A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF HAWAII:

- 1 SECTION 1. Chapter 11, Hawaii Revised Statutes, is amended
- 2 by adding a new section to subpart B of part XII to be
- 3 appropriately designated and to read as follows:
- 4 "§11-A Failure to file reports; substantially defective
- 5 reports. (a) When any candidate, committee, or party has
- 6 failed to file a report required by this subpart or has filed a
- 7 substantially defective or deficient report, the commission
- 8 shall notify these persons by first class mail that their
- 9 failure to file or filing of a substantially defective or
- 10 deficient report must be corrected and explained. The
- 11 correction and explanation shall be submitted in writing to the
- commission not later than 4:30 p.m. on the tenth day after
- 13 notification of the failure to file or the deficiency has been
- 14 mailed to these persons.
- (b) The commission shall publish in the newspaper, and on
- 16 its website, the names of all candidates, committees, and
- 17 parties who have failed to file a report or to correct their
- 18 deficiency within the time allowed by the commission.



1 Failure to file or correct a report when due, as (c) required by this subpart, shall result in a penalty of \$50. 2 Failure to respond after a newspaper notification or 3 website publication shall result in an additional penalty of \$50 4 5 for each day a report remains overdue or uncorrected. All penalties collected under this section shall be 6 7 deposited in the Hawaii election campaign fund." SECTION 2. Chapter 11, Hawaii Revised Statutes, is amended 8 9 by adding a new section to be appropriately designated and to read as follows: 10 11 "§11-B Contributions and expenditures by persons other than individuals. Persons other than an individual using the 12 13 individual's own funds, including corporations, limited 14 liability companies, partnerships, associations, or organizations, shall make all contributions and expenditures of 15 more than \$1000 in the aggregate in a two-year election period 16 17 for: Candidates; 18 (1)19 Candidate's committees; (2) Noncandidate committees other than its own; and 20 (3) 21 (4)Parties;

- 1 through a noncandidate committee only. Each person, other than
- 2 an individual, including a corporation, limited liability
- 3 company, partnership, association, or organization, may transfer
- 4 an unlimited amount of money from its own funds to its
- 5 respective noncandidate committee in an election period, and
- 6 each noncandidate committee shall be limited to making
- 7 contributions and expenditures only in the same aggregate
- 8 amounts specified in this part as individuals may contribute or
- 9 expend. Each person, other than an individual using the
- 10 individual's own funds, shall register with the commission as a
- 11 noncandidate committee pursuant to section 11-194."
- 12 SECTION 3. Section 11-191, Hawaii Revised Statutes, is
- 13 amended as follows:
- 14 1. By adding a new definition of "limited liability
- 15 company" to read:
- "Limited liability company" means a business entity that is
- 17 recognized as a limited liability company under the laws of the
- 18 state in which it is established.
- 19 2. By amending the definitions of "matching payment
- 20 period", "person", and "qualifying campaign contribution" to
- **21** read:
- ""Matching payment period" means:

1	(1)	For a primary election, from January 1 of the year of
2		a general election through the day of the primary
3		election[, or nine months prior to a special election
4		through the day of a special election]; and
5	(2)	For a general election, from January 1 of the year of
6		a general election through the day of the general
7		election.
8	"Pei	rson" means an individual, partnership, committee,
9	associati	ion, corporation, limited liability company, or labor
10	union and	d its auxiliary committees.
11	"Qua	lifying campaign contribution" means an aggregate
12	monetary	contribution of \$100 or less, by [any person] <u>an</u>
13	individua	l resident of Hawaii during any matching payment
14	period.	Qualifying contributions do not include loans or
15	in-kind c	ontributions."
16	SECT	ION 4. Section 11-193, Hawaii Revised Statutes, is
17	amended b	y amending subsection (a) to read as follows:
18	"(a)	The duties of the commission under this subpart are:
19	(1)	To develop and adopt reporting forms required by this
20		subpart;
21	(2)	To adopt and publish a manual for all candidates and
22		committees, describing the requirements of this

