## A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

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

1	SECTION 1. Section 11-302, Hawaii Revised Statutes, is
2	amended as follows:
3	1. By adding three new definitions to be appropriately
4	inserted and to read as follows:
5	"_Address" means a street address, post office box address
6	or mail box address, and the zip code; but does not include a
7	website address.
8	"Automated phone call" means any outbound telephone call or
9	electronic voice message that plays a recorded message that
10	advocates, supports, or opposes:
11	(1) The nomination or election of a candidate; or
12	(2) A question or issue certified to be on the ballot in
13	the next election.
14	"Matching payment period" means:
15	(1) For a primary election, from January 1 of the year of
16	a general election through the day of the primary
17	election, or nine months prior to a special election
18	through the day of a special election; and



1	(2)	For a general election, from January 1 of the year of
2		the general election through the day of the general
3		election."
4	2.	By amending the definition of "advertisement" to read
5	as follow	S:
6	"Adv	ertisement" means any communication, including an
7	automated	phone call, but excluding sundry items such as bumper
8	stickers,	that:
9	(1)	[Identifies] Identify a candidate directly or by
10		implication, or [identifies] identify an issue or
11		question that will appear on the ballot at the next
12		applicable election; and
13	(2)	[Advocates or supports] Advocate or support the
14		nomination, opposition, or election of the candidate,
15		or [advocates] advocate the passage or defeat of the
16		issue or question on the ballot."
17	SECT	ION 2. Section 11-314, Hawaii Revised Statutes, is
18	amended to	o read as follows:
19	"[十]	§11-314[] Duties of the commission. The duties of
20	the commis	ssion under this part are to:
21	(1)	Develop and adopt forms required by this part;

<b>L</b>	(2)	Adopt and publish a manual for all candidates,
2		candidate committees, and noncandidate committees,
3	•	describing the requirements of this part, including
4		uniform and simple methods of recordkeeping;
5	(3)	Preserve all reports required by this part for at

- (3) Preserve all reports required by this part for at least ten years from the date of receipt by the commission;
- (4) Permit the inspection, copying, or [duplicating]

  duplication of any report required by this part

  pursuant to rules adopted by the commission under

  chapter 91; provided that this paragraph shall not

  apply to the sale or use of information under section

  11-344;
- (5) Ascertain whether any candidate, candidate committee, noncandidate committee, or party has failed to file a report required by this part or has filed a substantially defective or deficient report. The commission shall notify these persons by first class mail that a fine may be assessed for the failure to file or the filing of a substantially defective or deficient report, and the defective or deficient report shall be corrected and explained. All fines

1		collected under this section as authorized by section
2		$[\frac{11-410}{2}]$ $\underline{11-340}$ shall be deposited in the general fund
3		of the State;
4	(6)	Hold public hearings;
5	(7)	Investigate and hold hearings for receiving evidence
6		of any violations pursuant to subpart I of this part;
7	(8)	Adopt rules pursuant to chapter 91;
8	(9)	Request the initiation of prosecution for the
9		violation of this part pursuant to section 11-411;
10	(10)	Administer and monitor the distribution of public
11		funds under this part;
12	(11)	Suggest accounting methods for candidates, candidate
13		committees, or noncandidate committees in connection
14		with reports and records required by this part;
15	(12)	Employ or contract [with], without regard to chapters
16		76, 78, and 89, persons it finds necessary for the
17		performance of its functions, including a full-time
18		executive director, and to fix their compensation;
19		provided that the commission shall have the authority,
20		at its discretion, to dismiss persons employed by or
21		contracted with the commission;

1	(13) Conduct random audits and field investigations, as
2	necessary; and
3	(14) File for injunctive relief when indicated."
4	SECTION 3. Section 11-321, Hawaii Revised Statutes, is
5	amended to read as follows:
6	[+]§11-321[+] Registration of candidate committee or
7	noncandidate committee; organizational reports; fines. (a)
8	Each candidate committee or noncandidate committee shall
9	register with the commission by filing an organizational report
10	as set forth in section 11-322 or 11-323, as applicable.
11	(b) Before filing the organizational report, each
12	candidate committee or noncandidate committee shall mail or
13	deliver an electronic filing form to the commission.
14	(c) The electronic filing form shall include a written
15	acceptance of appointment and certification of each report, as
16	follows:
17	(1) A candidate committee shall file a written acceptance
18	of appointment by the chairperson and treasurer and a
19	certification by the candidate and treasurer [of each
20	filed report   that the information on all
21	electronically filed reports is true and accurate; or

