Senate Calendar

WEDNESDAY, MARCH 27, 2013

SENATE CONVENES AT: 8:45 A.M.

TABLE OF CONTENTS

| Page No | ١. |
|---|----|
| ACTION CALENDAR | |
| CONSIDERATION POSTPONED TO FRIDAY, MARCH 29, 2013 | |
| Third Reading | |
| S. 81 The regulation of octaBDE, pentaBDE, decaBDE, and flame retardant known as Tris in consumer products | 1 |
| PENDING QUESTION : Shall the bill be committed to the Committee on Economic Development, Housing and General Affairs? | |
| UNFINISHED BUSINESS OF MARCH 20, 2013 | |
| Second Reading | |
| Favorable with Recommendation of Amendment | |
| S. 18 Automated license plate recognition systems | |
| Transportation Report - Sen. Campbell60 | 1 |
| UNFINISHED BUSINESS OF MARCH 21, 2013 | |
| Second Reading | |
| Favorable with Recommendation of Amendment | |
| S. 11 The Austine School | |
| Institutions Report - Sen. Rodgers60 | 5 |
| Appropriations Report - Sen. Nitka60 | 5 |
| S. 40 Establishing an interim committee that will develop policies to restore the 1980 ratio of state funding to student tuition at Vermont State Colleges an to make higher education more affordable | d |
| Education Report - Sen. McCormack60 | 6 |
| Appropriations Report - Sen. Westman60 | 8 |

UNFINISHED BUSINESS OF MARCH 22, 2013

Third Reading

| S. 128 Updating mental health judicial proceedings | 608 |
|--|-----|
| S. 159 Various amendments to Vermont's land use control law and relate statutes | |
| Amendment - Sen. MacDonald | 608 |
| S. 161 Mitigation of traffic fines and approval of a DLS Diversion Progresontract | |
| Second Reading Favorable | |
| S. 26 Providing state financial support for school meals for children of lo income households | |
| Education Report - Sen. Collins | 609 |
| Appropriations Report - Sen. Fox | 609 |
| Favorable with Recommendation of Amendment | |
| S. 61 The shipment of malt beverages | |
| Econ. Dev., Housing and General Affairs Report - Sen. Mullin | 609 |
| Finance Report - Sen. Mullin | 616 |
| Amendment - Sen. Galbraith | 616 |
| UNFINISHED BUSINESS OF MARCH 26, 2013 | |
| Third Reading | |
| S. 41 Water and sewer service | 617 |
| S. 58 Act 250 and oil pipelines | 617 |
| Committee Bills for Second Reading Favorable with Recommendation of Amendment | |
| S. 152 The Green Mountain Care Board's rate review authority | 617 |
| Appropriations Report - Sen. Kitchel | 617 |
| S. 157 Modifying the requirements for hemp production in the State of Vermont | 618 |
| Finance Report - Sen. Galbraith | 618 |

Second Reading

| S. 27 Respectful language in the Vermont Statutes Annotated |
|--|
| Government Operations Report - Sen. Pollina619 |
| Finance Report - Sen. Ashe |
| S. 129 Workers' compensation liens |
| Amendment - Sen. Mullin619 |
| NEW BUSINESS |
| Third Reading |
| S. 30 Siting of electric generation plants |
| Committee Bill for Second Reading |
| Favorable with Recommendation of Amendment |
| S. 154 Classification of crimes |
| By the Committee on Judiciary – Sen. Sears |
| Appropriations Report - Sen. Sears |
| Second Reading |
| S. 82 Campaign finance law |
| Government Operations Report - Sen. White |
| Appropriations Report - Sen. Fox650 |
| Amendment - Sens. Galbraith, Baruth, Benning and Ashe651 |
| S. 132 Sheriffs, deputy sheriffs, and the service of process |
| Government Operations Report - Sen. McAllister653 |
| Appropriations Report - Sen. Sears |
| NOTICE CALENDAR |
| Second Reading |
| Favorable with Recommendation of Amendment |
| S. 155 Creating a strategic workforce development needs assessment and strategic plan |
| Econ. Dev., Housing & Gen. Affairs Report - Sen. Doyle |

ORDERS OF THE DAY

ACTION CALENDAR

CONSIDERATION POSTPONED TO FRIDAY, MARCH 29, 2013

Third Reading

S. 81.

An act relating to the regulation of octaBDE, pentaBDE, decaBDE, and flame retardant known as Tris in consumer products.

PENDING QUESTION: Shall the bill be committed to the Committee on Economic Development, Housing and General Affairs as moved by Senator Benning? pending the Question, Shall the bill be amended as moved by Senator Hartwell?

UNFINISHED BUSINESS OF WEDNESDAY, MARCH 20, 2013

Second Reading

Favorable with Recommendation of Amendment

S. 18.

An act relating to automated license plate recognition systems.

Reported favorably with recommendation of amendment by Senator Campbell for the Committee on Transportation.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. 23 V.S.A. § 1607 is added to read:

§ 1607. AUTOMATED LICENSE PLATE RECOGNITION SYSTEMS

(a) Definitions. As used in this section:

- (1) "Active data" is distinct from historical data as defined in subdivision (3) of this subsection and means data uploaded to individual automated license plate recognition system units before operation as well as data gathered during the operation of an ALPR system. Any data collected by an ALPR system shall be considered collected for a legitimate law enforcement purpose.
- (2) "Automated license plate recognition system" (ALPR) means a system of one or more mobile or fixed high-speed cameras combined with computer algorithms to convert images of registration plates into computer-readable data.

- (3) "Historical data" means any data collected by an ALPR system and stored on the statewide ALPR server operated by the Vermont Justice Information Sharing System of the Department of Public Safety. Any data collected by an ALPR system shall be considered collected for a legitimate law enforcement purpose. Entry of any data into the system other than data collected by the ALPR system itself must be approved by a supervisor and shall have a legitimate law enforcement purpose.
- (4) "Law enforcement officer" means a state police officer, municipal police officer, motor vehicle inspector, capitol police officer, constable, sheriff, or deputy sheriff certified by the Vermont Criminal Justice Training Council as having satisfactorily completed the approved training programs required to meet the minimum training standards applicable to that person under 20 V.S.A. § 2358.
- (5) "Legitimate law enforcement purpose" applies to access to active or historical data and means crime investigation, detection, and analysis or operation of AMBER alerts or missing or endangered person searches.
- (6) "Vermont Information and Analysis Center Analyst" means any sworn or civilian employee who through his or her employment with the Vermont Information and Analysis Center (VTIAC) has access to secure databases that support law enforcement investigations.
- (b) Operation. A Vermont law enforcement officer shall be certified in ALPR operation by the Vermont Criminal Justice Training Council in order to operate an ALPR system.
 - (c) Confidentiality and access to ALPR data.
- (1)(A) Active ALPR data may only be accessed by a law enforcement officer operating the ALPR system who has a legitimate law enforcement purpose for the data. Entry of any data into the system other than data collected by the ALPR system itself must be approved by a supervisor and shall have a legitimate law enforcement purpose.
- (B) Deployment of ALPR equipment is intended to provide access to stolen and wanted files and to further legitimate law enforcement purposes. Use of ALPR systems and access to active data are restricted to these purposes.
- (C)(i) Requests to review active data shall be in writing and include the name of the requester, the law enforcement agency the requester is employed by, and the law enforcement agency's Originating Agency Identifier (ORI) number. The request shall describe the legitimate law enforcement purpose. The written request and the outcome of the request shall be transmitted to VTIAC and retained for not less than three years.

- (ii) In each department operating an ALPR system, access to active data shall be limited to designated personnel who have been provided account access by the department to conduct authorized ALPR stored data queries. Access to active data shall be restricted to data collected within the past seven days.
- (2) Requests for historical data, whether from Vermont or out-of-state law enforcement officers, shall be made in writing to an analyst at VTIAC. The request shall include the name of the requester, the law enforcement agency the requester is employed by, and the law enforcement agency's ORI number. The request shall describe the legitimate law enforcement purpose. VTIAC shall retain all requests as well as the outcome of the request and shall record in writing any information that was provided to the requester or why the request was denied or not fulfilled. ALPR requests shall be retained by VTIAC for not less than three years.

(d) Retention.

- (1) Any ALPR information gathered by a Vermont law enforcement agency shall be sent to the Department of Public Safety to be retained pursuant to the requirements of subdivision (2) of this subsection. The Department of Public Safety shall maintain the ALPR storage system for Vermont law enforcement agencies.
- (2) Except as provided in section 1608 of this title, information gathered through use of an ALPR system shall only be retained for 18 months after the date it was obtained. When the permitted 18-month period for retention of the information has expired, the Department of Public Safety and any local law enforcement agency with custody of the information shall destroy it and cause to have destroyed any copies or back-ups made of the original data. Data may be retained beyond the 18-month period pursuant to a preservation request made or disclosure order issued under Section 1608 of this title, or pursuant to a warrant issued under Rule 41 of the Vermont or Federal Rules of Criminal Procedure.

(e) Oversight; rulemaking.

- (1) The Department of Public Safety shall establish a review process to ensure that information obtained through use of ALPR systems is used only for the purposes permitted by this section. The Department shall report the results of this review annually on or before January 15 to the Senate and House Committees on Judiciary and on Transportation. The report shall contain the following information based on prior calendar year data:
- (A) The total number of ALPR units being operated in the State and the number of units submitting data to the statewide ALPR database.

- (B) The total number of ALPR reads each agency submitted to the statewide ALPR database.
- (C) The 18-month accumulative number of ALPR reads being housed on the statewide ALPR database.
 - (D) The total number of requests made to VTIAC for ALPR data.
- (E) The total number of requests that resulted in release of information from the statewide ALPR database.
 - (F) The total number of out-of-state requests.
- (G) The total number of out-of-state requests that resulted in release of information from the statewide ALPR database.
- (2) The Department of Public Safety may adopt rules to implement this section.
- Sec. 2. 23 V.S.A. § 1608 is added to read:

§ 1608. PRESERVATION OF DATA

- (a) Preservation request.
- (1) A governmental entity may apply to the Criminal Division of the Superior Court for an extension of up to 90 days of the 18-month retention period established under subdivision 1607(d)(2) of this title if the governmental entity offers specific and articulable facts showing that there are reasonable grounds to believe that the captured plate data are relevant and material to an ongoing criminal or missing persons investigation, or to a pending proceeding in the Judicial Bureau. Requests for additional 90-day extensions or for longer periods may be made to the Superior Court subject to the same standards applicable to an initial extension request under this subdivision.
- (2) A governmental entity making a preservation request under this section shall submit an affidavit stating:
- (A) the particular camera or cameras for which captured plate data must be preserved, or the particular license plate for which captured plate data must be preserved; and
- (B) the date or dates and time frames for which captured plate data must be preserved.
- (b) Captured plate data shall be destroyed on the schedule specified in section 1607 of this title if the preservation request is denied, or 14 days after the denial of the application for disclosure, whichever is later.

Sec. 3. EFFECTIVE DATE

This act shall take effect on July 1, 2013.

(Committee vote: 5-0-0)

UNFINISHED BUSINESS OF THURSDAY, MARCH 21, 2013

Second Reading

Favorable with Recommendation of Amendment

S. 11.

An act relating to the Austine School.

Reported favorably with recommendation of amendment by Senator Rodgers for the Committee on Institutions.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. PROPERTY TRANSACTION; AUSTINE SCHOOL

- (a) Notwithstanding 16 V.S.A. § 3823, on or before July 1, 2016, the Vermont Center for the Deaf and Hard of Hearing is authorized to sell a total of up to 15 acres of undeveloped land associated with the Austine School for the Deaf with no obligation to repay any state capital appropriations made to or for the benefit of the Austine School.
- (b) Notwithstanding any sale of undeveloped land pursuant to subsection (a) of this section, the first priority lien created under 16 V.S.A. § 3823(b) in favor of the State for all capital appropriations made to or for the benefit of the Austine School for the Deaf shall remain for the full obligation that is owed to the State.

Sec. 2. EFFECTIVE DATE

This act shall take effect on passage.

(Committee vote: 5-0-0)

Reported favorably by Senator Nitka for the Committee on Appropriations.

(Committee vote: 7-0-0)

S. 40.

An act relating to establishing an interim committee that will develop policies to restore the 1980 ratio of state funding to student tuition at Vermont State Colleges and to make higher education more affordable.

Reported favorably with recommendation of amendment by Senator McCormack for the Committee on Education.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. FINDINGS

The General Assembly finds that:

- (1) In 1980, 51 percent of the revenue supporting our Vermont State Colleges came from state appropriations and 49 percent came from student tuition. Now, after decades of underfunding, state appropriations provide less than 20 percent of the Vermont State Colleges' revenue and over 80 percent comes from student tuition. This is a huge cost shift onto students and families, many of whom simply cannot afford it.
- (2) On a per-capita basis, Vermont now provides less state support to its public colleges than almost any other state.
- (3) In FY 2011–2012, Vermont ranked 49th among the states, next to last, in state appropriations per \$1,000.00 of personal income.
- (4) In the 21 years between 1990 and 2011, the state appropriation per full-time Vermont student at Vermont State Colleges fell from \$3,342.00 to \$3,231.00.
- (5) Eighty-one percent of the students at Vermont State Colleges are from Vermont, and 54 percent of these students are the first in their families to attend college. Eighty-four percent of Vermont State College graduates stay in Vermont.

