controlled by a candidate or political party;
  - (ii) Any editorial endorsements or opinions aired by a broadcast facility not owned or controlled by a candidate or political party;
  - (iii) Any communication by persons made in the regular course and scope of their business or any communication made by a membership organization solely to members of such organization and their families;
  - (iv) Any communication  $\frac{\text{that}}{\text{that}}$  refers to any candidate only as part of the popular name of a bill or statute;
  - (v) A communication  $\frac{\text{which } \text{that}}{\text{that}}$  constitutes an expenditure or an independent expenditure under this chapter.
- (97) "Executive official" means:

- (1a) The governor, lieutenant governor, secretary of state, state controller, state treasurer, attorney general, superintendent of public instruction and any deputy or staff member of one (1) any of those individuals who, within the course and scope of his or her employment, is directly involved in major policy-influencing decisions for the office;
- $(\underline{2b})$  A state department or agency director, deputy director, division administrator or bureau chief as established and enumerated in sections 67-2402 and 67-2406, Idaho Code;
- (3c) The membership and the executive or chief administrative officer of any board or commission that is authorized to make rules or conduct rulemaking activities pursuant to section 67-5201, Idaho Code;
- $(4\underline{d})$  The membership and the executive or chief administrative officer of any board or commission that governs any of the state departments enumerated in section 67-2402, Idaho Code, not including public school districts;

- $(\frac{5e}{2})$  The membership and the executive or chief administrative officer of the Idaho public utilities commission, the Idaho industrial commission, and the Idaho state tax commission; and
- $(\frac{6f}{})$  The members of the governing board of the state insurance fund, and the members of the governing board and the executive or chief administrative officer of the Idaho housing and finance association, the Idaho energy resources authority, and the Idaho state building authority.
- (h8) "Expenditure" includes any payment, contribution, subscription, distribution, loan, advance, deposit, or gift of money or anything of value, and includes a contract, promise, or agreement, whether or not legally enforceable, to make an expenditure. The term "expenditure" also includes a promise to pay, a payment or a transfer of anything of value in exchange for goods, services, property, facilities or anything of value for the purpose of assisting, benefiting or honoring any public official or candidate, or assisting in furthering or opposing any election campaign. For the purpose of making any reports required under this chapter, an expenditure is made at the time the funds have been obligated or committed, whether by oral or written agreement.
- (±9) "Independent expenditure" means any expenditure by a person for a communication or other activity expressly advocating the election, passage or defeat of a clearly identified candidate or measure that is not made with the cooperation or with the prior consent of, or in consultation with, or at the request of a suggestion of, a candidate or any agent or authorized committee of the candidate collaboration or coordination of a candidate or his agent, employee or volunteer or political committee supporting or opposing a measure. As used in this subsection, "expressly advocating" means any communication containing a message advocating election, passage or defeat including, but not limited to, the name of the candidate or measure, or expression such as "vote for," "elect," "support," "cast your ballot for," "vote against," "defeat" or "reject."
- $(\dot{-}10)$  "Lobby" and "lobbying" each means attempting through contacts with, or causing others to make contact with, members of the legislature or legislative committees or an executive official, to influence the approval, modification or rejection of any legislation by the legislature of the state of Idaho or any committee thereof or by the governor or to develop or maintain relationships with, promote goodwill with, or entertain members of the legislature or executive officials. "Lobby" and "lobbying" shall also mean communicating with an executive official for the purpose of influencing the consideration, amendment, adoption or rejection of any rule or rulemaking as defined in section 67-5201, Idaho Code, or any ratemaking decision, procurement, contract, bid or bid process, financial services agreement, or bond issue. Neither "lobby" nor "lobbying" includes an association's or other organization's act of communicating with the members of that association or organization; and provided that neither "lobby" nor "lobbying" includes communicating with an executive official for the purpose of carrying out ongoing negotiations following the award of a bid or a contract, communications involving ongoing legal work and negotiations conducted by and with attorneys for executive agencies, interactions between parties in litigation or other contested matters, or communications among and between members

of the legislature and executive officials and their employees, or by state employees while acting in their official capacity or within the course and scope of their employment.

 $(\frac{11}{2})$  "Lobbyist" includes any person who lobbies.

- $(\pm 12)$  "Lobbyist's employer" means the person or persons by whom a lobbyist is employed, directly or indirectly, and all persons by whom he is compensated for acting as a lobbyist.
- (13) "Local government office" means a publicly elected office that is not a legislative, statewide or federal office. It includes, but is not limited to, a position on a city council, county board of commissioners, school district board of trustees, community college board of trustees, board of highway district commissioners and magistrate judges.
- (m14) "Measure" means any proposal, to be voted statewide, submitted to the people for their approval or rejection at an election, including any initiative, referendum, recall election for <u>local</u>, statewide or legislative district offices, or revision of or amendment to the state constitution. An initiative or referendum proposal shall be deemed a measure when the attorney general, city attorney or county prosecutor, as appropriate, reviews it and gives it a ballot title. A recall shall be deemed a measure upon approval of the recall petition as to form pursuant to section 34-1704, Idaho Code.
- (n) "Nonbusiness entity" means any group of two (2) or more individuals, corporation, association, firm, partnership, committee, club or other organization which:
  - (1) Does not have as its principal purpose the conduct of business activities for profit; and
  - (2) Received during the preceding or current calendar year contributions, gifts or membership fees, which in the aggregate exceeded ten percent (10%) of its total receipts for such year.
- $(\Theta \underline{15})$  "Person" means an individual, corporation, association, firm, partnership, committee, political party, club or other organization or group of persons, regardless of tax status or organizational purpose.
  - (p16) "Political committee" means:
  - $(\pm \underline{a})$  Any person specifically designated to support or oppose any candidate or measure; or
  - (2b) Any person who receives contributions and makes expenditures in an amount exceeding five hundred dollars (\$500) in any calendar year for the purpose of supporting or opposing one (1) or more candidates or measures.

Any entity registered with the federal election commission shall not be considered a political committee for purposes of this chapter. (3) A county, district or regional committee of a recognized political party shall not be considered a political committee for the purposes of this chapter unless such party committee has expenditures exceeding five thousand dollars (\$5,000) in a calendar year.

- (q17) "Political treasurer" means an individual appointed by a candidate or political committee as provided in section 67-6603 or 67-6604, Idaho Code.
- $(\pm 18)$  "Public office" means any <u>local</u>, <u>legislative</u>, <u>judicial or</u> state office or position, state senator, state representative, and <u>judge</u> of the

district court that is filled by election, but does not include the office of precinct committeeman.

- (19) "Social media" means websites and applications that enable users to create and share content or to participate in social networking.
- SECTION 3. That Section  $\underline{67-6603}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 4. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 67-6603, Idaho Code, and to read as follows:
- 67-6603. APPOINTMENT OF POLITICAL TREASURER -- CANDIDATE -- CONTRIBUTIONS. (1) A candidate may not receive any contributions nor make any expenditures until he has appointed his political treasurer. Contributions and expenditures may be made only through or by a candidate's political treasurer.
- (2) A candidate shall appoint a political treasurer by certifying the full name and complete address of the political treasurer to the secretary of state. A political treasurer must be a registered elector of this state. An individual may serve as political treasurer for more than one (1) candidate and political committee at a time. A candidate may appoint himself to be his own political treasurer. A candidate may remove his political treasurer. If a political treasurer dies, resigns or is removed before compliance with all obligations of a political treasurer under this chapter, the candidate committee shall appoint a successor and certify the name and address of the successor in the manner provided in the case of an original appointment.
- (3) A candidate may not have a separate political committee in addition to his candidate committee.
- (4) A candidate for statewide or legislative office shall not maintain more than one (1) account nor use more than one (1) political treasurer at a time; provided, however, that a candidate may have a temporary separate account for the purposes of exploring the merits of running for another office up until the deadline for filing for that office has expired. If a candidate wishes to change the office sought, its political treasurer shall close the account and transfer the funds and any campaign expenditure debt to a new account opened for that purpose.
- SECTION 5. That Section 67-6604, Idaho Code, be, and the same is hereby repealed.
- SECTION 6. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a <u>NEW SECTION</u>, to be known and designated as Section 67-6604, Idaho Code, and to read as follows:
- 67-6604. APPOINTMENT OF POLITICAL TREASURER -- POLITICAL COMMITTEE -- CONTRIBUTIONS. (1) A political committee may not receive any contributions nor make any expenditures until it has appointed its political treasurer. Contributions and expenditures may be made only through or by a political committee's political treasurer.

