# AMENDED IN COMMITTEE 05/09/18 ORDINANCE NO. 129-18

[Campaign and Governmental Conduct Code - Campaign Finance and Conflict of Interest]

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Ordinance amending the Campaign and Governmental Conduct Code to 1) prohibit earmarking of contributions and false identification of contributors; 2) modify contributor card requirements; 3) require disclosure of contributions solicited by City elective officers for ballot measure and independent expenditure committees; 4) require additional disclosures for campaign contributions from business entities to political committees; 5) require disclosure of bundled campaign contributions; 6) extend the prohibition on campaign contributions to candidates for City elective offices and City elective officers who must approve certain City contracts; 7) require committees to file a third pre-election statement prior to an election; 8) remove the prohibition against distribution of campaign advertisements containing false endorsements; 9) allow members of the public to receive a portion of penalties collected in certain enforcement actions; 10) require financial disclosures from certain major donors to local political committees; 1110) impose additional disclaimer requirements; 4211) permit the Ethics Commission to recommend contract debarment as a penalty for campaign finance violations; 1312) create new conflict of interest and political activity rules for elected officials and members of boards and commissions; 4413) specify recusal procedures for members of boards and commissions; and 4514) establish local behested payment reporting requirements for donors and City officers.

NOTE: Unchanged Code text and uncodified text are in plain Arial font.

Additions to Codes are in single-underline italics Times New Roman font.

Deletions to Codes are in strikethrough italics Times New Roman font.

Board amendment additions are in double-underlined Arial font.

Board amendment deletions are in strikethrough Arial font.

Asterisks (\* \* \* \*) indicate the omission of unchanged Code subsections or parts of tables.

Be it ordained by the People of the City and County of San Francisco:

Section 1. The Campaign and Governmental Conduct Code, Article I, Chapter 1, is hereby amended by revising Sections 1.104, <u>1.110</u>, 1.114, 1.126, 1.135, 1.161, <u>1.142</u>, 1.162, <u>1.163</u>, 1.168, 1.170, adding Sections 1.114.5, 1.124, 1.125, <del>1.158</del>, and deleting Section 1.163.5, to read as follows:

#### SEC. 1.104. DEFINITIONS.

Whenever in this Chapter <u>I</u> the following words or phrases are used, they shall mean:

"At the behest of" shall mean under the control or at the direction of, in cooperation,
consultation, coordination, or concert with, at the request or suggestion of, or with the express, prior
consent of.

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"Business entity" shall mean a limited liability company (LLC), corporation, limited partnership, or limited liability partnership.

\* \* \* \*

"Electronic media technologies" shall mean technologies that distribute communications, commonly user-generated content, within virtual communities. "Electronic media technologies" includes, but is not limited to, Facebook, Instagram, LinkedIn, Pinterest, Reddit, Snapchat, Tumblr, Twitter, WhatsApp, and YouTube.

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"Prohibited source contribution" shall mean a contribution made (a) in violation of Section

1.114, (b) in an assumed name as defined in Section 1.114.5(c), (c) from a person prohibited from

contributing under Section 1.126, or (d) from a lobbyist prohibited from contributing under Section

2.115(e).

"Public appeal" shall mean a request for a payment when such request is made by means of television, radio, billboard, a public message on an online platform, the distribution

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of 200 or more identical pieces of printed material, the distribution of a single email to 200 or more recipients, or a speech to a group of 20 or more individuals.

"Resident" shall mean a resident of the City and County of San Francisco.

"Solicit" shall mean personally request a contribution for any candidate or committee, either orally or in writing.

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## SEC. 1.110. CAMPAIGN STATEMENTS.

(a) INSPECTION AND COPYMAKING. Campaign statements are to be open for public inspection and reproduction at the Office of the Ethics Commission during regular business hours and such additional hours as the Ethics Commission determines appropriate. The Commission shall provide public notice of the hours that the office is open for inspection and reproduction. The Ethics Commission shall also make campaign statements available through its website.

(c) ELECTRONIC COMMUNICATIONS MEDIA TECHNOLOGIES. Campaign statements shall disclose, as required by the Political Reform Act, expenditures on electronic communications media technologies. Without limitation, campaigns shall disclose expenditures on the promotion of electronic media accounts, methods and efforts to increase popularity of electronic media posts, any written communications, or any audio or video content distributed electronically through electronic media technologies.

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# SEC. 1.114. CONTRIBUTIONS - LIMITS AND PROHIBITIONS.

- (a) LIMITS ON CONTRIBUTIONS TO CANDIDATES. No person other than a candidate shall make, and no campaign treasurer for a candidate committee shall solicit or accept, any contribution which will cause the total amount contributed by such person to such candidate committee in an election to exceed \$500.
- (b) *LIMITS PROHIBITION* ON CONTRIBUTIONS FROM CORPORATIONS. No corporation organized pursuant to the laws of the State of California, the United States, or any other state, territory, or foreign country, whether for profit or not, shall make a contribution to a candidate committee, provided that nothing in this subsection (b) shall prohibit such a corporation from establishing, administering, and soliciting contributions to a separate segregated fund to be utilized for political purposes by the corporation, provided that the separate segregated fund complies with the requirements of Federal law including Sections 432(e) and 441b of Title 2 of the United States Code and any subsequent amendments to those Sections.
- (c) EARMARKING. No person may make a contribution to a committee on the condition or with the agreement that it will be contributed to any particular candidate or committee to circumvent the limits established by subsections (a) and (b).
- (d) PROHIBITION ON CONTRIBUTIONS FOR OFFICIAL ACTION. No candidate may, directly or by means of an agent, give, offer, promise to give, withhold, or offer or promise to withhold his or her vote or influence, or promise to take or refrain from taking official action with respect to any proposed or pending matter in consideration of, or upon condition that, any other person make or refrain from making a contribution.
  - (e) (e) AGGREGATION OF AFFILIATED ENTITY CONTRIBUTIONS.
- (1) General Rule. For purposes of the contribution limits imposed by this Section 1.114 and Section 1.120, the contributions of an entity whose contributions are directed and controlled by any individual shall be aggregated with contributions made by that

individual and any other entity whose contributions are directed and controlled by the same individual.

