PROPOSITION 89
Political Campaigns. Public Financing.
Corporate Tax Increase. Campaign Contribution and
Expenditure Limits. Initiative Statute.
Proponent: Deborah Burger

Date: July 20, 2006

BALLOT LABEL

POLITICAL CAMPAIGNS. PUBLIC FINANCING. CORPORATE TAX INCREASE. CAMPAIGN CONTRIBUTION AND EXPENDITURE LIMITS. INITIATIVE STATUTE.

Provides that eligible candidates for state elective office may receive public campaign funding. Increases tax on corporations and financial institutions by 0.2 percent to fund program. Imposes new campaign contribution/expenditure limits. Fiscal Impact: Increased revenues (primarily from increased taxes on corporations and financial institutions) totaling more than $200 million annually to pay for the public financing of political campaigns.

SUBJECT TO COURT ORDERED CHANGES

PROPOSITION 89
Political Campaigns. Public Financing.
Corporate Tax Increase. Campaign Contribution and
Expenditure Limits. Initiative Statute.
Proponent: Deborah Burger

Date: July 20, 2006

BALLOT TITLE AND SUMMARY

POLITICAL CAMPAIGNS. PUBLIC FINANCING. CORPORATE TAX INCREASE. CAMPAIGN CONTRIBUTION AND EXPENDITURE LIMITS. INITIATIVE STATUTE.

- Provides that candidates for state elective office meeting certain eligibility requirements, including collection of a specified number of $5.00 contributions from voters, may voluntarily receive public campaign funding from Fair Political Practices Commission, in amounts varying by elective office and election type.

- Increases income tax rate on corporations and financial institutions by 0.2 percent to fund program.

- Imposes new limits on campaign contributions to state-office candidates and campaign committees, and new restrictions on contributions by lobbyists, state contractors.

- Limits certain contributions and expenditures by corporations.

Summary of Estimate by Legislative Analyst's Estimate of Net State and Local Government Fiscal Impact:

- Increased revenues (primarily from increased taxes on corporations and financial institutions) totaling more than $200 million annually. The funds would be spent on the public financing of political campaigns for state elected officials.

SUBJECT TO COURT ORDERED CHANGES