1		subpart, including uniform and simple methods of
2		recordkeeping;
3	(3)	To preserve all reports required by this subpart for
4		at least ten years from the date of receipt;
5	(4)	To permit the inspection, copying, or duplicating of
6		any report required by this subpart pursuant to rules
7		adopted by the commission; provided that no
8		information or copies from the reports shall be sold
9		or used by any person for the purpose of soliciting
10		contributions or for any commercial purpose;
11	(5)	To ascertain whether any candidate, committee, or
12		party has failed to file a report required by this
13		subpart or has filed a substantially defective or
14		deficient report[, and to notify these persons by
15		first class mail that their failure to file or filing
16		of a substantially defective or deficient report must
17		be corrected and explained. The correction or
18		explanation shall be submitted in writing to the
19		commission not later than 4:30 p.m. on the fifth day
20		after notification of the failure to file or
21		deficiency has been mailed to these persons. The
22		commission shall publish in the newspaper, and on its

1		website, the names of all candidates, committees, and
2		parties who have failed to file a report or to correct
3		their deficiency within the time allowed by the
4		commission. Failure to file or correct a report when
5		due, as required by this subpart, shall result in a
6		penalty of \$50. Failure to respond after a newspaper
7		notification or website publication shall result in an
8		additional penalty of \$50 for each day a report
9		remains overdue or uncorrected. All penalties
10		collected under this section shall be deposited in the
11		Hawaii election campaign fund];
12	(6)	To hold public hearings;
13	(7)	To investigate and hold hearings for receiving
14		evidence of any violations;
15	(8)	To adopt a code of fair campaign practices as a part
16		of its rules;
17	(9)	To establish rules pursuant to chapter 91;
18	(10)	To request the initiation of prosecution for the
19		violation of this subpart pursuant to section 11-229;
20	(11)	To administer and monitor the distribution of public
21		funds under this subpart;

1	(12)	To suggest accounting methods for candidates, parties,
2		and committees, as the commission may deem advisable,
3		in connection with reports and records required by
4		this subpart;
5	(13)	To employ or contract, without regard to chapters 76
6		and 89 and section 28-8.3, and, at pleasure, to
7		dismiss persons it finds necessary for the performance
8		of its functions, including a full-time executive
9		director, and to fix their compensation;
10	(14)	To do random audits, field investigations, as
11		necessary;
12	(15)	To file for injunctive relief when indicated; and
13	(16)	To render advisory opinions upon the request of any
14		candidate, candidate committee, noncandidate
15		committee, or other person or entity subject to this
16		chapter, as to whether the facts and circumstances of
17		a particular case constitute or will constitute a
18		violation of the campaign spending laws. If no
19		advisory opinion is rendered within ninety days after
20		all information necessary to issue an opinion has been
21		obtained, it shall be deemed that an advisory opinion
22		was rendered and that the facts and circumstances of

1	that particular case do not constitute a violation of
2	the campaign spending laws. The opinion rendered or
3	deemed rendered, until amended or revoked, shall be
4	binding on the commission in any subsequent charges
5	concerning the candidate, candidate committee,
6	noncandidate committee, or other person or entity
7	subject to this chapter, who sought the opinion and
8	acted in reliance on it in good faith, unless material
9	facts were omitted or misstated by the persons in the
10	request for an advisory opinion."
11	SECTION 5. Section 11-194, Hawaii Revised Statutes, is
12	amended by amending subsection (c) to read as follows:
13	"(c) Each candidate [who files nomination papers for
14	office with the chief election officer or county elerk] shall
15	file an organizational report within ten days of:
16	(1) Filing the nomination papers for office; or
17	(2) The date the candidate or candidate's committee
18	receives contributions or makes expenditures that amount to more
19	than \$100 in the aggregate during the applicable election
20	period[-], whichever occurs first."
21	SECTION 6. Section 11-204, Hawaii Revised Statutes, is
22	amended to read as follows:

1	"§11-20 4	Campaign contributions; limits as to persons.
2	(a)(1) No pe	rson or any other entity, including a noncandidate
3	committee, sh	all make contributions to:
4	(A)	A candidate seeking nomination or election to a
5		two-year office or to the candidate's committee
6		in an aggregate amount greater than \$2,000 during
7		an election period;
8	(B)	A candidate seeking nomination or election to a
9		four-year statewide office or to the candidate's
10		committee in an aggregate amount greater than
11		\$6,000 during an election period; [and]
12	(C)	A candidate seeking nomination or election to a
13		four-year nonstatewide office or to the
14		candidate's committee in an aggregate amount
15		greater than \$4,000 during an election period.
16	The	se limits shall not apply to a loan made to a
17	can	didate by a financial institution in the ordinary
18	cou	rse of business;
19	(2) For	purposes of this section, the length of term of an
20	off	ice shall be the usual length of term of the office
21	as	unaffected by reapportionment, a special election
22	to	fill a vacancy, or any other factor causing the

1	term of the office the candidate is seeking to be less
2	than the usual length of term of that office

- 3 (b) [No] Except for contributions by a person other than
- 4 an individual to its respective noncandidate committee in
- 5 accordance with section 11-B, no person or any other entity
- 6 shall make contributions to a noncandidate committee, in an
- 7 aggregate amount greater than [\$1,000] \$2,000 in an election [-]
- 8 period.
- 9 (c) A candidate's immediate family, in making
- 10 contributions to the candidate's campaign, shall be exempt from
- 11 the above limitation, but shall be limited in the aggregate to
- 12 \$50,000 in any election period. The aggregate amount of \$50,000
- 13 shall include any loans made for campaign purposes to the
- 14 candidate from the candidate's immediate family.
- 15 (d) A contribution by a dependent minor shall be reported
- 16 in the name of the minor but shall be counted against the
- 17 contribution of the minor's parent or guardian.
- 18 (e) Any candidate, candidate's committee, or committee
- 19 that receives in the aggregate more than the applicable limits
- 20 set forth in this section in any primary, initial special,
- 21 special, or general election from a person, shall be required to
- 22 return any excess contribution to the original donor within

- 1 thirty days of receipt of the excess contribution. Any excess
- 2 contribution not returned to the original donor within thirty
- 3 days shall escheat to the Hawaii election campaign fund. A
- 4 candidate, candidate's committee, or committee who complies with
- 5 this subsection prior to the initiation of prosecution shall not
- 6 be subject to any penalty under section 11-228.
- 7 (f) All payments made by a person or political party whose
- 8 contributions or expenditure activity is financed, maintained,
- 9 or controlled by any corporation, labor organization,
- 10 association, political party, or any other person or committee,
- 11 including any parent, subsidiary, branch, division, department,
- 12 or local unit of the corporation, labor organization,
- 13 association, political party, political committees established
- 14 and maintained by a national political party, or any other
- 15 person, or by any group of those persons shall be considered to
- 16 be made by a single person or political party.
- 17 (g) [An individual and any general partnership in which
- 18 the individual is a partner shall be treated as one person.
- 19 Except for contributions to a partnership's own noncandidate
- 20 committee in accordance with section 11-B, a contribution by a
- 21 partnership shall not exceed the limitations in this section and
- 22 shall be attributed to the partnership and to each partner in

- 1 direct proportion to the partner's share of the partnership
- 2 profits, according to instructions that shall be provided by the
- 3 partnership to the party, candidate or committee receiving the
- 4 contribution.
- 5 (h) No committee that supports or opposes a candidate for
- 6 public office shall have as officers individuals who serve as
- 7 officers on any other committee [which] that supports or opposes
- 8 the same candidate. No [such] committee shall act in concert
- 9 with, or solicit or make contributions on behalf of, any other
- 10 committee.
- 11 (i) No contributions or expenditures shall be made to or
- 12 on behalf of a candidate or committee by a foreign national or
- 13 foreign corporation, including a domestic subsidiary of a
- 14 foreign corporation, a domestic corporation that is owned by a
- 15 foreign national, or a local subsidiary where administrative
- 16 control is retained by the foreign corporation, and in the same
- 17 manner prohibited under 2 United States Code section 441e and 11
- 18 Code of Federal Regulations 110.20, as amended. No
- 19 foreign-owned domestic corporation shall make contributions
- 20 where:
- 21 (1) Foreign national individuals participate in
- 22 election-related activities such as decisions