- (2) Multiple Entity Contributions Controlled by the Same Persons. If two or more entities make contributions that are directed and controlled by a majority of the same persons, the contributions of those entities shall be aggregated.
- (3) Majority-Owned Entities. Contributions made by entities that are majority-owned by any person shall be aggregated with the contributions of the majority owner and all other entities majority-owned by that person, unless those entities act independently in their decisions to make contributions.
- (4) Definition. For purposes of this Section <u>1.114</u>, the term "entity" means any person other than an individual and "majority-owned" means a direct or indirect ownership of more than 50% percent.
- (d) CONTRIBUTOR INFORMATION REQUIRED. If the cumulative amount of contributions received from a contributor is \$100 or more, the committee shall not deposit any contribution that causes the total amount contributed by a person to equal or exceed \$100 unless the committee has the following information: the contributor's full name; the contributor's street address; the contributor's occupation; and the name of the contributor's employer or, if the contributor is self-employed, the name of the contributor's business. A committee will be deemed not to have had the required contributor information at the time the contribution was deposited if the required contributor information is not reported on the first campaign statement on which the contribution is required to be reported.
- (e) (f) FORFEITURE OF UNLAWFUL CONTRIBUTIONS. In addition to any other penalty, each committee that receives a contribution which exceeds the limits imposed by this Section 1.114 or which does not comply with the requirements of this Section shall pay promptly the amount received or deposited in excess of the permitted amount permitted by this Section to the City and County of San Francisco and by delivering the payment to the Ethics

Commission for deposit in the General Fund of the City and County; provided that the Ethics Commission may provide for the waiver or reduction of the forfeiture.

## (g) RECEIPT OF CONTRIBUTIONS. A contribution to a candidate committee or committee making expenditures to support or oppose a candidate shall not be considered received if it is not cashed, negotiated, or deposited, and in addition # is returned to the donor before the closing date of the campaign statement on which the contribution would otherwise be reported, except that a contribution to a candidate committee or committee making expenditures to support or oppose a candidate made before an election at which the candidate is to be voted on but after the closing date of the last campaign statement required to be filed before the election shall not be considered to be deemed received if it is not cashed, negotiated, or deposited, and is returned to the contributor within 48 hours of receipt. For all committees not addressed by this Section 1.114, the determination of when contributions are considered to be received shall be made in accordance with the California Political Reform Act, California Government Code Section 81000, et seq.

### SEC. 1.114.5. CONTRIBUTIONS - DISCLOSURES.

(a) CONTRIBUTOR INFORMATION REQUIRED. If the cumulative amount of contributions received from a contributor is \$100 or more, the committee shall not deposit any contribution that causes the total amount contributed by a person to equal or exceed \$100 unless the committee has the following information: the contributor's full name; the contributor's street address; the contributor's occupation; and the name of the contributor's employer or, if the contributor is self-employed, the name of the contributor's business.

(1) A committee will be deemed not to have had the required contributor information at the time the contribution was deposited if the required contributor information is not reported on the first campaign statement on which the contribution is required to be reported.

(2) No person may make a contribution to a candidate or committee in his, her, or its name when using any payment received from another person on the condition that it be contributed to a specific candidate or committee.

(d) FORFEITURE OF UNLAWFUL CONTRIBUTIONS. In addition to any other penalty, each committee that receives a contribution which does not comply with the requirements of this Section

1.114.5 shall pay promptly the amount received or deposited to the City and County of San Francisco by delivering the payment to the Ethics Commission for deposit in the General Fund of the City and County; provided that the Ethics Commission may provide for the waiver or reduction of the forfeiture.

# SEC. 1.124. ADDITIONAL DISCLOSURE REQUIREMENTS FOR CONTRIBUTIONS MADE BY BUSINESS ENTITIES.

(a) Additional Disclosures. In addition to the campaign disclosure requirements imposed by the California Political Reform Act and other provisions of this Chapter 1, any committee required to file campaign statements with the Ethics Commission must disclose the following information for contribution(s) that, in aggregate, total \$10,000 or more that it receives in a single election cycle from a single business entity:

(1) one of the business entity's principal officers, including, but not limited to, the

Chairperson of the Board of Directors, President, Vice-President, Chief Executive Officer, Chief

Financial Officer, Chief Operating Officer, Executive Director, Deputy Director, or equivalent

positions; and

(2) whether the business entity has received funds through a contract or grant from any City agency within the last 24 months for a project within the jurisdiction of the City and County of San Francisco, and if so, the name of the agency that provided the funding, and the value of the contract or grant.

(c) Filing Requirements. Committees shall provide the information for bundled contributions required by subsection (b) at the same time that they are required to file semiannual or preelection campaign statements with the Ethics Commission. Committees shall be required to provide this information following the receipt of the final contribution that makes the cumulative amount of contributions bundled by a single individual total \$5,000 or more.

(d) Website Posting. The Ethics Commission shall make all information that is submitted in accordance with subsection (b) publicly available through its website.

# SEC. 1.126. CONTRIBUTION <u>LIMITS PROHIBITION</u> – CONTRACTORS DOING BUSINESS WITH THE CITY.

(a) **Definitions**. For purposes of this Section <u>1.126</u>, the following words and phrases shall mean:

"Affiliate" means any member of an entity's board of directors or any of that entity's principal officers, including its chairperson, chief executive officer, chief financial officer, chief operating officer, any person with an ownership interest of more than 10% in the entity, and any subcontractor listed in the entity's bid or contract.

<u>"Board on which an individual serves" means the board to which the officer was elected and any other board on which the elected officer serves.</u>

"City Contractor" means any person who contracts with, or is seeking a contract with, any department of the City and County of San Francisco, a state agency on whose board an appointee of a City elective officer serves, the San Francisco Unified School District, or the San Francisco Community College District, when the total anticipated or actual value of the contract(s) that the person is party to or seeks to become party to with any such entity within a fiscal year equals or exceeds \$100,000.

- (1) accept any contribution prohibited by subsection (b); or
- (2) solicit any contribution prohibited by subsection (b) from a person who the individual knows or has reason to know to be a City Contractor.

at any time from the formal submission of the contract to the individual until the termination of negotiations for the contract or six months have elapsed from the date the contract is approved. For the purpose of this subsection, a contract is formally submitted to the Board of Supervisors at the time of the introduction of a resolution to approve the contract.

(d) (e) Forfeiture of *Dontribution Contribution*. In addition to any other penalty, each committee that *receives accepts* a contribution prohibited by subsection (e) (b) shall pay promptly the amount received or deposited to the City and County of San Francisco and deliver the payment to the Ethics Commission for deposit in the General Fund of the City and County; provided that the Commission may provide for *the waiver or reduction* of the forfeiture.

# (e) (f) Notification.

# (1) Prospective Parties to Contracts Notification by City Agencies.

(A) Prospective Parties to Contracts. The City agency seeking to enter into a contract subject to subsection (b) shall inform any Any prospective party to a contract with the City and County of San Francisco, a state agency on whose board an appointee of a City elective officer serves, the San Francisco Unified School District, or the San Francisco Community College District shall inform each person described in Subsection (a)(1) of the prohibition in Ssubsection (b) and of the duty to notify the Ethics Commission, as described in subsection (f)(2), by the commencement of negotiations by the submission of a proposal for such contract.

(B) Parties to Executed Contracts. After the final execution of a contract by a City agency and any required approvals of a City elective officer, the agency that has entered into a contract subject to subsection (b) shall inform any parties to the contract of the prohibition in subsection (b) and the term of such prohibition established by subsection (c).

