LC 3384 2015 Regular Session 1/26/15 (DRG/ps)

# DRAFT

#### SUMMARY

Requires signature gatherers or organizers of county, city or district initiative, referendum or recall petitions to register with Secretary of State in same manner as signature gatherers of state measures, unless otherwise provided by county ordinance, city ordinance or district ordinance.

Applies potential penalties to chief petitioners of county, city or district initiative, referendum or recall petitions in same manner as chief petitioners of state measures, unless otherwise provided by county ordinance, city ordinance or district ordinance.

Requires chief petitioner of county, city or district initiative petitions to file monthly signature sheets in same manner as chief petitioners of state initiative measures, unless otherwise provided by county ordinance, city ordinance or district ordinance.

Declares emergency, effective on passage.

1

## A BILL FOR AN ACT

2 Relating to election petitions; creating new provisions; amending ORS
3 250.048, 250.165, 250.265, 255.135, 260.262, 260.368, 260.561, 260.563 and
4 260.995; and declaring an emergency.

## 5 Be It Enacted by the People of the State of Oregon:

**SECTION 1.** ORS 250.048, as amended by section 1, chapter 67, Oregon 6 Laws 2014, and section 1, chapter 112, Oregon Laws 2014, is amended to read: 7 8 250.048. (1)(a) A person may not pay money or other valuable consideration to another person for obtaining signatures of electors on a state initi-9 ative, referendum or recall petition or a prospective petition for a state 10 11 measure to be initiated, and a person may not receive money or other valuable consideration for obtaining signatures of electors on a state initiative, 12 referendum or recall petition or a prospective petition for a state measure 13

1 to be initiated, unless the person obtaining the signatures:

2 [(a)] (A) Registers with the Secretary of State in the manner prescribed
3 by this section and by rule of the secretary; and

4 [(b)] (B) Completes the training program prescribed by rule of the secre-5 tary.

(b) Unless otherwise provided by county ordinance, city ordinance 6 or district ordinance, a person may not pay money or other valuable 7 consideration to another person for obtaining signatures of electors 8 on a county, city or district initiative, referendum or recall petition, 9 and a person may not receive money or other valuable consideration 10 for obtaining signatures of electors on a county, city or district initi-11 12ative, referendum or recall petition, unless the person obtaining the signatures: 13

(A) Registers with the Secretary of State in the manner prescribed
 by this section and by rule of the secretary; and

(B) Completes the training program prescribed by rule of the sec retary.

(2) A person may apply to the secretary for a registration required under
subsection (1) of this section. The application shall include:

20 (a) The full name and any assumed name of the applicant;

(b) The residential street address of the applicant;

22 (c) An example of the signature of the applicant;

(d) A list of the prospective petitions on which the applicant will gathersignatures;

(e) A list of the initiative, referendum and recall petitions on which the applicant will gather signatures;

(f) If the applicant has been convicted for a criminal offense involving
fraud, forgery or identification theft, information relating to the circumstances of the conviction as required by the secretary;

30 (g) A statement signed by the applicant acknowledging that the applicant 31 has read and understands Oregon law applicable to the gathering of signa-

[2]

tures on state, county, city or district initiative, referendum and recall
petitions and prospective petitions for state measures to be initiated, as the
law is summarized in the training program established by the Secretary of
State;

5 (h) Evidence indicating that the applicant has completed the training re-6 quired by the secretary by rule;

7 (i) A photograph of the applicant;

(j) A statement signed by a chief petitioner of each petition or prospective petition, or a person designated by a chief petitioner under this paragraph, upon which the applicant will gather signatures acknowledging that the chief petitioner is liable for violations of law or rule committed by the person obtaining signatures as provided in ORS 260.561. A chief petitioner may designate a person to sign a statement described in this paragraph on behalf of the chief petitioner; and

15 (k) A copy of the applicant's criminal records check.

(3)(a) If an applicant complies with subsection (2) of this section, not later
than five business days after the applicant applies, the secretary shall register the applicant and assign the applicant a registration number.

(b) A person who is registered to obtain signatures on a prospective petition for a state measure to be initiated need not reapply for a registration under this section in order to obtain signatures on a state, **county**, **city or district** initiative, referendum or recall petition, except that the person shall submit a list of the initiative, referendum and recall petitions on which the person will gather signatures.