(2) Before receiving any contributions or making any expenditures, a political committee must register with the secretary of state. The political committee shall appoint a political treasurer and certify the full name and complete address of the political treasurer, as well as identify the committee's board of directors or, if none, the persons with spending authority or decision-making power on behalf of the committee. The political treasurer must be a registered elector of this state. An individual may serve as political treasurer for more than one (1) candidate and political committee at a time. A political committee may remove its political treasurer. If a political treasurer dies, resigns or is removed before compliance with all obligations of a political treasurer under this chapter, the political committee shall appoint a successor and certify the name and address of the successor in the manner provided in the case of an original appointment.

- (3) Contributions shall not be obtained for a political committee by use of coercion or physical force, by making a contribution a condition of employment or membership, or by using or threatening to use job discrimination or financial reprisals. A political committee may solicit or obtain contributions from individuals as provided in chapter 26, title 44, Idaho Code, or as provided in section 44-2004, Idaho Code.
- SECTION 7. That Section  $\underline{67-6605}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 8. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 67-6605, Idaho Code, and to read as follows:
- 67-6605. ACCOUNTS OF POLITICAL TREASURER. The political treasurer for a candidate or political committee shall keep detailed accounts of all contributions received and all expenditures made by or on behalf of the candidate or political committee. Accounts shall be updated within seven (7) days of receiving a contribution or making an expenditure. The political treasurer shall file reports with the secretary of state's office as required by this chapter. The political treasurer shall preserve the records of the account for at least one (1) year following the relevant election or one (1) year following the date of the last postelection statement filed pursuant to section 67-6610, Idaho Code. The secretary of state, his agent or employee, or, in the case of a local government race or measure, the county clerk, may inspect a political treasurer's accounts for an investigation under section 67-6626, Idaho Code.
- SECTION 9. That Section  $\underline{67-6606}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 10. That Section 67-6610C, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-6610C06. USE OF CONTRIBUTED AMOUNTS BY CANDIDATES FOR CERTAIN PURPOSES. (1) Permitted uses. A contribution accepted by a candidate may be used by the candidate:

- (a) For expenditures in connection with the campaign for public office of the candidate;
  - (b) For ordinary and necessary expenses incurred in connection with duties of the individual as a holder of public office;
  - (c) For contributions to an organization described in section 170(c) of the Internal Revenue Code of 1986;
  - For transfers, without limitation, to a national, state or local committee of a political party;
  - (e) For donations to state and local candidates subject to the provisions of state law; or
  - (f) For any other lawful purpose unless prohibited by subsection (2) of this section.
  - (2) Prohibited use.

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- (a) In general. A contribution shall not be converted by any person to personal use.
- (b) Conversion. For the purposes of subsection (2) paragraph (a) of this subsection, a contribution shall be considered to be converted to personal use if the contribution is used to fulfill any commitment, obligation or expense of a person that would exist irrespective of the candidate's election campaign or individual's duties as a holder of public office, including:
  - A home mortgage, rent or utility payment; (i)
  - (ii) A clothing purchase except for items of de minimis value such as campaign shirts or hats;
  - (iii) A non-campaign or non-officeholder-related automobile expense;
  - (iv) A country club membership;
  - A vacation or other non-campaign-related trip;
  - (vi) A tuition payment;
  - (vii) Admission to a sporting event, concert, theater or other form of entertainment not associated with an election campaign;
  - (viii) Dues, fees and other payments to a health club or recreational facility; and
  - (ix) Meals, groceries or other food expense, except for tickets to meals that the candidate attends solely for the purpose of enhancing the candidacy of another person or meal expenses which that are incurred as part of a campaign activity or as part of a function that is related to the candidate's or officeholder's responsibilities.
- SECTION 11. That Section  $67-6\underline{607}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 12. That Section 67-6610A, Idaho Code, be, and the same is 42 43 hereby amended to read as follows:
- 67-66<del>10A</del>07. LIMITATIONS ON CONTRIBUTIONS. (1) Except as provided in subsection (2) of this section, aggregate contributions for a primary elec-45 tion or a general election made by a corporation, political committee, other 46 recognized legal entity or an individual, other than the candidate, to a can-47

didate for the state legislature, and political committees organized on the candidate's behalf shall be subject to the following limitations:

- (a) Aggregate contributions to a candidate committee for the state legislature, judicial district office, city office, county office or any other local government office shall be limited to an amount not to exceed one thousand dollars (\$1,000) for the primary election and an amount not to exceed one thousand dollars (\$1,000) for the general election—; and
- (b) Aggregate contributions to a candidate committee for statewide office for a primary election or a general election by a corporation, political committee, other recognized legal entity or an individual, other than the candidate, to a candidate for statewide office and political committees organized on the candidate's behalf shall be limited to an amount not to exceed five thousand dollars (\$5,000) for the primary election and an amount not to exceed five thousand dollars (\$5,000) for the general election.
- (2) Aggregate contributions for a primary election or for a general election made by a county central committee or by the state central committee of the political parties qualified under section 34-501, Idaho Code, to a candidate committee for the state legislature, and political committees organized on the candidate's behalf shall be limited to an amount not to exceed two thousand dollars (\$2,000) for the primary election and an amount not to exceed two thousand dollars (\$2,000) for the general election. Aggregate contributions for the primary election or the general election by the state central committee of the political parties qualified under section 34-501, Idaho Code, to a candidate committee for statewide office and political committees organized on the candidate's behalf shall be limited to an amount not to exceed ten thousand dollars (\$10,000) for the primary election and an amount not to exceed ten thousand dollars (\$10,000) for the general election.
- (3) For purposes of this section, "statewide office" shall mean an office in state government which shall appear on the primary or general election ballot throughout the state.
- (4) Recall <u>and special</u> elections, for purposes of this section, shall be treated the same as general elections for contribution limits.
- (5) Contributions other than money or its equivalent are deemed to have a monetary value equivalent to the fair market value of the contribution. Services or property or rights furnished at less than their fair market value for the purpose of assisting any candidate or political committee are deemed a contribution. A contribution of this kind shall be reported as an in-kind contribution at its fair market value and counts toward any applicable contribution limit of the contributor. Contributions shall not include the personal services of volunteers.
- (6) The contribution limits for the state legislature shall apply to judicial district offices, city offices and county offices regulated by this chapter.
  - (76) For the purposes of contribution limits, the following apply:
  - (a) A contribution by a political committee with funds that have all been contributed by one (1) person who exercises exclusive control over

the distribution of the funds of the political committee is a contribution by the controlling person $\cdot$ ;

- (b) All contributions made by a person or political committee whose contribution or expenditure activity is financed, maintained or controlled by a trade association, labor union or collective bargaining organization shall be considered a contribution from such trade association, labor union or collective bargaining organization.; and
- (c) Two (2) or more entities are treated as a single entity if the entities:
  - (i) Share the majority of members on their board of directors;
  - (ii) Share two (2) or more officers;
  - (iii) Are owned or controlled by the same majority shareholder or shareholders or persons;
  - (iv) Are in a parent-subsidiary relationship; or
  - (v) Have bylaws so stating.