Sec. 2. INTERIM STUDY OF HIGHER EDUCATION FUNDING

- (a) The higher education subcommittee of the Prekindergarten-16 Council established in 16 V.S.A. § 2905 shall study and develop policies to make the State Colleges and the University of Vermont more affordable for Vermont residents by lowering costs and restoring the 1980 ratio of state funding to tuition costs.
- (b) In addition to the members of the higher education subcommittee identified in 16 V.S.A. § 2905(d), the following individuals shall be members of the subcommittee solely for purposes of this interim study:
- (1) one faculty member of the University of Vermont to be appointed by United Professions American Federation of Teachers Vermont;

- (2) one faculty member and one staff member of the Vermont State Colleges to be appointed by United Professions American Federation of Teachers Vermont; and
- (3) two students, one from the University of Vermont and one from the Vermont State Colleges, appointed by their respective student government associations.
 - (c) Powers and duties.
 - (1) The higher education subcommittee shall develop policies to:
- (A) lower student and family costs and debt so that Vermont colleges are more affordable for Vermonters; and
- (B) return to the 1980 level of state funding to student tuition support ratio.
 - (2) In developing these policies, the subcommittee shall consider:
- (A) higher education funding for state colleges and universities in other states, with a particular focus on tuition ratios and funding methods;
- (B) the best policies for increasing the enrollment of Vermont students and keeping students in Vermont after they graduate from college;
 - (C) administrative as compared to instructional costs;
- (D) the portability of Vermont Student Assistance Corporation funds; and
- (E) any information available from the state colleges and universities regarding the impact of Vermont State College graduates on Vermont's economy and on job creation and retention.
- (d) On or before November 15, 2013, the subcommittee shall report to the General Assembly on its findings and any recommendations for legislative action.
- (e) The subcommittee may meet no more than six times between July 1, 2013 and November 15, 2013 for the purposes of this interim study. For attendance at meetings during adjournment of the General Assembly, legislative members of the subcommittee shall be entitled to compensation and reimbursement for expenses under 2 V.S.A. § 406, and other members of the subcommittee who are not employees of the State of Vermont shall be reimbursed at the per diem rate under 32 V.S.A. § 1010.

Sec. 3. EFFECTIVE DATE

This act shall take effect on July 1, 2013.

(Committee vote: 5-0-0)

Reported favorably by Senator Westman for the Committee on Appropriations.

(Committee vote: 7-0-0)

AMENDMENT TO S. 40 TO BE OFFERED BY SENATOR McCORMACK

Senator McCormack moves to amend the recommendation of amendment of the Committee on Education as follows:

<u>First</u>: In Sec. 2(c)(2)(E) after "<u>Vermont State College</u>" by inserting the words and University of Vermont

<u>Second</u>: In Sec. 2(e) after "<u>State of Vermont</u>" by striking out the word "<u>shall</u>" and inserting in lieu thereof the word <u>may</u>

<u>Third</u>: In Sec. 2(e) after "32 V.S.A. § 1010" by inserting the words <u>if not</u> otherwise compensated or benefited

UNFINISHED BUSINESS OF FRIDAY, MARCH 22, 2013

Third Reading

S. 128.

An act relating to updating mental health judicial proceedings.

S. 159.

An act relating to various amendments to Vermont's land use control law and related statutes.

AMENDMENT TO S. 159 TO BE OFFERED BY SENATOR MacDONALD BEFORE THIRD READING

Senator MacDonald moves to amend the bill in Sec. 9, 10 V.S.A. § 6021 (Natural Resources Board) in subdivision (a)(1), by striking out the first sentence in its entirety and inserting in lieu thereof the following:

The board Board shall consist of nine five members appointed by the governor Governor, with the advice and consent of the senate, so that one appointment on each panel expires in each odd numbered year.

S. 161.

An act relating to mitigation of traffic fines and approval of a DLS Diversion Program contract.

Second Reading

Favorable

S. 26.

An act relating to providing state financial support for school meals for children of low-income households.

Reported favorably by Senator Collins for the Committee on Education.

(Committee vote: 5-0-0)

Reported favorably by Senator Fox for the Committee on Appropriations.

(Committee vote: 7-0-0)

Favorable with Recommendation of Amendment

S. 61.

An act relating to the shipment of malt beverages.

Reported favorably with recommendation of amendment by Senator Mullin for the Committee on Economic Development, Housing and General Affairs.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. 7 V.S.A. § 2 is amended to read:

§ 2. DEFINITIONS

The following words as used in this title, unless a contrary meaning is required by the context, shall have the following meaning:

* * *

(19) "Second class license": a license granted by the control commissioners Control Commissioners permitting the licensee to export malt or vinous beverages and to sell malt or vinous beverages to the public for consumption off the premises for which the license is granted.

* * *

(28) "Fourth class license" or "farmers' market license": the license granted by the liquor control board Liquor Control Board permitting a manufacturer or rectifier of malt or vinous beverages or spirits to sell by the unopened container and distribute, by the glass with or without charge, beverages manufactured by the licensee. No more than a combined total of ten

fourth class and farmers' market licenses may be granted to a licensed manufacturer or rectifier. At only one fourth class license location, a manufacturer or rectifier of vinous beverages, malt beverages, or spirits may sell by the unopened container and distribute by the glass, with or without charge, vinous beverages, malt beverages, or spirits produced by no more than five additional manufacturers or rectifiers, provided these beverages are purchased on invoice from the manufacturer or rectifier. A manufacturer or rectifier of vinous beverages, malt beverages, or spirits may sell its product to no more than five additional manufacturers or rectifiers. A fourth class licensee may distribute by the glass no more than two ounces of malt or vinous beverage with a total of eight ounces to each retail customer and no more than one-quarter ounce of spirits with a total of one ounce to each retail customer for consumption on the manufacturer's premises or at a farmers' market. A farmers' market license is valid for all dates of operation for a specific farmers' market location.

* * *

(32) "Art gallery or bookstore permit": a permit granted by the liquor control board permitting an art gallery or bookstore to conduct an event at which malt or vinous beverages or both are served by the glass to the public, provided that the event is approved by the local licensing authority. A permit holder may purchase malt or vinous beverages directly from a licensed retailer. A permit holder shall be subject to the provisions of this title and the rules of the board regarding the service of alcoholic beverages. A request for a permit shall be submitted to the department in a form required by the department Department at least five days prior to the event and shall be accompanied by the permit fee required by subdivision 231(a)(22) of this title. As used in this section, "art gallery" means a fixed establishment whose primary purpose is to exhibit and offer for sale works of art subject to federal copyright protection; and "bookstore" means a fixed establishment whose primary purpose is to offer books for sale.

* * *

Sec. 2. 7 V.S.A. § 66 is amended to read:

§ 66. <u>MALT AND</u> VINOUS BEVERAGE SHIPPING LICENSE; IN STATE; OUT OF STATE; PROHIBITIONS; PENALTIES

(a) A manufacturer or rectifier of vinous beverages <u>or malt beverages</u> licensed in Vermont may be granted an in-state consumer shipping license by filing with the <u>department of liquor control</u> <u>Department of Liquor Control</u> an application in a form required by the <u>department Department</u> accompanied by a copy of the applicant's current Vermont manufacturer's license and the fee as

required by subdivision 231(7)(A) of this title. This consumer shipping license may be renewed annually by filing the renewal fee as required by subdivision 231(7)(A) of this title accompanied by a copy of the licensee's current Vermont manufacturer's license.

(b) A manufacturer or rectifier of vinous beverages or malt beverages licensed in another state that operates a winery or brewery in the United States and holds valid state and federal permits and licenses may be granted an out-of-state consumer shipping license by filing with the department of liquor eontrol Department an application in a form required by the department Department accompanied by copies of the applicant's current out-of-state manufacturer's license and the fee as required by subdivision 231(7)(B) of this title. This consumer shipping license may be renewed annually by filing the renewal fee as required by subdivision 231(7)(B) of this title accompanied by the licensee's current out-of-state manufacturer's license. For the purposes of this subsection and subsection (c) of this section, "out-of-state" means any state other than Vermont, any territory or possession of the United States, and does not include a foreign country.

* * *

- (d) Pursuant to a consumer shipping license granted under subsection (a) or (b) of this section, the licensee may ship vinous beverages or malt beverages produced by the licensee:
 - (1) Only to private residents for personal use and not for resale.
- (2) No more than 12 cases containing no more than 29 gallons of vinous beverages or no more than 12 cases of malt beverages containing no more than 36 gallons of malt beverages to any one Vermont resident in any calendar year.
- (3) Only by common carrier certified by the department Department. The common carrier shall comply with all the following:
- (A) Deliver deliver vinous beverages pursuant to an invoice that includes the name of the licensee and the name and address of the purchaser.
- (B) On on delivery, require a valid form of photographic identification from a recipient who appears to be under the age of 30-;
- (C) Require require the recipient to sign an electronic or paper form or other acknowledgement of receipt.
 - (e) A holder of any shipping license granted pursuant to this section shall:
- (1) Ensure ensure that all containers of alcoholic beverages shipped under this section are clearly labeled: "contains alcohol; signature of individual age 21 or older required for delivery." delivery";

- (2) Not not ship to any address in a municipality that the department Department identified as having voted to be "dry." dry";
- (3) Retain retain a copy of each record of sale for a minimum of five years from the date of shipping:
- (4) Report report at least twice a year to the department of liquor control Department of Liquor Control if the holder of a direct consumer shipping license and once a year if the holder of a retail shipping license in a manner and form required by the department Department all the following information:
- (A) The the total amount of vinous beverages or malt beverages shipped into or within the state State for the preceding six months if a holder of a direct consumer shipping license or every 12 months if a holder of a retail shipping license-:
- (B) The the names and addresses of the purchasers to whom the vinous beverages were shipped-;
- (C) The the date purchased, if appropriate, the name of the common carrier used to make each delivery, and the quantity and value of each shipment.
- (5) Pay pay directly to the commissioner of taxes Commissioner of Taxes the amount of tax on the vinous beverages or malt beverages shipped under this section pursuant to subsection 421(a) of this title, and comply with the provisions of 32 V.S.A. chapter 233, 24 V.S.A. § 138, and any other legally authorized local sales taxes. Delivery in this state State shall be deemed to constitute a sale in this state State at the place of delivery and shall be subject to all appropriate taxes levied by the state State of Vermont.
- (6) Permit the state treasurer permit the State Treasurer, the department of liquor control Department of Liquor Control, and the department of taxes Department of Taxes, separately or jointly, upon request, to perform an audit of its records.;
- (7) If <u>if</u> an out-of-state license holder, be deemed to have consented to the jurisdiction of the <u>department of liquor control</u> <u>Department of Liquor Control</u> or any other state agency and the Vermont state courts concerning enforcement of this or other applicable laws and regulations-;
- (8) Not <u>not</u> have any direct or indirect financial interest in a Vermont wholesale dealer or retail dealer, including a first, second, or third class license.;
- (9) Comply comply with all liquor control board Liquor Control Board laws and regulations; and

- (10) comply with the beverage container deposit redemption system pursuant to 10 V.S.A. chapter 53.
- (f) A common carrier shall not deliver vinous beverages or malt beverages until it has complied with the training provisions in subsections 239(a) and (b) of this title and been certified by the department of liquor control Department of Liquor Control. No employee of a certified common carrier may deliver vinous beverages or malt beverages until that employee completes the training provisions in subsection 239(c) of this title. A common carrier shall deliver only vinous beverages or malt beverages that have been shipped by the holder of a license issued under this section or a vinous beverage storage license issued under section 68 of this title.
- (g) The department of liquor control and the department of taxes Departments of Liquor Control and of Taxes may adopt rules and forms necessary to implement this section.
- (h) Direct shipments of vinous beverages <u>or malt beverages</u> are prohibited if the shipment is not specifically authorized and in compliance with this section. Any person who knowingly makes, participates in, imports, or receives a direct shipment of vinous beverages <u>or malt beverages</u> from a person who is not licensed or certified as required by this section may be fined not more than \$1,000.00 or imprisoned not more than one year, or both.
- (i) A licensee under this section or a common carrier that ships vinous beverages or malt beverages to an individual under 21 years of age shall be fined not less than \$1,000.00 or more than \$3,000.00 or imprisoned not more than two years, or both.
- (j) For any violation of this section, the <u>liquor control board Liquor Control Board</u> may suspend or revoke a license issued under this section, among all other remedies available to the board.
- Sec. 3. 7 V.S.A. § 232 is amended to read:

§ 232. TERMS OF PERMITS AND LICENSES

All permits and licenses shall expire at midnight, April 30, of each year and, upon of each year, except that annual licenses issued beginning July 1, 2013 shall expire at midnight one year from the date of issuance, and six month licenses shall expire at midnight six months from the date of issuance. Upon the payment of a new fee, licenses may be renewed by the control commissioners Control Commissioners with the approval of the liquor control board as provided in section 222 of this title Liquor Control Board, provided the licensee is entitled thereto.

