## 97TH GENERAL ASSEMBLY

# State of Illinois

# 2011 and 2012

## HB1273

Introduced 02/08/11, by Rep. William D. Burns

## SYNOPSIS AS INTRODUCED:

New Act 10 ILCS 5/9-25.1

from Ch. 46, par. 9-25.1; formerly Ch. 46, pars. 102, 103 and 104

10 ILCS 5/12A-5 30 ILCS 105/5.786 new 35 ILCS 5/507YY new

Creates the Lincoln Act. Provides for a voluntary program of public financing for candidates for the executive branch constitutional offices and General Assembly members beginning in 2011, to be administered by the State Board of Elections. Amends the State Finance Act and the Illinois Income Tax Act to create the necessary special fund and an income tax check-off to support the financing program. Amends the Election Code. Makes a conforming change concerning the use of public funds. Requires that the State Board of Elections publish its Internet voters' guide before every general election (now, general elections when statewide officers are elected) and include candidates for the General Assembly and a list of candidates participating in the public financing program. Effective immediately.

LRB097 06828 HLH 46919 b

FISCAL NOTE ACT MAY APPLY

A BILL FOR

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AN ACT concerning elections.

# 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 1. Short title. This Act may be cited as the5 Lincoln Act.

6 Section 1.5. Definitions. As used in this Act:

(1) "Board" means the State Board of Elections.

8 (2) "Fund" means the Citizens' Election Fund established in9 Section 2 of this Act.

10 (3) "Depository account" means the single checking account 11 at the depository institution designated as the depository for 12 permitted contributions from natural persons and funds 13 received from the Citizens' Election Fund.

14 (4) "Immediate family", when used with reference to a 15 candidate, includes the candidate's spouse, parents, and 16 dependent children.

17 (5) "Personal funds" means funds contributed by a candidate18 or a member of a candidate's immediate family.

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(6) "Natural person" means any one human being.

(7) "General election cycle" means that period beginning
with the day after the general primary and concluding the
December 31 after the general election.

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(8) " General primary election cycle" means that period

beginning with January 1 of the year after the general election
 and leading up to the first Tuesday in February.

3 (9) "Contested general primary election" and "contested 4 general election" mean a primary or a general election in which 5 2 or more candidates are certified to have their names printed 6 on the ballot by the Board.

7 (10)"Uncontested general primary election" and 8 "uncontested general election" means a primary or a general 9 election in which only one candidate has been certified to have 10 his or her name printed on the ballot by the Board. If a candidate for nomination or election has an opponent who is 11 12 exempted from filing a disclosure with the Board, as specified by the Illinois Campaign Disclosure Act, that race shall also 13 be considered uncontested. 14

15 (11) "Candidate" means a qualified candidate for any of the 16 following offices:

- 17 (i) Governor;
- 18 (ii) Lieutenant Governor;
- 19 (iii) Attorney General;
- 20 (iv) Secretary of State;
- 21 (v) Comptroller;
- 22 (vi) Treasurer;
- 23 (vii) State Senator; or
- 24 (viii) State Representative.

(12) "Qualified candidate" means any individual who seeksnomination to public office through a political party or

election to a public office as a candidate of a political party or as an independent candidate for public office. A person is considered a candidate only if he or she takes the actions necessary as required by the Election Code to qualify as a candidate for public office and is certified by the State Board of Elections to have his or her name placed on a ballot for election.

8 (13) "Clean election candidate" means a "qualified 9 candidate" for public office who participates in the Citizens' 10 Election Program.

11 (14) "Non-participating candidate" means a "qualified 12 candidate" for public office who opts out or is disqualified 13 from the Citizens' Election Program.

(15) "Qualifying report" is a list of all qualifying 14 contributors and the dates and amounts of each of their 15 16 contributions. Candidates may list more contributions on their 17 qualifying report than are necessary to establish eligibility for receipt of an initial public financing benefit. Any 18 contributors listed on a qualifying report over and above the 19 20 minimum number necessary to establish eligibility shall be deemed for the purpose of matching funds. 21

(16) "Primary election campaign period" means the period beginning 30 days after the last day prescribed by law for filing nomination papers and ending on the day of the general primary election.

26 (17) "Public financing qualifying period" means, for

candidates seeking the nomination of an established party in a 1 2 general primary election, the period beginning on the first day of July of an odd-numbered year and ending on the day before 3 the beginning of the primary election campaign period. For all 4 5 other candidates, the period beginning on the first day of July in an odd-numbered year and ending 7 days after the last date 6 7 for nomination of candidates as set forth in Section 10-6 of 8 the Election Code.

Section 2. Citizens' Election Fund. The Citizens' Election 9 10 Fund is created as a special fund. The fund may contain any 11 moneys required by law to be deposited into the fund. The State 12 Comptroller shall administer the fund. Any balance remaining in the fund at the end of any fiscal year shall be carried forward 13 14 in the fund for the next fiscal year. All moneys deposited into 15 the fund shall be used for the purposes of this Act, including 16 but not limited to ensuring compliance with this Act and promoting the income tax checkoff. 17

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Section 3. Program established.