1	(2)	A noncandidate committee shall file a written
2		acceptance of appointment by the chairperson and
3		treasurer and a certification by the chairperson and
4		treasurer [of each filed report] that the information
5		on all electronically filed reports is true and
6		accurate.
		•

- 7 (d) The organizational report for a candidate committee
  8 shall be filed within ten days of the earlier of:
- 9 (1) The date the candidate files nomination papers for office; or
- 11 (2) The date the candidate or candidate committee receives
  12 contributions or makes or incurs expenditures of more
  13 than \$100 in the aggregate during the applicable
  14 election period.
- (e) An organizational report need not be filed under this section by an elected official who is a candidate for reelection to the same office in successive elections and has not sought election to any other office during the period between elections, unless the candidate is required to report a change in information pursuant to section [11-323] 11-322.
- 21 (f) A candidate shall have only one candidate committee.

- 1 (g) The organizational report for a noncandidate committee
- 2 shall be filed within ten days of receiving contributions or
- 3 making or incurring expenditures of more than \$1,000, in the
- 4 aggregate, in a two-year election period; provided that within
- 5 the thirty-day period prior to an election, a noncandidate
- 6 committee shall register by filing an organizational report
- 7 within two days of receiving contributions or making or
- 8 incurring expenditures of more than \$1,000, in the aggregate, in
- 9 a two-year election period.
- 10 (h) The fine for not filing an organizational report by
- 11 the due date is \$100."
- 12 SECTION 4. Section 11-331, Hawaii Revised Statutes, is
- 13 amended to read as follows:
- "[f] \$11-331[f] Filing of reports, generally. (a) Every
- 15 report required to be filed by a candidate or candidate
- 16 committee shall be certified as true and accurate by the
- 17 candidate and treasurer.
- 18 (b) Every report required to be filed by a noncandidate
- 19 committee shall be certified as true and accurate by the
- 20 chairperson and treasurer.
- 21 (c) All reports required to be filed under this part shall
- 22 be filed on the commission's electronic filing system.

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1
          (d) For purposes of this part, whenever a report is
 2
    required to be filed with the commission, "filed" means that a
 3
    report shall be filed with the commission's electronic filing
 4
    system by the date and time specified for the filing of the
 5
    report by:
 6
          (1)
               The candidate or candidate committee of a candidate
 7
               who is seeking election to the:
 8
               (A)
                    Office of governor;
 9
               (B)
                    Office of lieutenant governor;
10
               (C) Office of mayor;
11
                    Office of prosecuting attorney;
               (D)
12
                    County council;
               (E)
13
               (F)
                    Senate;
14
               (G)
                    House of representatives;
15
               (H)
                    Office of Hawaiian affairs; or
16
                    Board of education;
               (I)
17
               or
18
             A noncandidate committee required to be registered
         (2)
19
              with the commission pursuant to section [\frac{11}{323}] \underline{1}1-
20
              321.
21
              To be timely filed, a committee's reports shall be
22
    filed with the commission's electronic filing system on or
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1
    before 11:59 p.m. Hawaiian standard time on the filing date
 2
    specified.
 3
              All reports filed under this part are public records."
 4
         SECTION 5. Section 11-334, Hawaii Revised Statutes, is
 5
    amended to read as follows:
 6
         "[+]$11-334[+] Time for candidate committee to file
 7
    preliminary, final, and supplemental reports. (a)
                                                         The
 8
    candidate and treasurer of the candidate committee of each
 9
    candidate whose name will appear on the ballot in the
10
    immediately succeeding election shall file preliminary, final,
11
    and supplemental reports.
12
              The filing dates for preliminary reports are:
         (1)
13
                   July [31] 5 of the election year;
              (A)
14
              (B)
                   Ten calendar days prior to a primary, each
15
                   special, or each nonpartisan election; and
16
                   Ten calendar days prior to a general election;
              (C)
17
                   provided that this preliminary report does not
18
                   need to be filed by a candidate who is
19
                   unsuccessful in a primary, special, or
20
                   nonpartisan election or a candidate who is
21
                   elected to office in the primary, initial
22
                   special, or initial nonpartisan election.
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1		Each preliminary report shall be current through
2		June 30 for the report filed on July $[\frac{31}{2}]$ 5 and
3		current through the fifth calendar day before the
4		filing deadline of other preliminary reports[-];
5	(2)	The filing date for the final primary report is twenty
6		calendar days after a primary, initial special, or
7		initial nonpartisan election. The report shall be
8		current through the day of the applicable election $[-]$ ;
9	(3)	The filing date for the final election period report
10		is thirty calendar days after a general, subsequent,
11		subsequent special, or subsequent nonpartisan
12		election. The report shall be current through the day
13		of the applicable election. The final election period
14		report shall be filed by a candidate who is
15		unsuccessful in a primary, initial special, or initial
16		nonpartisan election or a candidate who is elected to
<b>17</b> ·		office in the primary, initial special, or initial
18		nonpartisan election[-];
19		and
20	(4)	The filing dates for supplemental reports are:
21		(A) January 31 after an election year; and
22		(B) July 31 after an election year.