Sec. 4. 7 V.S.A. § 239 is amended to read:

§ 239. LICENSEE EDUCATION

- (a) No new first or second class license A new first class, second class, third class, fourth class, or farmer's market license shall not be granted until the applicant has met with a liquor control investigator or training specialist for the purpose of being informed of the Vermont liquor laws, rules, and regulations pertaining to the purchase, storage, and sale of alcohol beverages. A corporation, partnership, or association shall designate a director, partner, or manager who shall comply with the terms of this subsection.
- (b) Every first and second class licensee first class, second class, third class, fourth class, or farmer's market licensee and every holder of a manufacturer's license shall complete the department of liquor control Department of Liquor Control licensee enforcement training seminar at least once every three two years. A corporation, partnership, or association shall designate a director, partner, or manager who shall comply with the terms of this subsection. No first or second class license A first class, second class, third class, fourth class, or farmer's market license or manufacturer's license shall not be renewed unless the records of the department of liquor control Department of Liquor Control show that the licensee has complied with the terms of this subsection.
- (c) Each licensee shall ensure that every employee who is involved in the sale or serving of alcohol beverages completes a training program approved by the department of liquor control Department of Liquor Control before the employee begins serving or selling alcoholic beverages and at least once every 24 months thereafter. Each licensee shall maintain written documentation, signed by each employee trained, of each training program conducted. A licensee may comply with this requirement by conducting its own training program on its premises, using information and materials furnished or approved by the department of liquor control Department of Liquor Control. A licensee who fails to comply with the requirements of this subsection shall be subject to a suspension of no less than one day of the license issued under this title.

Sec. 5. 7 V.S.A. § 602 is amended to read:

§ 602. EXHIBITION OF CARD

An individual shall exhibit "a valid authorized form of identification," which means a valid photographic operator's license, enhanced driver's license, or valid photographic nondriver identification card issued by Vermont or another state or foreign jurisdiction, a United States military identification card, or a valid passport or passport card bearing the photograph and signature

of the individual upon demand of a licensee, an employee of a licensee, or a law enforcement officer. On the failure of an individual to produce and exhibit a valid authorized form of identification upon demand of a licensee, the licensee shall be entitled to refuse to sell the individual any alcoholic beverage. Sale or furnishing of any alcoholic beverages by a licensee to an individual exhibiting a valid authorized form of identification shall be prima facie evidence of the licensee's compliance with the law prohibiting the sale or furnishing of alcoholic beverages to minors.

Sec. 6. 7 V.S.A. § 422 is amended to read:

§ 422. TAX ON SPIRITUOUS LIQUOR

A tax is assessed on the gross revenue on the retail sale of spirituous liquor in the <u>state State</u> of Vermont, including fortified wine, sold by the <u>liquor control board Liquor Control Board</u> or sold by a manufacturer or rectifier of spirituous liquor in accordance with the provisions of this title. The tax shall be at the following rates based on the gross revenue of the retail sales by the seller in the previous year:

- (1) if the gross revenue of the seller is \$100,000.00 \$200,000.00 or lower, the rate of tax is five percent;
- (2) if the gross revenue of the seller is between \$100,000.00 \$200,000.00 and \$200,000.00 \$400,000.00, the rate of tax is \$15,000.00 \$10,000.00 plus 15 percent of gross revenues over \$100,000.00 \$200,000.00;
- (3) if the gross revenue of the seller is over \$200,000.00 \$400,000.00, the rate of tax is 25 percent.

Sec. 7. REPEAL

The following sections of 2011 Acts and Resolves No. 17 (An act relating to powers and immunities of the liquor control investigators) are repealed:

- (1) Sec. 3 (amending 7 V.S.A. § 561(a), effective July 1, 2013);
- (2) Sec. 4 (amending 23 V.S.A. § 4(11), effective July 1, 2013); and
- (3) Sec. 5(b) (effective date of Secs. 3 and 4).

Sec. 8. EFFECTIVE DATE

This section and Sec. 7 shall take effect on passage. All other sections shall take effect on July 1, 2013.

And that after passage the title of the bill be amended to read: "An act relating to alcoholic beverages".

(Committee vote: 5-0-0)

Reported favorably with recommendation of amendment by Senator Mullin for the Committee on Finance.

The Committee recommends that the bill be amended as recommended by the Committee on Economic Development, Housing and General Affairs with the following amendment thereto:

<u>First</u>: By striking out Sec. 3 in its entirety and inserting in lieu thereof a new Sec. 3 to read:

Sec. 3. 7 V.S.A. § 232 is amended to read:

§ 232. TERMS OF PERMITS AND LICENSES

All permits and licenses shall expire at midnight, April 30, of each year and, upon of each year. A person acquiring a new license in the first quarter of the license period shall pay the full amount of the license; a person acquiring a new license in the second quarter of the licensing period shall pay 75 percent of the license fee; a person acquiring a new license in the third quarter of the licensing period shall pay 50 percent of the license fee; and a person acquiring a new license in the final quarter of the licensing period shall pay 25 percent of the license fee. Six-month licenses issued to third class licensees beginning July 1, 2013 shall expire at midnight six months from the date of issuance. Upon the payment of a new fee, licenses may be renewed by the control commissioners Control Commissioners with the approval of the liquor control board as provided in section 222 of this title Liquor Control Board, provided the licensee is entitled thereto.

Second: By striking out Sec. 6 in its entirety

<u>Third</u>: In Sec 8, EFFECTIVE DATE, by striking out "<u>Sec. 7</u>" and inserting in lieu thereof "Sec. 6"

And by renumbering the remaining sections to be numerically correct.

(Committee vote: 7-0-0)

AMENDMENT TO S. 61 TO BE OFFERED BY SENATOR GALBRAITH

Senator Galbraith moves that the recommendation of amendment of the Committee on Economic Development, Housing and General Affairs be amended in Sec. 1, 7 V.S.A. § 2, (definitions) in subdivision (32), by striking out the last sentence in its entirety and inserting in lieu thereof a new sentence to read: As used in this section, "art gallery" means a fixed establishment whose primary purpose is to exhibit or offer for sale works of art; and "bookstore" means a fixed establishment whose primary purpose is to offer books for sale.

UNFINISHED BUSINESS OF TUESDAY, MARCH 26, 2013

Third Reading

S. 41.

An act relating to water and sewer service.

S. 58.

An act relating to Act 250 and oil pipelines.

Committee Bills for Second Reading Favorable with Recommendation of Amendment

S. 152.

An act relating to the Green Mountain Care Board's rate review authority.

By the Committee on Finance. (Senator Lyons for the Committee)

Reported favorably with recommendation of amendment by Senator Kitchel for the Committee on Appropriations.

The Committee recommends that the bill be amended as follows:

<u>First</u>: In Sec. 11, 18 V.S.A. § 9374(h), by striking out subdivisions (2) and (3) in their entirety and inserting in lieu thereof the following:

- (2) The Board may determine the scope of the incurred expenses to be allocated pursuant to the formula set forth in subdivision (1) of this subsection if, in the Board's discretion, the expenses to be allocated are in the best interests of the regulated entities and of the State.
- (3) Expenses under subdivision (1) of this subsection shall be billed to persons licensed under Title 8 based on premiums paid for health care coverage, which for the purposes of this section shall include major medical, comprehensive medical, hospital or surgical coverage, and comprehensive health care services plans, but shall not include long-term care or limited benefits, disability, credit or stop loss, or excess loss insurance coverage.

Second: By striking out Sec. 12 in its entirety

<u>Third</u>: In Sec. 13, 18 V.S.A. § 9415, by striking out subsections (b), (c), and (d) in their entirety and inserting in lieu thereof the following:

(b) The Commissioner may determine the scope of the incurred expenses to be allocated pursuant to the formula set forth in subsection (a) of this section if, in the Commissioner's discretion, the expenses to be allocated are in the best interests of the regulated entities and of the State.

(c) Expenses under subsection (a) of this section shall be billed to persons licensed under Title 8 based on premiums paid for health care coverage, which for the purposes of this section include major medical, comprehensive medical, hospital or surgical coverage, and any comprehensive health care services plan, but does shall not include long-term care, limited benefits, disability, credit or stop loss or excess loss insurance coverage

Fourth: By adding a new Sec. 13 to read as follows:

Sec. 13. BILL-BACK REPORT

- (a) Annually on or before September 15, the Green Mountain Care Board and the Department of Financial Regulation shall report to the House Committee on Health Care, the Senate Committees on Health and Welfare and on Finance, and the House and Senate Committees on Appropriations the total amount of all expenses eligible for allocation pursuant to 18 V.S.A. §§ 9374(h) and 9415 during the preceding state fiscal year and the total amount actually billed back to the regulated entities during the same period.
- (b) The Board and the Department shall also present the information required by subsection (a) of this section to the Joint Fiscal Committee annually at its September meeting.

And by renumbering the remaining sections of the bill to be numerically correct.

(Committee vote: 6-0-1)

S. 157.

An act relating to modifying the requirements for hemp production in the State of Vermont.

By the Committee on Agriculture. (Senator Bray for the Committee.)

Reported favorably with recommendation of amendment by Senator Galbraith for the Committee on Finance.

The Committee recommends that the bill be amended in Sec. 1, in 6 V.S.A. § 566(b)(1), by striking out "\$25.00" and inserting in lieu thereof \$200.00

(Committee vote: 6-0-1)

Second Reading

S. 27.

An act relating to respectful language in the Vermont Statutes Annotated.

Reported favorably with recommendation of amendment by Senator Pollina for the Committee on Government Operations.

The Committee recommends that the bill be amended as set forth in the Addendum to the Senate Calendar for March 19, 2013.

(Committee vote: 4-0-1)

Reported favorably by Senator Ashe for the Committee on Finance.

(Committee vote: 4-0-3)

S. 129.

An act relating to worker's compensation liens.

PENDING QUESTION: Shall the bill be amended as recommended by the Committee on Finance, *as substituted*, in the first instance?

(For text of recommendation of amendment of the Committee on Finance, *as substituted*, see Senate Journal of March 22, 2013, page 304.)

AMENDMENT TO S. 129 TO BE OFFERED BY SENATOR MULLIN

Senator Mullin moves to amend the bill by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. 21 V.S.A. § 640 is amended to read:

§ 640. MEDICAL BENEFITS; ASSISTIVE DEVICES; HOME AND AUTOMOBILE MODIFICATIONS

* * *

(d) The liability of the employer to pay for medical, surgical, hospital, and nursing services and supplies, prescription drugs, and durable medical equipment provided to the injured employee under this section shall not exceed the maximum fee for a particular service, prescription drug, or durable medical equipment as provided by a schedule of fees and rates prepared by the emmissioner Commissioner. The reimbursement rate for services and supplies in the fee schedule shall include consideration of medical necessity, clinical efficacy, cost-effectiveness, and safety, and those services and supplies shall be provided on a nondiscriminatory basis consistent with workers' compensation and health care law. The commissioner Commissioner shall authorize reimbursement at a rate higher than the scheduled rate if the

employee demonstrates to the commissioner's Commissioner's satisfaction that reasonable and necessary treatment, prescription drugs, or durable medical equipment is not available at the scheduled rate. An employer shall establish direct billing and payment procedures and notification procedures as necessary for coverage of medically-necessary prescription medications for chronic conditions of injured employees, in accordance with rules adopted by the commissioner Commissioner. The employer shall not be liable to pay for drugs or treatments which are not approved by the Food and Drug Administration. The Department shall not authorize the use of drugs or treatments that are not approved by the Food and Drug Administration.

* * *

Sec. 2. 21 V.S.A. § 640b is amended to read:

§ 640b. REQUEST FOR PREAUTHORIZATION TO DETERMINE IF PROPOSED TREATMENT IS NECESSARY

(a) Within 14 21 days of receiving a request for preauthorization for a proposed medical treatment and <u>all relevant</u> medical evidence supporting the requested treatment, a workers' compensation insurer shall:

* * *

- (3) notify the health care provider, the injured worker, and the department Department that the insurer has scheduled an examination of the employee or ordered a medical record review pursuant to section 655 of this title. Based on the examination or review, the insurer shall authorize or deny the treatment and notify the department Department and the injured worker of the decision within 45 50 days of a request for preauthorization. The commissioner Commissioner may in his or her sole discretion grant a 10-day extension to the insurer to authorize or deny treatment, and such an extension shall not be subject to appeal.
- (b) If the insurer fails to authorize or deny the treatment pursuant to subsection (a) of this section within 14 21 days of receiving a request, the claimant or health care provider may request that the department Department issue an order authorizing treatment. After receipt of the request, the department Department shall issue an interim order within five days after notice to the insurer, and five days in which to respond, absent evidence that the entire claim is disputed. Upon request of a party, the commissioner Commissioner shall notify the parties that the treatment has been authorized by operation of law.

* * *

Sec. 3. 21 V.S.A. § 643a is amended to read:

§ 643a. DISCONTINUANCE OF BENEFITS

Unless an injured worker has successfully returned to work, an employer shall notify both the eommissioner Commissioner and the employee prior to terminating benefits under either section 642 or 646 of this title. The notice of intention to discontinue payments shall be filed on forms prescribed by the eommissioner Commissioner and shall include the date of the proposed discontinuance, the reasons for it, and, if the employee has been out of work for 90 days, a verification that the employer offered vocational rehabilitation screening and services as required under this chapter. All relevant evidence, including evidence that does not support discontinuance in the possession of the employer not already filed, shall be filed with the notice The employer shall file evidence that is relevant to the discontinuance with the notice of discontinuance. The liability for the payments shall continue for seven days after the notice is received by the commissioner Commissioner and the employee. Those payments shall be made without prejudice to the employer and may be deducted from any amounts due pursuant to section 648 of this title if the eommissioner Commissioner determines that the discontinuance is warranted or if otherwise ordered by the commissioner Commissioner. Every notice shall be reviewed by the commissioner Commissioner to determine the sufficiency of the basis for the proposed discontinuance. If, after review of all the evidence in the file, the commissioner Commissioner finds that a preponderance of all the evidence in the file does not reasonably support the proposed discontinuance, the commissioner Commissioner shall order that payments continue until a hearing is held and a decision is rendered. Prior to a formal hearing, an injured worker may request reinstatement of benefits by providing additional new evidence to the department Department that establishes that a preponderance of all evidence now supports the claim. If the commissioner's Commissioner's decision, after a hearing, is that the employee was not entitled to any or all benefits paid between the discontinuance and the final decision, upon request of the employer, the eommissioner Commissioner may order that the employee repay all benefits to which the employee was not entitled. The employer may enforce a repayment order in any court of law having jurisdiction.