(2) Notification of Ethics Commission. The City agency seeking to enter into a contract subject to subsection (b) shall notify the Ethics Commission, within 30 days of the submission of a proposal, on a form or in a format adopted by the Commission, of the value of the desired contract, the parties to the contract, and any subcontractor listed as part of the proposal.

(3) Notification by Prospective Parties to Contracts. Any prospective party to a contract subject to subsection (b) shall, by the submission of a proposal for such contract, inform any member of that party's board of directors and any of that party's principal officers, including its chairperson, chief executive officer, chief financial officer, chief operating officer, any person with an ownership interest of more than 10% in the party, and any subcontractor listed in the party's bid or contract of the prohibition in subsection (b).

individual who holds a City elective office shall, within five business days of the approval of a contract by the officer, a board on which the officer sits, or a board of a state agency on which an appointee of the officer sits, notify the Ethics Commission, on a form <u>or in a format</u> adopted by the Commission, of each contract approved by the individual, the board on which the individual serves, or the board of a state agency on which an appointee of the officer sits. An individual who holds a City elective office need not file the form required by this subsection <u>(f)(4)</u> if the Clerk or Secretary of a Board on which the individual serves or a Board of a State agency on which an appointee of the officer serves has filed the form on behalf of the board.

### SEC. 1.135. SUPPLEMENTAL PRE-ELECTION STATEMENTS.

(a) **Supplemental Preelection Statements** <u>- General Purpose Committees</u>. In addition to the campaign disclosure requirements imposed by the California Political Reform Act and other provisions of this Chapter <u>1</u>, a San Francisco general purpose committee that makes contributions or expenditures totaling \$500 or more during the period covered by the

preelection statement, other than expenditures for the establishment and administration of that committee, shall file a preelection statement before any election held in the City and County of San Francisco at which a candidate for City elective office or City measure is on the ballot.

# (b) Time for Filing Supplemental Preelection Statements <u>- General Purpose</u> Committees.

(1) Even-Numbered Years. In even-numbered years, preelection statements required by this Section subsection (a) shall be filed pursuant to the preelection statement filing schedule established by the Fair Political Practices Commission for county general purpose recipient committees. In addition to these deadlines, preelection statements shall also be filed, for the period ending six days before the election, no later than four days before the election.

(2) Odd-Numbered Years. In odd-numbered years, the filing schedule <u>for</u> preelection statements is as follows:

(1) (A) For the period ending 45 days before the election, the statement shall be filed no later than 40 days before the election;

(2) (B) For the period ending 17 days before the election, the statement shall be filed no later than 12 days before the election-; and

(C) For the period ending six days before the election, the statement shall be filed no later than four days before the election.

(c) Time for Filing Supplemental Preelection Statements - Ballot Measure Committees and

Candidate Committees. In addition to the deadlines established by the Fair Political Practices

Commission, ballot measure committees and candidate committees required to file preelection

statements with the Ethics Commission shall file a third preelection statement before any election held

in the City and County of San Francisco at which a candidate for City elective office or City measure is

on the ballot, for the period ending six days before the election, no later than four days before the election.

(e) (d) The Ethics Commission may require that these statements be filed electronically.

# SEC. 1.142. PROCESS FOR ESTABLISHING ELIGIBILITY; CERTIFICATION BY THE ETHICS COMMISSION.

- (a) STATEMENT OF PARTICIPATION OR NON-PARTICIPATION. Each candidate for the Board of Supervisors or Mayor must sign and file a Statement of Participation or Non-Participation in the public financing program. The statement must be filed by the candidate with the Ethics Commission no later than the deadline for filing nomination papers. On the statement, each candidate shall indicate whether he or she intends to participate in the public financing program. A statement of participation or non-participation may not be amended after the deadline for filing nomination papers.
- (b) DECLARATION BY CANDIDATE. To become eligible to receive public financing of campaign expenses under this Chapter, a candidate shall declare, under penalty of perjury, that the candidate satisfies the requirements specified in Section 1.140. Candidates shall be permitted to submit the declaration and any supporting material required by the Ethics Commission to the Ethics Commission no earlier than nine months before the date of the election, but no later than the 70th day before the election. Once the declaration and supporting material are submitted, they may not be amended. The declaration and supporting material may be withdrawn and refiled, provided that the refiling is made no later than the 70th day before the election.

If any deadline imposed by this Subsection falls on a Saturday, Sunday, or legal holiday, the deadline shall be the next business day.

- (c) DETERMINATION OF ELIGIBILITY. The Executive Director of the Ethics

  Commission shall review the candidate's declaration and supporting material to determine whether the candidate is eligible to receive public funds under this Chapter. The Executive Director may audit the candidate's records, interview contributors and take whatever steps the Executive Director deems necessary to determine eligibility. At the request of the Executive Director, the Controller shall assist in this review process.
- (d) DETERMINATION OF OPPOSITION. To determine whether a candidate for the Board of Supervisors is opposed as required under Section 1.140(b)(3) of this Chapter or a candidate for Mayor is opposed as required under Section 1.140(c)(3) of this Chapter, the Executive Director shall review the material filed pursuant to Section 1.152 of this Chapter, and may review any other material.
- (e) CERTIFICATION. If the Executive Director determines that a candidate for Mayor or the Board of Supervisors has satisfied the requirements of Section 1.140, the Executive Director shall notify the candidate and certify to the Controller that the candidate is eligible to receive public financing under this Chapter. The Executive Director shall not certify that a candidate is eligible to receive public financing if the candidate's declaration or supporting material is incomplete or otherwise inadequate to establish eligibility. Except as provided in subsection (h), the Executive Director shall determine whether to certify a candidate no later than 30 days after the date the candidate submits his or her declaration and supporting material, provided that the Executive Director shall make all determinations regarding whether to certify a candidate no later than the 55th day before the election.
- (f) RESUBMISSION. If the Executive Director declines to certify that a candidate is eligible to receive public financing under this Chapter, the Executive Director shall notify the candidate. Notwithstanding Section 1.142(b) of this Chapter, the candidate may, within five

business days of the date of notification, resubmit the declaration and supporting material. If the candidate does not timely resubmit, the Executive Director's determination is final.

If, after viewing resubmitted material, the Executive Director declines to certify that a candidate is eligible to receive public financing under this Chapter, the Executive Director shall notify the candidate of this fact. Additional resubmissions may be permitted in the Executive Director's discretion. If the candidate fails to resubmit in the time specified by the Executive Director, or if no further resubmissions are permitted, the Executive Director's determination is final.

- (g) APPEAL TO THE ETHICS COMMISSION. If the Executive Director declines to certify that a candidate is eligible to receive public financing under this Chapter, the candidate may appeal the Executive Director's final determination to the Ethics Commission. The candidate must deliver the written appeal to the Ethics Commission within five days of the date of notification of the Executive Director's determination.
- (h) SUPERVISORIAL CANDIDATES SEEKING ELECTION IN NOVEMBER 2012. The Executive Director shall not certify any supervisorial candidates seeking election in November 2012 as eligible to receive public funds until the Redistricting Task Force, convened by the Board of Supervisors in Ordinance No. 93-11, has completed its 2012 revision of supervisorial district boundaries. Supervisorial candidates seeking election in November 2012 may submit their declaration and any supporting material concerning their eligibility to the Ethics Commission prior to the completion of the Redistricting Task Force's revision of supervisorial district boundaries.