- (87) The provisions of this section are hereby declared to be severable and if any provision of this section or the application of such provision to any person or circumstance is declared invalid for any reason, such declaration shall not affect the validity of the remaining portions of this section.
- SECTION 13. That Section  $\underline{67-6608}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 14. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 67-6608, Idaho Code, and to read as follows:
- 67-6608. CONTRIBUTOR TRANSPARENCY REQUIREMENTS. (1) Any person who contributes more than fifty dollars (\$50.00), including one (1) or more smaller contributions which aggregate more than fifty dollars (\$50.00) in any one (1) calendar year, to a candidate shall accompany the contribution with a statement of his full name and complete address.
- (2) If a political treasurer is offered or receives a payment or contribution of more than fifty dollars (\$50.00), or which together with prior contributions from the same person during that calendar year exceeds fifty dollars (\$50.00), and there is no statement of the full name and complete address of the person making the contribution, the contribution shall be returned to the contributor if his identity can be ascertained. If the contributor's identity cannot be ascertained, the contribution shall be transmitted immediately by the political treasurer who received it to the state controller for deposit in the public education stabilization fund.
- (3) No political committee may accept a contribution of more than one thousand dollars (\$1,000), whether in a lump sum or in aggregate payments, from another political committee, whether out of state or in state, that has not registered as a political committee with the Idaho secretary of state. If registration of the contributor cannot be confirmed, the political treasurer shall return the contribution to the contributor if his identity can be ascertained. If the contributor's identity cannot be ascertained, the political treasurer shall transmit the contribution to the state controller for deposit in the public education stabilization fund.

(4) No contribution shall be made and no expenditure shall be incurred, directly or indirectly, in a fictitious name, anonymously, or by one (1) person through an agent, relative or other person in such a manner as to conceal the identity of the source of the contribution.

SECTION 15. That Section  $\underline{67-6609}$ , Idaho Code, be, and the same is hereby repealed.

SECTION 16. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 67-6609, Idaho Code, and to read as follows:

- 67-6609. REPORTS OF CONTRIBUTIONS AND EXPENDITURES. (1) The political treasurer for each candidate and each political committee shall file with the secretary of state a statement of all contributions received and all expenditures and encumbrances made by or on behalf of the candidate or the political committee during each calendar month. The statement shall itemize each contribution received and each expenditure or encumbrance made during the reported month and include the following:
  - (a) Under contributions, the statement shall include a list of all the contributions received, including any funds or property of the candidate used to cover expenditures. The statement shall list the full name and complete address of each person who contributed an aggregate amount of more than fifty dollars (\$50.00) and the amount contributed by that person. The statement may list as a single item the total amount of contributions of fifty dollars (\$50.00) or less each obtained in similar fashion; and
  - (b) Under expenditures, the statement shall include the name and address of each person to whom an expenditure or encumbrance was made in the amount of twenty-five dollars (\$25.00) or more and the amount, date, and purpose of each expenditure. Each expenditure or encumbrance in the amount of twenty-five dollars (\$25.00) or more shall be vouched for by a receipt or canceled check or an accurate copy thereof. The statement may list as a single item the total amount of expenditures and encumbrances of less than twenty-five dollars (\$25.00) without showing the exact amount of or vouching for each such expenditure or encumbrance. Anything of value, other than money, paid for or contributed by any person shall be listed both as an expenditure and as a contribution.
- (2) The first statement shall be due on the fifteenth day of the month following the month in which the candidate or political committee received the first contribution or made the first expenditure, whichever occurs first. A monthly report shall be due on the fifteenth day of each following month. If no contributions were received and no expenditures or encumbrances were made during that monthly reporting period, then a statement of no contributions and expenditures shall be filed.
- (3) In addition to the monthly reports required under subsection (2) of this section, the political treasurer for each candidate or political committee shall file a special notice of any contribution received in the amount of one thousand dollars (\$1,000) or more during the fifteen (15) calendar day period prior to the date of a primary, general or special election. The one thousand dollar (\$1,000) threshold may be in a lump sum or the result of

aggregate smaller payments from the same contributor. The special notice shall be reported by the political treasurer within forty-eight (48) hours of its occurrence and shall identify the receiving candidate or political committee, the contributor, the date of receipt and the amount of the contribution.

- (4) The political treasurer for a candidate or political committee at the local level is exempt from filing reports under this section unless and until such time as the candidate or political committee receives contributions or expends funds in the amount of five hundred dollars (\$500) or more. Within seven (7) calendar days of the five hundred dollar (\$500) threshold being met, the political treasurer for the candidate or political committee shall file a cumulative report covering the period from the first contribution or expenditure to the current time and shall file all subsequent reports according to this section regardless of amounts received or expended. Reports under this subsection must be filed in the office of the secretary of state by 5:00 p.m. of the seventh calendar day after the threshold was met.
- (5) Any report required to be filed under the provisions of this section shall be filed by electronic means as provided in section 67-6624, Idaho Code.
- SECTION 17. That Section  $\underline{67-6610}$ , Idaho Code, be, and the same is hereby repealed.
- SECTION 18. That Chapter 66, Title 67, Idaho Code, be, and the same is hereby amended by the addition thereto of a  $\underline{\text{NEW SECTION}}$ , to be known and designated as Section 67-6610, Idaho Code, and to read as follows:
- 67-6610. POSTELECTION REPORTS. The political treasurer for a candidate or political committee required to file reports under section 67-6609, Idaho Code, shall continue to file monthly reports after the election until the account shows neither an unexpended balance of contributions nor a campaign expenditure deficit, and the candidate or political committee files a final termination statement.
- SECTION 19. That Section 67-6610B, Idaho Code, be, and the same is hereby amended to read as follows:
- $67-6610B\underline{1}$ . RETIRING DEBT.  $\underline{(1)}$  If a political committee organized on behalf of a candidate committee has unpaid debt at the end of the a reporting periods specified in section 67-6607(a)(2) or 67-6607(a)(6), Idaho Code period, then the committee may accept additional contributions to retire such unpaid debt, provided the contributions do not exceed the applicable contribution limits prescribed.
- $\underline{(2)}$  For the purposes of this section, "unpaid debt" means any unpaid monetary obligation incurred by the <u>political</u> committee as listed on the reports filed through the postelection report period minus any cash balance reported on the postelection report. Outstanding loans are considered a type of "unpaid debt."
- SECTION 20. That Section  $\underline{67-6612}$ , Idaho Code, be, and the same is hereby repealed.