Sec. 4. 21 V.S.A. § 648 is amended to read:

§ 648. PERMANENT PARTIAL DISABILITY BENEFITS

* * *

(b) Any determination of the existence and degree of permanent partial impairment shall be made only in accordance with the whole person

determinations as set out in the fifth sixth or subsequent edition of the American Medical Association Guides to the Evaluation of Permanent Impairment. In order to utilize any subsequent edition of the American Medical Association Guides to the Evaluation of Permanent Impairment or any other appropriate guides to the evaluation of permanent impairment, the commissioner Commissioner, in consultation with the department of labor advisory council Department of Labor Advisory Council, shall adopt a rule. The commissioner Commissioner shall adopt a supplementary schedule for injuries that are not rated by the impairment guide authorized for use by the department Department to determine permanent disability.

* * *

Sec. 5. 21 V.S.A. § 655 is amended to read:

§ 655. PROCEDURE IN OBTAINING COMPENSATION; MEDICAL EXAMINATION; VIDEO AND AUDIO RECORDING

After an injury and during the period of disability, if so requested by his or her employer, or ordered by the commissioner Commissioner, the employee shall submit to examination, at reasonable times and places, by a duly licensed physician or surgeon designated and paid by the employer. The employer may designate an alternative physician or surgeon in order to avoid unnecessary delay. The employee may make a video or audio recording of any examination performed by the insurer's physician or surgeon or have a licensed health care provider designated and paid by the employee present at the examination. The employer may make an audio recording of the examination. The right of the employee to record the examination shall not be construed to deny to the employer's physician the right to visit the injured employee at all reasonable times and under all reasonable conditions during total disability. employee refuses to submit to or in any way obstructs the examination, the employee's right to prosecute any proceeding under the provisions of this chapter shall be suspended until the refusal or obstruction ceases, and compensation shall not be payable for the period which the refusal or obstruction continues.

Sec. 6. 21 V.S.A. § 663b is added to read:

§ 663b. FRAUD

(a) Claims of fraud submitted by an employer shall be investigated by the Commissioner, and the Commissioner shall make a decision on the claim within 30 days of receipt of the claim. A party may appeal the decision of the Commissioner.

(b) An employee found to have committed fraud in order to receive compensation under this chapter shall be ordered to repay all compensation received. The employer shall not be charged for these payments when the employer's experience rating is determined.

Sec. 7. EFFECTIVE DATE

This act shall take effect on July 1, 2013.

NEW BUSINESS

Third Reading

S. 30.

An act relating to siting of electric generation plants.

Committee Bill for Second Reading

Favorable with Recommendation of Amendment

S. 154.

An act relating to classification of crimes.

By the Committee on Judiciary. (Senator Sears for the Committee)

Reported favorably with recommendation of amendment by Senator Sears for the Committee on Appropriations.

The Committee recommends that the bill be amended in Sec. 1, by striking out subsection (f) (appropriation) in its entirety and inserting in lieu thereof the following:

(f) Appropriation. The sum of \$6,500.00 is appropriated to the Joint Fiscal Committee from the General Fund in FY14 for a contract with the Vermont Center for Justice Research for providing data and staffing necessary for the Working Group's work.

(Committee vote: 6-0-1)

Second Reading

S. 82.

An act relating to campaign finance law.

Reported favorably with recommendation of amendment by Senator White for the Committee on Government Operations.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. FINDINGS

The General Assembly finds that:

- (1) Unduly large campaign contributions reduce public confidence in the electoral process and increase the risk and the appearance that candidates and elected officials may be beholden to contributors and not act in the best interests of all Vermont citizens.
- (2) In Vermont, contributions greater than the amounts specified in this act are considered by the General Assembly, candidates, and elected officials to be unduly large contributions that have the ability to corrupt and create the appearance of corrupting candidates and the democratic system.
- (3) When a person is able to make unduly large contributions to a candidate, there is a risk of voters losing confidence in our system of representative government because voters may believe that a candidate will be more likely to represent the views of persons who make those contributions and less likely to represent views of their constituents and Vermont citizens in general. This loss of confidence may lead to increased voter cynicism and a lack of participation in the electoral process among both candidates and voters.
- (4) Lower limits encourage candidates to interact and communicate with a greater number of voters in order to receive contributions to help fund a campaign, rather than to rely on a small number of large contributions. This interaction between candidates and the electorate helps build a greater confidence in our representative government and is likely to make candidates more responsive to voters.
- (5) In Vermont, candidates can raise sufficient monies to fund effective, competitive campaigns from contributions no larger than the amounts specified in this act.
- (6) Different limits on contributions to candidates based on the office they seek are necessary in order for these candidates to run effective campaigns. Moreover, since it generally costs less to run an effective campaign for lower ticket races, a uniform limit on contributions for all offices could enable contributors to exert undue influence over those lower ticket races.
- (7) Exempting certain activities of political parties from the definition of what constitutes a contribution is important so as to not overly burden collective political activity. These activities, such as using the assistance of volunteers, preparing party candidate listings, and hosting certain campaign events, are part of a party's traditional role in assisting candidates to run for

- office. Moreover, these exemptions help protect the right to associate in a political party.
- (8) In order to provide the electorate with information regarding who seeks to influence their votes through campaign advertising; to make campaign financing more transparent; to aid voters in evaluating those seeking office; to deter actual corruption and avoid its appearance by exposing contributions and expenditures to the light of publicity; and to gather data necessary to detect violations of contributions limits, it is imperative that Vermont increase the frequency of campaign finance reports and include more information in electioneering communications.
- (9) Increasing identification information in electioneering communications, such as requiring the names of top contributors to the political committee or political party that paid for the communication, will enable the electorate to immediately evaluate the speaker's message and will bolster the sufficiently important interest in permitting Vermonters to learn the sources of significant influence in our State's elections.
- (10) The General Assembly is aware of reports of potential corruption in other states and in federal politics. It is important to enact legislation that will prevent corruption here and maintain the electorate's confidence in the integrity of Vermont's government.
- (11) This act is necessary in order to implement more fully the provisions of Article 8 of Chapter I of the Constitution of the State of Vermont, which declares "That all elections ought to be free and without corruption, and that all voters, having a sufficient, evident, common interest with, and attachment to the community, have a right to elect officers, and be elected into office, agreeably to the regulations made in this constitution."

Sec. 2. REPEAL

17 V.S.A. chapter 59 (campaign finance) is repealed.

Sec. 3. 17 V.S.A. chapter 61 is added to read:

CHAPTER 61. CAMPAIGN FINANCE

Subchapter 1. General Provisions

§ 2901. DEFINITIONS

As used in this chapter:

(1) "Candidate" means an individual who has taken affirmative action to become a candidate for state, county, local, or legislative office in a primary, special, general, or local election. An affirmative action shall include one or more of the following:

- (A) accepting contributions or making expenditures totaling \$500.00 or more;
- (B) filing the requisite petition for nomination under this title or being nominated by primary or caucus; or
- (C) announcing that the individual seeks an elected position as a state, county, or local officer or a position as representative or senator in the General Assembly.
- (2) "Candidate's committee" means the candidate's campaign staff, whether paid or unpaid.
 - (3) "Clearly identified," with respect to a candidate, means:
 - (A) the name of the candidate appears;
 - (B) a photograph or drawing of the candidate appears; or
- (C) the identity of the candidate is apparent by unambiguous reference.
- (4) "Contribution" means a payment, distribution, advance, deposit, loan, or gift of money or anything of value, paid or promised to be paid for the purpose of influencing an election, advocating a position on a public question, or supporting or opposing one or more candidates in any election. For purposes of this chapter, "contribution" shall not include any of the following:
- (A) a personal loan of money to a candidate from a lending institution made in the ordinary course of business;
- (B) services provided without compensation by individuals volunteering their time on behalf of a candidate, political committee, or political party;
- (C) unreimbursed travel expenses paid for by an individual for himself or herself who volunteers personal services to a candidate;
- (D) unreimbursed campaign-related travel expenses paid for by the candidate or the candidate's spouse;
- (E) the use by a candidate or volunteer of his or her own personal property, including offices, telephones, computers, and similar equipment;
- (F) the use of a political party's offices, telephones, computers, and similar equipment;
- (G) the payment by a political party of the costs of preparation, display, or mailing or other distribution of a party candidate listing;

- (H) documents, in printed or electronic form, including party platforms, single copies of issue papers, information pertaining to the requirements of this title, lists of registered voters, and voter identification information created, obtained, or maintained by a political party for the general purpose of party building and provided to a candidate who is a member of that party or to another political party;
- (I) compensation paid by a political party to its employees whose job responsibilities are not for the specific and exclusive benefit of a single candidate in any election;
- (J) compensation paid by a political party to its employees or consultants for the purpose of providing assistance to another political party;
 - (K) campaign training sessions provided to three or more candidates;
- (L) costs paid for by a political party in connection with a campaign event at which three or more candidates are present; or
- (M) activity or communication designed to encourage individuals to register to vote or to vote if that activity or communication does not mention or depict a clearly identified candidate.
- (5) "Election" means the procedure whereby the voters of this State or any of its political subdivisions select a person to be a candidate for public office or to fill a public office or to act on public questions including voting on constitutional amendments. Each primary, general, special, or local election shall constitute a separate election.
- (6) "Electioneering communication" means any communication that refers to a clearly identified candidate for office and that promotes or supports a candidate for that office or attacks or opposes a candidate for that office, regardless of whether the communication expressly advocates a vote for or against a candidate, including communications published in any newspaper or periodical or broadcast on radio or television or over the Internet or any public address system; placed on any billboards, outdoor facilities, buttons, or printed material attached to motor vehicles, window displays, posters, cards, pamphlets, leaflets, flyers, or other circulars; or contained in any direct mailing, robotic phone calls, or mass e-mails.
- (7) "Expenditure" means a payment, disbursement, distribution, advance, deposit, loan, or gift of money or anything of value, paid or promised to be paid, for the purpose of influencing an election, advocating a position on a public question, or supporting or opposing one or more candidates. For the purposes of this chapter, "expenditure" shall not include any of the following:

- (A) a personal loan of money to a candidate from a lending institution made in the ordinary course of business;
- (B) services provided without compensation by individuals volunteering their time on behalf of a candidate, political committee, or political party;
- (C) unreimbursed travel expenses paid for by an individual for himself or herself who volunteers personal services to a candidate; or
- (D) unreimbursed campaign-related travel expenses paid for by the candidate or the candidate's spouse.
- (8) "Full name" means an individual's full first name, middle name or initial, if any, and full legal last name, making the identity of the person who made the contribution apparent by unambiguous reference.
- (9) "Independent expenditure-only political committee" means a political committee that conducts its activities entirely independent of candidates; does not give contributions to candidates, political committees, or political parties; does not make related expenditures; and is not closely related to a political party or to a political committee that makes contributions to candidates or makes related expenditures.
- (10) "Mass media activity" means a television commercial, radio commercial, mass mailing, mass electronic or digital communication, literature drop, newspaper and periodical advertisement, robotic phone call, or telephone bank, which includes the name or likeness of a clearly identified candidate for office.
- (11) "Party candidate listing" means any communication by a political party that:
- (A) lists the names of at least three candidates for election to public office;
- (B) is distributed through public advertising such as broadcast stations, cable television, newspapers, and similar media or through direct mail, telephone, electronic mail, a publicly accessible site on the Internet, or personal delivery;
- (C) treats all candidates in the communication in a substantially similar manner; and

(D) is limited to:

(i) the identification of each candidate, with which pictures may be used;

- (ii) the offices sought;
- (iii) the offices currently held by the candidates;
- about the party or the candidates' positions, philosophy, goals, accomplishments, or biographies;
 - (v) encouragement to vote for the candidates identified; and
 - (vi) information about voting, such as voting hours and locations.
- (12) "Political committee" or "political action committee" means any formal or informal committee of two or more individuals or a corporation, labor organization, public interest group, or other entity, not including a political party, which accepts contributions of \$1,000.00 or more and makes expenditures of \$1,000.00 or more in any two-year general election cycle for the purpose of supporting or opposing one or more candidates, influencing an election, or advocating a position on a public question in any election, and includes an independent expenditure-only political committee.
- (13) "Political party" means a political party organized under chapter 45 of this title and any committee established, financed, maintained, or controlled by the party, including any subsidiary, branch, or local unit thereof, and shall be considered a single, unified political party. The national affiliate of the political party shall be considered a separate political party.
- (14) "Public question" means an issue that is before the voters for a binding decision.
- (15) "Single source" means an individual, partnership, corporation, association, labor organization, or any other organization or group of persons which is not a political committee or political party.
- (16) "Telephone bank" means more than 500 telephone calls of an identical or substantially similar nature that are made to the general public within any 30-day period.
- (17) "Two-year general election cycle" means the 24-month period that begins 38 days after a general election.

