First Regular Session Seventy-fourth General Assembly STATE OF COLORADO

REENGROSSED

This Version Includes All Amendments Adopted in the House of Introduction HOUSE BILL 23-1245

LLS NO. 23-0542.04 Jessica Herrera x4218

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A BILL FOR AN ACT

101 CONCERNING REQUIREMENTS UNDER THE "FAIR CAMPAIGN

102 PRACTICES ACT" FOR MUNICIPAL ELECTIONS.

Bill Summary

(Note: This summary applies to this bill as introduced and does not reflect any amendments that may be subsequently adopted. If this bill passes third reading in the house of introduction, a bill summary that applies to the reengrossed version of this bill will be available at <u>http://leg.colorado.gov.</u>)

Current law regulating campaign finance does not set limits on contributions to candidates for municipal elections. For municipal elections held on or after January 1, 2024, the bill sets aggregate limits on contributions to candidates for municipal office from persons, excluding any small donor committee, for any election cycle in the amount of \$250. The bill sets aggregate limits on contributions to candidates for municipal HOUSE Amended 3rd Reading April 18, 2023

> Amended 2nd Reading April 14, 2023

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office from small donor committees for any election cycle in the amount of \$2,500. The bill requires that these aggregate contribution limits be periodically adjusted for inflation consistent with other contribution limits and subjects the new contribution limits to existing statutory provisions governing the disclosure of campaign contributions.

The bill prohibits a political party from making any contribution to a candidate committee for municipal office and prohibits a candidate committee from accepting any contribution from a political party.

The bill requires campaign contribution reports for candidates of a municipal office to be filed with the municipal clerk no later than 90 days, 60 days, 30 days, and 15 days before and 30 days after the major election in election years and annually in off-election years. The bill clarifies that an independent expenditure committee that makes expenditures in connection with a municipal election must file its disclosure reports with the applicable municipal clerk.

The bill also extends the retention requirements for campaign contribution reports from one year to 10 years.

1 Be it enacted by the General Assembly of the State of Colorado:

2

SECTION 1. In Colorado Revised Statutes, 1-45-103.7, add (1.9)

3 as follows:

4 1-45-103.7. Contribution limits - county offices - school district 5 director - municipal office - treatment of independent expenditure 6 committees - contributions from limited liability companies - voter 7 instructions on spending limits - definitions. (1.9) (a) (I) THE 8 MAXIMUM AMOUNT OF AGGREGATE CONTRIBUTIONS THAT ANY ONE 9 PERSON, INCLUDING A POLITICAL PARTY, AND EXCLUDING A SMALL DONOR 10 COMMITTEE MAY MAKE TO A CANDIDATE COMMITTEE OF A CANDIDATE 11 FOR A MUNICIPAL OFFICE, AND THAT A CANDIDATE COMMITTEE FOR SUCH 12 A CANDIDATE MAY ACCEPT FROM ANY ONE SUCH PERSON PER ELECTION 13 IS FOUR HUNDRED DOLLARS.

14 (II) THE MAXIMUM AMOUNT OF AGGREGATE CONTRIBUTIONS THAT 15 ANY ONE SMALL DONOR COMMITTEE MAY MAKE TO A CANDIDATE 16 COMMITTEE OF A CANDIDATE FOR A MUNICIPAL OFFICE AND THAT A CANDIDATE COMMITTEE FOR SUCH A CANDIDATE MAY ACCEPT FROM ANY
 ONE SMALL DONOR COMMITTEE PER ELECTION IS FOUR THOUSAND
 DOLLARS.

4

(III) THE REQUIREMENTS OF SECTIONS 1-45-108 AND 1-45-109, AS
APPROPRIATE, APPLY TO ANY CONTRIBUTION MADE OR RECEIVED FOR ANY
ELECTION THAT IS SUBJECT TO SUBSECTION (1.9)(a)(I) OR (1.9)(a)(II)
OF THIS SECTION.

9

10 (b) AS USED IN THIS SUBSECTION (1.9), "MUNICIPAL OFFICE" MEANS
11 THE MAYOR, THE BOARD OF TRUSTEES, A MEMBER OF CITY COUNCIL,
12 AND ANY OTHER ELECTED MUNICIPAL OFFICER.