SECTION 21. That Section 67-6611, Idaho Code, be, and the same is hereby amended to read as follows:

- $67-661\pm2$ . INDEPENDENT EXPENDITURES. (1) Each person who makes independent expenditures in an aggregate amount exceeding one hundred dollars (\$100) in support of or in opposition to any one (1) candidate, political committee or measure, shall file a statement of the expenditure with the secretary of state.
- (2) Statements shall be filed with the secretary of state, not no less than seven (7) days prior to the primary and general elections and thirty (30) days after the primary and general elections.
  - (3) The statement shall contain the following information:
  - (a) the name and address of any person to whom an expenditure in excess of fifty dollars (\$50.00) has been made by any such person in support of or in opposition to any such candidate or issue measure during the reporting period, together with the amount, date and purpose of each such expenditure; and
  - (b)  $\pm \underline{T}$ he total sum of all expenditures made in support of or in opposition to any such candidate or measure.
- (4) In addition to the requirements set forth in subsections (1) and (2) of this section, each person who makes independent expenditures in an aggregate amount of one thousand dollars (\$1,000) or more after the sixteenth day before, but more than forty-eight (48) hours before, any primary or general election, shall file a written statement of the expenditures with the secretary of state not more than forty-eight (48) hours from the time of such the expenditure. The statement shall include the information required in subsection (3) of this section. The statement shall also identify the ten (10) financial contributors who have contributed the largest sums of money in the aggregate to the person making the independent expenditure during the previous twelve (12) months. In the event of a tie between contributors who have contributed the largest sums, all contributors who are tied shall be disclosed.

SECTION 22. That Section 67-6628, Idaho Code, be, and the same is hereby amended to read as follows:

67-662813. ELECTIONEERING COMMUNICATIONS -- STATEMENTS. (1) Any person who conducts, pays for or transmits any electioneering communication as defined in section 67-6602, Idaho Code, shall be required to file a statement on a form provided by the secretary of state within seven (7) days or, if the expenditure or communication takes place during the ten (10) day period prior to the relevant election, within forty-eight (48) hours of the communication. Contents of the statement shall include the amount spent on such communications, the name and address of the person, and the names and addresses of any persons who contribute contributed fifty dollars (\$50.00) or more during the previous twelve (12) months to any person described in this section the person conducting, transmitting or paying for the electioneering communication. The statement shall also identify the contributors who have contributed the five (5) largest sums of money in the aggregate to the person during the previous twelve (12) months and the aggregate amount contributed by each of the top five (5) contributors. In the event of a tie be-

 $\underline{\text{tween contributors who have contributed the largest sums, all contributors}}$  who are tied shall be disclosed.

- (2) Any person that  $\underline{\text{who}}$  incurs costs in excess of one hundred dollars (\$100) when making an electioneering communication shall file a statement in accordance with the time limits established by section 67-6611(2), Idaho Code.
- (3) In addition to the requirements of subsection (2) of this section, any person that incurs costs of one thousand dollars (\$1,000) or more when making an electioneering communication shall file a statement as provided in subsection (1) of this section within forty-eight (48) hours of incurring the costs for such communication.
- $\underline{\ \ }$  Every electioneering communication shall contain an authority line that states the name of the candidate, political committee or other person responsible for the communication.
- (4) An electioneering communication that is published or distributed in support of or in opposition to a candidate, but is not authorized by the candidate, shall include the following statement: "This message has been authorized and paid for by (name of payor or payor's organization), (name and title of treasurer or president). This message has not been authorized or approved by any candidate."
- (5) The secretary of state may issue directives as needed to ensure compliance with this section for the various forms or mediums of electioneering communications.
- SECTION 23. That Section 67-6614, Idaho Code, be, and the same is hereby repealed.
- SECTION 24. That Section 67-6613, Idaho Code, be, and the same is hereby amended to read as follows:
  - 67-66134. COMMERCIAL REPORTING. Each newspaper, periodical, broadcasting station, direct mailing company, printer and advertising agency which that accepts expenditures from a political treasurer shall keep a current record, (available to the public), listing the amounts paid and the obligations incurred by each candidate, political committee or political treasurer to such newspaper, periodical, broadcasting station, direct mailing company, printer or advertising agency.
  - SECTION 25. That Section 67-6614A, Idaho Code, be, and the same is hereby amended to read as follows:
  - 67-6614A5. PUBLICATION OR DISTRIBUTION OF POLITICAL STATE-MENTS. Whenever any person makes an expenditure for the purpose of financing communications expressly advocating the election, approval or defeat of a candidate, measure or person standing for election to the position of precinct committeeman through any broadcasting station, newspaper, magazine, outdoor advertising facility, direct mailing or any other type of general public political advertising, the person responsible for such communication shall be clearly indicated on such communication.

SECTION 26. That Section  $\underline{67-6616}$ , Idaho Code, be, and the same is hereby repealed.

SECTION 27. That Section 67-6627, Idaho Code, be, and the same is hereby amended to read as follows:

- 67-662716. PERSUASIVE POLL CONCERNING CANDIDATE MUST IDENTIFY PERSON OR ENTITY PAYING FOR POLL. (1) If a person, candidate, political party or political committee requests or compensates a person to:
  - (a) Conduct or cause to be conducted a persuasive poll by telephone concerning a candidate; or
  - (b) Produce automated or computerized messages by telephone to conduct a persuasive poll concerning a candidate.
- <u>#</u>the person conducting the poll shall, at the end of the poll, disclose the name and telephone number of the person, candidate, political party or political committee that requested or compensated the person for the poll.
- (2) As used in this section, "persuasive poll" means the canvassing of persons, by means other than an established method of scientific sampling, by asking questions or other information concerning a candidate which is designed to provide information that is designed to advocate the election, approval or defeat of a candidate or measure. The term does not include a poll that is conducted only to measure the public's opinion about or reaction to an issue, fact or theme.
- (3) A violation of the provisions of this section shall be punishable as provided in section 67-6625, Idaho Code.
- SECTION 28. That Section 67-6617, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-6617. REGISTRATION OF LOBBYISTS. (all) Before doing any lobbying, or within thirty (30) days after being employed as a lobbyist, whichever occurs first, a lobbyist shall register by filing with the secretary of state a lobbyist registration statement, in such detail as the secretary of state shall prescribe, accompanied by payment of a registration fee of ten dollars (\$10.00), (which shall be deposited by the secretary of state in the state treasury), showing:
  - $(\underline{1a})$  His name, permanent business address, and any temporary residential and business address in Ada Ecounty during the legislative session;
  - (2b) The name, address and general nature of the occupation or business of the lobbyist's employer, and the duration of his employment;
  - $(3\underline{c})$  Whether the person from whom he receives compensation employs him solely as a lobbyist or whether he is a regular employee performing services for his employer which that include but are not limited to lobbying of legislation;
  - $(4\underline{d})$  The general subject or subjects of the lobbyist's legislative interest; and
  - $(\underline{5e})$  The name and address of the person who will have custody of the accounts, bills, receipts, books, papers, and documents required to be kept under this  $\underline{act}$   $\underline{chapter}$ .

(b2) Any lobbyist who receives or is to receive compensation from more than one (1) person for his services as a lobbyist shall file a separate notice of representation, accompanied by the fee of ten dollars (\$10.00) for each separate notice of representation, with respect to each such person; except that where a lobbyist whose fee for acting as such in respect to the same legislation or type of legislation is, or is to be, paid or contributed by more than one (1) person, then such lobbyist may file a single statement in which he shall detail the name, business address and general occupation of each person so paying or contributing.