1	The report shall be current through December 31 for
2	the report filed on January 31 and current through
3	June 30 for the report filed on July 31.
4	(b) A candidate and treasurer of the candidate committee
5	of each candidate with a deficit or surplus whose name will not
6	appear on the ballot in the immediately succeeding election
7	shall file a supplemental report every six months on January 31
8	and July 31 until:
9	(1) The candidate's name appears on the ballot and then is
10	subject to the reporting requirements in subsection
11	(a); or
12	(2) The committee's registration is terminated as provided
13	in section 11-326.
14	The report shall be current through December 31 for the
15	report filed on January 31 and current through June 30 for the
16	report filed on July 31.
17	(c) Prior to an election year, a candidate and treasurer
18	of the candidate committee of a candidate who registers pursuant
19	to section 11-321 shall file a supplemental report as required
20	by subsection (b) until the election year. During the election
21	year, reports required by subsection (a) shall be filed.

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1
          [<del>(c)</del>] (d) A candidate and treasurer of the candidate
2
    committee of each candidate shall continue to file all required
3
    reports until the committee's registration is terminated as
4
    provided in section 11-326."
5
         SECTION 6. Section 11-335, Hawaii Revised Statutes, is
6
    amended by amending subsections (a) and (b) to read as follows:
7
          "(a) The authorized person in the case of a party, or
8
    treasurer in the case of a noncandidate committee that is not a
9
    party, shall file preliminary, final, and supplemental reports
10
    that disclose the following information:
11
               The noncandidate committee's name and address;
         (1)
12
         (2)
               The cash on hand at the beginning of the reporting
13
              period and election period;
14
         (3) The reporting period and election period aggregate
15
               totals for each of the following categories:
16
              (A) Contributions received;
              (B) Contributions made;
17
             [<del>(B)</del>] (C) Expenditures; and
18
19
             [<del>(C)</del>] (D) Other receipts;
         (4) The cash on hand at the end of the reporting period;
20
21
              and
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1	(5)	The surplus or deficit at the end of the reporting			
2		period.			
3	(b)	Schedules filed with the reports shall include the			
4	following	additional information:			
5	(1)	The amount and date of deposit of each contribution			
6		received and the name, address, occupation, and			
7		employer of each contributor making a contribution			
8		aggregating more than \$100 during an election period,			
9		which was not previously reported; provided that if			
10		all the information is not on file, the contribution			
11		shall be returned to the contributor within thirty			
12		days of deposit;			
13	(2)	The amount and date of each contribution made, and the			
14	`	name and address of the candidate committee or			
15		noncandidate committee to which the contribution was			
16		made;			
17	[ <del>-(2`)-</del> ]	(3) All expenditures, including the name and address			
18		of each payee and the amount, date, and purpose of			
19		each expenditure[-]:			
20		(A) Expenditures for consultants, advertising			
21		agencies and similar firms, credit card payments,			
22		salaries, and candidate reimbursements shall be			

1			itemized to permit a reasonable person to
2			determine the ultimate intended recipient of the
3			expenditure and its purpose; and
4		<u>(B)</u>	The purpose of an independent expenditure shall
5			include the name of the candidate who is
6			supported or opposed by the expenditure, and
7			whether the expenditure supports or opposes the
8			candidate;
9	[ <del>-(3)-</del> ]	(4)	The amount, date of deposit, and description of
10		othe	r receipts and the name and address of the source
11		of ea	ach of the other receipts;
12	[ <del>(4)</del> ]	<u>(5)</u>	A description of each durable asset, the date of
13		acqu:	isition, value at the time of acquisition, and the
14		name	and address of the vendor or contributor of the
15		asset	and
16	[ <del>(5)</del> ]	(6)	The date of disposition of a durable asset, value
17		at th	ne time of disposition, method of disposition, and
18		name	and address of the person receiving the asset."
19	SECT	ON 7	. Section 11-336, Hawaii Revised Statutes, is
20	amended by	, amer	nding subsection (a) to read as follows:
21	"(a)	The	filing dates for preliminary reports are:

1	(1) Ten calendar days prior to a primary, <u>each</u> special, or
2	each nonpartisan election; and
3	(2) Ten calendar days prior to a general election.
4	Each preliminary report shall be current through the fifth
5	calendar day prior to the filing of the report."
6	SECTION 8. Section 11-341, Hawaii Revised Statutes, is
7	amended as follows:
8	"[+]\$11-341[+] Electioneering communications; statement of
9	information. (a) Each person who makes [a disbursement] an
10	expenditure for electioneering communications in an aggregate
11	amount of more than \$2,000 during any calendar year shall file
12	with the commission a statement of information within twenty-
13	four hours of each disclosure date provided in this section.
14	(b) Each statement of information shall contain the
15	following:
16	(1) The name and address of the person making the
17	[disbursement,] expenditure, name of any person or
18	entity sharing or exercising discretion or control
19	over such person, and the custodian of the books and
20	accounts of the person making the [disbursement]
21	expenditure;

(2)	The state of incorporation and principal place of
	business or, for an individual, the address of the
	person making the [disbursement] expenditure;
(3)	The amount of each [disbursement] expenditure during
	the period covered by the statement and the date and
	purpose of each expenditure, and the [identification
	of the person to whom the disbursement was made] name
	and address of each payee;
(4)	The elections to which the electioneering
	communications pertain and the names, if known, of the
	candidates identified or to be identified;
[ <del>-(5)-</del>	If the disbursements were made by a candidate
	committee or noncandidate committee, the names and
	addresses of all persons who contributed to the
	candidate committee or noncandidate committee for the
1	purpose of publishing or broadcasting the
	electioneering communications;
<del>(6)</del> ]	(5) If the [disbursements] expenditures were made by
	an organization other than a [candidate committee or]
	noncandidate committee, the names and addresses of all
	persons who contributed to the organization for the
	(4)

1	purpose of publishing or broadcasting the
2	electioneering communications; and
3	$[\frac{(7)}{6}]$ Whether or not any electioneering communication
4	is made in coordination, cooperation, or concert with
5	or at the request or suggestion of any candidate,
6	candidate committee, [or noncandidate committee,] or
7	agent of any candidate if any, and if so, the
8	identification of the candidate, a candidate committee
9	[or a noncandidate committee], or agent involved.
10	(c) For purposes of this section:
11	"Disclosure date" means, for every calendar year, the first
12	date by which a person has made [disbursements] expenditures
13	during that same year of more than \$2,000 in the aggregate for
14	electioneering communications, and the date of any subsequent
15	[disbursements] expenditures exceeding \$1,000 in the aggregate
16	by that person for electioneering communications.
17	"Electioneering communication" means any advertisement that
18	is broadcast from a cable, satellite, television, or radio
19	broadcast station; published in any periodical or newspaper; or
20	sent by mail at a bulk rate, and that:
21	(1) Refers to a clearly identifiable candidate;

1	(2)	Is made, or scheduled to be made, either within thirty	
2		days prior to a primary or initial special election or	
3		within sixty days prior to a general or special	
4		election; and	
5	(3)	Is not susceptible to any reasonable interpretation	
6		other than as an appeal to vote for or against a	
7		specific candidate.	
8	"Ele	ctioneering communication" shall not include	
9	communications:		
10	(1)	In a news story or editorial disseminated by any	
11		broadcast station or publisher of periodicals or	
12		newspapers, unless the facilities are owned or	
13		controlled by a candidate, candidate committee, or	
14		noncandidate committee;	
15	(2)	That constitute expenditures by [the disbursing	
16		organization; a registered candidate committee or	
17		noncandidate committee;	
18	(3)	In house bulletins; or	
19	(4)	That constitute a candidate debate or forum, or solely	
20		promote a debate or forum and are made by or on behalf	
21		of the person sponsoring the debate or forum.	