SEC. 1.163.5. DISTRIBUTION OF CAMPAIGN ADVERTISEMENTS CONTAINING
FALSE ENDORSEMENTS.

- (a) Prohibition. No person may sponsor any campaign advertisement that is distributed within 90 days prior to an election and that contains a false endorsement, where the person acts with knowledge of the falsity of the endorsement or with reckless disregard for the truth or falsity of the endorsement. A false endorsement is a statement, signature, photograph, or image representing that a person expressly endorses or conveys support for or opposition to a candidate or measure when in fact the person does not expressly endorse or convey support for or opposition to the candidate or measure as stated or implied in the campaign communication.
- (b) **Definitions.** Whenever in this Section the following words or phrases are used, they shall mean:
- (1) "Campaign Advertisement" is any mailing, flyer, door hanger, pamphlet, brochure, eard, sign, billboard, facsimile, printed advertisement, broadcast, cable, satellite, radio, internet, or recorded telephone advertisement that refers to one or more clearly identified candidates or ballot measures. The term "campaign advertisement" does not include:
- (A) bumper stickers, pins, stickers, hat bands, badges, ribbons and other similar campaign memorabilia;
- (B) news stories, commentaries or editorials distributed through any newspaper, radio, station, television station or other recognized news medium unless such news medium is owned or controlled by any political party, political committee or candidate; or
- (C) material distributed to all members, employees and shareholders of an organization, other than a political party;
- (2) "Internet Advertisement" includes paid internet advertisements such as "banner" and "popup" advertisements, paid emails, or emails sent to addresses purchased from another person, and similar types of internet advertisements as defined by the Ethics Commission by regulation, but shall not include web blogs, listserves sent to persons who have contacted the sender, discussion forums, or general postings on web pages.

- (3) "Sponsor" means to pay for, direct, supervise or authorize the production of campaign advertisement.
- (c) Enforcement and Penalties. The penalties under Section 1.170(a) of this Chapter do not apply to violations of this Section. Notwithstanding the 60-day waiting period in Section 1.168 of this Chapter, a voter may bring an action to enjoin a violation of this Section immediately upon providing written notice to the City Attorney. A court may enjoin a violation of this section only upon a showing of clear and convincing evidence of a violation.

#### SEC. 1.158. MAJOR DONORS - FINANCIAL DISCLOSURES.

(a) **Definitions.** Whenever in this Section 1.158 the following words or phrases are used, they shall mean:

"Business entity" shall mean any corporation, partnership, or other legal entity that is not a natural person, but shall not include any nonprofit organization that is exempt from taxation under Section 501(c) of the United States Internal Revenue Code.

"Committee" shall mean any committee that: (1) qualifies as committee pursuant to Section 82013 of the California Government Code, including as that Section may be amended in the future; and (2) is required to file campaign statements with the Ethics Commission.

"Doing business" shall be defined as set forth in Title 2, Section 18230 of the California Code of Regulations.

"Immediate family" shall be defined as spouse, registered domestic partner, and any dependent children; "dependent child" shall be defined as set forth in Title 2, Section 18229.1 of the California Code of Regulations.

"Investment" shall be defined as set forth in Section 82034 of the California Government Code and Title 2, Section 18237 of the California Code of Regulations.

(b) Financial disclosures.

nature of the investment, the date on which the investment was acquired, and the fair market value of the investment. The fair market value of the investment shall be disclosed according to the following ranges: \$10,000-\$100,000, \$100,000-\$1,000,000 or \$1,000,000 or more.

(B) For any disclosure required by subsection (b)(1)(B), the disclosure shall include the name of the business and a general description of the business entity.

## SEC. 1.161. CAMPAIGN ADVERTISEMENTS.

- (a) DISCLAIMERS. In addition to complying with the disclaimer requirements set forth in Chapter 4 of the California Political Reform Act, California Government section 84100 et seq., and its enabling regulations, all committees making expenditures which support or oppose any candidate for City elective office or any City measure shall also comply with the following additional requirements:
- (1) TOP TWO THREE CONTRIBUTORS. The disclaimer requirements for primarily formed independent expenditure committees and primarily formed ballot measure committees set forth in the Political Reform Act with respect to a committee's top two three major contributors shall apply to contributors of \$20,000 \$10,000 or more. The Ethics Commission may adjust this monetary threshold to reflect any increases or decreases in the Consumer Price Index. Such adjustments shall be rounded off to the nearest five thousand dollars.
- (2) WEBSITE REFERRAL. Each disclaimer required by the Political Reform
  Act or its enabling regulations and by this section shall be followed in the same required
  format, size and speed by the following phrase: "Financial disclosures are available at
  sfethics.org." A substantially similar statement that specifies the web site may be used as an
  alternative in audio communications.

requirements for independent expenditures supporting or opposing candidates set forth in the Political Reform Act and its enabling regulations.

- (3) Notwithstanding subsection (a)(2), any disclaimer required by this Section:
- (A) to appear on a mass mailing, door hanger, flyer, poster, oversized campaign button or bumper sticker, or print advertisement shall be printed in at least 12-point 14-point font:
- (B) to be included in an audio advertisement, shall be spoken at the beginning end of such advertisements; or

(C) to be included in a video advertisement, shall be spoken at the beginning end of such advertisements and appear in writing during the entirety of the advertisements.

# (b) REPORTING OBLIGATIONS.

- (1) Every person who makes payments for electioneering communications in an aggregate amount of \$1,000 per candidate during any calendar year shall, within 24 hours of each distribution, file a disclosure statement with the Ethics Commission. For the purposes of this subsection, payments for a communication that refers only to one candidate shall be attributed entirely to that candidate. Payments for a communication that refers to more than one candidate, or also refers to one or more ballot measures, shall be apportioned among each candidate and measure according to the relative share of the communication dedicated to that candidate or measure.
- (2) Each disclosure statement required to be filed under this Section shall contain the following information for each communication:

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(E) a legible copy of the electioneering communication, <u>including any</u> <u>electioneering communication distributed electronically through electronic media technologies</u>, and

(i) if the communication is a telephone call, a copy of the script and if the communication is recorded, the recording shall be provided; or

(ii) if the communication is audio or video, a copy of the script and an audio or video file shall be provided.

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#### SEC. 1.163. MEMBER COMMUNICATIONS.