§ 2902. EXCEPTIONS

- The definitions of "contribution," "expenditure," and "electioneering communication" shall not apply to:
- (1) any news story, commentary, or editorial distributed through the facilities of any broadcasting station, newspaper, magazine, or other periodical

publication that has not been paid for or such facilities are not owned or controlled by any political party, committee, or candidate; or

(2) any communication distributed through a public access television station if the communication complies with the laws and rules governing the station and if all candidates in the race have an equal opportunity to promote their candidacies through the station.

§ 2903. PENALTIES

- (a)(1) A person who knowingly and intentionally violates a provision of subchapter 2 or 4 of this chapter shall be fined not more than \$1,000.00 or imprisoned not more than six months or both.
- (2) A person who knowingly and intentionally violates any provision of subchapter 3 of this chapter shall be fined not more than \$10,000.00 or imprisoned not more than two years or both.
- (b) A person who violates any provision of this chapter shall be subject to a civil penalty of up to \$10,000.00 for each violation and shall refund the unspent balance of Vermont campaign finance grants received under subchapter 5 of this chapter, if any, calculated as of the date of the violation.
- (c) In addition to the other penalties provided in this section, a state's attorney or the Attorney General may institute any appropriate action, injunction, or other proceeding to prevent, restrain, correct, or abate any violation of this chapter.

§ 2904. CIVIL INVESTIGATION

- (a)(1) The Attorney General or a state's attorney, whenever he or she has reason to believe any person to be or to have been in violation of this chapter or of any rule or regulation made pursuant to this chapter, may examine or cause to be examined by any agent or representative designated by him or her for that purpose any books, records, papers, memoranda, and physical objects of any nature bearing upon each alleged violation and may demand written responses under oath to questions bearing upon each alleged violation.
- (2) The Attorney General or a state's attorney may require the attendance of such person or of any other person having knowledge in the premises in the county where such person resides or has a place of business or in Washington County if such person is a nonresident or has no place of business within the State and may take testimony and require proof material for his or her information and may administer oaths or take acknowledgment in respect of any book, record, paper, or memorandum.
- (3) The Attorney General or a state's attorney shall serve notice of the time, place, and cause of such examination or attendance or notice of the cause

of the demand for written responses personally or by certified mail upon such person at his or her principal place of business or, if such place is not known, to his or her last known address.

- (4) Any book, record, paper, memorandum, or other information produced by any person pursuant to this section shall not, unless otherwise ordered by a court of this State for good cause shown, be disclosed to any person other than the authorized agent or representative of the Attorney General or a state's attorney or another law enforcement officer engaged in legitimate law enforcement activities unless with the consent of the person producing the same, except that any transcript of oral testimony, written responses, documents, or other information produced pursuant to this section may be used in the enforcement of this chapter, including in connection with any civil action brought under section 2903 of this subchapter or subsection (c) of this section.
- (5) Nothing in this subsection is intended to prevent the Attorney General or a state's attorney from disclosing the results of an investigation conducted under this section, including the grounds for his or her decision as to whether to bring an enforcement action alleging a violation of this chapter or of any rule or regulation made pursuant to this chapter.
- (6) This subsection shall not be applicable to any criminal investigation or prosecution brought under the laws of this or any state.
- (b)(1) A person upon whom a notice is served pursuant to the provisions of this section shall comply with its terms unless otherwise provided by the order of a court of this State. Any person who is served with such notice within the State shall bear the complete cost of compliance with its terms.
- (2) Any person who, with intent to avoid, evade, or prevent compliance, in whole or in part, with any civil investigation under this section, removes from any place; conceals, withholds, or destroys; or mutilates, alters, or by any other means falsifies any documentary material in the possession, custody, or control of any person subject to such notice or mistakes or conceals any information shall be fined not more than \$5,000.00.
- (c)(1) Whenever any person fails to comply with any notice served upon him or her under this section or whenever satisfactory copying or reproduction of any such material cannot be done and the person refuses to surrender the material, the Attorney General or a state's attorney may file, in the superior court in which the person resides or has his or her principal place of business or in Washington County if the person is a nonresident or has no principal place of business in this State, and serve upon the person a petition for an order of the court for the enforcement of this section.

- (2) Whenever any petition is filed under this section, the court shall have jurisdiction to hear and determine the matter so presented and to enter any order or orders as may be required to carry into effect the provisions of this section. Any disobedience of any order entered under this section by any court shall be punished as a contempt of the court.
- (d) Any person aggrieved by a civil investigation conducted under this section may seek relief from Washington Superior Court or the superior court in the county in which the aggrieved person resides. Except for cases the court considers to be of greater importance, proceedings before superior court as authorized by this section shall take precedence on the docket over all other cases.

§ 2905. ADJUSTMENTS FOR INFLATION

- (a) Whenever it is required by this chapter, the Secretary of State shall make adjustments to monetary amounts provided in this chapter based on the Consumer Price Index. Increases shall be rounded to the nearest \$10.00 and shall apply for the term of two two-year general election cycles. Increases shall be effective for the first two-year general election cycle beginning after the general election held in 2016.
- (b) On or before the first two-year general election cycle beginning after the general election held in 2016, the Secretary of State shall calculate and publish on the online database set forth in section 2906 of this chapter each adjusted monetary amount that will apply to those two two-year general election cycles. On or before the beginning of each second subsequent two-year general election cycle, the Secretary shall publish the amount of each adjusted monetary amount that shall apply for that two-year general election cycle and the next two-year general election cycle.

§ 2906. CAMPAIGN DATABASE; CANDIDATE INFORMATION PUBLICATION

- (a) Campaign database. For each two-year general election cycle, the Secretary of State shall develop and continually update a publicly accessible campaign database which shall be made available to the public through the Secretary of State's home page online service or through printed reports from the Secretary in response to a public request within 14 days of the date of the request. The database shall contain:
- (1) at least the following information for all candidates for statewide, county, and local office and for the General Assembly:
- (A) for candidates receiving public financing grants, the amount of each grant awarded; and

- (B) the information contained in any reports submitted pursuant to subchapter 4 of this chapter;
 - (2) campaign finance reports filed by candidates for federal office;
- (3) the adjustments for inflation made to monetary amounts as required by this chapter; and
- (4) any photographs, biographical sketches, and position statements submitted to the Secretary pursuant to subsection (b) of this section.
 - (b) Candidate information publication.
- (1) Any candidate for statewide office and any candidate for federal office qualified to be on the ballot in this State may submit to the Secretary of State a photograph, biographical sketch, and position statement of a length and format specified by the Secretary for the purposes of preparing a candidate information publication.
- (2) Without making any substantive changes in the material presented, the Secretary shall prepare a candidate information publication for statewide distribution prior to the general election, which includes the candidates' photographs, biographies, and position statements; a brief explanation of the process used to obtain candidate submissions; and, with respect to offices for which public financing is available, an indication of which candidates are receiving Vermont campaign finance grants and which candidates are not receiving Vermont campaign finance grants.
- (3) The Secretary shall prepare, publish, and distribute the candidate information publication throughout the State no later than one week prior to the general election. The Secretary shall also seek voluntary distribution of the candidate information publication in weekly and daily newspapers and other publications in the State. The Secretary shall also make the candidate information publication available in large type, audiotape, and Internet versions.

§ 2907. ADMINISTRATION

The Secretary of State shall administer this chapter and shall perform all duties required under this chapter. The Secretary may employ or contract for the services of persons necessary for performance of these duties.

Subchapter 2. Registration and Maintenance Requirements

§ 2911. CANDIDATES, POLITICAL COMMITTEES, POLITICAL PARTIES; CHECKING ACCOUNT; TREASURER

<u>Each candidate who has made expenditures or accepted contributions of</u> \$500.00 or more, each political committee, and each political party required to

register under section 2912 of this subchapter shall be subject to the following requirements:

- (1) All expenditures shall be paid by either a credit card or a debit card, check, or other electronic transfer from a single campaign checking account in a single bank publicly designated by the candidate, political committee, or political party.
- (2) Each candidate, political committee, and political party shall name a treasurer who is responsible for maintaining the checking account. A candidate's treasurer may be the candidate or his or her spouse.

§ 2912. POLITICAL COMMITTEES AND PARTIES; REGISTRATION

- (a) Each political committee and each political party which has accepted contributions or made expenditures of \$1,000.00 or more in any two-year general election cycle shall register with the Secretary of State stating its full name and address, the name and address of its treasurer, and the name and address of the bank in which it maintains its campaign checking account. A political party shall register within 10 days of reaching the \$1,000.00 threshold.
- (b) A political party or political committee whose principal place of business or whose treasurer is not located in this State shall file a statement with the Secretary of State designating a person who resides in this State upon whom may be served any process, notice, or demand required or permitted by law to be served upon the political party or political committee. This statement shall be filed at the same time as the registration required in subsection (a) of this section.

§ 2913. CANDIDATES AND POLITICAL COMMITTEES; SURPLUS CAMPAIGN FUNDS

- (a) A member of a political committee which has surplus funds after all campaign debts have been paid shall not convert the surplus to personal use.
- (b) A candidate who has surplus funds after all campaign debts have been paid shall not convert the surplus to personal use, other than to reduce personal campaign debts.
- (c) Surplus funds in a political committee's or candidate's account after payment of all campaign debts may be contributed to other candidates, political parties, or political committees subject to the contribution limits set forth in this chapter or may be contributed to a charity.
- (d) The "final report" of a candidate or a political committee shall indicate the amount of the surplus and how it has been or is to be liquidated.

§ 2914. CANDIDATES; NEW CAMPAIGN ACCOUNTS

- (a) A candidate who chooses to roll over any surplus contributions into a new campaign account for public office may close out his or her former campaign by filing a final report with the Secretary of State converting all debts and assets to the new campaign.
- (b) A candidate shall be required to file a new bank designation form only if there has been a change in the treasurer or the location of the campaign account.

Subchapter 3. Contribution Limitations

§ 2921. LIMITATIONS OF CONTRIBUTIONS

In any two-year general election cycle:

- (1) A candidate for state representative or for local office shall not accept contributions totaling more than:
 - (A) \$750.00 from a single source;
 - (B) \$750.00 from a political committee; or
 - (C) \$3,000.00 from a political party.
- (2) A candidate for state senator or county office shall not accept contributions totaling more than:
 - (A) \$1,500.00 from a single source;
 - (B) \$1,500.00 from a political committee; or
 - (C) \$6,000.00 from a political party.
- (3) A candidate for the office of Governor, Lieutenant Governor, Secretary of State, State Treasurer, Auditor of Accounts, or Attorney General shall not accept contributions totaling more than:
 - (A) \$3,000.00 from a single source;
 - (B) \$3,000.00 from a political committee; or
 - (C) \$85,000.00 from a political party.
- (4) A political committee shall not accept contributions totaling more than:
 - (A) \$3,000.00 from a single source;
 - (B) \$3,000.00 from a political committee; or
 - (C) \$3,000.00 from a political party.

- (5) A political party shall not accept contributions totaling more than:
 - (A) \$3,000.00 from a single source;
 - (B) \$3,000.00 from a political committee; or
 - (C) \$30,000.00 from a political party.
- (6) A single source shall not contribute more than an aggregate of:
 - (A) \$25,000.00 to candidates; and
 - (B) \$25,000.00 to political committees and political parties.
- (7) A single source, political committee, or political party shall not contribute more to a candidate, political committee, or political party than the candidate, political committee, or political party is permitted to accept under subdivisions (1) through (5) of this section.

§ 2922. EXCEPTIONS

The contribution limitations established by this subchapter shall not apply to contributions to a political committee made for the purpose of advocating a position on a public question, including a constitutional amendment.

§ 2923. LIMITATIONS ADJUSTED FOR INFLATION

The contribution limitations contained in this subchapter shall be adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter.

§ 2924. ACCOUNTABILITY FOR RELATED EXPENDITURES

- (a) A related campaign expenditure made on a candidate's behalf shall be considered a contribution to the candidate on whose behalf it was made.
- (b) For the purposes of this section, a "related campaign expenditure made on the candidate's behalf" means any expenditure intended to promote the election of a specific candidate or group of candidates or the defeat of an opposing candidate or group of candidates if intentionally facilitated by, solicited by, or approved by the candidate or the candidate's committee.
- (c)(1) An expenditure made by a political party or by a political committee that recruits or endorses candidates that primarily benefits six or fewer candidates who are associated with the political party or political committee making the expenditure is presumed to be a related expenditure made on behalf of those candidates.
- (2) An expenditure made by a political party or by a political committee that recruits or endorses candidates that substantially benefits more than six candidates and facilitates party or political committee functions, voter turnout,

platform promotion, or organizational capacity shall not be presumed to be a related expenditure made on a candidate's behalf.

- (3) For the purposes of this section, a "related campaign expenditure made on the candidate's behalf' does not mean:
- (A) the cost of invitations and postage and of food and beverages voluntarily provided by an individual in conjunction with an opportunity for a group of voters to meet a candidate if the cumulative value of these items provided by the individual on behalf of any candidate does not exceed \$500.00 per election; or
- (B) the sale of any food or beverage by a vendor at a charge less than the normal comparable charge for use at a campaign event providing an opportunity for a group of voters to meet a candidate if the charge to the candidate is at least equal to the cost of the food or beverages to the vendor and if the cumulative value of the food or beverages does not exceed \$500.00 per election.
- (d)(1) A candidate may seek a determination that an expenditure is a related expenditure made on behalf of an opposing candidate by filing a petition with the superior court of the county in which either candidate resides.
- (2) Within 24 hours of the filing of a petition, the court shall schedule the petition for hearing. Except as to cases the court considers of greater importance, proceedings before the superior court, as authorized by this section, and appeals therefrom take precedence on the docket over all other cases and shall be assigned for hearing and trial or for argument at the earliest practicable date and expedited in every way.
- (3) The findings and determination of the court shall be prima facie evidence in any proceedings brought for violation of this chapter.
- (e) The Secretary of State may adopt rules necessary to administer the provisions of this section.