(c) A registration to obtain signatures on a state initiative petition or a
prospective petition for a state measure to be initiated is valid until the date
that is four months before the next general election.

(d) A registration to obtain signatures on a county, city or district
initiative petition is valid for the two-year period granted for the
gathering of signatures under ORS 250.165 (7), 250.265 (7) or 255.135 (7).
[(d)] (e) A registration to obtain signatures on a referendum or recall

[3]

1 petition is valid until the date the petition is filed for signature verification.

2 (4) A person may not apply for registration under this section if, during
3 the five-year period prior to the date of application, the person:

4 (a) Has been convicted for a criminal offense involving fraud, forgery or 5 identification theft in any state;

(b) Has had a civil penalty imposed under ORS 260.995 for a violation of
this section, ORS 260.262, 260.555, 260.558, 260.575, 260.695 (1) or 260.715 (1)
or Article IV, [section 1b] section 1 (2)(d) or (5) or 1b, or Article VI,
section 10, of the Oregon Constitution; or

(c) Has had a civil or criminal penalty imposed for violation of a statute
subject to a criminal penalty under ORS 260.993.

12(5)(a) Upon request of the secretary, the Department of State Police shall furnish to the secretary any information that the department may have in 13 its possession regarding an applicant, including but not limited to the Law 14 Enforcement Data System established in ORS 181.730, other computerized 15 information and any other information to which the department may have 16 access. Information obtained under this paragraph may be used to assist in 17determining the identity of an applicant or whether an applicant has been 18 convicted of a criminal offense described in subsection (4) of this section. 19

(b) For purposes of receiving the information described in paragraph (a) of this subsection, the office of the Secretary of State is a "criminal justice agency" under ORS 181.010 to 181.560 and 181.715 to 181.730 and the rules adopted under ORS 181.555.

(c) Upon submitting an application for registration described in subsection (2) of this section, an applicant is deemed to have given the consent
necessary for purposes of this subsection.

(6)(a) A chief petitioner shall ensure that a criminal records check is conducted for each applicant seeking registration under this section to determine whether the applicant has been convicted of any of the crimes described in subsection (4)(a) of this section, or was subject to any of the penalties described in subsection (4)(b) and (c) of this section.

[4]

1 (b) The secretary by rule shall prescribe the scope of the criminal records 2 check to be performed pursuant to this subsection. The applicant's criminal 3 records check may be conducted by either the chief petitioner or the appli-4 cant.

5 (c) An applicant seeking registration under this section is required to 6 have only one criminal records check conducted for each period beginning 7 the day the applicant registers with the Secretary of State under this section 8 and ending four months before the next general election.

(7) If a person receives money or other valuable consideration for ob-9 taining signatures of electors on a state, county, city or district initiative, 10 referendum or recall petition or a prospective petition for a state measure 11 12to be initiated and the person was not registered as required under this section at the time the signatures were obtained, the secretary, county 13 clerk or city elections officer may not include any signatures obtained by 14 the person in a count under ORS 250.045 (3), [or] 250.105, 250.215, 250.315 15 or 255.175 or ORS chapter 249 for purposes of determining whether the pe-16 tition or prospective petition contains the required number of signatures of 1718 electors.

(8) A person registered under this section shall carry evidence of regis-19 tration with the person while the person is obtaining signatures on a state, 20county, city or district initiative, referendum or recall petition or a pro-21spective petition for a state measure to be initiated. The evidence of regis-22tration shall contain the photograph and registration number of the person. 23The secretary by rule shall designate the form of the evidence of registration. 24(9) A photograph of an applicant submitted under subsection (2) of this 25section shall: 26

27 (a) Be a conventional photograph with a plain background;

(b) Show the face or the face, neck and shoulders of the applicant; and
(c) Be prepared and processed for printing as prescribed by the secretary.
(10) A person registered under this section may not obtain signatures on
a petition or prospective petition for which the person is being paid and, at

[5]

#### LC 3384 1/26/15

1 the same time, obtain signatures on a petition or prospective petition for which the person is not being paid. The secretary, county clerk or city  $\mathbf{2}$ elections officer may not include any signatures obtained in violation of 3 this subsection in a count under ORS 250.045 (3), [or] 250.105, 250.215, 4 250.315 or 255.175 or ORS chapter 249 for purposes of determining whether 5a state, county, city or district initiative, referendum or recall petition or 6 a prospective petition for a state measure to be initiated contains the re-7 quired number of signatures of electors. 8