(a) There is established a Citizens' Election Program under
which the candidate for nomination to the office of Governor,
Lieutenant Governor, Attorney General, State Comptroller,
Secretary of State, State Treasurer, State Senator, or State
Representative may receive a grant from the Citizens' Election
Fund for the candidate's primary campaign for that nomination.

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(b) Any such candidate committee is eligible to receive 1 2 such grants for a general primary campaign, if applicable, and a general election campaign if (1) the candidate certifies as a 3 clean election candidate under Section 4, (2) the candidate's 4 5 committee receives the required amount of qualifying contributions under Section 5, (3) the candidate's committee 6 returns all contributions that do not meet the criteria for 7 qualifying contributions under Section 5 to the Citizens' 8 9 Election Fund, and (4) the candidate submits an application and 10 the Board approves the application in accordance with the 11 provisions of Sections 7 and 8.

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#### Section 4. Participation.

In order to participate in the Citizens' Election 13 (a) 14 Program, candidates for nomination or election to the office of 15 Governor, Lieutenant Governor, Attorney General, State 16 Comptroller, Secretary of State, State Treasurer, State Senator, or State Representative shall file an affidavit with 17 the Board. The affidavit shall include written certifications 18 (1) that the candidate is determined to abide by contribution 19 20 restrictions under the Citizens' Election Program set forth in 21 this Act during both the general primary and general election; 22 (2) that the campaign treasurer of the candidate committee for that candidate shall expend any moneys received from the 23 24 Citizens' Election Fund in accordance with rules adopted by the 25 Board; (3) that the candidate shall repay to the fund moneys up to the amount of the grant plus matching funds received from the Citizens' Election Fund remaining in the candidate's depository account; and (4) stating if the candidate shall be referred to as an established party or new party candidate and the name of such party. A candidate for nomination or election to any such office shall file such affidavit during the specified public financing qualifying period.

8 (b) A candidate who so certifies his or her intent to abide 9 by the contribution restrictions under the Citizens' Election 10 Program set forth in this Act shall be referred to as a "clean 11 election candidate".

12 (c) In addition to reports required to be filed under the 13 Election Code, a candidate who receives a public financing 14 benefit must furnish complete financial records, including 15 receipts and expenditures, on the last day of each month.

16 (d) Α clean election candidate may withdraw from 17 participation in the Citizens' Election Program before applying for an initial grant under Section 7 of this Act, by 18 filing an affidavit with the Board, which includes a written 19 20 certification of such withdrawal. A candidate who files such an affidavit shall be deemed to be a non-participating candidate 21 22 for the purposes of Sections 1 to 17, inclusive, of this Act 23 and shall not be penalized for such withdrawal. No clean election candidate shall withdraw from participation in the 24 25 Citizens' Election Program after applying for an initial grant under Section 7 of this Act. 26

(e) The campaign treasurer must submit reporting slips and 1 2 an amount equal to the sum of the contributions collected to the Board throughout the general primary and general election 3 The 3-part reporting slip, as defined 4 cvcles. in this 5 subsection, shall include the printed name, registration 6 address, and signature of the contributor, the name of the 7 candidate for whom the contribution is made, the date, and the 8 printed name and signature of the solicitor. If a contribution 9 is received unsolicited, the candidate or contributor or 10 campaign treasurer may sign the contribution form as the 11 solicitor. Nothing in this Act shall prohibit the use of direct 12 mail or the Internet to obtain contributions. A copy of the 13 reporting slip shall be given as a receipt to the contributor, 14 and the candidate's campaign committee shall retain a copy. The 15 candidate must comply with this Act and ensure that the 16 original slip is tendered to the Board, a copy remains with the 17 candidate, and a copy is given to the contributor. Reporting lists shall be received by the campaign treasurer not later 18 19 than 24 hours immediately preceding each required filing date.

20 (f) A clean election candidate shall only be permitted to 21 use money received from the Citizens' Election Fund for 22 purposes of nomination or election.

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Section 5. Qualifying contributors.