§ 2925. GENERAL PROVISIONS

- (a) A candidate, political committee, or political party accepts a contribution when the contribution is deposited in the candidate's, committee's, or party's campaign account or two business days after the candidate, committee, or party receives it, whichever comes first.
- (b) A candidate, political committee, or political party shall not accept a monetary contribution in excess of \$50.00 unless made by check, credit or debit card, or other electronic transfer.

- (c) A candidate's expenditures related to a previous two-year general election cycle and contributions used to retire a debt of a previous two-year general election cycle shall be attributed to the earlier two-year general election cycle.
- (d) This subchapter shall not be interpreted to limit the amount a candidate or his or her immediate family may contribute to his or her own campaign. For purposes of this subsection, "immediate family" means a candidate's spouse, parent, grandparent, child, grandchild, sister, brother, stepparent, stepgrandparent, stepchild, stepgrandchild, stepsister, stepbrother, mother-in-law, father-in-law, brother-in-law, sister-in-law, son-in-law, daughter-in-law, legal guardian, or former legal guardian.
- (e) For purposes of this subchapter, the term "candidate" includes the candidate's committee.
- (f) A candidate, political committee, or political party shall not knowingly accept a contribution which is not directly from the contributor but was transferred to the contributor by another person for the purpose of transferring the same to the candidate, political committee, or political party or otherwise circumventing the provisions of this chapter. It shall be a violation of this chapter for a person to make a contribution with the explicit or implicit understanding that the contribution will be transferred in violation of this subsection.

Subchapter 4. Reporting Requirements; Disclosures

§ 2931. SUBMISSION OF REPORTS TO THE SECRETARY OF STATE

- (a)(1) The Secretary of State shall provide on the online database set forth in section 2906 of this chapter digital access to the form that he or she provides for any report required by this chapter. Digital access shall enable any person required to file a report under this chapter to file the report by completing and submitting the report to the Secretary of State online.
- (2) The Secretary shall maintain on the online database reports that have been filed for each two-year general election cycle so that any person may have direct machine-readable electronic access to the individual data elements in each report and the ability to search those data elements as soon as a report is filed.
- (b) Any person required to file a report with the Secretary of State under this chapter shall file the report digitally on the online database.

§ 2932. CAMPAIGN REPORTS; SECRETARY OF STATE; FORMS; FILING

- (a) The Secretary of State shall prescribe and provide a uniform reporting form for all campaign finance reports. The reporting form shall be designed to show the following information:
- (1) the full name, town of residence, and mailing address of each contributor who contributes an amount in excess of \$100.00, the date of the contribution, and the amount contributed, as well as a space on the form for the occupation and employer of each contributor, which the candidate, political committee, or political party shall make a reasonable effort to obtain;
- (2) the total amount of all contributions of \$100.00 or less and the total number of all such contributions;
- (3) each expenditure listed by amount, date, to whom paid, and for what purpose;
- (4) the amount contributed or loaned by the candidate to his or her own campaign during the reporting period; and
- (5) each debt or other obligation, listed by amount, date incurred, to whom owed, and for what purpose, incurred during the reporting period.
- (b)(1) The form shall require the reporting of all contributions and expenditures accepted or spent during the reporting period and during the campaign to date and shall require full disclosure of the manner in which any indebtedness is discharged or forgiven.
- (2) Contributions and expenditures for the reporting period and for the campaign to date also shall be totaled in an appropriate place on the form. The total of contributions shall include a subtotal of nonmonetary contributions and a subtotal of all monetary contributions.
- (3) The form shall contain a list of the required filing times so that the person filing may designate for which time period the filing is made.
- (4) Contributions accepted and expenditures spent after 5:00 p.m. on the third day prior to the filing deadline shall be reported on the next report.
- (c) The form described in this section shall contain language of certification of the truth of the statements and places for the signature of the candidate or the treasurer of the campaign.
- (d) Any person required to file a campaign finance report under this chapter shall provide the information required in the Secretary of State's reporting form. Disclosure shall be limited to the information required to administer this chapter.

(e) All reports filed under this chapter shall be retained in an indexed file by the Secretary of State and shall be subject to the examination of any person.

§ 2933. CAMPAIGN REPORTS; CANDIDATES FOR STATE OFFICE AND THE GENERAL ASSEMBLY; POLITICAL COMMITTEES; POLITICAL PARTIES

- (a) Each candidate for state office, each candidate for the General Assembly who has made expenditures or accepted contributions of \$500.00 or more, and, except as provided in subsection (b) of this section, each political committee and each political party required to register under section 2912 of this chapter shall file with the Secretary of State campaign finance reports as follows:
- (1) in the first year of the two-year general election cycle, quarterly, beginning on March 15 of the odd-numbered year;
- (2) in the second year of the two-year general election cycle, monthly, beginning on January 15 of the even-numbered year until July 15;
 - (3) from July 15 through the general election, every two weeks; and
 - (4) two weeks after the general election.
- (b) A political committee or a political party which has accepted contributions or made expenditures of \$1,000.00 or more in any two-year general election cycle for the purpose of influencing a local election or supporting or opposing one or more candidates in a local election shall file campaign finance reports regarding that election 30 days before, 10 days before, and two weeks after the local election with the Secretary of State.
- (c) Any formal or informal committee of two or more individuals or a corporation, labor organization, public interest group, or other entity, not including a political party, which makes expenditures of \$1,000.00 or more in any two-year general election cycle for the purpose of advocating a position on a public question in any election shall file a report of its expenditures 30 days before, 10 days before, and two weeks after the election with the Secretary of State.
- (d) At any time, but not later than December 15th following the general election, each candidate for state office and each candidate for the General Assembly who has made expenditures or received contributions of \$500.00 or more shall file with the Secretary of State a "final report" which lists a complete accounting of all contributions and expenditures since the last report and disposition of surplus and which shall constitute the termination of his or her campaign activities.

- (e) A political committee or political party shall file a campaign finance report not later than 40 days following the general election. At any time, a political committee or a political party may file a "final report" which lists a complete accounting of all contributions and expenditures since the last report and disposition of surplus and which shall constitute the termination of its campaign activities.
- (f) Each candidate for state office and each candidate for the General Assembly who has made expenditures or accepted contributions of less than \$500.00 shall file with the Secretary of State 10 days following the general election a statement that the candidate has not made expenditures or accepted contributions of \$500.00 or more during the two-year general election cycle.
- (g) The failure of a candidate for the General Assembly to file a report under subsection (a) of this section shall be deemed an affirmative statement that the candidate has not accepted contributions or made expenditures of \$500.00 or more.
- § 2934. ADDITIONAL CAMPAIGN REPORTS; CANDIDATES FOR STATE OFFICE AND THE GENERAL ASSEMBLY; INDEPENDENT EXPENDITURE-ONLY POLITICAL COMMITTEES
- (a) In addition to any other reports required to be filed under this chapter, a candidate for state office or for the General Assembly who accepts a monetary contribution in an amount over \$2,000.00 within 10 days of a primary or general election shall report the contribution to the Secretary of State within 24 hours of receiving the contribution.
- (b) A report required by this section shall include the following information:
- (1) the full name, town of residence, and mailing address of the contributor; the date of the contribution; and the amount contributed; and
- (2) the amount contributed or loaned by the candidate to his or her own campaign.

§ 2935. CAMPAIGN REPORTS: COUNTY OFFICE CANDIDATES

- (a) Each candidate for county office who has made expenditures or accepted contributions of \$500.00 or more shall file campaign finance reports with the Secretary of State as follows:
 - (1) Ten days before the primary election.
 - (2) Ten days before the general election.

- (3) Further campaign reports shall be filed on the 15th day of July and annually thereafter or until all contributions and expenditures have been accounted for and any indebtedness and surplus have been eliminated.
- (b) Within 40 days after the general election, each candidate for county office who has made expenditures or accepted contributions of \$500.00 or more shall file with the Secretary of State a "final report" which lists a complete accounting of all contributions and expenditures since the last report and a disposition of surplus and which shall constitute the termination of his or her campaign activities.
- (c) The failure of a county candidate to file a campaign finance report shall be deemed an affirmative statement that the candidate has not accepted contributions or made expenditures of \$500.00 or more.

§ 2936. CAMPAIGN REPORTS; LOCAL CANDIDATES

- (a) Each candidate for local office who has made expenditures or accepted contributions of \$500.00 or more shall file with the Secretary of State campaign finance reports 30 days before, 10 days before, and two weeks after the local election.
- (b) The failure of a local candidate to file a campaign finance report shall be deemed an affirmative statement that the candidate has not accepted contributions or made expenditures of \$500.00 or more.

§ 2937. REPORT OF MASS MEDIA ACTIVITIES

- (a)(1) In addition to any other reports required to be filed under this chapter, a person who makes expenditures for any one mass media activity totaling \$500.00 or more, adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter, within 45 days before a primary, general, county, or local election shall, for each activity, file a mass media report with the Secretary of State and send a copy of the report to each candidate whose name or likeness is included in the activity without that candidate's knowledge.
- (2) The copy of the mass media report shall be sent by e-mail to each candidate who has provided the Secretary of State with an e-mail address on his or her consent form and to any other candidate by mail.
- (3) The mass media report shall be filed and the copy of the report shall be sent within 24 hours of the expenditure or activity, whichever occurs first. For the purposes of this section, a person shall be treated as having made an expenditure if the person has executed a contract to make the expenditure.
- (b) The report shall identify the person who made the expenditure; the name of each candidate whose name or likeness was included in the activity;

the amount and date of the expenditure; to whom it was paid; and the purpose of the expenditure.

- (c) If the activity occurs within 30 days before the election and the expenditure was previously reported, an additional report shall be required under this section.
- (d)(1) In addition to the reporting requirements of this section, an independent expenditure-only political committee that makes an expenditure for any one mass media activity totaling \$5,000.00 or more, adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter, within 45 days before a primary, general, county, or local election shall, for each such activity, file an independent expenditure-only political committee mass media report with the Secretary of State and send a copy of the report to each candidate whose name or likeness is included in the activity without that candidate's knowledge.
- (2) The report shall include all of the information required under subsection (b) of this section, as well as the names, dates, and amounts of all contributions in excess of \$100.00 accepted since the filing of the committee's last report.

§ 2938. IDENTIFICATION IN ELECTIONEERING COMMUNICATIONS

- (a) An electioneering communication shall contain the name and mailing address of the person, candidate, political committee, or political party that paid for the communication. The name and address shall appear prominently such that a reasonable person would clearly understand by whom the expenditure has been made, except that:
- (1) An electioneering communication transmitted through radio and paid for by a candidate does not need to contain the candidate's address.
- (2) An electioneering communication paid for by a person acting as an agent or consultant on behalf of another person, candidate, political committee, or political party shall clearly designate the name and mailing address of the person, candidate, political committee, or political party on whose behalf the communication is published or broadcast.
- (b) If an electioneering communication is a related campaign expenditure made on a candidate's behalf as provided in section 2924 of this chapter, then in addition to other requirements of this section, the communication shall also clearly designate the candidate on whose behalf it was made by including language such as "on behalf of" such candidate.
- (c) In addition to the identification requirements in subsections (a) and (b) of this section, an electioneering communication paid for on behalf of a

political committee or political party shall contain the name of any contributor who contributed more than 25 percent of all contributions and more than \$2,000.00 to that committee or party since the beginning of the two-year general election cycle in which the electioneering communication was made.

(d) The identification requirements of this section shall not apply to lapel stickers or buttons, nor shall they apply to electioneering communications made by a single individual acting alone who spends, in a single two-year general election cycle, a cumulative amount of no more than \$150.00 on those electioneering communications, adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter.

§ 2939. SPECIFIC IDENTIFICATION REQUIREMENTS FOR RADIO OR TELEVISION COMMUNICATIONS

- (a) A person, candidate, political committee, or political party that makes an expenditure for an electioneering communication shall include in any communication which is transmitted through radio or television, in a clearly spoken manner, an audio statement of the name and title of the person who paid for the communication, that the person paid for the communication, and that the person approves of the content of the communication.
- (b) If the person who paid for the communication is not a natural person, the audio statement required by this section shall include the name of that person, the name and title of the principal officer of the person, and a statement that the officer approves of the content of the communication.

Subchapter 5. Public Financing Option

§ 2951. DEFINITIONS

As used in this subchapter:

- (1) "Affidavit" means the Vermont campaign finance affidavit required under section 2952 of this chapter.
- (2) "General election period" means the period beginning the day after the primary election and ending the day of the general election.
- (3) "Primary election period" means the period beginning the day after primary petitions must be filed under section 2356 of this title and ending the day of the primary election.
- (4) "Vermont campaign finance qualification period" means the period beginning February 15 of each even-numbered year and ending on the date on which primary petitions must be filed under section 2356 of this title.