9 (11) An organization or entity that pays money or other valuable consid-10 eration to a person for obtaining signatures of electors on a state initiative, 11 referendum or recall petition, [or] a prospective petition for a state measure 12 to be initiated or, unless otherwise provided by county ordinance, city 13 ordinance or district ordinance, a county, city or district initiative, 14 referendum or recall petition shall register with the Secretary of State by:

15 (a) Submitting the name and address of the organization or entity;

(b) Selecting one or more individuals who represent the organization or
 entity to complete the training program prescribed in subsection (1) of this
 section; and

19 (c) Submitting a statement signed by each individual selected:

20 (A) Acknowledging that the individual has read and understands Oregon 21 law applicable to the gathering of signatures on state, **county**, **city or dis**-22 **trict** initiative, referendum and recall petitions and prospective petitions for 23 state measures to be initiated, as the law is summarized in the training 24 program established by the secretary; and

(B) Affirming that the organization or entity operates in compliance withthe law.

(12) The secretary shall adopt rules necessary to implement this section,including rules:

(a) Establishing procedures for registering persons or organizations or
 entities as described in this section; and

31 (b) Establishing a training program prescribed in subsection (1) of this

[6]

1 section.

2 **SECTION 2.** ORS 260.561 is amended to read:

260.561. (1)(a) If a chief petitioner of a statewide initiative or referendum 3 petition, or a chief petitioner of a county, city or district initiative or 4 referendum petition who is required to register with the Secretary of 5State under ORS 250.048, has knowledge of a violation of any provision of 6 Oregon Revised Statutes, of any rule adopted by the Secretary of State under 7 ORS chapters 246 to 260 related to the circulation of [a statewide] an initi-8 ative or referendum petition or [section 1b,] Article IV, section 1 (2)(d) or 9 (5) or 1b, or Article VI, section 10, of the Oregon Constitution, committed 10 by a person obtaining signatures on the chief petitioner's petition or pro-11 12spective petition, the violation by the person obtaining signatures is conclusively considered a violation by the chief petitioner. 13

(b) If a chief petitioner of a statewide initiative or referendum petition, 14 or a chief petitioner of a county, city or district initiative or referen-15dum petition who is required to register with the Secretary of State 16 under ORS 250.048, has knowledge or should have had knowledge of a vio-17lation of ORS 250.048, 260.262, 260.555, 260.558, 260.567, 260.575, 260.665, 18 260.715 (1) or [section 1b,] Article IV, section 1 (2)(d) or (5) or 1b, or Ar-19 ticle VI, section 10, of the Oregon Constitution, or any rule adopted by the 2021Secretary of State related to [section 1b,] Article IV, section 1 (2)(d) or (5) or 1b, or Article VI, section 10, of the Oregon Constitution, petition sheets 22or circulator training, registration or certification, committed by a person 23obtaining signatures on the chief petitioner's petition or prospective petition 24or a contractor or subcontractor, as defined in ORS 260.563, the violation by 25the person obtaining signatures or the contractor or subcontractor is con-26clusively considered a violation by the chief petitioner. 27

(2) A chief petitioner is not liable under subsection (1) of this section if
the chief petitioner notifies the Secretary of State in writing not later than
one business day after the chief petitioner obtains knowledge of a potential
violation. The notice shall state:

1 (a) That a potential violation has occurred;

2 (b) The nature of the potential violation; and

3 (c) All specific information known to the chief petitioner regarding the 4 potential violation.

5 (3) If a statewide initiative or referendum petition has more than one 6 chief petitioner, each chief petitioner who has knowledge or should have had 7 knowledge may be held liable under subsection (1) of this section.

8 (4)(a) Subsection (1)(a) of this section does not apply to a violation of law
9 that is subject to criminal penalty.

10 (b) A chief petitioner may not be held criminally liable under subsection 11 (1)(b) of this section solely based on a violation committed by a person ob-12 taining signatures on the chief petitioner's petition or prospective petition 13 or by a contractor or subcontractor.