(a) The number of qualifying contributors that thecandidate committee of a candidate shall be required to receive

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during the public financing qualifying period in order to be eligible for grants from the Citizens' Election Fund shall be:

3 In the case of a candidate for nomination or (1)election to the office of Governor, Lieutenant Governor, 4 5 Attorney General, State Comptroller, State Treasurer, or Secretary of State, contributions from 3,500 6 natural 7 persons, of which 90% must reside in the State, must be 8 received by that candidate in order to qualify for the 9 Citizens' Election Program. The provisions of this 10 subsection shall be subject to the following: (A) the 11 candidate committee shall return the portion of any 12 contribution or contributions from any natural person, including the candidate, that exceeds \$500 and such excess 13 14 portion shall not be considered in calculating the 15 aggregate contribution amount under this subsection, and 16 (B) all contributions received by an exploratory committee 17 established by the candidate that meet the criteria for qualifying contributors under this Section shall 18 be 19 considered in tallying contributors; and

20 (2) In the case of a candidate for nomination or 21 election to the office of State Senator for a district, 22 contributions from 1,000 natural persons, of which 90% must 23 reside in the State, must be received by the candidate in 24 order to qualify for the Citizens' Election Program. The 25 provisions of this subsection shall be subject to the 26 following: (A) the candidate committee shall return the

portion of any contribution or contributions from any 1 2 natural person that exceeds \$500, and such excess portion shall not be considered in calculating the aggregate 3 contribution amount under this subsection, and (B) all 4 5 contributions received by an exploratory committee 6 established by the candidate that meet the criteria for 7 qualifying contributors to candidate committees under this 8 Section shall be considered in tallying contributors.

9 (3) In the case of a candidate for nomination or 10 election to the office of State Representative for a 11 district, contributions from 500 natural persons, of which 12 90% must reside in the State, must be received by the candidate in order to qualify for the Citizens' Election 13 14 Program. The provisions of this subsection shall be subject 15 to the following: (A) the candidate committee shall return 16 the portion of any contribution or contributions from any 17 natural person that exceeds \$500, and such excess portion shall not be considered in calculating the aggregate 18 19 contribution amount under this subsection, and (B) all 20 contributions received by an exploratory committee 21 established by the candidate that meet the criteria for 22 qualifying contributors to candidate committees under this 23 Section shall be considered in tallying contributors.

(4) The following shall not be deemed to be qualifying
 contributions under subsection (a) of this Section and
 shall be returned by the campaign treasurer of the

candidate committee to the Citizens' Election Fund: (A) a 1 2 contribution of \$5 or more from a natural person who does 3 not provide the full name and complete address of the person; and (B) a contribution from a person who does not 4 5 reside in the State, in excess of the applicable limit on from out-of-state natural 6 contributions persons in 7 subsection (a) of this Section.

8 (b) Contributions received by clean election candidates 9 over the set qualifying number of contributors specified in 10 subsection (a) would count towards the match defined in Section 11 12 of this Act.

(c) A candidate or a person, who later becomes a candidate, or an agent of that candidate, may not assist another person in qualifying as a candidate for the same office if such a candidacy would result in a greater distribution of funds from the Citizens' Election Fund in a contested election, as specified under Section 8 of this Act.

Section 6. Agreement by candidate. An eligible candidate 18 who accepts funds from the Citizens' Election Fund during the 19 20 primary election campaign period must agree to comply with all 21 requirements of this Act throughout the general election cycle 22 as a precondition to receipt of public funds. An eligible candidate who accepts a public financing benefit during a 23 primary election campaign period may not elect to accept 24 private contributions in violation of this Act during the 25

1 corresponding general election cycle.

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Section 7. Application for grants.

3 (a) The application shall include a qualifying report, 4 which demonstrates that the candidate committee has received 5 contributions from the required number of contributors, and a 6 written certification that;

7 (1) The candidate committee has repaid all moneys
8 borrowed on behalf of the campaign, as required by
9 subsection (b) of Section 11 of this Act;

10 (2) The candidate committee has returned any 11 contribution of \$5 or more from a natural person who does 12 not include the person's name and address with the 13 contribution;

14 (3)The candidate committee has returned all 15 contributions or portions of contributions that do not meet 16 the criteria for qualifying contributions under Section 5 this and returned all 17 of Act excess qualifying contributions to the Citizens' 18 Election Fund. That contribution shall not count toward the maximum amount that 19 20 a contributor may contribute.

(4) The campaign treasurer of the candidate committee
will comply with the provisions of Sections 1 to 17,
inclusive, of this Act;

(5) All moneys received from natural persons and theCitizens' Election Fund will be deposited upon receipt into

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the depository account of the candidate committee;

2 (6) The campaign treasurer of the candidate committee 3 will expend all moneys received from the fund in accordance 4 with the general statutes and rules adopted by the Board; 5 and

6 (7) If the candidate withdraws from the campaign, 7 becomes ineligible, or dies during the campaign, the 8 candidate committee of the candidate will return to the 9 Board, for deposit in the fund, all moneys received from 10 the fund, which that candidate committee has not spent or 11 encumbered as of the date of such occurrence.

12 (b) Conditions.

(1) A clean election candidate for nomination to the
office of Governor, Attorney General, State Comptroller,
Secretary of State, State Treasurer, State Senator, or
State Representative may apply to the Board for a grant
from the Citizens' Election Fund for a general election
campaign:

(A) After any primary held by such party for
nomination for that office, if the Board certifies that
the candidate is the party nominee;

(B) In the case of an independent candidate, after
approval by the Board of such candidate's nominating
petition.

