House Joint Resolution 40

Sponsored by Representative GARRETT, Senator MORSE, Representative HARKER; Representatives BAILEY, BARKER, BARNHART, BEYER, BOONE, BREWER, BUCKLEY, CLEM, COWAN, DOHERTY, GELSER, GREENLICK, HOLVEY, HOYLE, HUNT, JENSON, MATTHEWS, NATHANSON, READ, SCHAUFLER, J SMITH, TOMEI, WITT, Senator BONAMICI

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced.**

Proposes amendment to Oregon Constitution to require that initiative petition proposing law or constitutional amendment with fiscal impact also provide new tax or fee or increase in rate of existing tax or fee to cover immediate and future costs of law or amendment.

Refers proposed amendment to people for their approval or rejection at next regular general election.

JOINT RESOLUTION

Be It Resolved by the Legislative Assembly of the State of Oregon:

- **PARAGRAPH 1.** The Constitution of the State of Oregon is amended by creating a new section 1c to be added to and made a part of Article IV, and by amending section 1, Article IV, such sections to read:
- **Sec. 1.** (1) The legislative power of the state, except for the initiative and referendum powers reserved to the people, is vested in a Legislative Assembly, consisting of a Senate and a House of Representatives.
- (2)(a) The people reserve to themselves the initiative power, which is to propose laws and amendments to the Constitution and enact or reject them at an election independently of the Legislative Assembly.
- (b) An initiative law may be proposed only by a petition signed by a number of qualified voters equal to six percent of the total number of votes cast for all candidates for Governor at the election at which a Governor was elected for a term of four years next preceding the filing of the petition.
- (c) An initiative amendment to the Constitution may be proposed only by a petition signed by a number of qualified voters equal to eight percent of the total number of votes cast for all candidates for Governor at the election at which a Governor was elected for a term of four years next preceding the filing of the petition.
- (d) An initiative petition shall include the full text of the proposed law or amendment to the Constitution. A proposed law or amendment to the Constitution shall embrace one subject only and matters properly connected therewith.
- (e)(A) An initiative law or amendment to the Constitution that requires the appropriation or expenditure of public moneys shall include as part of the proposed law or amendment to the Constitution a new tax or fee, or an increase in the rate of an existing tax or fee, sufficient to cover the immediate and future costs of the law or amendment to the Constitution, if enacted.
- (B) If an initiative law or amendment to the Constitution that includes a new or increased tax or fee is enacted and the new or increased tax or fee is insufficient to cover the

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costs of the law or amendment to the Constitution for each fiscal year, the Legislative Assembly may reduce the appropriation or expenditure of public moneys for implementation of the law or amendment to the Constitution to the amount of funding supplied by the new or increased tax or fee. Notwithstanding section 1, Article XVII of this Constitution, if an initiative amendment to the Constitution specifies the rate of a new tax or fee or adjusts the rate of an existing tax or fee, the Legislative Assembly may adjust the rate of the tax or fee by law in accordance with the provisions of this Constitution.

- (C) For purposes of paragraph (d) of this subsection, the new or increased tax or fee is considered a matter properly connected with the subject of the proposed law or amendment to the Constitution.
- (D) For purposes of section 1, Article XVII of this Constitution, the new or increased tax or fee included as part of a proposed amendment to the Constitution is not considered a separate amendment to the Constitution.
- [(e)] (f) An initiative petition shall be filed not less than four months before the election at which the proposed law or amendment to the Constitution is to be voted upon.
- (3)(a) The people reserve to themselves the referendum power, which is to approve or reject at an election any Act, or part thereof, of the Legislative Assembly that does not become effective earlier than 90 days after the end of the session at which the Act is passed.
- (b) A referendum on an Act or part thereof may be ordered by a petition signed by a number of qualified voters equal to four percent of the total number of votes cast for all candidates for Governor at the election at which a Governor was elected for a term of four years next preceding the filing of the petition. A referendum petition shall be filed not more than 90 days after the end of the session at which the Act is passed.
- (c) A referendum on an Act may be ordered by the Legislative Assembly by law. Notwithstanding section 15b, Article V of this Constitution, bills ordering a referendum and bills on which a referendum is ordered are not subject to veto by the Governor.
- (4)(a) Petitions or orders for the initiative or referendum shall be filed with the Secretary of State. The Legislative Assembly shall provide by law for the manner in which the Secretary of State shall determine whether a petition contains the required number of signatures of qualified voters. The Secretary of State shall complete the verification process within the 30-day period after the last day on which the petition may be filed as provided in paragraph [(e)] (f) of subsection (2) of this section or paragraph (b) of subsection (3) of this section.
- (b) Initiative and referendum measures shall be submitted to the people as provided in this section and by law not inconsistent therewith.
- (c) All elections on initiative and referendum measures shall be held at the regular general elections, unless otherwise ordered by the Legislative Assembly.
- (d) Notwithstanding section 1, Article XVII of this Constitution, an initiative or referendum measure becomes effective 30 days after the day on which it is enacted or approved by a majority of the votes cast thereon. A referendum ordered by petition on a part of an Act does not delay the remainder of the Act from becoming effective.
- (5) The initiative and referendum powers reserved to the people by subsections (2) and (3) of this section are further reserved to the qualified voters of each municipality and district as to all local, special and municipal legislation of every character in or for their municipality or district. The manner of exercising those powers shall be provided by general laws, but cities may provide the manner of exercising those powers as to their municipal legislation. In a city, not more than 15

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percent of	f the qualified	voters m	ay be red	quired to	propose	legislatio	n by the in	itiative,	and not	more
than 10 p	ercent of the	qualified	voters m	ay be re	quired to	order a	referendum	on legi	slation.	

SECTION 1c. (1) The amendment to section 1 of this Article by House Joint Resolution 40 (2011) applies to any initiative petition proposing an amendment to this Constitution, or any initiative petition proposing a law, for which a prospective petition is filed with the Secretary of State on or after the effective date of the amendment to section 1 of this Article by House Joint Resolution 40 (2011).

(2) This section is repealed on January 2, 2015.

<u>PARAGRAPH 2.</u> The amendment proposed by this resolution shall be submitted to the people for their approval or rejection at the next regular general election held throughout this state.