14 **SECTION 3.** ORS 260.262 is amended to read:

15 260.262. (1) As used in this section, "accounts" means:

(a) Any contract entered into by a chief petitioner of an initiative or 16 referendum petition relating to a state measure, or a chief petitioner of a 17county, city or district initiative or referendum petition who is re-18 quired to register with the Secretary of State under ORS 250.048, and 19 any person for purposes of obtaining signatures on the initiative or referen-2021dum petition or on a prospective petition for a state measure to be initiated; (b) Any employment manual or training materials provided to persons 22who obtain signatures on the petition or prospective petition; 23

(c) Payroll records for each employee obtaining signatures on the petition
or prospective petition showing hours worked, number of signatures collected
and amounts paid;

(d) Records identifying the amount and purpose of each payment made by
the chief petitioner or any contractor, as defined in ORS 260.563, to any
subcontractor, as defined in ORS 260.563, obtaining signatures on the petition or prospective petition; and

31 (e) Copies of signature sheets circulated by persons who are being paid

[8]

1 to obtain signatures on the petition or prospective petition.

(2) For purposes of enforcing [section 1b,] Article IV, section 1 (2)(d) or  $\mathbf{2}$ (5) or 1b, or Article VI, section 10, of the Oregon Constitution, a chief 3 petitioner of an initiative or referendum petition relating to a state 4 measure, or a chief petitioner of a county, city or district initiative or 5referendum petition who is required to register with the Secretary of 6 State under ORS 250.048, who pays any person money or other valuable 7 consideration to obtain signatures on the petition or prospective petition 8 shall keep detailed accounts. The accounts shall be current as of not later 9 than the seventh calendar day after the date a payment is made to a person 10 for obtaining signatures on the petition or prospective petition. 11

(3) The Secretary of State shall review the accounts of each chief
petitioner described in subsection (2) of this section in the manner and according to a regular schedule adopted by the secretary by rule.

(4) In addition to the review conducted under subsection (3) of this sec-15 tion, the secretary, Attorney General or Commissioner of the Bureau of La-16 bor and Industries may inspect the accounts of a chief petitioner described 17in subsection (2) of this section under reasonable circumstances at any time 18 before the deadline for filing signatures on the petition or during the period 19 specified for retention of the accounts under subsection (5) of this section. 20The right of inspection may be enforced by writ of mandamus issued by any 21court of competent jurisdiction. 22

(5) A chief petitioner must preserve the accounts pertaining to an initiative or referendum petition relating to a state measure, or to a prospective petition for a state measure to be initiated, for at least two years after the deadline for filing the petition for verification of signatures or at least two years after the date the last statement is filed under ORS 260.118, whichever is later.

(6) If a chief petitioner does not produce accounts under subsection (3)
or (4) of this section:

31 (a) There is a rebuttable presumption that a violation of [section 1b,] Ar-

[9]

ticle IV, section 1 (2)(d) or (5) or 1b, or Article VI, section 10, of the
Oregon Constitution, has occurred; and

3 (b) The chief petitioner may not obtain additional signatures on the pe-4 tition or prospective petition until the chief petitioner is able to supply the 5 accounts to the secretary, Attorney General or commissioner.

6 (7) Accounts are not subject to disclosure under ORS 192.410 to 192.505.
7 SECTION 4. ORS 260.563 is amended to read:

8 260.563. (1) As used in this section:

(a) "Contractor" means a person who contracts on predetermined terms 9 with a chief petitioner[, or a person acting on behalf of a chief petitioner, of 10 an initiative or referendum petition or a prospective petition for a state meas-11 12ure to be initiated] of an initiative or referendum petition or a prospective petition for a state measure to be initiated, or the chief petitioner 13 of a county, city or district initiative or referendum measure who is 14 required to register with the Secretary of State under ORS 250.048, for 15 the purpose of obtaining signatures on the petition or prospective petition. 16