25 (2) Notwithstanding the provisions of paragraph (1) of
 26 this subsection, no clean election candidate for

nomination or election who changes the candidate's status 1 2 as an established party or independent candidate or becomes 3 a candidate of a different party, after filing the affidavit required under Section 4 of this Act, shall be 4 5 eligible to apply for a grant under the Citizens' Election Program for such candidate's general primary campaign for 6 such nomination or general election campaign for such 7 8 election.

9 (c) The application shall be accompanied by a report of 10 expenditures made and expenses incurred but not yet paid by the 11 candidate committee as of 3 days before the date that the 12 application is signed. The candidate and the campaign treasurer of the candidate committee shall swear to such accounting under 13 14 penalty of perjury. The Board shall prescribe the form of the 15 application and the cumulative itemized accounting. Both the 16 candidate and the campaign treasurer of the candidate committee 17 shall sign the application.

(d) Not later than 3 business days following receipt of any 18 19 such application, the Board shall review the application, 20 determine whether (1) the candidate committee for the applicant 21 has received contributions from the required number of 22 contributors, (2) in the case of an application for a grant 23 from the fund for a general election campaign, the applicant has met the applicable condition under subsection (b) of this 24 25 Section for applying for such grant and complied with the provisions of subsections (a) and (c) of this Section, (3) in 26

the case of an application for a grant from the fund for a 1 2 general election campaign, the applicant has met the applicable condition under subsection (a) of this Section for applying for 3 such moneys and complied with the provisions of subsection (c) 4 5 of this Section, and (4) in the case of an application by an 6 independent candidate for a grant from the fund for a general election campaign, the applicant qualifies as an eligible 7 8 independent candidate. If the Board approves an application, 9 the Board shall determine the amount of the grant payable to 10 the candidate committee for the applicant pursuant to Section 8 11 of this Act from the fund, and notify the State Comptroller and 12 the candidate of such candidate committee, of such amount. As soon as practical, but in no event longer than 7 business days 13 14 following notification by the Board, the State Comptroller 15 shall draw an order for payment of such amount to the qualified 16 candidate committee from the fund.

17 (e) If a nominated clean election candidate dies, withdraws the candidate's candidacy, or becomes disgualified to hold the 18 office for which the candidate has been nominated after the 19 20 Board approves the candidate's application for a grant under this Section, the candidate committee of the candidate who is 21 22 nominated to replace that candidate shall be eligible to 23 receive grants from the fund without complying with the provisions of Section 5 of this Act, if that replacement 24 25 candidate files an affidavit under Section 4 of this Act 26 certifying the candidate's intent to abide by the contribution

- limits set forth in this Act and notifies the Board on a form
   prescribed by the Board.
- 3 Section 8. Grants.

(a) Governor.

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5 (1) The clean election candidate committee of a 6 candidate for the office of Governor who has a general 7 primary for nomination to that office shall be eligible to 8 receive a grant from the Citizens' Election Fund for the 9 primary campaign in the amount of \$1,250,000, that amount 10 to be adjusted under subsection (e) of this Section.

11 (2) If the clean election candidate for the office of 12 Governor has an uncontested general primary election, the 13 amount of the general primary election grant for which the 14 clean election candidate committee for that candidate 15 shall be eligible to receive is \$375,000; that amount shall 16 be adjusted under subsection (e) of this Section.

17 (3) The clean election candidate committee for the 18 office of Governor who has been nominated shall be eligible 19 to receive a grant from the fund for the general election 20 campaign in the amount of \$3,000,000, that amount to be 21 adjusted under subsection (e) of this Section.

22 (b) Other statewide offices.

(1) The clean election candidate committee for the
 office of Lieutenant Governor, Attorney General, State
 Comptroller, Secretary of State or State Treasurer who has

a general primary election for nomination to that office shall be eligible to receive a grant from the Citizens' Election Fund for the primary campaign in the amount of \$425,000; that amount shall be adjusted under subsection (e) of this Section.

(2) If the clean election candidate for the office of 6 7 Lieutenant Governor, Attorney General, State Comptroller, 8 Secretary of State, or State Treasurer has an uncontested 9 general primary election the amount of the general primary election grant for which the clean election candidate 10 11 committee for that candidate shall be eligible to receive 12 \$375,000; that amount shall be adjusted under subsection (e) of this Section. 13

(3) The clean election candidate committee for the
office of Attorney General, State Comptroller, Secretary
of State, or State Treasurer who has been nominated shall
be eligible to receive a grant from the fund for the
general election campaign in the amount of \$1,000,000; that
amount shall be adjusted under subsection (e) of this
Section.

21 (c) State Senator.