1		concerning the making of contributions of the
2		administration of a political committee; or
3	(2)	The contribution funds are not domestically-derived.
4	(j)	No person or any other entity other than political
5	committees	s established and maintained by a national political
6	party shal	ll make contributions to a political party in an
7	aggregate	amount greater than \$25,000 in any two-year election
8	period. N	No political committee established and maintained by a
9	national p	political party, shall make contributions to a
10	political	party in an aggregate amount greater than \$50,000 in
11	any two-ye	ear election period.
12	(k)	The contribution limits under this section shall apply
13	for the of	Efice sought by the candidate. This section shall not
14	apply to k	oallot issue committees.
15	(1)	A contribution made by two or more corporations shall
16	be treated	d as made by one person when the corporations:
17	(1)	Share the majority of members of their boards of
18		directors;
19	(2)	Share two or more corporate officers;
20	<u>(3)</u>	Are owned or controlled by the same majority
21		shareholder or shareholders; or
22	(4)	Are in a parent-subsidiary relationship.

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1	(m) A contribution by a limited liability company shall be
2	treated as follows:
3	(1) A contribution by a limited liability company that is
4	treated as a partnership by the Internal Revenue Service shall
	be considered a contribution from a partnership.

- 6 (2) A contribution by a limited liability company that is
- 7 <u>treated as a corporation by the Internal Revenue Service shall</u>
- 8 be considered a contribution from a corporation.
- 9 (3) A contribution by a limited liability company with a
 10 single individual member that is not treated as a corporation by
 11 the Internal Revenue Service shall be attributed only to that
- (4) A limited liability company that makes a contribution

 14 shall, at the time the limited liability company makes the

 15 contribution, provide information to the party, committee, or

 16 candidate receiving the contribution specifying how the
- 17 contribution is to be attributed."
- 18 SECTION 7. Section 11-204.5, Hawaii Revised Statutes, is 19 amended to read as follows:
- 20 "[+]§11-204.5[+] Limit on contributions from nonresident
 21 individuals and persons. [Contributions] Total contributions
- 22 from any [individual or any person] and all persons as defined

single individual member.

- 1 in section 11-191, except for a member of the candidate's
- 2 immediate family, who is not a resident of the State at the time
- 3 the contributions are made, including a noncandidate committee
- 4 organized under the laws of another state and whose participants
- 5 are not residents of the State, shall not exceed twenty per cent
- 6 of the total contributions received by a candidate or
- 7 candidate's committee for each reporting period."
- 8 SECTION 8. Section 11-205.5, Hawaii Revised Statutes, is
- 9 amended by amending subsection (a) to read as follows:
- 10 "(a) It shall be unlawful for the person who enters into
- 11 any contract with the State, any of its counties, or any
- 12 department or agency thereof either for the rendition of
- 13 personal services, the buying of property, or furnishing any
- 14 material, supplies, or equipment to the State, any of its
- 15 counties, department or agency thereof, or for selling any land
- 16 or building to the State, any of its counties, or any department
- 17 or agency thereof, if payment for the performance of the
- 18 contract or payment for material, supplies, equipment, land,
- 19 property, or building is to be made in whole or in part from
- 20 funds appropriated by the legislative body, at any time between
- 21 the execution of the contract through the completion of the
- 22 contract, to[+