(b) "Subcontractor" means a person who contracts on predetermined terms 17with a contractor for the purpose of obtaining signatures on an initiative 18 or referendum petition or a prospective petition for a state measure to be 19 initiated, or a county, city or district initiative or referendum measure 2021for which the chief petitioner is required to register with the Secretary of State under ORS 250.048, and who has no direct contractual relationship 22with a chief petitioner or other person acting on behalf of a chief petitioner. 23(2) If a contractor has knowledge or should have had knowledge of a vi-24olation of ORS 250.048, 260.555, 260.558, 260.567, 260.575, 260.665 or 260.715 (1) 25or [section 1b,] Article IV, section 1 (2)(d) or (5) or 1b, or Article VI, 26section 10, of the Oregon Constitution, or any rule adopted by the Secretary 27of State related to [section 1b,] Article IV, section 1 (2)(d) or (5) or 1b, or 28Article VI, section 10, of the Oregon Constitution, petition sheets or 29circulator training, registration or certification, by a subcontractor, the vi-30 31 olation by the subcontractor is conclusively considered a violation by the 1 contractor.

(3) A contractor is not liable under subsection (2) of this section if the
contractor notifies the Secretary of State in writing not later than one
business day after the contractor obtains knowledge of a potential violation.
The notice shall state:

6 (a) That a potential violation has occurred;

7 (b) The nature of the potential violation; and

8 (c) All specific information known to the contractor regarding the poten-9 tial violation.

10 (4) A contractor may not be held criminally liable under this section 11 solely based on a violation committed by a subcontractor.

12 **SECTION 5.** ORS 250.165 is amended to read:

13 250.165. (1) Before circulating a petition to initiate or refer a county 14 measure, the petitioner shall file with the county clerk a prospective peti-15 tion. The county clerk immediately shall date and time stamp the prospective 16 petition, and specify the form on which the petition shall be printed for cir-17 culation. The clerk shall retain the prospective petition.

(2) The cover of an initiative or referendum petition shall designate the 18 name and residence address of not more than three persons as chief 19 petitioners and shall contain instructions for persons obtaining signatures 20of electors on the petition. The instructions shall be adopted by the Secretary 21of State by rule. The cover of a referendum petition shall contain the title 22described in ORS 250.175 (1). If the circuit court has not reviewed the ballot 23title under ORS 250.195, the cover of an initiative petition shall contain the 24ballot title described in ORS 250.175 (3). If the circuit court has reviewed the 25ballot title, the cover of the initiative petition shall contain the title certi-26fied by the court. 27

(3) The chief petitioners shall include with the prospective petition a
statement declaring whether one or more persons will be paid money or other
valuable consideration for obtaining signatures of electors on the initiative
or referendum petition. After the prospective petition is filed, the chief

[11]

petitioners shall notify the filing officer not later than the 10th day after any
of the chief petitioners first has knowledge or should have had knowledge
that:

4 (a) Any person is being paid for obtaining signatures, when the statement
5 included with the prospective petition declared that no such person would
6 be paid.

7 (b) No person is being paid for obtaining signatures, when the statement 8 included with the prospective petition declared that one or more such per-9 sons would be paid.

(4)(a) Each sheet of signatures on an initiative petition shall contain the
caption of the ballot title. Each sheet of signatures on a referendum petition
shall contain the number of the ordinance or resolution to be referred, if any,
and the date it was adopted by the county governing body.

(b) Each sheet of signatures on an initiative or referendum petition shall,
if one or more persons will be paid for obtaining signatures of electors on
the petition, contain a notice stating: "Some Circulators For This Petition
Are Being Paid."

(5) The reverse side of the cover of an initiative or referendum petition
 shall be used for obtaining signatures on an initiative or referendum peti tion.

(6) Not more than 20 signatures on the signature sheet of the initiative
or referendum petition shall be counted. The circulator shall certify on each
signature sheet that the circulator:

(a) Witnessed the signing of the signature sheet by each individual whosesignature appears on the signature sheet; and

(b) Believes each individual is an elector registered in the county.

27 (7) Unless otherwise provided by a county ordinance[,]:

(a) The gathering of signatures on a petition to initiate a county measure
may not exceed a period of two years from the time the petition is approved
for circulation.

31 (b)(A) Once every month, the chief petitioner, or an agent on behalf

[12]

of the chief petitioner, of an initiative petition relating to a county measure shall file with the county clerk all signature sheets containing signatures of electors that a person being paid to obtain signatures on the petition has obtained since the previous monthly filing. The clerk shall hold all signature sheets filed under this paragraph unless the chief petitioner withdraws the petition.