(1) The clean election candidate committee of a
candidate for the office of State Senator who has a general
primary election for nomination to that office shall be
eligible to receive a grant from the Citizens' Election
Fund for the primary campaign in the amount of \$300,000,

provided if the vote totals of one established party candidate for Governor from the previous gubernatorial general election in the district served by that office exceeds any other established party's vote totals by at least 20%, the candidate from such party shall receive a grant of \$400,000; these amounts shall be adjusted under subsection (e) of this Section.

8 (2) If the clean election candidate for the office of 9 State Senator has an uncontested general primary election, 10 the amount of the general primary grant for which the 11 qualified candidate committee for that candidate shall be 12 eligible to receive is \$50,000;that amount shall be 13 adjusted under subsection (e) of this Section.

14 (3) The clean election candidate committee for the 15 office of State Senator who has been nominated shall be 16 eligible to receive a grant from the fund for a contested 17 general election campaign in the amount of \$300,000; that 18 amount shall be adjusted under subsection (e) of this 19 Section.

20 (d) State Representative.

(1) The clean election candidate committee of a candidate for the office of State Representative who has a general primary election for nomination to that office shall be eligible to receive a grant from the Citizens' Election Fund for the primary campaign in the amount of \$150,000, provided if the vote totals of one established party candidate for Governor from the previous general gubernatorial election in the district served by that office exceeds any other established party's vote totals by at least 20%, the candidate from such party shall receive a grant of \$200,000; these amounts shall be adjusted under subsection (e) of this Section.

7 (2) If the clean election candidate for the office of 8 State Representative has an uncontested general primary 9 election, the amount of the general primary grant for which 10 the clean election candidate committee for that candidate 11 shall be eligible to receive is \$25,000; that amount shall 12 be adjusted under subsection (e) of this Section.

13 (3) The clean election candidate committee for the 14 office of State Representative who has been nominated shall 15 be eligible to receive a grant from the fund for a 16 contested general election campaign in the amount of 17 \$150,000; that amount shall be adjusted under subsection 18 (e) of this Section.

(e) Beginning on January 1, 2013 and every 2 years
thereafter, the Board shall modify the public financing
benefits provided for in Section 8 to adjust for the change in
the Consumer Price Index, All Items, U. S. City Average,
published by the United States Department of Labor for the
preceding 2-year period ending on December 31.

(f) An independent candidate for the office of Governor,
Lieutenant Governor, Attorney General, Secretary of State,

Comptroller, Treasurer, State Senator, or State Representative 1 2 who is not seeking the nomination of an established party, 3 after having received approval by the Board of such candidate's nominating petition and qualifying contributors, shall be 4 5 eligible to receive a grant from the fund in the amount of three-quarters of the grant allocated to candidates for that 6 7 office in an uncontested general primary election during the 8 primary election campaign period.

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(g) Increase in the grants under special circumstances.

10 (1)If the opposing, non-participating candidate's 11 excess expenditures with respect to a clean election 12 candidate for nomination or election exceeds the threshold 13 amount, the initial grant for both the general primary and 14 general election under this Section shall be increased in 15 accordance with the formula in paragraph (3). As used in 16 this subsection, "excess expenditure" means an expenditure 17 made, or obligated to be made, by a nonparticipating candidate who is opposed by one or more clean election 18 candidates in a primary campaign or a general election 19 20 campaign, which is in excess of the amount of the applicable grant for the clean election candidates for the 21 22 campaign authorized under Section 8 of this Act.

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(2) Threshold amount.

(A) In this subsection, the threshold amount with
respect to an election period of a candidate described
in paragraph (3) is an amount equal to the sum of:

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(i) \$100,000; and

(ii) \$0.04 multiplied by the voting age population of the district in which the candidates are seeking office.

5 (B) For the purpose of subparagraph (g) (2) (A), 6 the term "voting age population" means the number of 7 adults over the age of 18 found residing in every 8 county in the district or circuit by the U.S. Census 9 Bureau at the last preceding decennial census.

10 (3) If the opposing candidate's personal funds amount 11 is over:

12 (A) 2 times the threshold amount, but not over 4 times the amount, then the match, as specified under 13 14 subsection (d) of Section 12 of this Act, shall be 15 increased to a 4-to-1 match and the maximum amount of 16 matching funds allocated, as specified under 17 subsection (e) of Section 12 of this Act, shall be multiplied by 1.25. 18

19 (B) 4 times the threshold amount, but not over 10 20 times the amount, then the match, as specified under subsection (d) of Section 12 of this Act, shall be 21 22 increased to a 5-to-1 match and the maximum amount of 23 matching funds allocated, as specified under 24 subsection (e) of Section 12 of this Act, shall be 25 multiplied by 1.5.

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(C) 10 times the threshold amount, then the match,

as specified under subsection (d) of Section 12 of this Act, shall be increased to a 6-to-1 match and the maximum amount of matching funds allocated, as specified under subsection (e) of Section 12 of this Act, shall be multiplied by 2.