- $(e\underline{3})$  Whenever a change, modification, or termination of the lobbyist's employment occurs, the lobbyist shall, within one (1) week of such change, modification or termination, furnish full information regarding the same by filing with the secretary of state an amended registration statement.
- $(\underline{\text{d4}})$  Each lobbyist who has registered shall file a new registration statement, revised as appropriate, on or before each January 10, and failure to do so shall terminate his registration.
- SECTION 29. That Section 67-6618, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-6618. EXEMPTION FROM REGISTRATION. The following persons and activities shall be exempt from registration and reporting under sections 67-6617 and 67-6619, Idaho Code:
- $(a\underline{1})$  Persons who limit their lobbying activities to appearances before public sessions of committees of the legislature or to appearances or participation in public meetings, public hearings or public proceedings held or initiated by executive officials or their employees.
- (b2) Persons who are employees of an entity engaged in the business of publishing, broadcasting or televising, while engaged in the gathering and dissemination of news and comment thereon to the general public in the ordinary course of business:
- (e3) Persons who do not receive any compensation for lobbying and persons whose compensation for lobbying does not exceed two hundred fifty dollars (\$250) in the aggregate during any calendar quarter, including persons who lobby on behalf of their employer or employers, and the lobbying activity represents less than the equivalent of two hundred fifty dollars (\$250) of the employee's time per calendar year quarter, based on an hourly proration of said employee's compensation—;
- $(\underline{44})$  Elected state officers and state executive officers appointed by the governor subject to confirmation by the senate; elected officials of political subdivisions of the state of Idaho, acting in their official capacity:
- (e5) A person who represents a bona fide church, (of which he is a member), solely for the purpose of protecting the constitutional right to the free exercise of religion.; and
  - $(\pm 6)$   $(\pm a)$  Employees of a corporation, if such corporation:
    - (i) Has registered as a lobbyist pursuant to <del>chapter 66, title 67, Idaho Code, and this chapter; and</del>
    - (ii) Has designated one (1) or more of its employees as its official lobbyist, and (iii)  $\underline{\text{Tt}}$  he person so designated by the corporation employee has also registered as a lobbyist.

 (2b) The corporation and the lobbyist designated pursuant to this subsection shall fully and accurately report all expenditures made by employees who are exempt hereunder, in the manner and at the times required by section 67-66189, Idaho Code, and, in addition thereto, shall report the names of all employees who make or authorize expenditures in the aggregate sum of fifty dollars (\$50.00) or more during any calendar year on behalf of the corporate lobbying activities.

SECTION 30. That Section 67-6619, Idaho Code, be, and the same is hereby amended to read as follows:

67-6619. REPORTING BY LOBBYISTS. (1) Any lobbyist registered under section 67-6617, Idaho Code, shall file with the secretary of state an annual report of his lobbying activities signed by both the lobbyist and the lobbyist's employer or employers. The reports shall be made in the form and manner prescribed by the secretary of state and shall be filed on January 31 of each year. In addition to the annual report, while the legislature is in session, every registered lobbyist shall file interim monthly periodic reports for each month or portion thereof that the legislature is in session, which reports need to be signed only by the lobbyist and which shall be filed within fifteen (15) days of the first day of the month for the activities of the prior month just past,; provided however, that any lobbyist covered under this chapter whose lobbying activities are confined only to executive officials shall be required to file interim periodic reports semiannually on January 31 and July 31, which reports need to be signed by the lobbyist and the lobbyist's employer or employers.

- (2) Each annual, semiannual and monthly periodic report shall contain:
- (a) The total of all expenditures made or incurred on behalf of such lobbyist by the lobbyist's employer or employers, not including payments made directly to the lobbyist, during the period covered by the report. The totals shall be segregated according to financial category including, but not limited to: entertainment, food and refreshment, honoraria, travel, lodging, advertising and other like expenditures. Reimbursed personal living and travel expenses of a lobbyist made or incurred directly or indirectly for any lobbying purpose need not be reported.;
- (b) The name of any legislator or executive official to whom or for whose benefit on any one (1) occasion, an expenditure in excess of: (i) seventy-five dollars (\$75.00) per person from 2008 through December 31, 2010, and (ii) in excess of one hundred dollars (\$100) per person on and after January 1, 2011, for the purpose of lobbying, is made or incurred and the date, name of payee, purpose and amount of such expenditure. Expenditures for the benefit of the members of the household of a legislator or executive official shall also be itemized if such expenditure exceeds the amount listed in this subsection.;
- (c) In the case of a lobbyist employed by more than one (1) employer, the proportionate amount of such expenditures in each category made or incurred on behalf of each of his employers—; and
- (d) The subject matter of proposed legislation and the number of each senate or house bill, resolution, memorial or other legislative activity or any rule, ratemaking decision, procurement, contract, bid or bid

process, financial services agreement or bond in which the lobbyist has been engaged in supporting or opposing during the reporting period; provided that in the case of appropriations bills, the lobbyist shall enumerate the specific section or sections which he supported or opposed.

- (e) The itemization threshold in subsection (2) (b) of this section shall be adjusted biennially by directive of the secretary of state, using consumer price index data compiled by the United States department of labor.
- (3) Reports provided by this section to be filed under the provisions of this section may be filed by means of an electronic facsimile transmission machine and may be filed by other electronic means as approved by the secretary of state.
- SECTION 31. That Section 67-6619A, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-6619A20. REPORTS BY STATE ENTITIES. Any office or agency of state government or a state-funded educational institution that offers gifts of any kind through interaction with the legislative or executive department of state government shall file the same reports lobbyists are required to file pursuant to section 67-6619, Idaho Code, with the exception of reporting under section 67-6619(2)(d), Idaho Code, unless the office, agency or state-funded educational institution is otherwise represented by a lobbyist who files all necessary reports and documentation as provided by law.
- SECTION 32. That Section 67-6620, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-662 $\theta$ 1. EMPLOYMENT OF UNREGISTERED PERSONS. It shall be a violation of this act chapter for any person to employ for pay or any consideration, or pay or agree to pay any compensation to, a person to lobby who is not registered or exempt from registration under this act chapter unless such person registers as a lobbyist as provided by this act chapter as soon as practicable after such employment or payment, or agreement to pay, compensation.
- SECTION 33. That Section 67-6621, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-662±2. DUTIES OF LOBBYISTS. (1) A person required to register as a lobbyist under this act chapter shall also have the following obligations, the violation of which shall constitute cause for revocation of his registration, and may subject such person, and such person's employer, if such employer aids, abets, ratifies or confirms any such act, to other civil liabilities, as provided by this act in this chapter: (1) Such persons shall obtain and preserve all accounts, bills, receipts, books, papers, and documents necessary to substantiate the financial reports required to be made under this act chapter for a period of at least three (3) years from the date of the filing of the statement containing such items, which accounts, bills, receipts, books, papers and documents shall be made available for inspection by the secretary of state at any reasonable time during such three (3) year

period; provided, however, that if a lobbyist is required under the terms of his employment contract to turn any records over to his employer, responsibility for the preservation of such records under this subsection shall rest with such employer.

- (2) In addition, a person required to register as a lobbyist shall not:
- (a) Engage in any activity as a lobbyist before registering as such;
- (b) Knowingly deceive or attempt to deceive any legislator to any fact pertaining to any pending or proposed legislation;
- (c) Cause or influence the introduction of any bill or amendment thereto for the purpose of thereafter being employed to secure its defeat;
- (d) Knowingly represent an interest adverse to any of his employers without first obtaining such employers' consent thereto after full disclosure to such employers of such adverse interest;
- (e) Exercise any economic reprisal, extortion, or unlawful retaliation upon any legislator by reason of such legislator's position with respect to, or his vote upon, any pending or proposed legislation; or
- (f) Accept any employment as a lobbyist for a compensation dependent in any manner upon the passage or defeat of any proposed or pending legislation or upon any other contingency connected with the action of the legislature or of either branch thereof or of any committee thereof. This contingent fee prohibition shall also apply to lobbying activities that pertain to communications with executive officials as described in section  $67-6602\,(7)$ , Idaho Code.