- 1 (d) For purposes of this section, a person shall be
- 2 treated as having made [a disbursement] an expenditure if the
- 3 person has executed a contract to make the [disbursement]
- 4 expenditure.
- 5 (e) The fine for not filing an electioneering
- 6 communications statement by the due date is \$100."
- 7 SECTION 9. Section 11-342, Hawaii Revised Statutes, is
- 8 amended to read as follows:
- 9 "[+]\$11-342[+] Fundraiser; notice of intent. (a) No
- 10 fundraiser shall be held unless a notice of intent to hold the
- 11 fundraiser is filed with the commission setting forth the name
- 12 and address of the person in charge, the price per person, the
- 13 date, hour, and place of the fundraiser, and the method thereof.
- 14 (b) The person in charge of the fundraiser shall file the
- 15 notice with the commission prior to the fundraiser.
- (c) As used in this section, "fundraiser" means any
- 17 function held for the benefit of a candidate, candidate
- 18 committee, or noncandidate committee that is intended or
- 19 designed, directly or indirectly, to raise contributions for
- 20 which the price or suggested contribution for attending the
- 21 function is more than \$25 per person.

1	(d) The fine for not filing a notice of intent to hold a
2	fundraiser prior to the fundraiser is \$100."
3	SECTION 10. Section 11-355, Hawaii Revised Statutes, is
4	amended by amending subsection (b) to read as follows:"
5	"(b) [Except as provided in subsection (a), this] This
6	section does not prohibit or make unlawful [the]:
7	(1) The establishment or administration of, or the
8	solicitation of contributions to, any noncandidate
9	committee by any person other than the state or county
10	contractor for the purpose of influencing the
11	nomination for election, or the election of any person
12	to office[-]; or
13	(2) Contributions to a ballot issue noncandidate
14	committee."
15	SECTION 11. Section 11-359, Hawaii Revised Statutes, is
16	amended by amending subsection (b) to read as follows:
17	"(b) A contribution by the candidate's immediate family
18	shall be exempt from section $[\frac{11-355}{7}]$ $\underline{11-357}$ , but shall be
19	limited in the aggregate to \$50,000 in any election period;
20	provided that the aggregate amount of loans and contributions
21	received from the candidate's immediate family does not exceed
22	\$50,000 during an election period."

1	SECTION 12. Section 11-381, Hawaii Revised Statutes, is				
2	amended by amending subsection (a) to read as follows:				
3	"(a) Campaign funds may be used by a candidate, treasurer,				
4	or candidate committee:				
5	(1)	For any purpose directly related:			
6		(A) In the case of the candidate, to the candidate's			
7		own campaign; or			
8		(B) In the case of a candidate committee or treasurer			
9		of a candidate committee, to the campaign of the			
10		candidate, question, or issue with which they are			
11		directly associated;			
12	(2)	To purchase or lease consumer goods, vehicles,			
13		equipment, and services that provide a mixed benefit			
14		to the candidate. The candidate, however, shall			
15		reimburse the candidate's candidate committee for the			
16		candidate's personal use unless the personal use is de			
17		minimis;			
18	(3)	To make donations to any community service,			
19		educational, youth, recreational, charitable,			
20		scientific, or literary organization; provided that in			
21		any election period, the total amount of all donations			

shall be no more than twice the maximum amount that

22

1		one person may contribute to that candidate pursuant
2		to section 11-357; provided further that no
3		contributions shall be made from the date the
4		candidate files nomination papers to the date of the
5		general election;
6	(4)	To make donations to any public school or public
7		library; provided that in any election period, the
8		total amount of all contributions shall be no more
9		than twice the maximum amount that one person may
10		contribute to that candidate pursuant to section 11-
11		357; provided further that any donation under this
12		paragraph shall not be aggregated with or imputed
13		toward any limitation on donations pursuant to
14		<pre>paragraph (3);</pre>
15	(5)	To purchase not more than two tickets with a maximum
16		price of per ticket for each event held by
17		another candidate [or] committee[7] or noncandidate
18		committee, whether or not the event constitutes a
19		fundraiser as defined in section 11-342;
20	(6)	To make contributions to the candidate's party so long
21		as the contributions are not earmarked for another
22		candidate; or