6 (4) If a court of competent jurisdiction prohibits or 7 limits any provision of subsection (g) as 8 unconstitutional, the provision within subsection (g) 9 shall be inoperative.

(h) Notwithstanding the provisions of subsections (a) to(g), inclusive, of this Section:

12 (1) The initial grant that a clean election candidate 13 committee for a candidate is eligible to receive under 14 subsections (a) to (g), inclusive, of this Section shall be 15 reduced by the amount of any personal funds that the 16 candidate provides for the candidate's campaign for 17 nomination or election pursuant to subsection (c) of 18 Section 11 of this Act.

(2) If a clean election candidate is nominated at a 19 20 general primary election and does not expend the entire 21 grant for the primary campaign authorized under subsection 22 (a), (b), (c), or (d) of this Section or all moneys that 23 may be received for the general primary campaign under 24 Section 12 of this Act, the amount of the grant for the 25 general election campaign shall be reduced by the total 26 amount of any such unexpended primary campaign grant and

1 moneys.

(3) If a clean election candidate has an uncontested
general election campaign, the candidate shall be eligible
to receive 30% of the applicable general election grant set
forth in subsections (a) to (d), inclusive.

Section 9. Depository accounts. The deposit of moneys from 6 7 the Citizens' Election Fund shall be transferred into the 8 depository account of a qualified candidate committee, no 9 contribution, loan, amount of the candidate's own moneys, or 10 any other moneys received by the candidate or the campaign 11 treasurer on behalf of the committee shall be deposited into that depository account, except (1) grants from the fund, (2) 12 any additional moneys from the fund as provided in Section 12 13 14 of this Act, and (3) contributions from natural persons under 15 \$500.

16 Section 10. General election campaign grants. A qualified candidate committee that received moneys from the Citizens' 17 Election Fund for a general primary campaign and whose 18 candidate is the party nominee shall receive a grant from the 19 20 fund for а general election campaign. Upon receiving 21 verification from the Board of the results of the votes cast at the primary, the Board shall notify the State Comptroller of 22 23 the amount payable to such qualified candidate committee pursuant to Section 7 of this Act. As soon as is practical, but 24

in no event longer than 7 business days following notification by the Board, the State Comptroller shall draw an order for payment of the general election campaign grant to that committee from that fund.

5 Section 11. Loans; personal funds; debt.

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6 (a) The candidate committee for a candidate who intends to 7 participate in the Citizens' Election Program may borrow moneys 8 on behalf of a campaign for a general primary or a general 9 election from one or more financial institutions. The amount 10 borrowed shall not constitute a qualifying contribution under 11 Section 5 of this Act.

(b) All such loans shall be repaid in full prior to the date such candidate committee applies for a grant from the Citizens' Election Fund pursuant to Section 7 of this Act. A candidate who fails to repay such loans or fails to certify such repayment to the Board shall not be eligible to receive and shall not receive grants from the fund.

(c) A candidate who intends to participate in the Citizens' 18 19 Election Program may provide personal funds for such candidate's campaign for nomination or election in an amount 20 21 not exceeding the following: (1) for a candidate for the office 22 of Governor, \$20,000; (2) for a candidate for the office of Lieutenant Governor, Attorney General, State Comptroller, 23 24 State Treasurer, Secretary of the State, \$10,000; (3) for a 25 candidate for the office of State Senator, \$2,000; or (4) for a 1 candidate for the office of State Representative, \$1,000:

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(1) Such personal funds shall not constitute a

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qualifying contribution under Section 5 of this Act.
(2) The initial grant that a qualified candidate
committee for a candidate is eligible to receive under

6 Section 8 of this Act shall be reduced by the amount of any 7 personal funds that the candidate provides for the 8 candidate's campaign for nomination or election.

9 (d) A candidate shall not incur obligations beyond funds10 raised or received in accordance with this Act.

11 Section 12. Matching funds.

12 (a) Clean election candidates shall qualify to receive 13 matching funds from the Citizens' Election Fund for 14 contributions received from natural persons, following receipt 15 of initial Citizens' Election Fund grants during both the 16 primary and general election cycles.

(b) Clean election candidates shall receive a match from the Citizens' Election Fund on the portion of any given contribution up to \$100 from a natural person, 90% of whom must reside in Illinois.

(c) Clean election candidates shall disclose to the Board individual contributions received following receipt of Citizens' Election Fund grants during both the primary and general elections, on a schedule to be adopted by rule.

25 (d) The Board shall direct the State Comptroller to

allocate moneys from the Citizens' Election Fund to clean
 election candidates who have continued to receive
 contributions following the receipt of initial Citizens'
 Election Fund grants. The matching funds from the Citizens'
 Election Fund shall be allocated based upon a 3-to-1 match.