SECTION 34. That Section 67-6622, Idaho Code, be, and the same is hereby amended to read as follows:

67-66223. DOCKET -- CONTENTS -- REPORTS TO LEGISLATURE -- SUBJECTS OF LEGISLATION -- WRITTEN AUTHORIZATION. The Secretary of State shall prepare and keep a docket in which shall be entered the name and business address of each lobbyist and the name and business address of his employer or employers, and the subject or subjects of legislation (by bill number, if available) to which the employment relates, which information shall also be indexed by names of employers of lobbyists. Such docket shall be a public record and open to the inspection of any citizen upon demand at any time during the regular business hours of the office of the Secretary of State. Beginning with the first week following the beginning of any regular or special session of the legislature and on every Wednesday thereafter for the duration of such session, the Secretary of State shall from his records report to each house of the legislature the names of lobbyists registered under this act chapter not previously reported, the names of the persons whom they represent as such lobbyist, and subject of legislation (by bill number, if available) in which they are interested.

SECTION 35. That Section 67-6623, Idaho Code, be, and the same is hereby amended to read as follows:

67-66234. DUTIES OF SECRETARY OF STATE <u>AND COUNTY CLERKS</u>. (1) The secretary of state is charged with enforcement of the provisions of this act,

 chapter and in addition to duties otherwise prescribed herein in this chapter, it shall be his the duty of the secretary of state:

- $(\frac{1}{2})$  To prescribe forms for statements and other information required to be filed by this  $\frac{1}{2}$  chapter and to furnish such forms and instruction manual to persons required to file such statements and information;
- $(\underline{2b})$  To make statements and other information filed with  $\underline{\text{him}}$  the secretary of state's office available for public inspection and copying during regular office hours, and to make copying facilities available at a charge not to exceed actual cost;
- (3c) To preserve such statements and other information for a period of four (4) years from date of receipt;
- (4<u>d</u>) With respect to statewide and legislative offices and measures, to To make investigations with respect to of statements filed under the provisions of this act chapter, and with respect to alleged failures to file any statement required under the provisions of this act chapter, and upon complaint by any person with respect to alleged violations of any part of this act chapter;
- (5e) To report suspected violations of law pertaining to a statewide or legislative office or measure to the appropriate law enforcement authorities attorney general;
- $(\frac{6f}{})$  To prescribe and publish rules in accordance with the provisions of chapter 52, title 67, Idaho Code, and to take such other actions as may be appropriate to carry out the provisions of this  $\frac{act}{act}$  chapter; and
- (7g) To require and prescribe methods for the filing of reports in an electronic format to ensure the prompt filing of reports with county clerks, city clerks and clerks of special districts. The receiving authority may, on an individual basis, grant a hardship waiver and accept a report required by this chapter in another format specified by the secretary of state.
- (8) To require and prescribe methods To establish a database, searchable by the public, for the online filing and publication of all reports with the secretary of state to ensure prompt publication of reports required under this chapter on the secretary of state's website. The online database shall accommodate the filings of local government candidates, political committees, measures and lobbyists, as well as legislative and statewide candidates, political committees, measures and lobbyists. The secretary of state may, on an individual basis, grant a hardship waiver and accept a report required by this chapter in another format specified by the secretary of state.
- (2) It shall be the duty of the county clerk, with respect to any local government office or measure in his county, to make investigations of statements required to be filed under this chapter of alleged failures to file any required statement and of any complaint filed by any person of an alleged violation of any part of this chapter with respect to local government races or measures in his county. The county clerk shall report any suspected violations of this chapter pertaining to a local government office or measure to the county prosecutor.

SECTION 36. That Section 67-6624, Idaho Code, be, and the same is hereby amended to read as follows:

67-66245. STATEMENTS TO BE CERTIFIED. All statements required to be filed with the secretary of state under this act chapter shall be signed and certified as true and correct by the person required to file the same. Electronic signatures and certifications shall be governed by the uniform electronic transactions act, chapter 50, title 28, Idaho Code.

 SECTION 37. That Section 67-6615, Idaho Code, be, and the same is hereby amended to read as follows:

- 67-661526. INSPECTION BY SECRETARY OF STATE AND EXAMINATION OF STATE-MENTS. (1) It is the intent of the legislature to consolidate filings for all races and measures in the central database established by the secretary of state. However, the responsibility for post-filing duties shall be divided between the secretary of state, for legislative and statewide offices and measures, and the local county clerk, for local government offices and measures.
- (2) The <u>Ssecretary</u> of <u>Ss</u>tate shall inspect each statement filed in his office under this act pursuant to this chapter with respect to legislative and statewide offices or measures for timeliness and completion within two (2) days after the date it is filed. He shall notify a person required to file a statement under this act chapter immediately if:
  - (a)  $\pm \underline{I}t$  appears that the person has failed to file a statement as required by law or that a statement filed by the person does not conform to law; or
  - (b)  $a\underline{A}$  written complaint is filed with the <u>Ssecretary</u> of <u>Ss</u>tate by any registered voter alleging that a statement filed with the <u>Ssecretary</u> of <u>Ss</u>tate does not conform to law or to the truth or that a person has failed to file a statement required by law.
- (3) The county clerk shall inspect each statement filed in the secretary of state's office under this chapter with respect to local government offices or measures for timeliness and completion within two (2) days after the date it is filed with the secretary of state's office. He shall notify the filer immediately if:
  - (a) It appears that the person has failed to file a statement as required by law or that a statement filed by the person does not conform to law; or
  - (b) A written complaint is filed with the county clerk by any registered voter alleging that a statement filed with the secretary of state does not conform to law or to the truth or that a person has failed to file a statement required by law.
- (4) Within three (3) months after the date of each election, the secretary of state, for legislative and statewide offices and measures, or the county clerk, for local government offices and measures, shall examine a comparison of reports and statements filed in the central database of the secretary of state pursuant to this chapter. The secretary of state or the county clerk may require any person to answer in writing and under oath or affirmation any question within the knowledge of that person concerning the source of any contributions.

SECTION 38. That Section 67-6625A, Idaho Code, be, and the same is hereby amended to read as follows:

67-6625A7. LATE FILING OF STATEMENT OR REPORT -- FEES. (1) If any person fails to file a report or statement on or before a specified date, he shall be liable in an amount of fifty dollars (\$50.00) per day after the deadline until the statement or report is filed.

- $\underline{\text{(a)}}$   $\underline{\text{tTo}}$  the secretary of state, if the statement is connected to a legislative or statewide office or measure; or
- (b) To the county clerk, if the statement is connected to a local government office or measure.
- (2) Liability need not be enforced by the secretary of state or county clerk if on an impartial basis he determines that the late filing was not willful and that enforcement of the liability will not further the purposes of the act, except that no liability shall be waived if a statement or report is not filed within five (5) days after receiving written notice of the filing requirement from the secretary of state or county clerk. The remedy provided in this section is cumulative and does not exclude any other remedy or penalty prescribed in section 67-66258, Idaho Code.
- SECTION 39. That Section 67-6625, Idaho Code, be, and the same is hereby amended to read as follows:
- 67-66258. VIOLATIONS -- CIVIL FINE -- MISDEMEANOR PENALTY -- PROSECUTION -- LIMITATION -- VENUE. (1) Any person who violates the provisions of sections 67-6603, 67-6604(1) or (2), 67-6606 67-6605 through 67-6614A, 67-6617, 67-6619, 67-6620, 67-6621(1), 67-6624, 67-6627 or 67-6628 or 67-6625, Idaho Code, shall be liable for a civil fine not to exceed two hundred fifty dollars (\$250) if an individual, and not more than two thousand five hundred dollars (\$2,500) if a person other than an individual. The burden of proof for such civil liability shall be met by showing a preponderance of the evidence.
- (2) Any person who violates section  $\frac{67-6605}{67-6604}$  or  $\frac{67-6621}{67-6622}$  (2), Idaho Code, and any person who knowingly and willfully violates sections  $\frac{67-6603}{67-6603}$ ,  $\frac{67-6604}{67-6619}$ ,  $\frac{67-6624}{67-6624}$ ,  $\frac{67-6624}{67-6624}$ ,  $\frac{67-6624}{67-6624}$ ,  $\frac{67-6624}{67-6624}$ ,  $\frac{67-6624}{67-6624}$ ,  $\frac{67-6628}{67-6625}$ , Idaho Code, is guilty of a misdemeanor and, upon conviction, in addition to the fines set forth in subsection (1) of this section, may be imprisoned for not more than six (6) months or be both fined and imprisoned.
- (3) The attorney general or the appropriate prosecuting attorney may prosecute any violations of this  $\frac{1}{2}$  chapter.
- (4) Prosecution for violation of this  $\frac{\text{det}}{\text{det}}$  must be commenced within two (2) years after the date on which the violation occurred.
- (5) Venue for prosecution under the provisions of this chapter shall be in the county of residence of the defendant if the defendant is a resident of the state of Idaho, otherwise venue shall be in Ada county.
- SECTION 40. That Section 67-6626, Idaho Code, be, and the same is hereby amended to read as follows:
- $67-662\underline{69}$ . INJUNCTIONS. The district courts of this state shall have original jurisdiction to issue injunctions to enforce the provisions of this <u>act chapter</u> upon application by any citizen of this state or by the <u>Ssecretary of Sstate or county clerk</u>. The court may, in its discretion, re-