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- (b) Each disclosure statement required to be filed under this Section shall contain the following information:
- (1) the full name, street address, city, state and zip code of the person making payments for member communications;
- (2) the name of any individual sharing or exercising direction and control over the person making payments for member communications;
- (3) the distribution date of the member communication, the name(s) and office(s) of the candidate(s) for City elective office or City elective officer(s) referred to in the communication, the payments for the communication attributable to each such candidate or officer, a brief description of the consideration for which the payments for such costs were made, whether the communication supports or opposes each such candidate or officer, and the total amount of reportable payments made by the person for member communications supporting or opposing each such candidate or officer during the calendar year;
- (4) a legible copy of the member communication, including any member communication distributed electronically; and
- (A) if the communication is a telephone call, a copy of the script and if the communication is recorded, the recording shall be provided; or

(B) if the communication is audio or video, a copy of the script and an audio or video file shall be provided.

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# SEC. 1.168. ENFORCEMENT; ADVICE.

- (a) ENFORCEMENT GENERAL PROVISIONS. Any person who believes that a violation of this Chapter <u>1</u> has occurred may file a complaint with the Ethics Commission, City Attorney, or District Attorney. The Ethics Commission shall investigate such complaints pursuant to Charter Section C3.699-13 and its implementing regulations. The City Attorney and District Attorney shall investigate, and shall have such investigative powers as are necessary for the performance of their duties under this Chapter.
- (b) ENFORCEMENT CIVIL ACTIONS. The City Attorney, or any *voter* <u>resident</u>, may bring a civil action to enjoin violations of or compel compliance with the provisions of this Chapter <u>1</u>.
- (1) No voter resident may commence an action under this Ssubsection (b) without first providing written notice to the City Attorney of intent to commence an action. The notice shall include a statement of the grounds for believing a cause of action exists. The voter resident shall deliver the notice to the City Attorney and the Ethics Commission at least 60 days in advance of filing an action. No voter resident may commence an action under this Ssubsection if the Ethics Commission has issued a finding of probable cause that the defendant violated the provisions of this Chapter, or if the City Attorney or District Attorney has commenced a civil or criminal action against the defendant, or if another voter resident has filed a civil action against the defendant under this Ssubsection.
- (2) A Court may award reasonable attorney's fees and costs to any *voter resident* who obtains injunctive relief under this *Sg*ubsection (b). If the Court finds that an action

brought by a *voter resident* under this *Ss* ubsection is frivolous, the Court may award the defendant reasonable attorney's fees and costs.

# (c) STATUTE OF LIMITATIONS.

- (1) **Criminal.** Prosecution for violation of this Chapter must be commenced within four years after the date on which the violation occurred.
- (2) **Civil.** No civil action alleging a violation in connection with a campaign statement required under this Chapter shall be filed more than four years after an audit could begin, or more than one year after the Executive Director submits to the Commission any report of any audit conducted of the alleged violator, whichever period is less. Any other civil action alleging a violation of any provision of this Chapter shall be filed no more than four years after the date on which the violation occurred.
- (3) Administrative. No administrative action alleging a violation of this Chapter and brought under Charter Section C3.699-13 shall be commenced more than four years after the date on which the violation occurred. The date on which the Commission forwards a complaint or information in its possession regarding an alleged violation to the District Attorney and City Attorney as required by Charter Section C3.699-13 shall constitute the commencement of the administrative action.
- (A) Fraudulent Concealment. If the person alleged to have violated this

  Chapter engages in the fraudulent concealment of his or her acts or identity, this four-year statute of

  limitations shall be tolled for the period of concealment. For purposes of this subsection, "fraudulent

  concealment" means the person knows of material facts related to his or her duties under this Chapter

  and knowingly conceals them in performing or omitting to perform those duties.
- (4) Collection of Fines and Penalties. A civil action brought to collect fines or penalties imposed under this Chapter shall be commenced within four years after the date on which the monetary penalty or fine was imposed. For purposes of this Section, a fine or

penalty is imposed when a court or administrative agency has issued a final decision in an enforcement action imposing a fine or penalty for a violation of this Chapter or the Executive Director has made a final decision regarding the amount of a late fine or penalty imposed under this Chapter. The Executive Director does not make a final decision regarding the amount of a late fine or penalty imposed under this Chapter until the Executive Director has made a determination to accept or not accept any request to waive a late fine or penalty where such waiver is expressly authorized by statute, ordinance, or regulation.

\* \* \* \*

### (e) DEBARMENT.

The Ethics Commission may, after a hearing on the merits or pursuant to a stipulation among all parties, recommend that a Charging Official authorized to issue Orders of Debarment under Administrative Code Chapter 28 initiate debarment proceedings against any person in conformance with the procedures set forth in that Chapter.

#### SEC. 1.170. PENALTIES.

(a) CRIMINAL. Any person who knowingly or willfully violates any provision of this Chapter 1 shall be guilty of a misdemeanor and upon conviction thereof shall be punished by a fine of not more than \$5,000 for each violation or by imprisonment in the County jail for a period of not more than six months or by both such fine and imprisonment; provided, however, that any willful or knowing failure to report contributions or expenditures done with intent to mislead or deceive or any willful or knowing violation of the provisions of Sections 1.114, or 1.126, or 1.127 of this Chapter shall be punishable by a fine of not less than \$5,000 for each violation or three times the amount not reported or the amount received in excess of the amount allowable pursuant to Sections 1.114, or 1.126, and 1.127 of this Chapter, or three

times the amount expended in excess of the amount allowable pursuant to Section 1.130 or 1.140.5, whichever is greater.

- (b) CIVIL. Any person who intentionally or negligently violates any of the provisions of this Chapter <u>I</u> shall be liable in a civil action brought by the <u>eivil prosecutor City Attorney</u> for an amount up to \$5,000 for each violation or three times the amount not reported or the amount received in excess of the amount allowable pursuant to Section<u>s</u> 1.114, <u>or 1.126</u>, <u>and 1.127</u> or three times the amount expended in excess of the amount allowable pursuant to Section 1.130 or 1.140.5, whichever is greater. <u>In determining the amount of liability, the court may take into account the seriousness of the violation, the degree of culpability of the defendant, and the ability of the defendant to pay.</u>
- (c) ADMINISTRATIVE. Any person who *intentionally or negligently* violates any of the provisions of this Chapter <u>1</u> shall be liable in an administrative proceeding before the Ethics Commission held pursuant to the Charter for any penalties authorized therein.

\* \* \* \*

Section 2. The Campaign and Governmental Conduct Code, Article III, Chapter 2, is hereby amended by revising Section 3.203 and adding Sections 3.207, 3.209, and 3.231 to read as follows:

### SEC. 3.203. DEFINITIONS.

Whenever in this Chapter 2 the following words or phrases are used, they shall mean:

"Anything of value" shall mean any money or property, private financial advantage, service, payment, advance, forbearance, loan, or promise of future employment, but does not include compensation and expenses paid by the City, contributions as defined herein, or gifts that qualify for gift exceptions established by State or local law.

(a) "Officer" shall mean any person holding City elective office; any member of a board or commission required by Article III, Chapter 1 of this Code to file <u>a</u> statements of economic interests; any person appointed as the chief executive officer under any such board or commission; the head of each City department; the Controller; and the City Administrator.