§ 2952. FILING OF VERMONT CAMPAIGN FINANCE AFFIDAVIT

- (a) A candidate for the office of Governor or Lieutenant Governor who intends to seek Vermont campaign finance grants from the Secretary of State Services Fund shall file a Vermont campaign finance affidavit on the date on or before which primary petitions must be filed, whether the candidate seeks to enter a party primary or is an independent candidate.
- (b) The Secretary of State shall prepare a Vermont campaign finance affidavit form, informational materials on procedures and financial requirements, and notification of the penalties for violation of this subchapter.
- (c)(1) The Vermont campaign finance affidavit shall set forth the conditions of receiving grants under this subchapter and provide space for the candidate to agree that he or she will abide by such conditions and all expenditure and contribution limitations, reporting requirements, and other provisions of this chapter.
- (2) The affidavit shall also state the candidate's name, legal residence, business or occupation, address of business or occupation, party affiliation, if any, the office sought, and whether the candidate intends to enter a party primary.
- (3) The affidavit shall also contain a list of all the candidate's qualifying contributions together with the name and town of residence of the contributor and the date each contribution was made.
- (4) The affidavit may further require affirmation of such other information as deemed necessary by the Secretary of State for the administration of this subchapter.
 - (5) The affidavit shall be sworn and subscribed to by the candidate.

§ 2953. VERMONT CAMPAIGN FINANCE GRANTS; CONDITIONS

- (a) A person shall not be eligible for Vermont campaign finance grants if, prior to February 15 of the general election year during any two-year general election cycle, he or she becomes a candidate by announcing that he or she seeks an elected position as Governor or Lieutenant Governor or by accepting contributions totaling \$2,000.00 or more or by making expenditures totaling \$2,000.00 or more.
 - (b) A candidate who accepts Vermont campaign finance grants shall:
- (1) not solicit, accept, or expend any contributions except qualifying contributions, Vermont campaign finance grants, and contributions authorized under section 2955 of this chapter, which contributions may be solicited,

- accepted, or expended only in accordance with the provisions of this subchapter;
- (2) deposit all qualifying contributions, Vermont campaign finance grants, and any contributions accepted in accordance with the provisions of section 2955 of this chapter in a federally insured noninterest-bearing checking account; and
- (3) not later than 40 days after the general election, deposit in the Secretary of State Services Fund, after all permissible expenditures have been paid, the balance of any amounts remaining in the account established under subdivision (2) of this subsection.

§ 2954. QUALIFYING CONTRIBUTIONS

- (a) In order to qualify for Vermont campaign finance grants, a candidate for the office of Governor or Lieutenant Governor shall obtain during the Vermont campaign finance qualification period the following amount and number of qualifying contributions for the office being sought:
- (1) for Governor, a total amount of no less than \$35,000.00 collected from no fewer than 1,500 qualified individual contributors making a contribution of no more than \$50.00 each; or
- (2) for Lieutenant Governor, a total amount of no less than \$17,500.00 collected from no fewer than 750 qualified individual contributors making a contribution of no more than \$50.00 each.
- (b) A candidate shall not accept more than one qualifying contribution from the same contributor and a contributor shall not make more than one qualifying contribution to the same candidate in any Vermont campaign finance qualification period. For the purpose of this section, a qualified individual contributor means an individual who is registered to vote in Vermont. No more than 25 percent of the total number of qualified individual contributors may be residents of the same county.
- (c) Each qualifying contribution shall indicate the name and town of residence of the contributor and the date received and be acknowledged by the signature of the contributor.
- (d) A candidate may retain and expend qualifying contributions obtained under this section. A candidate may expend the qualifying contributions for the purpose of obtaining additional qualifying contributions and may expend the remaining qualifying contributions during the primary and general election periods. Amounts expended under this subsection shall be considered expenditures for purposes of this chapter.

§ 2955. VERMONT CAMPAIGN FINANCE GRANTS; AMOUNTS; TIMING

- (a) The Secretary of State shall make grants from the Secretary of State Services Fund in separate grants for the primary and general election periods to candidates who have qualified for Vermont campaign finance grants under this subchapter.
- (b) Whether a candidate has entered a primary or is an independent candidate, Vermont campaign finance grants shall be in the following amounts:
- (1) For Governor, \$75,000.00 in a primary election period and \$225,000.00 in a general election period, provided that the grant for a primary election period shall be reduced by an amount equal to the candidate's qualifying contributions.
- (2) For Lieutenant Governor, \$25,000.00 in a primary election period and \$75,000.00 in a general election period, provided that the grant for a primary election period shall be reduced by an amount equal to the candidate's qualifying contributions;
- (3) A candidate who is an incumbent of the office being sought shall be entitled to receive a grant in an amount equal to 85 percent of the amount listed in subdivision (1) or (2) of this subsection.
- (c) In an uncontested general election and in the case of a candidate who enters a primary election and is unsuccessful in that election, an otherwise eligible candidate shall not be eligible for a general election period grant. However, such candidate may solicit and accept contributions and make expenditures as follows: contributions shall be subject to the limitations set forth in subchapter 3 of this chapter, and expenditures shall be limited to an amount equal to the amount of the grant set forth in subsection (b) of this section for the general election for that office.
- (d) Grants awarded in a primary election period but not expended by the candidate in the primary election period may be expended by the candidate in the general election period.
- (e) Vermont campaign finance grants for a primary election period shall be paid to qualifying candidates within the first 10 business days of the primary election period. Vermont campaign finance grants for a general election period shall be paid to qualifying candidates during the first 10 business days of the general election period.

§ 2956. MONETARY AMOUNTS ADJUSTED FOR INFLATION

The monetary amounts contained in sections 2953–2955 of this subchapter shall be adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter.

Sec. 4. 17 V.S.A. § 2937 is amended to read:

§ 2937. REPORT OF MASS MEDIA ACTIVITIES

- (a)(1) In addition to any other reports required to be filed under this chapter, a person who makes expenditures for any one mass media activity totaling \$500.00 or more, adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter, within 45 days before a primary, general, county, or local election shall, for each activity, file a mass media report with the Secretary of State and send a copy of the report to each candidate whose name or likeness is included in the activity without that candidate's knowledge.
- (2) The copy of the mass media report shall be sent by e-mail to each candidate who has provided the Secretary of State with an e-mail address on his or her consent form and to any other candidate by mail.
- (3) The mass media report shall be filed and the copy of the report shall be sent within 24 hours of the expenditure or activity, whichever occurs first. For the purposes of this section, a person shall be treated as having made an expenditure if the person has executed a contract to make the expenditure.
- (b) The report shall identify the person who made the expenditure; the name of each candidate whose name or likeness was included in the activity; the amount and date of the expenditure; to whom it was paid; and the purpose of the expenditure.
- (c) If the activity occurs within 30 days before the election and the expenditure was previously reported, an additional report shall be required under this section.
- (d)(1) In addition to the reporting requirements of this section, an independent expenditure only political committee that makes an expenditure for any one mass media activity totaling \$5,000.00 or more, adjusted for inflation pursuant to the Consumer Price Index as provided in section 2905 of this chapter, within 45 days before a primary, general, county, or local election shall, for each such activity, file an independent expenditure only political committee mass media report with the Secretary of State and send a copy of the report to each candidate whose name or likeness is included in the activity without that candidate's knowledge.

(2) The report shall include all of the information required under subsection (b) of this section, as well as the names, dates, and amounts of all contributions in excess of \$100.00 accepted since the filing of the committee's last report. [Repealed.]

Sec. 5. APPROPRIATION

The amount of \$100,000.00 is appropriated to the Office of the Secretary of State for the purpose of the preliminary measures necessary to establish the digital filing of campaign finance reports and direct machine-readable electronic access to the individual data elements in each report as required by Sec. 3 of this act in 17 V.S.A. § 2931.

Sec. 6. EVALUATION OF 2014 PRIMARY AND GENERAL ELECTIONS

The House and Senate Committees on Government Operations shall evaluate the 2014 primary and general elections to determine whether the major provisions of this act are accomplishing their intended purposes.

Sec. 7. EFFECTIVE DATES; TRANSITIONAL PROVISIONS

- (a) This act shall take effect on passage, except that:
- (1) in Sec. 3 of this act, 17 V.S.A. § 2931 (submission of reports to the Secretary of State) shall take effect on January 15, 2015;
- (2) in Sec. 3 of this act, 17 V.S.A. § 2921(6) (limitations of contributions; aggregate limits on contributions from a single source) shall not take effect unless the final disposition, including all appeals, of *McCutcheon v. Federal Election Commission*, No. 12cv1034 (D.D.C. Sept. 28, 2012) either:
- (A) holds that aggregate limits on contributions from single sources are constitutional; or
- (B) does not result in an order of the Court that aggregate limits on contributions from single sources are unconstitutional; and
- (3) Sec. 4 of this act, amending 17 V.S.A. § 2937, shall not take effect unless the final disposition, including all appeals, of *Vermont Right to Life Committee, Inc. v. Sorrell*, No. 2:09-cv-188 (D. Vt. June 21, 2012) either:
- (A) holds that limits on contributions to independent expenditure-only political committees are constitutional; or
- (B) does not result in an order of the Court that limits on contributions to independent expenditure-only political committees are unconstitutional.
- (b) The provisions of 17 V.S.A. § 2921(4) (limitations of contributions; limits on contributions to a political committee) in Sec. 3 of this act shall not

apply to independent expenditure-only political committees, except that those provisions shall apply to independent expenditure-only political committees if the final disposition, including all appeals, of *Vermont Right to Life Committee, Inc. v. Sorrell*, No. 2:09-cv-188 (D. Vt. June 21, 2012) either:

- (1) holds that limits on contributions to independent expenditure-only political committees are constitutional; or
- (2) does not result in an order of the Court that limits on contributions to independent expenditure-only political committees are unconstitutional.
- (c) As used in this section, "independent expenditure-only political committee" shall have the same meaning as that term is defined in Sec. 3, 17 V.S.A. § 2901(9), of this act.

(Committee vote: 5-0-0)

Reported favorably with recommendation of amendment by Senator Fox for the Committee on Appropriations.

The Committee recommends that the bill be amended as recommended by the Committee on Government Operations, with the following amendments thereto:

First: By striking out Sec. 5 in its entirety

<u>Second</u>: By striking out Sec. 6 in its entirety and inserting in lieu thereof a new Sec. 6 to read:

Sec. 6. EVALUATION OF 2014 PRIMARY AND GENERAL ELECTIONS

The House and Senate Committees on Government Operations shall evaluate the 2014 primary and general elections to determine the effect of the implementation of this act.

<u>Third</u>: By striking out Sec. 7 in its entirety and inserting in lieu thereof a new Sec. 7 to read:

Sec. 7. EFFECTIVE DATES: TRANSITIONAL PROVISIONS

- (a) This act shall take effect on passage, except that:
- (1) in Sec. 3 of this act, 17 V.S.A. § 2931 (submission of reports to the Secretary of State) shall take effect on January 15, 2015;
- (2) in Sec. 3 of this act, 17 V.S.A. § 2921(6) (limitations of contributions; aggregate limits on contributions from a single source) shall not take effect unless the final disposition, including all appeals, of *McCutcheon v. Federal Election Commission*, No. 12cv1034 (D.D.C. Sept. 28, 2012) holds

that aggregate limits on contributions from single sources are constitutional; and

- (3) Sec. 4 of this act, amending 17 V.S.A. § 2937, shall not take effect unless the final disposition, including all appeals, of *Vermont Right to Life Committee, Inc. v. Sorrell*, No. 2:09-cv-188 (D. Vt. June 21, 2012) holds that limits on contributions to independent expenditure-only political committees are constitutional.
- (b) The provisions of 17 V.S.A. § 2921(4) (limitations of contributions; limits on contributions to a political committee) in Sec. 3 of this act shall not apply to independent expenditure-only political committees, except that those provisions shall apply to independent expenditure-only political committees if the final disposition, including all appeals, of *Vermont Right to Life Committee, Inc. v. Sorrell*, No. 2:09-cv-188 (D. Vt. June 21, 2012) holds that limits on contributions to independent expenditure-only political committees are constitutional.
- (c) As used in this section, "independent expenditure-only political committee" shall have the same meaning as that term is defined in Sec. 3, 17 V.S.A. § 2901(9), of this act.

(Committee vote: 6-0-1)

AMENDMENT TO S. 82 TO BE OFFERED BY SENATORS GALBRAITH, BARUTH, BENNING AND ASHE

Senators Galbraith, Baruth, Benning and Ashe move that the recommendation of amendment of the Committee on Government Operations be amended as follows:

<u>First</u>: In Sec. 1 (findings), by adding four new subdivisions to be subdivisions (12)–(15) to read:

- (12) J.R.S. 11, adopted in 2012, declared the General Assembly's support for a U.S. constitutional amendment "that provides that money is not speech and corporations are not persons under the U.S. Constitution."
- (13) The General Assembly, in its findings in J.R.S. 11 in support of a constitutional amendment, noted that "in 1907, Congress enacted the Tillman Act prohibiting corporate financial contributions to federal election campaigns for public office."
- (14) The Tillman Act remains the law of the land and has reduced the corrupting influence of corporations and other special interests in congressional and presidential elections.

(15) The General Assembly reaffirms its support for J.R.S. 11, for the proposition that money is not speech, and for the Tillman Act.

<u>Second</u>: In Sec. 3, in 17 V.S.A. § 2901, by inserting a new subdivision to be subdivision (14) to read:

(14) "Separate segregated fund" means a bank account held separately from the general treasury of a corporation or labor union and which contains only contributions made by natural persons within the contribution limits of this chapter for those persons.

and by renumbering the remaining subdivisions within 17 V.S.A. § 2901 to be numerically correct.