7 (B) The Secretary of State shall adopt rules prescribing the dates by which signature sheets must be filed each month. The county clerk 8 may not accept, for purposes of determining whether an initiative pe-9 tition relating to a county measure contains the required number of 10 signatures of electors under this section, signature sheets containing 11 12signatures of electors that a person being paid to obtain signatures on the petition obtained before the previous monthly filing deadline de-13 scribed under this paragraph. 14

(8) A county clerk may not accept for filing any petition which has not
met the provisions of subsection (7) of this section.

(9) A petition to initiate a county measure must be filed not less than 90days before the election at which the proposed law is to be voted on.

(10) The person obtaining signatures on the petition shall carry at least
one full and correct copy of the measure to be initiated or referred and shall
allow any person to review a copy upon request of the person.

22 **SECTION 6.** ORS 250.265 is amended to read:

23 250.265. (1) Before circulating a petition to initiate or refer a city meas-24 ure, the petitioner shall file with the city elections officer a prospective pe-25 tition. The officer immediately shall date and time stamp the prospective 26 petition, and specify the form on which the petition shall be printed for cir-27 culation. The officer shall retain the prospective petition.

(2) The cover of an initiative or referendum petition shall designate the name and residence address of not more than three persons as chief petitioners and shall contain instructions for persons obtaining signatures of electors on the petition. The instructions shall be adopted by the Secretary

[13]

of State by rule. The cover of a referendum petition shall contain the title described in ORS 250.275 (1). If the circuit court has not reviewed the ballot title under ORS 250.296, the cover of an initiative petition shall contain the ballot title described in ORS 250.275 (3). If the circuit court has reviewed the ballot title, the cover of the initiative petition shall contain the title certified by the court.

7 (3) The chief petitioners shall include with the prospective petition a 8 statement declaring whether one or more persons will be paid money or other 9 valuable consideration for obtaining signatures of electors on the initiative 10 or referendum petition. After the prospective petition is filed, the chief 11 petitioners shall notify the filing officer not later than the 10th day after any 12 of the chief petitioners first has knowledge or should have had knowledge 13 that:

(a) Any person is being paid for obtaining signatures, when the statement
included with the prospective petition declared that no such person would
be paid.

(b) No person is being paid for obtaining signatures, when the statement included with the prospective petition declared that one or more such persons would be paid.

(4)(a) Each sheet of signatures on an initiative petition shall contain the
caption of the ballot title. Each sheet of signatures on a referendum petition
shall contain the number of the ordinance or resolution to be referred, if any,
and the date it was adopted by the city governing body.

(b) Each sheet of signatures on an initiative or referendum petition shall,
if one or more persons will be paid for obtaining signatures of electors on
the petition, contain a notice stating: "Some Circulators For This Petition
Are Being Paid."

(5) The reverse side of the cover of an initiative or referendum petition
shall be used for obtaining signatures on an initiative or referendum petition.

31 (6) Not more than 20 signatures on the signature sheet of the initiative

[14]

or referendum petition shall be counted. The circulator shall certify on each
 signature sheet that the circulator:

(a) Witnessed the signing of the signature sheet by each individual whose
signature appears on the signature sheet; and

5 (b) Believes each individual is an elector registered in the city.

6 (7) Unless otherwise provided by a city ordinance[,]:

(a) The gathering of signatures on a petition to initiate a city measure
may not exceed a period of two years from the time the petition is approved
for circulation.

(b)(A) Once every month, the chief petitioner, or an agent on behalf of the chief petitioner, of an initiative petition relating to a city measure shall file with the county clerk all signature sheets containing signatures of electors that a person being paid to obtain signatures on the petition has obtained since the previous monthly filing. The clerk shall hold all signature sheets filed under this paragraph unless the chief petitioner withdraws the petition.

(B) The Secretary of State shall adopt rules prescribing the dates 17by which signature sheets must be filed each month. The county clerk 18 may not accept, for purposes of determining whether an initiative pe-19 tition relating to a city measure contains the required number of sig-20natures of electors under this section, signature sheets containing 21signatures of electors that a person being paid to obtain signatures on 22the petition obtained before the previous monthly filing deadline de-23scribed under this paragraph. 24

(8) A city elections officer may not accept for filing any petition which
has not met the provisions of subsection (7) of this section.