(b) "City elective office" shall mean the offices of Mayor, Member of the Board of Supervisors, City Attorney, District Attorney, Treasurer, Sheriff, Assessor and Public Defender.

"Solicit" shall mean personally requesting a contribution for any candidate or committee, either orally or in writing.

"Subordinate employee" shall mean an employee of any person whose official City responsibilities include directing or evaluating the performance of the employee or any of the employee's supervisors.

# SEC. 3.207. ADDITIONAL CONFLICTS OF INTEREST FOR CITY ELECTIVE OFFICERS AND MEMBERS OF BOARDS AND COMMISSIONS.

(a) Prohibitions. In addition to the restrictions set forth in Section 3.206 and other provisions of this Chapter 2, the following shall also constitute conflicts of interest for City elective officers and members of boards and commissions:

(1) No City elective officer or member of a board or commission may use his or her public position or office to seek or obtain anything of value for the private or professional benefit of himself or herself, his or her immediate family, or for an organization with which he or she is associated.

(2) No City elective officer or member of a board or commission may, directly or by means of an agent, give, offer, promise to give, withhold, or offer or promise to withhold his or her vote or influence, or promise to take or refrain from taking official action with respect to any proposed or

1	pending matter in consideration of, or upon condition that, any other person make or refrain from
2	making a contribution.
3	(3) No person may offer or give to an officer, directly or indirectly, and no City elective
4	officer or member of a board or commission may solicit or accept from any person, directly or
5	indirectly, anything of value if it could reasonably be expected to influence the officer's vote, official
6	actions, or judgment with respect to a particular pending legislative or administrative action, or
7	could reasonably be considered as a reward for any official action or inaction on the part of the officer
8	This subsection (a)(3) does not prohibit a City elective officer or member of a board or commission
9	from engaging in outside employment.
10	(b) Exception: public generally. The prohibition set forth in subsection (a)(1) shall not apply
11	if the resulting benefit, advantage, or privilege also affects a significant segment of the public and the
12	effect is not unique. For purposes of this subsection (b):
13	(1) A significant segment of the public is at least 25% of:
14	(A) all businesses or non-profit entities within the official's jurisdiction;
15	(B) all real property, commercial real property, or residential real property
16	within the official's jurisdiction; or
17	(C) all individuals within the official's jurisdiction.
18	(2) A unique effect on a public official's financial interest includes a disproportionate
19	effect on:
20	(A) the development potential or use of the official's real property or on the
21	income producing potential of the official's real property or business entity;
22	(B) an official's business entity or real property resulting from the proximity of
23	a project that is the subject of a decision;
24	

1	(C) an official's interests in business entities or real properties resulting from
2	the cumulative effect of the official's multiple interests in similar entities or properties that is
3	substantially greater than the effect on a single interest;
4	(D) an official's interest in a business entity or real property resulting from the
5	official's substantially greater business volume or larger real property size when a decision affects all
6	interests by the same or similar rate or percentage;
7	(E) a person's income, investments, assets or liabilities, or real property if the
8	person is a source of income or gifts to the official; or
9	(F) an official's personal finances or those of his or her immediate family.
10	
11	SEC. 3.209. RECUSALS.
12	(a) Recusal Procedures. Any member of a City board or commission who has a conflict of
13	interest under Sections 3.206 or 3.207, or who must recuse himself or herself from a proceeding under
14	California Government Code Section 84308, shall, in the public meeting of the board or commission,
15	upon identifying a conflict of interest immediately prior to the consideration of the matter, do all of the
16	following:
17	(1) publicly identify the circumstances that give rise to the conflict of interest in detail
18	sufficient to be understood by the public, provided that disclosure of the exact street address of a
19	residence is not required;
20	(2) recuse himself or herself from discussing or acting on the matter; and
21	(3) leave the room until after the discussion, vote, and any other disposition of the
22	matter is concluded, unless the matter has been placed on and remains on the consent calendar.
23	(b) Recusal Notification. A member of a City board or commission who is required to file a
24	statement of economic interests pursuant to Article III, Chapter 1 of the Campaign and Governmental

1	Conduct Code shall file a recusal notification form each time the member recuses himself or herself, as
2	required by subsection (a).
3	(1) The member shall file the original recusal notification form, along with a copy of the
4	meeting agenda containing the item involving the conflict of interest, with the Ethics Commission
5	within 15 calendar days after the date of the meeting at which the recusal occurred.
6	(2) The member shall file the recusal notification form with the Ethics Commission even
7	if the member is not present at the meeting that would have involved the conflict of interest.
8	(3) The recusal notification form shall be filed under penalty of perjury in a method
9	prescribed by the Ethics Commission and shall include, at a minimum, the following:
10	(A) the member's name;
11	(B) the name of the member's board or commission;
12	(C) the date of the meeting at which the recusal occurred or would have
13	occurred;
14	(D) the agenda item number, a brief description of the matter, and a statement
15	of whether the matter concerns the making of a contract; and
16	(E) the financial interest causing the recusal.
17	(c) Repeated Recusals. In the event a member of a City board or commission
18	recuses himself or herself, as required by subsection (a) during any 365 day period from
19	acting on:
20	(1) three or more agenda items by reason of the same investment in a business
21	entity, the same interest in real property or the same source of income; or
22	(2) 1% or more of the matters pending before the board or commission by
23	reason of any investments in business entities, any interests in real property or any sources of
24	income, the Ethics Commission shall examine the nature and extent of the conflict(s) of
25	interest and shall determine whether the member has a significant and continuing conflict of

interest. If the Ethics Commission so determines, the Ethics Commission may recommend to the official's appointing authority that the official divest or otherwise remove the conflicting interest, and, if the official fails to divest or otherwise remove the conflicting interest within 90 days or as the Ethics Commission determines as reasonably practicable, the Ethics Commission may recommend to the official's appointing authority that the official should be removed from office under Charter Section 15.105 or by other means.

(d) (c) Exception. The requirements of this Section 3.209 shall not apply to the members of the Board of Supervisors.

# SEC. 3.231. PROHIBITIONS ON POLITICAL ACTIVITY FOR CITY ELECTIVE OFFICERS AND MEMBERS OF BOARDS AND COMMISSIONS.

- (a) Solicitation of Campaign Volunteers. No City elective officer or member of a board or commission shall solicit uncompensated volunteer services from any subordinate employee for a campaign for or against any ballot measure or candidate.
- (b) Fundraising for Appointing Authorities. No member of a board or commission may engage in fundraising on behalf of (1) the officer's appointing authority, if the appointing authority is a City elective officer; (2) any candidate for the office held by the officer's appointing authority; or (3) any committee controlled by the officer's appointing authority. For the purposes of this subsection, "member of a board or commission" shall not include a member of the Board of Supervisors.