6 (e) Candidates may receive up to 2 times the grant received 7 from the Citizens' Election Fund during both the general 8 primary and general election cycle.

9 (f) Clean election candidates may continue to collect 10 contributions of \$500 or less from natural persons, 90% of whom 11 must reside in Illinois, after receiving the maximum amount of 12 matching funds from the Citizens' Election Fund; notwithstanding the aforementioned, no natural person may 13 contribute more than \$500 in any given general primary or 14 15 general election to one clean election candidate.

Section 13. Creating rules regarding coordination with candidates.

(a) A contribution includes anything of value provided in
coordination with a candidate for the purpose of influencing
the outcome of an election.

(b) A coordinated activity is anything of value provided in coordination with a candidate (or party or agent) to influence an election, regardless of whether it contains express advocacy, including payments: in consultation with, or at request or suggestion of, a candidate, party, or agent; using

candidate-prepared materials; based on information provided by 1 2 candidate's campaign for purposes of expenditure; by a spender who during that election cycle has raised funds or acted in an 3 official position for a candidate; for communications about 4 5 campaign plans, directly or through a party; for in-kind professional services, directly or through a party, other than 6 for voter guide mailings; and in coordination with a candidate 7 8 to influence election regardless of whether the communication 9 contains express advocacy.

10 Section 14. Contributions in excess of limit. Ιf а 11 contribution is found to be in excess of \$500 during the course 12 of either the primary or general election cycle, the candidate shall notify the Board and turn over the excess contribution 13 14 within 3 business days to the Citizens' Election Fund, 15 otherwise: (1) the committee shall not receive any additional 16 grants or moneys from the fund for the remainder of the election cycle if the Board determines that the candidate or 17 campaign treasurer of that committee had knowledge of the 18 excess contribution, (2) the campaign treasurer shall be 19 subject to penalties under Article 29 of the Election Code, and 20 21 (3) the candidate of that candidate committee shall be deemed 22 to be a non participating candidate for the purposes of Sections 1 to 17, inclusive, of this Act if the Board 23 24 determines that the candidate or campaign treasurer of that 25 committee had knowledge of the excess expenditure. The Board

1 may waive the provisions of this subsection upon determining 2 that an excess contribution is of minor consequence. The Board 3 shall adopt rules establishing standards for making such 4 determinations.

Section 15. Exploratory committee. If a candidate has 5 6 established an exploratory committee, the campaign treasurer 7 of the committee may distribute to the clean election candidate 8 committee only that portion of such surplus that is 9 attributable to contributions that meet the criteria for 10 permissible contributions defined as \$5 to \$500 and shall 11 distribute the remainder of such surplus to the Citizens' Election Fund. 12

13 Section 16. Board duties. The Board has the following 14 duties:

15 (a) Annually, to issue a report on the status of the Citizens' Election Fund during the previous calendar year. Such 16 report shall include the amount of moneys deposited in the 17 18 fund, the sources of moneys received by category, the number of contributions, the number of contributors, the amount of moneys 19 20 expended by category, the recipients of moneys distributed from 21 the fund, and an accounting of the costs incurred by the Board in administering the provisions of Sections 1 to 17, inclusive, 22 23 of this Act.

24

(b) To establish and administer a program of voluntary

1 trainings on the Citizens' Election Program for candidates and 2 campaign treasurers.

(c) Not later than July 1 of the year preceding a general 3 election, to determine whether the amount of moneys in the fund 4 5 is sufficient to carry out the purposes of Sections 1 to 17, inclusive, of this Act. If the Board determines that such 6 7 amount is not sufficient to carry out such purposes, the Board 8 shall, not later than 3 days after such later determination, 9 (1) determine the percentage of the fund's obligations that can 10 be met for such election, (2) recalculate the amount of each 11 payment that each qualified candidate committee is entitled to 12 receive under Section 8 of this Act by multiplying such percentage by the amount that such committee would have been 13 entitled to receive under Sections 1 to 17, inclusive, of this 14 15 Act if there were a sufficient amount of moneys in the fund, 16 and (3) notify each such committee of such insufficiency, 17 percentage, and applicable recalculation. After a qualified candidate committee under Section 8 of this Act first receives 18 19 any such recalculated payment, the committee may resume 20 accepting contributions. The Board shall also issue a report on that determination. 21

22 Section 17. Application of Act. Candidates may begin 23 participating under this Act on July 1, 2011 for the 2012 24 general primary and general election cycles, unless the Board 25 declares that the Citizens' Election Fund has insufficient

1 funds.

Section 85. The Election Code is amended by changing
Sections 9-25.1 and 12A-5 as follows:

4 (10 ILCS 5/9-25.1) (from Ch. 46, par. 9-25.1; formerly Ch.
5 46, pars. 102, 103 and 104)

6 Sec. 9-25.1. Election interference.

7 (a) As used in this Section, "public funds" means any funds
8 appropriated by the Illinois General Assembly or by any
9 political subdivision of the State of Illinois.