(9) A petition to initiate a city measure must be filed not less than 90
days before the election at which the proposed law is to be voted on.

(10) The person obtaining signatures on the petition shall carry at least one full and correct copy of the measure to be initiated or referred and shall allow any person to review a copy upon request of the person.

[15]

1 **SECTION 7.** ORS 255.135 is amended to read:

2 255.135. (1) Before circulating a petition to initiate or refer a district 3 measure, the petitioner shall file with the elections officer a prospective pe-4 tition. The elections officer immediately shall date and time stamp the pro-5 spective petition, and specify the form on which the petition shall be printed 6 for circulation. The officer shall retain the prospective petition.

(2) The cover of an initiative or referendum petition shall designate the 7 name and residence address of not more than three persons as chief 8 petitioners and shall contain instructions for persons obtaining signatures 9 of electors on the petition. The instructions shall be adopted by the Secretary 10 of State by rule. The cover of a referendum petition shall contain the title 11 described in ORS 255.145 (1). If the circuit court has not reviewed the ballot 12title under ORS 255.155, the cover of an initiative petition shall contain the 13 ballot title described in ORS 255.145 (3). If the circuit court has reviewed the 14 ballot title, the cover of the initiative petition shall contain the title certi-15 fied by the court. 16

(3) The chief petitioners shall include with the prospective petition a statement declaring whether one or more persons will be paid money or other valuable consideration for obtaining signatures of electors on the initiative or referendum petition. After the prospective petition is filed, the chief petitioners shall notify the filing officer not later than the 10th day after any of the chief petitioners first has knowledge or should have had knowledge that:

(a) Any person is being paid for obtaining signatures, when the statement
included with the prospective petition declared that no such person would
be paid.

(b) No person is being paid for obtaining signatures, when the statement included with the prospective petition declared that one or more such persons would be paid.

30 (4)(a) Each sheet of signatures on an initiative petition shall contain the 31 caption of the ballot title. Each sheet of signatures on a referendum petition

[16]

shall contain the number of the ordinance to be referred and the date it was
 adopted by the district board.

3 (b) Each sheet of signatures on an initiative or referendum petition shall,
4 if one or more persons will be paid for obtaining signatures of electors on
5 the petition, contain a notice stating: "Some Circulators For This Petition
6 Are Being Paid."

7 (5) The reverse side of the cover of an initiative or referendum petition
8 shall be used for obtaining signatures on an initiative or referendum peti9 tion.

10 (6) Not more than 20 signatures on the signature sheet of the initiative 11 or referendum petition shall be counted. The circulator shall certify on each 12 signature sheet that the circulator:

(a) Witnessed the signing of the signature sheet by each individual whosesignature appears on the signature sheet; and

15 (b) Believes each individual is an elector registered in the district.

16 (7) Unless otherwise provided by a district ordinance[,]:

(a) The gathering of signatures on a petition to initiate a district measure
may not exceed a period of two years from the time the petition is approved
for circulation.

(b)(A) Once every month, the chief petitioner, or an agent on behalf of the chief petitioner, of an initiative petition relating to a district measure shall file with the county clerk all signature sheets containing signatures of electors that a person being paid to obtain signatures on the petition has obtained since the previous monthly filing. The clerk shall hold all signature sheets filed under this paragraph unless the chief petitioner withdraws the petition.

(B) The Secretary of State shall adopt rules prescribing the dates by which signature sheets must be filed each month. The county clerk may not accept, for purposes of determining whether an initiative petition relating to a district measure contains the required number of signatures of electors under this section, signature sheets containing

[17]

signatures of electors that a person being paid to obtain signatures on
the petition obtained before the previous monthly filing deadline described under this paragraph.

4 (8) The elections officer may not accept for filing any petition that has 5 not met the provisions of subsection (7) of this section.

6 (9) A petition to initiate a district measure must be filed not less than 7 90 days before the election at which the proposed law is to be voted on.

8 (10) The person obtaining signatures on the petition shall carry at least 9 one full and correct copy of the measure to be initiated or referred and shall 10 allow any person to review a copy upon request of the person.