Section 3. Section 1. The Campaign and Governmental Conduct Code, Article III, Chapter 6, is hereby amended by revising Sections 3.600, 3.610, 3.620, and by adding Sections 3.630, 3.640, 3.650, to read as follows:

CHAPTER 6: BEHESTED PAYMENT REPORTING *FOR COMMISSIONERS*SEC. 3.600. DEFINITIONS.

Whenever in this Chapter 6 the following words or phrases are used, they shall have the following meanings:

"Actively support or oppose" shall mean contact, testify in person before, or otherwise communicate in an attempt to influence an official or employees of a board or commission (including the Board of Supervisors), including use of an agent to do any such act.

"Agent" shall be defined as set forth in Title 2, Section 18438.3 of California Code of Regulations, as amended from time to time.

"At the behest of" shall mean under the control or at the direction of, in cooperation,
consultation, coordination, or concert with, at the request or suggestion of, or with the express, prior
consent of.

"Auctioneer" shall mean any person who is engaged in the calling for, the recognition of, and the acceptance of, offers for the purchase of goods at an auction.

"Behested payment" shall mean a payment that is made at the behest of an officer, or an agent thereof, and that is made principally for a legislative, governmental, or charitable purpose.

"Behested Payment Report" shall mean the Fair Political Practices Commission Form 803, or any other successor form, required by the Fair Political Practices Commission to fulfill the disclosure requirements imposed by California Government Code Section 82015(b)(2)(B)(iii), as amended from time to time.

"Charitable Contribution" shall mean any monetary or non-monetary contribution to a government agency, a bona fide public or private educational institution as defined in Section 203 of the California Revenue and Taxation Code, or an organization that is exempt from taxation under either Section 501(c) or Section 527 of the United States Internal Revenue Code.

"Commissioner" shall mean any member of a board or commission listed in Campaign and Governmental Conduct Code Section 3.1–103(a)(1); provided, however, that "Commissioner" shall not include any member of the Board of Supervisors.

"Contact" shall be defined as set forth in Section 2.106 of this Code.

<u>"Financial interest" shall be defined as set forth in the California Political Reform Act</u>

(California Government Code Section 87100 et seq.), any subsequent amendments to these Sections, and its implementing regulations.

"Interested party" shall mean (i) any party, participant or agent of a party or participant involved in a proceeding regarding administrative enforcement, a license, a permit, or other entitlement for use before an officer or any board or commission (including the Board of Supervisors) on which the officer sits, or (ii) any person who actively supports or opposes a governmental decision by an officer or any board or commission (including the Board of Supervisors) on which the officer sits, if such person has a financial interest in the decision.

"License, permit, or other entitlement for use" shall be defined as set forth in California Government Code Section 84308, as amended from time to time.

"Officer" shall mean the Mayor, City Attorney, District Attorney, Treasurer, Sheriff, Assessor-Recorder, Public Defender, a Member of the Board of Supervisors, or any member of a board or commission who is required to file a Statement of Economic Interests, including all persons holding positions listed in Section 3.1-103(a)(1) of this Code.

"Payment" shall mean a monetary payment or the delivery of goods or services.

"Participant" shall be defined as set forth in California Government Code Section 84308 and Title 2, Section 18438.4 of California Code of Regulations, as amended from time to time.

"Party" shall be defined as set forth in California Government Code Section 84308, as amended from time to time.

"Public appeal" shall mean a request for a payment when such request is made by means of television, radio, billboard, a public message on an online platform, the distribution of 500 200 or more identical pieces of printed material, the distribution of a single email to 200 or more recipients, or a speech to a group of 50 20 or more individuals.

"Relative" shall mean a spouse, domestic partner, parent, grandparent, child, sibling, parent-in-law, aunt, uncle, niece, nephew, and first cousin, and includes any similar step relationship or relationship created by adoption.

#### SEC. 3.610. REQUIRED FILING OF BEHESTED PAYMENT REPORTS.

- (a) FILING REQUIREMENT. If a Commissioner directly or indirectly requests or solicits any Charitable Contribution(s), or series of Charitable Contributions, from any party, participant or agent of a party or participant involved in a proceeding regarding administrative enforcement, a license, a permit, or other entitlement for use before the Commissioner's board or commission, the Commissioner shall file a Behested Payment Report with the Ethics Commission in the following circumstances: If an officer directly or indirectly requests or solicits any behested payment(s) from an interested party, the officer shall file the behested payment report described in subsection (b) with the Ethics Commission in the following circumstances:
- (1) if the party, participant or agent makes any Charitable Contribution, or series of Charitable Contributions, totaling \$1,000 or more while the proceeding is pending, the Commissioner shall file a Behested Payment Report within 30 days of the date on which the Charitable Contribution was made, or if there has been a series of Charitable Contributions, within 30 days of the date on which a Charitable Contribution causes the total amount of the contributions to total \$1,000 or more; if the interested party makes any behested payment(s) totaling \$1,000 or more during the pendency of the matter involving the interested party, the officer shall file a behested payment report within 30 days of the date on which the behested payment was made, or if there has been a series of behested payments, within 30 days of the date on which the behested payment(s) total \$1,000 or more;
- (2) if the party, participant or agent makes any Charitable Contribution, or series of Charitable Contributions, totaling \$1,000 or more during the three months following the date a final decision is rendered in the proceeding, the Commissioner shall file a Behested Payment Report within

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30 days of the date on which the Charitable Contribution was made, or if there has been a series of
Charitable Contributions, within 30 days of the date on which a Charitable Contribution causes the
total amount of the contributions to total \$1,000 or more; and if the interested party makes any
behested payment(s) totaling \$1,000 or more during the six months following the date on which a final
decision is rendered in the matter involving the interested party, the officer shall file a behested
payment report within 30 days of the date on which the behested payment was made, or if there has
been a series of behested payments, within 30 days of the date on which the behested payment(s) total
\$1,000 or more; and

- (3) if the party, participant or agent made any Charitable Contribution, or series of Charitable Contributions, totaling \$1,000 or more in the 12 months prior to the commencement of a proceeding, the Commissioner shall file a Behested Payment Report within 30 days of the date the Commissioner knew or should have known that the source of the Charitable Contribution(s) became a party, participant or agent in a proceeding before the Commissioner's board or commission. if the interested party made any behested payment(s) totaling \$1,000 or more in the 12 months prior to the commencement of a matter involving the interested party, the officer shall file a behested payment report within 30 days of the date the officer knew or should have known that the source of the behested payment(s) became an interested party.
- (b) BEHESTED PAYMENT REPORT. The behested payment report shall include the following:
  - (1) name of payor;
  - (2) address of payor;
  - (3) amount of the payment(s);
  - (4) date(s) the payment(s) were made,
  - (5) the name and address of the payee(s),

(6)	a brief descr	ption of the	goods or se	ervices provi	<u>ded or</u>	purchased,	if any,	and a
description of the s	specific purpo	se or event fo	or which th	he payment(s	) were	made;		

