

**QUESTIONNAIRE FOR FILING PROPOSED RULES WITH THE
ARKANSAS LEGISLATIVE COUNCIL**

DEPARTMENT/AGENCY Arkansas Ethics Commission
DIVISION
DIVISION DIRECTOR Graham Sloan
CONTACT PERSON Graham Sloan
ADDRESS 501 Woodlane Street, Suite 301N, Little Rock, AR 72201
PHONE NO. 324-9600 **FAX NO.** 324-9606 **E-MAIL** Graham.Sloan@arkansas.gov
NAME OF PRESENTER AT COMMITTEE MEETING Graham Sloan
PRESENTER E-MAIL Graham.Sloan@arkansas.gov

INSTRUCTIONS

- A. Please make copies of this form for future use.
- B. Please answer each question **completely** using layman terms. You may use additional sheets, if necessary.
- C. If you have a method of indexing your rules, please give the proposed citation after “Short Title of this Rule” below.
- D. Submit two (2) copies of this questionnaire and financial impact statement attached to the front of two (2) copies of the proposed rule and required documents. Mail or deliver to:

**Jessica C. Sutton
Administrative Rules Review Section
Arkansas Legislative Council
Bureau of Legislative Research
One Capitol Mall, 5th Floor
Little Rock, AR 72201**

- 1. What is the short title of this rule?

Rules on Campaign Contribution Limit

- 2. What is the subject of the proposed rule?

The contribution limit for candidates for public office in Arkansas for the 2021-2022 election cycle.

- 3. Is this rule required to comply with a federal statute, rule, or regulation?
Yes ___ No

If yes, please provide the federal rule, regulation, and/or statute citation.

4. Was this rule filed under the emergency provisions of the Administrative Procedure Act?
Yes___ No

If yes, what is the effective date of the emergency rule? N/A

When does the emergency rule expire? N/A

Will this emergency rule be promulgated under the permanent provisions of the Administrative Procedure Act? Yes_____ No N/A

5. Is this a new rule? Yes_____ No

If yes, please provide a brief summary explaining the rule.

BRIEF SUMMARY:

Pursuant to Act 1280 of 2015, Ark. Code Ann. §7-6-203(i) provides as follows:

(1) The contribution limits under subdivision (a)(1)(A) and subdivision (b)(1) of this section shall be adjusted at the beginning of each odd-numbered year in an amount equal to the percentage certified to the Federal Election Commission by the Bureau of Labor Statistics of the Department of Labor under 52 U.S.C. § 30116(c) as existing on January 1, 2015.

(2) If the amount after adjustment under subdivision (i)(1) of this section is not a multiple of one hundred dollars (\$100), the Arkansas Ethics Commission shall round the amount to the nearest multiple of one hundred dollars (\$100).

(3) The Arkansas Ethics Commission shall promulgate rules identifying the adjusted contribution limit under subdivision (i)(1) of this section.

On or about February 7, 2019, the Federal Election Commission announced updated contribution limits that have been indexed for inflation and are effective for the 2019-2020 federal elections. In 2019, an amendment was made to adjust the campaign contribution limit from \$2,700 to \$2,800 for candidates for public office in Arkansas.

On or about February 2, 2021, the Federal Election Commission announced updated contribution limits that have been indexed for inflation and are effective for the 2021-2022 federal elections. This proposed amendment is necessary to adjust the campaign contribution limit from \$2,800 to \$2,900 for candidates for public office in Arkansas.

Does this repeal an existing rule? Yes___ No If yes, a copy of the repealed rule is to be included with your completed questionnaire. If it is being replaced with a new rule, please provide a summary of the rule giving an explanation of what the rule does.

Is this an amendment to an existing rule? Yes No ___ If yes, please attach a mark-up showing the changes in the existing rule and a summary of the substantive changes. **Note: The summary should explain what the amendment does, and the mark-up copy should be clearly labeled “mark-up.”**

6. Cite the state law that grants the authority for this proposed rule? If codified, please give the Arkansas Code citation.

Ark. Code Ann. §§ 7-6-217(g) and 7-6-203(i)

7. What is the purpose of this proposed rule? Why is it necessary?

The purpose of the amendment is to keep the campaign contribution limit in line with the consumer price index and the rate of inflation. This proposed amendment is necessary to raise the contribution limit for candidates for public office in Arkansas for the 2021-2022 campaign cycle, as is required by Act 1280 of 2015 and seen in Ark Code Ann. §7-6-203(i).

8. Please provide the address where this rule is publicly accessible in electronic form via the Internet as required by Arkansas Code § 25-19-108(b).

ArkansasEthics.com

9. Will a public hearing be held on this proposed rule? Yes No _____
If yes, please complete the following:

Date: **May 21, 2021**

Time: **9:00 a.m.**

Place: **501 Woodlane, Suite 301 N, Little Rock, Arkansas**

10. When does the public comment period expire for permanent promulgation? (Must provide a date.) **May 19, 2021 at 5:00 p.m.**

11. What is the proposed effective date of this proposed rule? (Must provide a date.)
ASAP

12. Please provide a copy of the notice required under Ark. Code Ann. § 25-15-204(a), and proof of the publication of said notice.