<u>Third</u>: In Sec. 3, under Subchapter 2 (registration and maintenance requirements), by adding a new section to be 17 V.S.A. § 2915 to read:

§ 2915. REQUIREMENTS FOR SEPARATE SEGREGATED FUNDS

- (a) The separate segregated fund of a corporation or labor union shall be considered a political committee.
- (b) Only a natural person may make a contribution to a separate segregated fund.
- (c) A separate segregated fund may be used only to make contributions to candidates, political committees, or political parties.

<u>Fourth</u>: In Sec. 3, under Subchapter 3 (contribution limitations), by adding a new section to be 17 V.S.A. § 2926 to read:

§ 2926. LIMITATIONS ON CONTRIBUTIONS; CORPORATIONS AND LABOR UNIONS; SEPARATE SEGREGATED FUNDS

(a) Notwithstanding any provision of law to the contrary and except as provided in subsection (b) of this section, a corporation or labor union shall not make a contribution to a candidate, political committee, or political party.

(b)(1) A corporation or labor union may:

- (A) establish a separate segregated fund that may contribute to candidates, political committees, and political parties; and
- (B) provide its meeting facilities to a candidate, political committee, or political party on a nondiscriminatory and nonpreferential basis.
- (2) A corporation may use money, property, labor, or any other thing of monetary value of the corporation for the purposes of soliciting its stockholders, executive or administrative personnel, and the immediate families of those persons for contributions to the corporation's separate

segregated fund and for financing the administration of that separate segregated fund. The corporation's employees and the immediate families of those employees to whom the foregoing authority does not extend may only be solicited in writing, and such solicitations may only take place two times in a calendar year.

- (3) A labor union may use money, property, labor, or any other thing of monetary value of the labor union for the purposes of soliciting its members, executive or administrative personnel, and the immediate families of those persons for contributions to the labor union's separate segregated fund and for financing the administration of that separate segregated fund. The labor union's employees and the immediate families of those employees to whom the foregoing authority does not extend and stockholders and their immediate families of a corporation in which the labor union represents members working for the corporation may only be solicited in writing, and such solicitations may only take place two times in a calendar year.
- (c) Notwithstanding any provision of law to the contrary, a candidate, political committee, or political party shall not accept a contribution from a corporation or labor union except from the separate segregated fund of that corporation or labor union.
- (d) The provisions of this section shall not apply to a non-profit corporation that:
- (1) is not organized or operating for the principal purpose of conducting a business;
- (2) has no shareholders or other persons affiliated so as to have a claim on its assets or earnings; and
- (3) was not established by a business corporation or a labor union and has a policy not to accept significant contributions from those entities.
- (e) As used in this section, "immediate families" means the spouse and the father, mother, sons, and daughters who live in the same household as a corporation or labor union's stockholder, executive or administrative personnel, member, or employee.

S. 132.

An act relating to sheriffs, deputy sheriffs, and the service of process.

Reported favorably with recommendation of amendment by Senator McAllister for the Committee on Government Operations.

The Committee recommends that the bill be amended in Sec. 3, 13 V.S.A. § 3705 (unlawful trespass), by striking out subsection (e) in its entirety and inserting in lieu thereof the following:

(e) A law enforcement officer shall not be prosecuted under subsection (a) of this section if he or she is authorized to serve civil or criminal process, including citations, summons, subpoenas, warrants, and other court orders, and the scope of his or her entrance onto the land or place of another is no more than necessary to effectuate the service of process.

(Committee vote: 4-0-1)

Reported favorably with recommendation of amendment by Senator Sears for the Committee on Appropriations.

The Committee recommends that the bill be amended by striking out Sec 8 in its entirety

And by renumbering the remaining sections of the bill to be numerically correct.

(Committee vote: 6-0-1)

NOTICE CALENDAR

Second Reading

Favorable with Recommendation of Amendment

S. 155.

An act relating to creating a strategic workforce development needs assessment and strategic plan.

Reported favorably with recommendation of amendment by Senator Doyle for the Committee on Economic Development, Housing and General Affairs.

The Committee recommends that the bill be amended by striking out all after the enacting clause and inserting in lieu thereof the following:

Sec. 1. SHORT TITLE

This bill may be referred to as the Strategic Workforce Enhancement and Employment Program (SWEEP).

Sec. 2. FINDINGS AND PURPOSE

(a) The State of Vermont offers a wide range of workforce training and workforce education programs designed to increase and diversify the skills of and opportunities available to the workers of this State.

- (b) Over the past several years, significant resources have been devoted to enhancing many of the available workforce development opportunities. However, the current state of the economy and the continuing pressures projected for the budget over the next several years require a critical analysis of every state investment to ensure the maximum return on investment of limited resources.
- (c) The General Assembly finds that Vermont's Farm to Plate Initiative can serve as an effective model for the workforce development and education strategic plan. The Initiative has greatly enhanced our collective understanding and the future development of the operation and ongoing needs of Vermont's food system. The Farm to Plate Initiative demonstrates the success of an approach that is:
 - (1) strategic, comprehensive, and systems-based;
 - (2) forward-looking, with a ten-year planning horizon;
 - (3) informed and driven by performance metrics; and
 - (4) built on a foundation of broad stakeholder engagement.
- (d) In adopting this act, it is the goal of the Vermont General Assembly to use the experiences of workforce development training and education providers along with measurable data to ensure that workforce training and workforce development education programs in Vermont are effective, relevant, and responsive to the ongoing needs of Vermont's citizens, employers, and the State's economy.
- (e) To achieve this goal, the General Assembly resolves to create a workforce development needs assessment and strategic plan that is:
- (1) primarily constituent-driven, whereby those who use the services administered by the various workforce development education and training programs shall be consulted in order to define and understand their workforce and training needs;
- (2) secondarily administrator-driven, whereby those who administer the various workforce development education and training programs are responsible for identifying, developing, and implementing the forward-looking, long-term initiatives required to meet Vermont's workforce development needs; and
- (3) modeled after the Farm to Plate Initiative set forth in 10 V.S.A. § 330.
- Sec. 3. 10 V.S.A § 545 is added to read:

§ 545. WORKFORCE DEVELOPMENT NEEDS ASSESSMENT AND STRATEGIC PLAN

- (a) The Commissioner of Labor, in coordination with the Secretary of Commerce and Community Development and the Secretary of Education, and in consultation with the Workforce Development Council and the Secretary of Human Services, shall create a strategic plan for workforce development in Vermont that shall:
- (1) identify the components of Vermont's labor market and workforce trends based upon existing data, studies, and analysis;
 - (2) identify current and future workforce skill requirements; and
- (3) identify and determine the effectiveness of existing state workforce development and training resources, including those programs established under this chapter, chapters 22 and 22A of this title, and 16 V.S.A. chapters 37 and 39, and recommend ways to enhance operational efficiencies.
- (b) The strategic plan shall identify gaps between the public, nonprofit, and private workforce development programs and Vermont's workforce development needs and propose measures to bridge these gaps.

(c) The Commissioner of Labor shall:

- (1) consider the Farm to Plate Initiative, as set forth in section 330 of this title, as a model for the design and implementation of the needs assessment and strategic plan and consult with the Vermont Sustainable Jobs Fund in these efforts;
- (2) use the information gathered from the needs assessment and the strategic plan on an ongoing basis to identify methods and funding necessary to strengthen the link among the Vermont workforce and public, nonprofit, and private workforce development programs;
- (3) coordinate with the State Auditor of Accounts to develop measurable benchmarks to assess the performance of the State's workforce development programs; and
- (4) on or before January 15 of each year, submit to the House Committee on Commerce and Economic Development, the Senate Committee on Economic Development, Housing and General Affairs, and the House and Senate Committees on Education a report on the workforce development strategic plan and the performance of the State's workforce development programs.

(d) The Commissioner of Labor may seek and accept funds from private and public entities and utilize technical assistance, loans, grants, and other means as available for the purposes of this section.

Sec. 4. APPROPRIATIONS; TRANSFERS

Of the amounts appropriated to the Department of Labor from the Workforce Education and Training Fund in fiscal year 2014, the amount of \$150,000.00 shall be used to fund the design and implementation of the workforce development needs assessment and strategic plan pursuant to 10 V.S.A. § 545.

Sec. 5. AUTHORIZATION OF LIMITED SERVICE POSITION

- (a) Of the funds transferred pursuant to Sec. 3 of this act, the Commissioner of Labor is authorized to expend:
- (1) up to \$100,000.00 for salary and benefits for one limited service position to design and implement the workforce development needs assessment and strategic plan pursuant to 10 V.S.A. § 545; and
- (2) up to \$50,000.00 for expenses incurred for travel, consulting, reporting, meeting, and other activities arising from the design and implementation of the workforce development needs assessment and strategic plan pursuant to 10 V.S.A. § 545.
- (b) Unless additional funding is authorized by the General Assembly in subsequent years, funding for the limited service position created in this section shall be for one year.

Sec. 6. EFFECTIVE DATE

This act shall take effect on July 1, 2013.

(Committee vote: 5-0-0)

CONFIRMATIONS

The following appointments will be considered by the Senate, as a group, under suspension of the Rules, as moved by the President *pro tempore*, for confirmation together and without debate, by consent thereby given by the Senate. However, upon request of any senator, any appointment may be singled out and acted upon separately by the Senate, with consideration given to the report of the Committee to which the appointment was referred, and with full debate; and further, all appointments for the positions of Secretaries of Agencies, Commissioners of Departments, Judges, Magistrates, and members of the Public Service Board shall be fully and separately acted upon.

Heidi Pelletier of Montpelier – Member of Vermont State Colleges Board of Trustees – By Sen. Doyle for the Committee on Education. (3/13/13)

M. Jerome Diamond of Montpelier – Member of Vermont State Colleges Board of Trustees – By Sen. Doyle for the Committee on Education. (3/13/13)

Harlan Sylvester of Burlington – Chair of the Vermont Racing Commission – By Sen. Mullin for the Committee on Economic Development, Housing and General Affairs. (3/14/13)

Cheryl DeVos of North Ferrisburgh – Member of the Vermont Housing and Conservation Board – By Sen. Collins for the Committee on Economic Development, Housing and General Affairs. (3/19/13)

Megan Smith of Mendon – Commissioner, Tourism and Marketing - By Sen. Mullin for the Committee on Economic Development, Housing and General Affairs. (3/19/13)

<u>Lawrence Miller</u> of Montpelier – Secretary, Agency of Commerce and Community Development – By Sen. Doyle for the Committee on Economic Development, Housing and General Affairs. (3/19/13)

<u>Chris Recchia</u> of Randolph – Commissioner of Department of Public Service - By Sen. MacDonald for the Committee on Finance. (3/22/13)

<u>David Mears</u> of Montpelier – Commissioner, Vermont Department of Environmental Conservation – By Sen. Snelling for the Committee on Natural Resources and Energy. (3/27/13)

<u>Michael Snyder</u> of Stowe – Commissioner, Department of Forest, Parks and Recreation - By Sen. Galbraith for the Committee on Natural Resources and Energy. (3/27/13)

<u>Patrick Berry</u> of Middlebury – Commissioner, Fish and Wildlife – By Sen. Hartwell for the Committee on Natural Resources and Energy. (3/27/13)

Carolyn Dwyer of Montpelier – Member, University of Vermont Board of Trustees – By Sen. Baruth for the Committee on Education. (3/27/13)

Margaret D. MacLean of Peacham – Member of the State Board of Education - By Sen. McCormack for the Committee on Education. (3/27/13)

Jim Gish of Middlebury – Member of the Board of Libraries – By Sen. McCormack for the Committee on Education. (3/27/13)

<u>Matthew Valerio</u> of Proctor – Defender General – By Sen. Benning for the Committee on Judiciary. (3/28/13)

PUBLIC HEARINGS

Thursday, April 18, 2013 - Room 11 - 6:00 - 8:00 P.M. Re: H. 208 Earned Sick Days - House Committee on General, Housing and Military Affairs.

NOTICE OF JOINT ASSEMBLY

Wednesday, March 27, 2013 - 9:00 A.M. – House Chamber - Retention of seven Superior Judges and one Magistrate.

JFO NOTICE

INFORMATION NOTICE

The following items were recently received by the Joint Fiscal Committee:

JFO #2614 – \$2,167,747 grant from the U.S. Department of Health and Human Service to the Department of Vermont Health Access. These funds will be used to design and implement an In-Person Assistance program to help individuals, families, employees, and small businesses use the health benefits exchange as required by the federal Affordable Care Act. Five (5) limited service positions are associated with this request. Expedited review has been requested. Joint Fiscal Committee members will be contacted by March 27th with a request to waive the balance of the review period and accept this grant.

JFO #2615 – \$68,000 grant from the Lintilhac Foundation to the Vermont Department of Forests, Parks and Recreation (FPR). These funds will be used to accelerate structural changes (within the Department) intended to centralize the responsibility for statewide recreation management in the new Division of Parks and Recreation. One (1) limited service position is associated with this request.

FOR INFORMATION ONLY CROSSOVER DEADLINES

- (1) The date for standing committees to report Senate bills out of committee was March 15, 2013.
- (2) Senate bills referred pursuant to Senate Rule 31, must be reported out of the Committees on Appropriations and Finance on or before March 22, 2013.
- (3) These deadlines may be waived for any bill or committee **only** by consent given by the Committee on Rules.