1	-(±)-	Directly or indirectly make any contribution
2		or to promise expressly or impliedly to make any
3		contribution to any political party, committee, or
4		candidate or to any person for any political purpose
5		or use[; or
6	(2)	Knowingly solicit any contribution from any person for
7	any purpos	se during any period]."
8	SECT	ION 9. Section 11-207.5, Hawaii Revised Statutes, is
9	amended by	y amending subsection (a) to read as follows:
10	"(a)	Each candidate, candidate's committee, or committee,
11	that with	in the period of [fifteen] <u>fourteen</u> calendar days
12	through fo	our calendar days prior to a primary, special primary,
13	general, d	or special general election, makes contributions
14	aggregatin	ng more than \$500, or receives contributions from any
15	person or	entity aggregating more than \$500, shall file a report
16	with the d	commission or appropriate county clerk's office on
17	forms prov	vided by the commission, no later than $4:30$ p.m., three
18	calendar (days prior to the election."
19	SECT	ION 10. Section 11-209, Hawaii Revised Statutes, is
20	amended by	y amending subsection (a) to read as follows:
21	"(a)	From January 1 of the year of any primary, special,
22	or general	l election, the total expenditures for each election

- 1 for candidates who voluntarily agree to limit their campaign
- 2 expenditures, inclusive of all expenditures made or authorized
- 3 by the candidate alone and all campaign treasurers and
- 4 committees in the candidate's behalf, shall not exceed the
- 5 following amounts expressed respectively multiplied by the
- 6 number of voters in the last preceding general election
- 7 registered to vote in each respective voting district:
- **8** (1) For the office of governor--\$2.50;
- **9** (2) For the office of lieutenant governor--\$1.40;
- 10 (3) For the office of mayor--\$2.00;
- 11 (4) For the offices of state senator, state
- 12 representative, [and] county council member, and
- prosecuting attorney--\$1.40; and
- 14 (5) For the offices of the board of education and all
- other offices--20 cents."
- 16 SECTION 11. Section 11-215, Hawaii Revised Statutes, is
- 17 amended to read as follows:
- 18 "§11-215 Advertising. (a) All advertisements shall
- 19 contain the name and address of the candidate, committee, party,
- 20 or person to whom the advertisement relates and the name and
- 21 address of the candidate, committee, party, or person paying for
- 22 the advertisement. [If an advertisement is not authorized by a

1	candidate or a candidate's committee, the advertisement shall
2	contain the name and address of the person paying for the
3	advertisement.] If a committee, party, or person pays for an
4	advertisement which is not authorized by the candidate or the
5	candidate's committee and the advertisement is mailed, the
6	advertisement and envelope, if any, shall clearly state the name
7	of the committee, party, or person paying for the advertisement
8	and that the advertisement is or the envelope contains campaign
9	materials.
10	(b) In addition to subsection (a), no candidate, person,
11	or committee shall cause or submit any advertisement in support
12	of a candidate, against a candidate's opponent, or with regard
13	to a ballot issue to be published, broadcast, televised, or
14	otherwise circulated and distributed except under the following
15	conditions:
16	(1) The advertisement shall contain a notice in a
17	prominent location that the literature or
18	advertisement is published, broadcast, televised, or
19	circulated with the approval and authority of the
20	candidate, provided that in the event that the
21	literature or advertisement is paid for by a
22	[candidate, committee directly associated with a

1		candidate, or] ballot issue committee, the notice of
2		approval and authority need not be included[+], if
3		applicable; or
4	(2)	The advertisement shall contain a notice in a
5		prominent location that the literature or
6		advertisement is published, broadcast, televised, or
7		circulated without the approval and authority of the
8		candidate[-], if applicable.
9	(c)	The penalty for violating this section shall be a fine
10	not to ex	ceed \$25 for each advertisement that lacks the required
11	disclaime	r and no more than \$5,000 aggregate."
12	SECT	ION 12. Section 11-219, Hawaii Revised Statutes, is
13	amended t	o read as follows:
14	"§11	-219 Qualifying campaign contributions; amounts. As a
15	condition	of receiving public funds for a primary or general
16	election,	a candidate shall not be unopposed in any election for
17	which pub	lic funds are sought, shall have filed an affidavit
18	with the	commission pursuant to section 11-208 to voluntarily
19	limit the	candidate's campaign expenditures, and shall be in
20	receipt o	f the following sum of qualifying campaign
21	contribut	ions during any matching payment period from individual
22	residents	of Hawaii:

1	(1)	For the office of governorqualifying contributions
2		that in the aggregate, exceed \$100,000;
3	(2)	For the office of lieutenant governorqualifying
4		contributions that in the aggregate, exceed \$50,000;
5	(3)	For the office of mayor for each respective county:
6		(A) County of Honoluluqualifying contributions that
7		in the aggregate, exceed \$50,000;
8		(B) County of Hawaiiqualifying contributions that
9		in the aggregate, exceed \$15,000;
10		(C) County of Mauiqualifying contributions that in
11		the aggregate, exceed \$10,000; and
12		(D) County of Kauaiqualifying contributions that in
13		the aggregate, exceed \$5,000; and
14	(4)	For the office of prosecuting attorney for each
15		respective county:
16		(A) County of Honoluluqualifying contributions that
17		in the aggregate, exceed \$30,000;
18		(B) County of Hawaiiqualifying contributions that
19		in the aggregate, exceed \$10,000; and
20		(C) County of Kauaiqualifying contributions that in
21		the aggregate, exceed \$5,000;

1	(5)	For the office of county council for each respective
2		county:
3		(A) County of Honoluluqualifying contributions that
4		in the aggregate, exceed \$5,000;
5		(B) County of Hawaiiqualifying contributions that
6		in the aggregate, exceed \$1,500;
7		(C) County of Mauiqualifying contributions that in
8		the aggregate, exceed \$5,000; and
9		(D) County of Kauaiqualifying contributions that in
10		the aggregate, exceed \$3,000;
11	(6)	For the office of state senatorqualifying
12		contributions that, in the aggregate, exceed \$2,500;
13	(7)	For the office of state representativequalifying
14		contributions that, in the aggregate, exceed \$1,500;
15	(8)	For the office of Hawaiian affairsqualifying
16		contributions that, in the aggregate, exceed \$1,500;
17		and
18	(9)	For all other offices, qualifying contributions that,
19		in the aggregate, exceed \$500."
20	SECT	ION 13. Section 11-220, Hawaii Revised Statutes, is
21	amended by	y amending subsections (b) and (c) to read as follows:

1	" (b)	To be eligible to receive payments pursuant to
2	section 11	1-217, a candidate shall certify to the commission
3	that:	
4	(1)	The candidate and [all committees authorized by the
5		candidate] the candidate's committee shall not incur
6		campaign expenses in excess of the expenditure
7		limitations imposed by section 11-209;
8	(2)	The candidate has qualified to be on the election
9		ballot in a primary or general election;
10	(3)	The candidate has filed a statement of intent to seek
11		qualifying contributions. A contribution received
12		before the filing of a statement of intent to seek
13		public funds shall not be considered a qualifying
14		contribution;
15	(4)	The candidate or committee authorized by the candidate
16		has received the qualifying sum of private
17		contributions for the office sought by the candidate
18		as set forth in section 11-219; and
19	(5)	The aggregate of contributions certified with respect
20		to any person under paragraph (4) does not exceed
21		\$100.

1	(c) Each candidate and candidate's committee in receipt of	
2	qualifying campaign contributions which may be taken into	
3	account for purposes of public funding shall maintain, on a form	
4	prescribed by the commission, records which show the date and	
5	amount of each qualifying campaign contribution and the full	
6	name and mailing address of the person making the contribution.	
7	The candidate and [all committees authorized by the candidate]	
8	the candidate's committee shall transmit to the commission all	
9	reports with respect to these contributions that the commission	
10	may require."	
11	SECTION 14. Section 11-223, Hawaii Revised Statutes, is	
12	amended by amending subsection (b) to read as follows:	
13	"(b) Public campaign funds provided under this subpart	
14	shall only be used to:	
15	(1) Defray campaign expenses incurred by and paid for an	
16	eligible candidate or [all committees authorized by	
17	such candidate; the candidate's committee; and	
18	(2) Repay loans, the proceeds of which were used to defray	
19	campaign expenses."	
20	SECTION 15. Section 11-226, Hawaii Revised Statutes, is	
21	amended by amending subsection (b) to read as follows:	