11 **SECTION 8.** ORS 260.368 is amended to read:

12 260.368. For the purpose of investigating violations of [section 1b,] Article 13 IV, section 1 (2)(d) or (5) or 1b, or Article VI, section 10, of the Oregon 14 Constitution, the Secretary of State, Attorney General, [and] Commissioner 15 of the Bureau of Labor and Industries, county clerk and city elections 16 officer may cooperate and share information as considered necessary by the 17 secretary, Attorney General, [or] commissioner, county clerk or city 18 elections officer.

## 19 **SECTION 9.** ORS 260.995 is amended to read:

20 260.995. (1) Except as provided in subsection (2) of this section, following 21 an investigation under ORS 260.345, the Secretary of State or Attorney 22 General may impose a civil penalty not to exceed \$1,000 for each violation 23 of any provision of Oregon Revised Statutes relating to the conduct of any 24 election, any rule adopted by the secretary under ORS chapters 246 to 260 25 or any other matter preliminary to or relating to an election, for which a 26 civil penalty is not otherwise provided.

(2) The secretary or the Attorney General may impose a civil penalty notto exceed:

(a) \$1,000 plus the amount converted to personal use for each violation
of ORS 260.407; or

31 (b) \$10,000 for each violation of ORS 260.555, 260.558, 260.575, 260.695 (1)

[18]

or 260.715 (1) or [section 1b,] Article IV, section 1 (2)(d) or (5) or 1b, or
 Article VI, section 10, of the Oregon Constitution.

3 (3) Except as otherwise provided by this section, civil penalties under this
4 section shall be imposed as provided in ORS 183.745. In addition to the re5 quirements of ORS 183.745, the notice shall include:

6 (a) A statement of the authority and jurisdiction under which the hearing7 is to be held; and

8 (b) If the person is an agency, corporation or an unincorporated associ-9 ation, a statement that such person must be represented by an attorney li-10 censed in Oregon, unless the person is a political committee which may be 11 represented by any officer identified in the most recent statement of organ-12 ization filed with the filing officer.

(4) A hearing on whether to impose a civil penalty and to consider circumstances in mitigation shall be held by the secretary or Attorney General:
(a) Upon request of the person against whom the penalty may be assessed,
if the request is made not later than the 20th day after the date the person
received notice sent under subsection (3) of this section; or

18 (b) Upon the secretary's or Attorney General's own motion.

19 (5) The person against whom a penalty may be assessed need not appear 20 in person at a hearing held under this section, but instead may submit 21 written testimony or other evidence, sworn to before a notary public, to the 22 secretary or Attorney General for entry in the hearing record. The testimony 23 or other evidence must be received by the secretary or Attorney General not 24 later than three business days before the day of the hearing.

(6) All hearings under this section shall be held not later than 45 days after the deadline for the person against whom the penalty may be assessed to request a hearing. However, if requested by the person against whom the penalty may be assessed, a hearing under subsection (4) of this section shall be held not later than 60 days after the deadline for the person against whom the penalty may be assessed to request a hearing.

31 (7) The secretary or Attorney General shall issue an order not later than

[19]

1 90 days after a hearing or after the deadline for requesting a hearing if no2 hearing is held.

3 (8) All penalties recovered under this section shall be paid into the State
4 Treasury and credited to the General Fund.

5 (9) In the case of a civil penalty imposed under this section for a violation 6 of ORS 260.407, the person against whom the penalty is assessed:

7 (a) Is personally responsible for the payment of the civil penalty;

8 (b) Shall pay the civil penalty from personal funds of the person; and

9 (c) May not pay the civil penalty from contributions received by a can-10 didate, a candidate's principal campaign committee, a political committee or 11 a petition committee.

12 <u>SECTION 10.</u> The amendments to ORS 250.048, 250.165, 250.265,
 13 255.135, 260.262, 260.368, 260.561, 260.563 and 260.995 by sections 1 to 9 of
 14 this 2015 Act first apply:

(1) To initiative petitions for which a prospective petition is filed
 on or after the effective date of this 2015 Act; and

17 (2) To referendum petitions to refer county, city or district ordi 18 nances adopted on or after the effective date of this 2015 Act.

<u>SECTION 11.</u> This 2015 Act being necessary for the immediate preservation of the public peace, health and safety, an emergency is declared to exist, and this 2015 Act takes effect on its passage.

22

[20]