13 SECTION 2. In Colorado Revised Statutes, 1-45-108, amend
14 (2)(a)(II); and add (2)(a)(II.5) as follows:

15 1-45-108. Disclosure - definitions - repeal. (2) (a) (II) Such 16 reports that are required to be filed with the municipal clerk FOR 17 MUNICIPALITIES WITH A POPULATION OF LESS THAN ONE THOUSAND and 18 such reports required to be filed pursuant to section 1-45-109 (1)(a)(II) 19 and (1)(c) must be filed on the twenty-first day and on the Friday before 20 and thirty-five days after the primary election, where applicable, and the 21 major election in election years and annually in off-election years on the 22 first day of the month in which the anniversary of the major election 23 occurs.

(II.5) SUCH REPORTS THAT ARE REQUIRED TO BE FILED WITH THE
MUNICIPAL CLERK FOR MUNICIPALITIES THAT HAVE A POPULATION OF ONE
THOUSAND OR MORE MUST BE FILED NO LATER THAN SIXTY DAYS,
THIRTY DAYS, AND FIFTEEN DAYS BEFORE, AND THIRTY DAYS AFTER THE

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| 1 | MAJOR ELECTION IN ELECTION YEARS AND ANNUALLY IN OFF-ELECTION |
|----|---|
| 2 | YEARS ON THE FIRST DAY OF THE MONTH IN WHICH THE ANNIVERSARY OF |
| 3 | THE MAJOR ELECTION OCCURS; EXCEPT THAT, FOR A RUNOFF ELECTION |
| 4 | REPORTS MUST BE FILED NO LATER THAN FIFTEEN DAYS BEFORE AND |
| 5 | FIFTEEN DAYS AFTER THE RUNOFF ELECTION. |
| 6 | SECTION 3. In Colorado Revised Statutes, 1-45-109, amend |
| 7 | (1)(b) as follows: |
| 8 | 1-45-109. Filing - where to file - timeliness. (1) For the purpose |
| 9 | of meeting the filing and reporting requirements of this article 45: |
| 10 | (b) Candidates in municipal elections, their candidate committees, |
| 11 | any political committee in support of or in opposition to such candidate, |
| 12 | an issue committee supporting or opposing a municipal ballot issue, and |
| 13 | small donor committees making contributions to such candidates shall file |
| 14 | with the municipal clerk. AN INDEPENDENT EXPENDITURE COMMITTEE |
| 15 | THAT MAKES EXPENDITURES IN CONNECTION WITH A MUNICIPAL ELECTION |
| 16 | SHALL FILE WITH THE MUNICIPAL CLERK. |
| 17 | SECTION 4. In Colorado Revised Statutes, 1-45-112, amend |
| 18 | (1)(b); and add (1)(c.5) as follows: |
| 19 | 1-45-112. Duties of municipal clerk. (1) The municipal clerk |
| 20 | shall: |
| 21 | (b) Keep a copy of any report or statement required to be filed by |
| 22 | this article for a period of one year TEN YEARS from the date of filing. In |
| 23 | the case of candidates who were elected, those candidate's reports and |
| 24 | filings shall be kept for one year SIX YEARS after the candidate leaves |
| 25 | office. |
| 26 | (c.5) MAKE PUBLICLY AVAILABLE WITHOUT CHARGE ON A |
| 27 | WEBSITE, OR FOR IN-PERSON INSPECTION, ANY REPORTS, DISCLOSURES, OR |

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STATEMENTS THAT ARE FILED PURSUANT TO THIS ARTICLE 45 AND ARE
 SUBJECT TO THE RETENTION REQUIREMENTS SET FORTH IN SUBSECTION
 (1)(b) OF THIS SECTION. FOR AN INDIVIDUAL WHO SUBMITS AN OPEN
 RECORDS REQUEST INVOLVING SUCH REPORTS, DISCLOSURES, OR
 STATEMENTS, IF PRINTOUTS OR PHOTOGRAPHS RELATING TO SUCH AN OPEN
 RECORDS REQUEST ARE REQUESTED, THE MUNICIPAL CLERK MAY CHARGE
 APPROPRIATE FEES.

8 SECTION 5. Act subject to petition - effective date -9 **applicability.** (1) This act takes effect January 1, 2024; except that, if a 10 referendum petition is filed pursuant to section 1 (3) of article V of the 11 state constitution against this act or an item, section, or part of this act 12 within such period, then the act, item, section, or part will not take effect 13 unless approved by the people at the general election to be held in 14 November 2024 and, in such case, will take effect on the date of the 15 official declaration of the vote thereon by the governor.

16 (2) This act applies to any municipal election held on or after the17 effective date of this act.