## HOUSE BILL 257

## 52ND LEGISLATURE - STATE OF NEW MEXICO - FIRST SESSION, 2015

INTRODUCED BY

Miguel P. Garcia

AN ACT

RELATING TO ELECTIONS; PROHIBITING CERTAIN CONTRIBUTIONS BY THE PRINCIPALS OF STATE CONTRACTORS AND PROSPECTIVE STATE CONTRACTORS.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF NEW MEXICO:

**SECTION 1.** A new section of the Campaign Reporting Act is enacted to read:

"[NEW MATERIAL] PRINCIPALS OF STATE CONTRACTORS AND
PROSPECTIVE STATE CONTRACTORS--PROHIBITED CONTRIBUTIONS.--

A. A principal of a prospective state contractor shall not make a contribution to, or bundle contributions or sponsor or host a fundraiser for the benefit of, a candidate for a state public office that has administrative authority over a state agency that is soliciting a contract to which the prospective state contractor responds.

B. During the term of the contract, a principal of
a state contractor shall not make a contribution to, or bundle
contributions or sponsor or host a fundraiser for the benefit
of, a candidate for a state public office that has
administrative authority over a state agency that has a state
contract with that state contractor.

- C. The provisions of this section do not restrict a principal of a state contractor or prospective state contractor from contributing to the principal's own campaign for state public office.
- D. The provisions of this section supplement, and do not limit, the provisions of other statutes or agency rules that may further limit contributions from a principal of a state contractor or prospective state contractor."
- **SECTION 2.** A new section of the Campaign Reporting Act is enacted to read:

"[NEW MATERIAL] ADDITIONAL DEFINITIONS.--As used in the Campaign Reporting Act:

- A. "principal of a state contractor or prospective state contractor" means, in addition to the state contractor or prospective state contractor itself:
- (1) a person who is a member of the board of directors of, or has an ownership interest in, a state contractor or prospective state contractor, except for a person who owns less than five percent of the shares of a state

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contractor or prospective state contractor that is a publicly traded corporation;

- a person who is employed as the chief (2) executive officer, president or equivalent top management position of a state contractor or prospective state contractor;
- an agent seeking a state contract for a state contractor or prospective state contractor;
- the spouse or a dependent child of a (4) person described in Paragraphs (1) through (3) of this subsection; or
- a political committee established by or on (5) behalf of a person described in this subsection;
- "prospective state contractor" means a person В. that responds to a solicitation for or seeks a state contract until the contract has been entered into or the solicitation canceled; but "prospective state contractor" does not include the state or a political subdivision of the state or any fulltime or part-time employee of the state or a political subdivision of the state in that person's capacity as an employee of the state or a political subdivision of the state or a health care professional providing services under a medicaid provider agreement;
- "state agency" means an office, department, board, council, commission, institution or other administrative division within a state public office;

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- D. "state contract" means an agreement or transaction with a state agency having a value of sixty thousand dollars (\$60,000) or more or a combination or series of such agreements or transactions having a value of sixty thousand dollars (\$60,000) or more in a fiscal year for:
- (1) the rendition of services, including professional services and financial services;
- (2) the furnishing of any material, supplies or equipment;
- (3) the construction, alteration or repair of any public building or public work;
- (4) the acquisition, sale or lease of any land, building or other state resources;
  - (5) a licensing arrangement;
  - (6) a loan or loan guarantee; or
- (7) the purchase or sale of financial securities or instruments or the investment of public money;
- E. "state contractor" means a person that enters into a state contract, which person shall be deemed to be a state contractor until the termination of the contract; but "state contractor" does not include the state or a political subdivision of the state or any full-time or part-time employee of the state or a political subdivision of the state in that person's capacity as an employee of the state or political subdivision of the state or a health care professional

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providing services under a medicaid provider agreement; and

F. "state public office" means the office of governor, lieutenant governor, attorney general, state treasurer, state auditor, secretary of state, commissioner of public lands or public regulation commissioner."

**SECTION 3.** EFFECTIVE DATE.--The effective date of the provisions of this act is July 1, 2015.

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