

INSTRUCTIONS TO THE VOTER:
To vote on a ballot question FILL IN the oval ) next to "yes" or "no".
DO NOT cast more votes than are allowed in each race.

## Constitutional Amendment

The following amendment to the State Constitution is submitted to the voters by petition. This amendment will not become effective unless approved by majority vote.

Title: An initiated amendment Ament W Fitle: An initiated amendment to the South Dakota Constitution changing campaign finance and lobbying creating a government accountability yoard, and changing certain initiative and referendum provisions
Attorney Gener Explanation: This constitutionamendment lowers campaign contributionmounts to candidates and political parties. It prohibis contriburions to candidates or political parties - abor unions and corporations. Candidates and elected officials are prohibite from using campaign contributions for persont use.

The amendment expands the scope of activities requiring people to register as lobbyists, and places additional restrictions on lobbyists

The amendment replaces the government accountability board recently created by the Legislature. The new board is granted broad power, including the power to investigate, adopt rules, issue advisory opinions, and conduct audits. It may impose sanctions, including fines, on any elected or appointed official, judge, or State or local government employee. The amendment annually appropriates State funds to be solely administered by the board.
$\Rightarrow$ ne amendment limits the number of votes necessary for approval of any initiative or referendumto a simple majority. It requires the Legisjature te make specific faetrafondings when enacting laws that are not subject to Teferlef. If the Legislature wants to ehange the initiative or
referendum Hocess, or a law passed by initiative, it mustsubnat the change to the voters.

This multiple-section amentoment makes other additions to the Constitution. It will likely be challenged on constional grounds.
Prison/Jail Population Cost Estimate
Statement: This initiated measure to amend the South Dakota Constitution establishes five misdemeanor penalties and three felony penalties, to be punished as provided by law. If passed, the Legislature would be required to set the class levels for each of the penalties created. However, it is the opinion of the Legislative Research Council that the penalties in this initiated amendment are administrative penalties. The nature of these laws encourages regular compliance with the provisions to which they adhere. Hence, the impact on jail and prison populations is likely negligible.
Fiscal Note: The amendment annually appropriates $\$ 389,000$, indexed to inflation in state funds to a government
æecountability board. Additionally, the state
wove to pay one-time costs if the amendrment is challeaged on constitutional grounds. Based on preytous court cases hamdled by the state, a medtan case costs appreximately $\$ 78,322$


\section*{| November 6, 2018 |
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| INSTRUGTIGNETOTHE VOTER: |}

To vote on a ballot c festion $\angle L L$ in the ova (B) nesive "yes oi no".

OO rex ast more votes than - allowed in each reges.

## Constitutionalanendments -

The following amendments to the State Constitution are submitted to the voters by the Legislature. The amendmentswifllint become effective unless approved by majority vote.

## Constitutional Amendment $X$

Title: An amendment to the South Dakota Constitution increasing the number of votes needed to approve a constitutional amendment.
Attorney General Explanation: The South Dakota Constitution may only be amended by a vote of the people. Currently, the Constitution provides that a proposed amendment must receive a majority of the votes cast in order to be approved.

Constitutional Amendment $X$ changes the Constitution, increasing the number of votes needed to approve an amendment from a majority to $56 \%$ of the votes cast on the amendment.


Constitutionalamentments_ Title: An amendment to the Scuih Dakota Constitution establishing thay a proposed constitutional amendment mayemorace only one subject, and requiring propqised amendments to be presented and voted n separately.
Attorney General Explanation: By law, any proposed amendment to the South Dakota Constitution must first be submitted to and approved by a vote of the people.

Constitutional Amendment Z changes the Constitution to add the requirement that a proposed amendment may not embrace more than one subject. In addition, multiple amendments proposed at the same election must be individually presented and voted on separately.

## O Yes Vote "Yes" to adopt the <br> O No Vote "No" to leave the



Lyman County

## Initiated Measures

The following initiated measures were proposed by petition for submission to the voters. These initiated measures will not become effective unless approved by majority vote.

## Initiated Measure 24

Iitle: An initiated measure prohibiting contributions to ballot question committees y nonsesidents, out-of-state political committeen and entities that are not filed with the Secretary of State.
Attorneyn ninet Explanation: This measare prohibits con ributions to statewide ballot quenton committees by non-residents, bv witicategmpittees organized dowide South Dakotal and by any entity that is not filed as 2 entity with the Secretary of State forthe four years prior to making a contribtatom. It reguires 2 the Secretary of State to impose a civil penalty on any ballot question com riltee that accepts a prohibiteccontri dition. The civil penalty is double the amunt of the contribution. The measure requires the Secretary of State to investigate alleged contribution violations prohibited by this measure.

Currently, there are state laws regulating other kinds of election-related contributions, disclaimers, and disclosures. Violations of these laws are classified as misdemeanors and are subject to criminal penalties. The measure allows a court to impose a civil penalty (up to $\$ 5,000$ per violation) in addition to the criminal penalty. Under the measure, the Secretary of State must investigate alleged violations of these paticular election-related laws.
All oivil penalties collected under this measurewithe placed in the State general fund
The noweritg tikely to be challenged onemistitutional grounds.
Fiscal Note; The gy - likely fiscal impact related to this in wited Measyre will be if the measure ts challenged on 0 nstitutional grounds. Based on previo 1 oourt cases handled by the state, a redian case cosis
handled by the state, a nedian case cosis General Fund: $\$ 4,942,542$ approximately $\$ 78,322$.

## Initiated Measure 25

Title: An initiated measure increasing the State tobacco tax and creating a postsecondary technical institute fund for the purposes of lowering student tuition and providing financial support to the State postsecondary technical institutes. Attorney General Explanation: This measure increases the State tax on tobacco products sold in the state. The tax on packs containing 20 cigarettes would increase $\$ 1.00$ per pack, and 25-cigarette packs would increase $\$ 1.25$ per pack. Tax on other types of tobacco products such as cigars, roll-your-own, and chewing tobacco would change from the current rate ( $35 \%$ of the wholesale price) and be increased to $55 \%$ of the wholesale price.

The measure also creates a postsecondary technical institute tuition reduction and workforce training fund that will be administered by the State Board of Fechnical Education, which oversees the State rostsecondary technical institutes. Curten y there are for Lake Area Fechni eal Institute, Mitcr ell Technical Wentern Southeast 7 -chnnical Institute, and Western Deakotazechnical Institute. The fund'spurpges include lowering tuition and providhg rinancial support for these technical inistutes

Under current law, iss first \$30 rivion of tobacco tax revenue collectec ammails is deposited into the State general funt, and the next $\$ 5$ million is depositendinto the existing tobacco prevention and reduction trust fund. This measure would require the next $\$ 20$ million to be deposited into the technical institute fund created by this measure.
Fiscal Note: Based on previous cigarette tax increases, a $65.4 \%$ increase in price should produce a smoking reduction of $16.4 \%$. Based on the previous tobacco tax increase, a $57.1 \%$ tax increase is unlikely to affect demand.
The resulting revenue increases would be as follows:

Tobacco Trust: \$0
Technical Institutes: $\$ 20,000,000$
T2tal: $\$ 24,942,542$

| Y Yes | $\begin{array}{l}\text { Vote "Yes" to adost the initradad } \\ \text { measure. }\end{array}$ |
| :--- | :--- |
| O No | $\begin{array}{l}\text { Vote "No" to leave South Dakota } \\ \text { law as it is. }\end{array}$ |