10 (b) Except as otherwise provided by statute, rule, or 11 ordinance, no No public funds shall be used to urge any elector 12 to vote for or against any <del>candidate or</del> proposition, or be 13 appropriated for political or campaign purposes to any 14 candidate or political organization. This Section shall not prohibit the use of public funds for dissemination of factual 15 16 information relative to any proposition appearing on an election ballot, or for dissemination of information and 17 arguments published and distributed under law in connection 18 with a proposition to amend the Constitution of the State of 19 20 Illinois.

(c) The first time any person violates any provision of this Section, that person shall be guilty of a Class B misdemeanor. Upon the second or any subsequent violation of any provision of this Section, the person violating any provision

- 30 - LRB097 06828 HLH 46919 b HB1273 1 of this Section shall be quilty of a Class A misdemeanor. 2 (Source: P.A. 87-1052.) 3 (10 ILCS 5/12A-5) 4 Sec. 12A-5. Internet Guide. The Board shall publish, no 5 later than the 45th day before <u>each</u>  $\frac{1}{2}$  general election in which 6 a statewide candidate appears on the ballot, an Internet 7 website with the following information: (1) The date and time of the general election. 8 9 (2) Requirements for a citizen to qualify as an 10 elector. 11 (3) The deadline for registering as an elector in the 12 State of Illinois for the next election. 13 (4)Contact information for local election 14 authorities. 15 (5) A description of the following offices, when they 16 appear on the ballot, including their term of office, basic duties, and base salary: United States President, United 17 18 States Senator, United States Representative, Governor, 19 Lieutenant Governor, Attorney General, Secretary of State, 20 Treasurer, Comptroller, Illinois Supreme Court Judge, and 21 Illinois Appellate Court Judge, State Senator, and State 22 Representative. The Board shall not include information on 23 any office other than the offices listed in this item (5). 24 (6) The names and party affiliations of qualified 25 candidates for the following offices, when these offices

appear on the ballot: United States President, United 1 2 States Senator, United States Representative, Governor, 3 Lieutenant Governor, Attorney General, Secretary of State, Treasurer, Comptroller, Illinois Supreme Court Judge, and 4 5 Illinois Appellate Court Judge, State Senator, and State Representative. The Board shall not include information on 6 7 candidates for any office other than the offices listed in 8 this item (6).

9 (7) Challenged candidates. Where a candidate's right 10 appear on the general election ballot has been to 11 challenged, and any appeal remains pending regarding those 12 challenges, the challenged candidate may appear on the Internet Guide, subject to the other provisions of Section 13 14 12A-10. In this instance, the Board may note that the 15 candidate's candidacy has been challenged and that he or 16 she may be removed from the ballot prior to election day. 17 If the candidate is removed from the ballot prior to election day, the Board shall remove the candidate's name 18 and other information from the Internet Guide. 19

20 (8) Any personal statement and photograph submitted by
21 a candidate named in the Internet Guide, subject to
22 Sections 12A-10 and 12A-35.

(9) A means by which an elector may determine what type
 of balloting equipment is used by his or her local election
 authority, and the instructions for properly using that
 equipment.

1 (10) The text of any public question that may appear on 2 the ballot.

3 (11) A mechanism by which electors may determine in
4 which congressional and judicial districts they reside.
5 The Internet Guide shall allow visitors to search for
6 candidates by office (e.g., Governor or United States
7 Senator) and candidate's name.

8 (12) Information concerning how to become an election9 judge.

10(13) A list of the clean election candidates in that11general election.

12 The Board shall archive the contents of the Internet Guide 13 for a period of at least 5 years.

In addition, the Board has the discretion to publish a voters' guide before a general primary election in the manner provided in this Article.

17 (Source: P.A. 94-645, eff. 8-22-05.)

Section 90. The State Finance Act is amended by adding Section 5.786 as follows:

20 (30 ILCS 105/5.786 new)

### 21 <u>Sec. 5.786. The Citizens' Election Fund.</u>

22 Section 95. The Illinois Income Tax Act is amended by 23 adding Section 507YY as follows:

1	(35 ILCS 5/507YY new)
2	Sec. 507YY. Citizens' Election Fund. The Department shall
3	print on its standard individual income tax form a provision
4	indicating that if the taxpayer wishes to contribute to the
5	Citizens' Election Fund, he or she may do so by stating the
6	amount of the contribution (not less than \$1) on the return and
7	that the contribution will reduce the taxpayer's refund or
8	increase the amount of payment to accompany the return. Failure
9	to remit any amount of increased payment shall reduce the
10	contribution accordingly. This Section shall not apply to any
11	amended return.

Section 97. Severability. The provisions of this Act are severable under Section 1.31 of the Statute on Statutes.

Section 99. Effective date. This Act takes effect upon becoming law.