1	"(b) The affidavit shall remain effective until the
2	termination of the [central committee of the candidate]
3	candidate's committee or the opening of filing for the next
4	succeeding election for the office held or sought at the time of
5	filing of the affidavit, whichever occurs first. An affidavit
6	filed under this section may not be rescinded."
7	SECTION 16. Section 11-228, Hawaii Revised Statutes, is
8	amended to read as follows:
9	"§11-228 Administrative fines; relief. (a) In the
10	performance of its required duties, the commission may render a
11	decision or issue an order affecting any person violating any
12	provision of this subpart or section 281-22 that shall provide
13	for the assessment of an administrative fine in the manner
14	prescribed as follows:
15	(1) If a natural person, an amount not to exceed \$1,000
16	for each occurrence or an amount equivalent to three
17	times the amount of an unlawful contribution or
18	expenditure, whichever is greater; or
19	(2) If a corporation, organization, association, or labor
20	union, it shall be punished by a fine not exceeding
21	¢1 000 for each occurrence, and

1	(3)	Whenever a corporation, organization, association, or
2		labor union violates this subpart, the violation shall
3		be deemed to be also that of the individual directors,
4		officers, or agents of the corporation, organization,
5		association, or labor union, who have knowingly
6		authorized, ordered, or done any of the acts
7		constituting the violation.

- Any order for the assessment of an administrative fine 8 (b) 9 may not be issued against a person without providing the person written notice and an opportunity to be heard at a hearing 10 11 conducted under chapter 91. A person may waive these rights by 12 written stipulation or consent. If an administrative fine is imposed upon a candidate, the commission may order that the 13 14 fine, or any portion, be paid from the candidate's personal 15 funds.
- (c) If an order issued by the commission is not complied
 with by the person to whom it is directed, the first circuit
 court, upon application of the commission, shall issue an order
 requiring the person to comply with the commission's order.
 Failure to obey such a court order shall be punished as
 contempt.

- 1 (d) Any administrative fine collected by the commission
- 2 shall be deposited in the Hawaii election campaign fund.
- 3 (e) Any person or the commission may sue for injunctive
- 4 relief to compel compliance with this subpart.
- 5 (f) The provisions of this section shall not be construed
- 6 to prohibit prosecution under any appropriate provision of the
- 7 Hawaii Penal Code or section 11-229.
- **8** (g) The provisions of this section shall not apply to any
- 9 person who, prior to the commencement of proceedings under this
- 10 section, has paid or agreed to pay the penalties prescribed by
- 11 sections 11-193(a)(5) and 11-215(c).
- 12 (h) A proceeding by the commission under this section for
- 13 a violation of this part shall not be commenced after five years
- 14 have elapsed from the date of the violation or the date of the
- 15 filing of the report covering the period in which the violation
- 16 occurred, whichever is later."
- 17 SECTION 17. Section 11-197, Hawaii Revised Statutes, is
- 18 repealed.
- 19 ["\$11-197 Designated central committee. Each candidate
- 20 for a statewide or county office who is supported by more than
- 21 one committee shall designate a central committee which shall be
- 22 responsible for aggregating the total contributions and

- 1 expenditures of all committees directly associated with the
- 2 candidate and for filing composite reports indicating this
- 3 information pursuant to sections 11-212 and 11-213."]
- 4 SECTION 18. Statutory material to be repealed is bracketed
- 5 and stricken. New statutory material is underscored.
- 6 SECTION 19. This Act shall take effect upon approval,
- 7 provided that section 2 shall take effect retroactively to
- **8** January 1, 2006.

Report Title:

Campaign Spending Law

Description:

Clarifies that a noncandidate committee shall be subject to the same limitations on contributions to candidates as any person or other entity. Provides that a "person" other than an individual may make a one-time unlimited transfer in a two-year election period of funds from its own treasury to fund the person's own noncandidate committee. Establishes an expenditure ceiling for prosecuting attorney candidates who participate in the public funded campaign program. (CD1)