- (7) if the officer or the officer's relative, staff member, or paid campaign staff, is an officer, executive, member of the board of directors, staff member or authorized agent for the recipient of the behested payment(s), such individual's name, relation to the officer, and position held with the payee;
- (8) if the payee has created or distributed 200 or more substantially similar communications featuring the officer within the six months prior to the deadline for filing the behested payment report, a brief description of such communication(s), the purpose of the communication(s), the number of communication(s) distributed, and a copy of the communication(s); and
- (9) if in the six months following the deadline for filing the behested payment report, the payee has created or distributed 200 or more substantially similar communications featuring the officer, the officer shall file an amended payment report that discloses a brief description of such communication(s), the purpose of the communication(s), the number of communication(s) distributed, and a copy of the communication(s).
- (c) AMENDMENTS. If any of the information previously disclosed on a behested payment report changes during the pendency of the matter involving the interested party, or within six months of the final decision in such matter, the officer shall file an amended behested payment report.
- (d) PUBLIC APPEALS. Notwithstanding subsection (a), no officer shall be required to report any behested payment that is made solely in response to a public appeal.
- (e) NOTICE. If an officer solicits or otherwise requests, in any manner other than a public appeal, that any person make a behested payment, the official or his agent must notify that person that if the person makes any behested payment in response to the solicitation or request, the person may be subject to the disclosure and notice requirements in Section 3.620.

subject to penalties under Section 3.650, as regards that particular payment, for failure to file pursuant

to subsection (a) unless it is clear from the circumstances that the recipient knew or should have known that the payment was made at the behest of an officer.

# SEC. 3.620 3.640. REGULATIONS.

- (a) The Ethics Commission may adopt rules, regulations, and guidelines for the implementation of this Chapter 6.
- (b) The Ethics Commission may, by regulation, require <u>persons</u> Commissioners to electronically submit any <u>substantially the same</u> information <u>as</u> required <u>by the Behested Payment</u> Report to fulfill their obligations under <u>Section 3.610</u> this Chapter <u>6</u>.

### SEC. 3.650. PENALTIES.

Any party who fails to comply with any provision of this Chapter 6 is subject to the administrative process and penalties set forth in Section 3.242(d) of this Code.

## Section 4. Effective Date and Operative Dates.

- (a) Effective Date. This ordinance shall become effective 30 days after enactment. Enactment occurs when the Mayor signs the ordinance, the Mayor returns the ordinance unsigned or does not sign the ordinance within ten days of receiving it, or the Board of Supervisors overrides the Mayor's veto of the ordinance.
  - (b) Operative Dates.
- (1) This ordinance's amendments to Sections 1.104, 1.110, 1.142, 1.163.5, 1.168, 1.170, and 3.203 of the Campaign and Governmental Conduct Code, and additions of Sections 3.207 and 3.231 of the Campaign and Governmental Conduct Code, shall become operative on the effective date of this ordinance.

(2) This ordinance's amendments to Sections 1.114, 1.126, 1.135, 1.161, 1.162, 1.163, 3.600, 3.610, 3.620 of the Campaign and Governmental Conduct Code, and additions of Sections 1.114.5, 1.124, 1.125, 1.158, 3.209, 3.630, 3.640, and 3.650 of the Campaign and Governmental Conduct Code, shall become operative on January 1, 2019.

Section 5. Scope of Ordinance. In enacting this ordinance, the Board of Supervisors intends to amend only those words, phrases, paragraphs, subsections, sections, articles, numbers, punctuation marks, charts, diagrams, or any other constituent parts of the Municipal Code that are explicitly shown in this ordinance as additions, deletions, Board amendment additions, and Board amendment deletions in accordance with the "Note" that appears under the official title of the ordinance.

Section 6. Severability. If any section, subsection, sentence, clause, phrase, or word of this ordinance, or any application thereof to any person or circumstance, is held to be invalid or unconstitutional by a decision of a court of competent jurisdiction, such decision shall not affect the validity of the remaining portions or applications of the ordinance. The Board of Supervisors hereby declares that it would have passed this ordinance and each and every section, subsection, sentence, clause, phrase, and word not declared invalid or unconstitutional without regard to whether any other portion of this ordinance or application thereof would be subsequently declared invalid or unconstitutional.

APPROVED AS TO FORM: DENNIS J. HERRERA, City Attorney

23 By:

ANDREW SHEN, Deputy City Attorney

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# City and County of San Francisco Tails

City Hall
1 Dr. Carlton B. Goodlett Place
San Francisco, CA 94102-4689

#### **Ordinance**

File Number: 180280 Date Passed: May 22, 2018

Ordinance amending the Campaign and Governmental Conduct Code to 1) prohibit earmarking of contributions and false identification of contributors; 2) modify contributor card requirements; 3) require disclosure of contributions solicited by City elective officers for ballot measure and independent expenditure committees; 4) require additional disclosures for campaign contributions from business entities to political committees; 5) require disclosure of bundled campaign contributions; 6) extend the prohibition on campaign contributions to candidates for City elective offices and City elective officers who must approve certain City contracts; 7) require committees to file a third pre-election statement prior to an election; 8) remove the prohibition against distribution of campaign advertisements containing false endorsements; 9) allow members of the public to receive a portion of penalties collected in certain enforcement actions; 10) impose additional disclaimer requirements; 11) permit the Ethics Commission to recommend contract debarment as a penalty for campaign finance violations; 12) create new conflict of interest and political activity rules for elected officials and members of boards and commissions; 13) specify recusal procedures for members of boards and commissions; and 14) establish local behested payment reporting requirements for donors and City officers.

April 03, 2018 Board of Supervisors - AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

April 03, 2018 Board of Supervisors - AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

April 03, 2018 Board of Supervisors - NOT AMENDED

Ayes: 5 - Fewer, Kim, Peskin, Ronen and Yee

Noes: 6 - Breed, Cohen, Safai, Sheehy, Stefani and Tang

April 03, 2018 Board of Supervisors - AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

April 03, 2018 Board of Supervisors - AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

April 03, 2018 Board of Supervisors - AMENDED

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## April 03, 2018 Board of Supervisors - AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

#### April 03, 2018 Board of Supervisors - RE-REFERRED AS AMENDED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

May 09, 2018 Rules Committee - AMENDED, AN AMENDMENT OF THE WHOLE BEARING NEW TITLE

May 09, 2018 Rules Committee - RECOMMENDED AS AMENDED

#### May 15, 2018 Board of Supervisors - PASSED ON FIRST READING

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

### May 22, 2018 Board of Supervisors - FINALLY PASSED

Ayes: 11 - Breed, Cohen, Fewer, Kim, Peskin, Ronen, Safai, Sheehy, Stefani, Tang and Yee

I hereby certify that the foregoing Ordinance was FINALLY PASSED on 5/22/2018 by the Board of Supervisors of the City and County of San Francisco.

> Angela Calvillo Clerk of the Board

Mark E. Farrell Mayor Date Approved