quire the citizen plaintiff to file a written complaint with the <u>Ssecretary</u> of <u>Sstate or with the county clerk</u> prior to seeking injunctive relief. A successful plaintiff is entitled to be reimbursed for reasonable costs of litigation, including reasonable attorney's fees, by the person or persons named defendant in said injunctive action. A successful defendant is entitled to be reimbursed for reasonable costs of litigation, including reasonable attorney's fees, if the court determines that plaintiff's action was without substantial merit.

SECTION 41. That Section 67-6629, Idaho Code, be, and the same is hereby amended to read as follows:

67-662930. SEVERABILITY. If any provisions of this act or its application to any person or circumstance is held invalid, the remainder of the act, or the application of the provision to other persons or circumstances is not affected.

SECTION 42. That Section 67-6630, Idaho Code, be, and the same is hereby amended to read as follows:

 $67-663\theta\underline{1}$ . CONSTRUCTION. The provisions of this act are to be liberally construed to effectuate the policies and purposes of this act. In the event of conflict between the provisions of this act and any other act, the provisions of this act shall govern.

SECTION 43. That Section 1-2220A, Idaho Code, be, and the same is hereby repealed.

SECTION 44. That Section 31-2012, Idaho Code, be, and the same is hereby repealed.

SECTION 45. That Section 33-503, Idaho Code, be, and the same is hereby amended to read as follows:

33-503. ELECTION OF TRUSTEES -- UNIFORM DATE. (1) The election of school district trustees including those in charter districts shall be on the third Tuesday in May in odd-numbered years. Notice and conduct of the election, and the canvassing of the returns shall be as provided in chapter 14, title 34, Idaho Code. In each trustee zone, the person receiving the greatest number of votes cast within his zone shall be declared by the board of trustees as the trustee elected from that zone.

(2) If any two (2) or more persons have an equal number of votes in any trustee zone and a greater number than any other nominee in that zone, the board of trustees shall determine the winner by a toss of a coin.

(3) The provisions of sections 67-6601 through 67-6616, Idaho Code, and sections 67-6623 through 67-6630, Idaho Code, shall apply to all elections of school district trustees, except for elections of trustees in a school district that has fewer than five hundred (500) students. Provided however, the county clerk shall stand in place of the secretary of state and the county prosecutor shall stand in place of the attorney general. Any report or filing required to be filed by or for a candidate by such Idaho Code sections

shall be filed with the county clerk of the county wherein the district lies or, in the case of a joint district, with the county clerk of the home county as designated pursuant to section 33-304, Idaho Code.

 SECTION 46. That Section 33-2106, Idaho Code, be, and the same is hereby amended to read as follows:

- 33-2106. TRUSTEES OF COMMUNITY COLLEGE DISTRICTS. (1) The board of trustees of each community college district shall consist of five (5) electors who shall reside in a different trustee zone from each other and who shall be appointed or elected as provided in this section.
  - (a) Immediately following the establishment of a new community college district, the state board of education shall divide the district into five (5) trustee zones, which shall be as nearly equal in population as practicable. If a community college district is situated within two (2) or more counties, and any one (1) of the counties has sufficient population to warrant at least one (1) zone, then the boundaries of a trustee zone shall be located wholly within the boundaries of such county. The state board shall also appoint the members of the first board who shall serve until the election and qualification of their successors.
  - (b) At the first election of trustees after the creation of a district, five (5) trustees shall be elected: two (2) for terms of two (2) years each, and three (3) for terms of four (4) years each. Thereafter, the successors of persons so elected shall be elected for terms of four (4) years.
  - (c) Excluding any first election of trustees after the creation of a district, at any other election of trustees held in 2008, and in each trustee election thereafter, trustees shall be elected to terms of four (4) years. If more than two (2) trustee positions are eligible for election in 2008, one (1) trustee shall be elected to a term of four (4) years and two (2) trustees shall be elected to a term of six (6) years. Thereafter, the successors of persons so elected in 2008 shall be elected for terms of four (4) years.
  - (d) The expiration of any term shall be at the regular meeting of the trustees next following the election for the successor terms.
- (2) Elections of trustees of community college districts shall be biennially, in even-numbered years, and shall be held on a date authorized in section 34-106, Idaho Code. Vacancies on the board of trustees shall be filled by appointment by the remaining members, but if by reason of vacancies there remain on the board less than a majority of the required number of members, appointment to fill such vacancies shall be made by the state board of education. Any person so appointed must reside in the trustee zone where the vacancy occurs and shall serve until the next trustee election, at which time his successor shall be elected for the unexpired term. The trustees shall take and subscribe the oath of office required in the case of state officers and said oath shall be filed with the secretary of state.
- (3) Notice of the election, the conduct thereof, the qualification of electors and the canvass of returns shall be as prescribed in chapter 14, title 34, Idaho Code.
- (4) All eligible electors within a community college district may vote for candidates in each and every zone. An individual who is a candidate for

a specific zone of the community college district must reside in that same specific zone, and the candidate in each zone receiving the largest number of votes from the district shall be declared elected. An individual shall be a candidate for a specific position of the board and each candidate must declare which position he seeks on the board of trustees. If it be necessary to resolve a tie between two (2) or more persons, the board of trustees shall determine by lot which thereof shall be declared elected. The clerk of the board shall promptly notify any person by mail of his election, enclosing a form of oath to be subscribed by him as herein provided.