13. Please provide proof of filing the rule with the Secretary of State as required pursuant to Ark. Code Ann. § 25-15-204(e).

14. Please give the names of persons, groups, or organizations that you expect to comment on these rules? Please provide their position (for or against) if known.

FINANCIAL IMPACT STATEMENT

PLEASE ANSWER ALL QUESTIONS COMPLETELY

DEPARTMENT/AGENCY: Arkansas Ethics Commission

DIVISION

PERSON COMPLETING THIS STATEMENT: Graham Sloan

PHONE NO.: 324-9600 **FAX NO.:** 324-9606 **E-MAIL:** Graham.Sloan@arkansas.gov

To comply with Ark. Code Ann. § 25-15-204(e), please complete the following Financial Impact Statement and file two copies with the questionnaire and proposed rules.

SHORT TITLE OF THIS RULE: **Rules on Campaign Contribution Limit**

1. Does this proposed, amended, or repealed rule have a financial impact?

Yes ___ No

2. Is the rule based on the best reasonably obtainable scientific, technical, economic, or other evidence and information available concerning the need for, consequences of, and alternatives to the rule?

Yes No ___

3. In consideration of the alternatives to this rule, was this rule determined by the agency to be the least costly rule considered? Yes No ___

If an agency is proposing a more costly rule, please state the following:

a. How the additional benefits of the more costly rule justify its additional cost;

b. The reason for adoption of the more costly rule;

c. Whether the more costly rule is based on the interests of public health, safety, or welfare, and if so, please explain; and

d. Whether the reason is within the scope of the agency's statutory authority, and if so, please explain.

4. If the purpose of this rule is to implement a federal rule or regulation, please state the following:

a. What is the cost to implement the federal rule or regulation?

Current Fiscal Year Next Fiscal Year

General Revenue	-0-	General Revenue	-0-
Federal Funds	-0-	Federal Funds	-0-
Cash Funds	-0-	Cash Funds	-0-
Special Revenue	-0-	Special Revenue	-0-
Other (Identify)	-0-	Other (Identify)	-0-
Total	<u>-0-</u>	Total	<u>-0-</u>

- b. What is the additional cost of the state rule?

Current Fiscal Year Next Fiscal Year

General Revenue	-0-	General Revenue	-0-
Federal Funds	-0-	Federal Funds	-0-
Cash Funds	-0-	Cash Funds	-0-
Special Revenue	-0-	Special Revenue	-0-
Other (Identify)	-0-	Other (Identify)	-0-
Total	<u>-0-</u>	Total	<u>-0-</u>

5. What is the total estimated cost by fiscal year to any private individual, entity and business subject to the proposed, amended, or repealed rule? Identify the entity(ies) subject to the proposed rule and explain how they are affected.

Current Fiscal Year Next Fiscal Year

\$ _____-0-_____ \$ _____-0-_____

6. What is the total estimated cost by fiscal year to state, county, and municipal government to implement this rule? Is this the cost of the program or grant? Please explain how the government is affected.

Current Fiscal Year Next Fiscal Year

\$ _____-0-_____ \$ _____-0-_____

7. With respect to the agency's answers to Questions #5 and #6 above, is there a new or increased cost or obligation of at least one hundred thousand dollars (\$100,000) per year

to a private individual, private entity, private business, state government, county government, municipal government, or to two (2) or more of those entities combined?

Yes _____ No _____

If YES, the agency is required by Ark. Code Ann. § 25-15-204(e)(4) to file written findings at the time of filing the financial impact statement. The written findings shall be filed simultaneously

with the financial impact statement and shall include, without limitation, the following:

- (1) a statement of the rule's basis and purpose;
- (2) the problem the agency seeks to address with the proposed rule, including a statement of whether a rule is required by statute;
- (3) a description of the factual evidence that:
 - (a) justifies the agency's need for the proposed rule; and
 - (b) describes how the benefits of the rule meet the relevant statutory objectives and justify the rule's costs;
- (4) a list of less costly alternatives to the proposed rule and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;
- (5) a list of alternatives to the proposed rule that were suggested as a result of public comment and the reasons why the alternatives do not adequately address the problem to be solved by the proposed rule;
- (6) a statement of whether existing rules have created or contributed to the problem the agency seeks to address with the proposed rule and, if existing rules have created or contributed to the problem, an explanation of why amendment or repeal of the rule creating or contributing to the problem is not a sufficient response; and
- (7) an agency plan for review of the rule no less than every ten (10) years to determine whether, based upon the evidence, there remains a need for the rule including, without limitation, whether:
 - (a) the rule is achieving the statutory objectives;
 - (b) the benefits of the rule continue to justify its costs; and
 - (c) the rule can be amended or repealed to reduce costs while continuing to achieve the statutory objectives.