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- (5) When elections held pursuant to this section coincide with other elections held by the state of Idaho or any subdivision thereof, or any municipality or school district, the board of trustees may make agreement with the body holding such election for joint boards of election and the payment of fees and expenses of such boards of election on such proportionate basis as may be agreed upon.
- (6) At its first meeting following the appointment of the first board of trustees, and at the first regular meeting following any community college trustee election, the board shall organize, and shall elect one (1) of its members chairman, one (1) a vice-chairman; and shall elect a secretary and a treasurer, who may be members of the board; or one (1) person to serve as secretary and treasurer, who may be a member of the board.
- (7) The provisions of sections 67-6601 through 67-6616, Idaho Code, and sections 67-6623 through 67-6630, Idaho Code, are hereby made applicable to all community college trustee elections. Provided however, that the county clerk shall stand in place of the secretary of state and the county prosecutor shall stand in place of the attorney general. Any report or filing required to be filed by or for a candidate by such sections of Idaho Code shall be filed with the county clerk of the county where such candidate resides.
- (8) The board shall set a given day of a given week in each month as its regular meeting time. Three (3) members of the board shall constitute a quorum for the transaction of official business.
- (98) The authority of trustees of community college districts shall be limited in the manner prescribed in section 33-507, Idaho Code.
- (109) Any decision of the state board of education issued pursuant to chapter 21, title 33, Idaho Code, may be appealed to the district court of any county in which the district or proposed district lies or shall lie. The pleadings and other papers shall be filed not more than sixty (60) days after notice of the order appealed and service of two (2) copies thereof shall be made upon the state board of education.
- SECTION 47. That Section 40-1417, Idaho Code, be, and the same is hereby repealed.
- SECTION 48. That Section 50-420, Idaho Code, be, and the same is hereby 43 repealed.
- 44 SECTION 49. That Section 50-2006, Idaho Code, be, and the same is hereby amended to read as follows: 45
  - URBAN RENEWAL AGENCY. (a) There is hereby created in each municipality an independent public body corporate and politic to be known as

the "urban renewal agency" that was created by resolution as provided in section 50-2005, Idaho Code, before July 1, 2011, for the municipality; provided, that such agency shall not transact any business or exercise its powers hereunder until or unless: (1) the local governing body has made the findings prescribed in section 50-2005, Idaho Code; and provided further, that such agency created after July 1, 2011, shall not transact any business or exercise its powers provided for in this chapter until (2) a majority of qualified electors, voting in a citywide or countywide election depending on the municipality in which such agency is created, vote to authorize such agency to transact business and exercise its powers provided for in this chapter. If prior to July 1, 2011, the local governing body has made the findings prescribed in subsection (a) (1) of this section then such agency shall transact business and shall exercise its powers hereunder and is not subject to the requirements of subsection (a) (2) of this section.

- (b) Upon satisfaction of the requirements under subsection (a) of this section, the urban renewal agency is authorized to transact the business and exercise the powers hereunder by a board of commissioners to be established as follows:
  - (1) Unless provided otherwise in this section, the mayor, by and with the advice and consent of the local governing body, shall appoint a board of commissioners of the urban renewal agency, which shall consist of not less than three (3) commissioners nor more than nine (9) commissioners. In the order of appointment, the mayor shall designate the number of commissioners to be appointed, and the term of each, provided that the original term of office of no more than two (2) commissioners shall expire in the same year. The commissioners shall serve for terms not to exceed five (5) years, from the date of appointment, except that all vacancies shall be filled for the unexpired term.
  - (2) For inefficiency or neglect of duty or misconduct in office, a commissioner may be removed by a majority vote of the local governing body only after a hearing and after he shall have been given a copy of the charges at least ten (10) days prior to such hearing and have had an opportunity to be heard in person or by counsel. Any commission position that becomes vacant at a time other than the expiration of a term shall be filled by the mayor or chair of the board of county commissioners, if that is the local governing body, by and with the advice and consent of the local governing body, including the mayor, if applicable, and shall be filled for the unexpired term.
  - (3) By enactment of an ordinance, the local governing body may appoint and designate from among its members to be members of the board of commissioners of the urban renewal agency, provided that such representation shall be less than a majority of the board of commissioners of the urban renewal agency of the members of the local governing body on and after July 1, 2017, in which case all the rights, powers, duties, privileges and immunities vested by the urban renewal law of 1965, and as amended, in an appointed board of commissioners, shall be vested in the local governing body, who shall, in all respects when acting as an urban renewal agency, be acting as an arm of state government, entirely separate and distinct from the municipality, to achieve, perform and accom-

plish the public purposes prescribed and provided by said urban renewal law of 1965, and as amended.

- (4) By enactment of an ordinance, the local governing body may terminate the appointed board of commissioners and thereby appoint and designate itself as the board of commissioners of the urban renewal agency for not more than one (1) calendar year.
- (5) By enactment of an ordinance, the local governing body may provide that the board of commissioners of the urban renewal agency shall be elected at an election held for such purpose on one (1) of the November dates provided in section 34-106, Idaho Code, and the ordinance may provide term limits for the commissioners. In this case, all the rights, powers, duties, privileges and immunities vested by the urban renewal law of 1965, and as amended, in an appointed board of commissioners, shall be vested in the elected board of commissioners of the urban renewal agency, who shall, in all respects when acting as an urban renewal agency, be acting as an arm of state government, entirely separate and distinct from the municipality, to achieve, perform and accomplish the public purposes prescribed and provided by said urban renewal law of 1965, and as amended. The provisions of section 50-420 chapter 66, title 67, Idaho Code, shall apply to elected commissioners if the sponsoring entity is a city or the provisions of county election law if the sponsoring entity is a county and. the county election law shall apply to the person running for commissioner as if they were he was running for county commissioner. In the event of a vacancy in an elected commissioner position, the replacement shall be appointed by the mayor or chair of the board of county commissioners, if that is the local governing body by and with the advice and consent of the local governing body, and shall be filled for the unexpired term.
- (6) In all instances, a member of the board of commissioners of the urban renewal agency must be a resident of the county where the urban renewal agency is located or is doing business.
- (c) A commissioner shall receive no compensation for his services but shall be entitled to the necessary expenses, including traveling expenses, incurred in the discharge of his duties. Each commissioner shall hold office until his successor has been appointed and has qualified. A certificate of the appointment or reappointment of any commissioner shall be filed with the clerk of the municipality and such certificate shall be conclusive evidence of the due and proper appointment of such commissioner.

The powers of an urban renewal agency shall be exercised by the commissioners thereof. A majority of the commissioners shall constitute a quorum for the purpose of conducting business and exercising the powers of the agency and for all other purposes. Action may be taken by the agency upon a vote of a majority of the commissioners present, unless in any case the bylaws shall require a larger number.

The commissioners shall elect the chairman, cochairman or vice chairman for a term of one (1) year from among their members. An agency may employ an executive director, technical experts and such other agents and employees, permanent and temporary, as it may require, and determine their qualifications, duties and compensation. For such legal service as it may require, an agency may employ or retain its own counsel and legal staff. An

agency authorized to transact business and exercise powers under this chapter shall file, with the local governing body, on or before March 31 of each year a report of its activities for the preceding calendar year, which report shall include a complete financial statement setting forth its assets, liabilities, income and operating expense as of the end of such calendar year. The agency shall be required to hold a public meeting to report these findings and take comments from the public. At the time of filing the report, the agency shall publish in a newspaper of general circulation in the community a notice to the effect that such report has been filed with the municipality and that the report is available for inspection during business hours in the office of the city clerk or county recorder and in the office of the agency.

- (d) An urban renewal agency shall have the same fiscal year as a municipality and shall be subject to the same audit requirements as a municipality. An urban renewal agency shall be required to prepare and file with its local governing body an annual financial report and shall prepare, approve and adopt an annual budget for filing with the local governing body, for informational purposes. A budget means an annual estimate of revenues and expenses for the following fiscal year of the agency.
- (e) An urban renewal agency shall comply with the public records law pursuant to chapter 1, title 74, Idaho Code, open meetings law pursuant to chapter 2, title 74, Idaho Code, the ethics in government law pursuant to chapter 4, title 74, Idaho Code, and the competitive bidding provisions of chapter 28, title 67, Idaho Code.

SECTION 50. That Section 67-4931, Idaho Code, be, and the same is hereby repealed.

SECTION 51. This act shall be in full force and effect on and after July 1, 2019.