1	(7)	To pay for ordinary and necessary expenses incurred in		
2		connection with the candidate's duties as a holder of		
3		an office."		
4	SECT	ION 13. Section 11-391, Hawaii Revised Statutes, is		
5	amended t	o read as follows:		
6	" [ <del>-[</del> ]	§11-391[+] Advertisements. (a) Any advertisement		
7	shall contain:			
8	(1)	The name and address of the candidate, candidate		
9		committee, noncandidate committee, or other person		
10		paying for or placing the advertisement; and		
11	(2)	A notice in a prominent location stating either that:		
12		(A) The advertisement is published, broadcast,		
13		televised, or circulated with the approval and		
14		authority of the candidate; provided that an		
15		advertisement paid for by a candidate, candidate		
16		committee, or ballot issue committee does not		
17		need to include the notice; or		
18		(B) The advertisement is published, broadcast,		
19		televised, or circulated without the approval and		
20		authority of the candidate.		
21	(b)	The fine for violation of this section, if assessed by		
22	the commi	ssion, shall not exceed \$25 for each advertisement that		

- 1 lacks the information required by this section, and shall not
- 2 exceed an aggregate amount of \$5,000.
- 3 (c) The information required in subsection (a) shall be
- 4 stated at the beginning of an automated phone call."
- 5 SECTION 14. Section 11-422, Hawaii Revised Statutes, is
- 6 amended by amending subsection (b) to read as follows:
- 7 "(b) For the purpose of the partial funding program, if
- 8 the Hawaii election campaign fund is close to depletion as
- 9 determined by the commission, the commission shall determine the
- 10 amounts available to eligible candidates based on their order of
- 11 eligibility in qualifying for partial public funds, as
- 12 determined by the date of filing of an application for public
- 13 funds with the commission pursuant to section [11 428;] 11-430;
- 14 provided that the application has been accepted by the
- 15 commission."
- 16 SECTION 15. Section 11-423, Hawaii Revised Statutes, is
- 17 amended as follows:
- 18 1. By amending subsection (b) to read:
- 19 "(b) The affidavit shall state that the candidate knows
- 20 the voluntary campaign expenditure limitations as set out in
- 21 this part and that the candidate is voluntarily agreeing to
- 22 limit the candidate's expenditures and those made on the



- 1 candidate's behalf by the amount set by law. The affidavit
- 2 shall be subscribed to by the candidate and notarized and filed
- 3 no later than the time of filing nomination papers with the
- 4 chief election officer or county clerk."
- 5 2. By amending subsection (d) to read:
- 6 "(d) From January 1 of the year of any primary, special,
- 7 or general election, the aggregate expenditures for each
- 8 election by a candidate who voluntarily agrees to limit campaign
- 9 expenditures, inclusive of all expenditures made or authorized
- 10 by the candidate alone, all treasurers, the candidate committee,
- 11 and noncandidate committees on the candidate's behalf, shall not
- 12 exceed the following amounts expressed, respectively multiplied
- 13 by the number of voters in the last preceding general election
- 14 registered to vote in each respective voting district:
- 15 (1) For the office of governor -\$2.50;
- 16 (2) For the office of lieutenant governor \$1.40;
- 17 (3) For the office of mayor -\$2.00;
- 18 (4) For the offices of state senator, state
- representative, [and] county council member, and
- **20** prosecuting attorney \$1.40; and
- 21 (5) For the board of education and all other offices -20
- 22 cents."

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1	SECTION 16. Section 11-426, Hawaii Revised Statutes, is
2	amended to read as follows:
3	"[+]§11-426[+] Candidate exceeds voluntary expenditure
4	limit. A candidate who files the affidavit agreeing to limit
5	expenditures and who exceeds the expenditure limit for that
6	election shall:
7	(1) Notify all opponents, the chief election officer, and
8	the commission by telephone and writing on the day the
9	expenditure limit is exceeded; and
10	(2) Pay the balance of the full filing fee [; and
11	(3) Provide reasonable notice to all contributors within
12	thirty days of exceeding the limit that the
13	expenditure limit was exceeded and contributions to
14	the candidate no longer qualify for a state income tax
15	deduction]."
16	SECTION 17. Section 11-429, Hawaii Revised Statutes, is
<b>17</b>	amended by amending subsection (a) to read as follows:
18	"(a) As a condition of receiving public funds for a
19	primary or general election, a candidate shall not be unopposed
20	in any election for which public funds are sought, shall have
21	filed an affidavit with the commission pursuant to section 11-
22	423 to voluntarily limit the candidate's campaign expenditures,

1	and shall	be i	in receipt of the following sum of qualifying
2	contribut	ions	in amounts of \$100 or less during each matching
3	payment p	eriod	from individual residents of Hawaii:
4	(1)	For	the office of governor — qualifying contributions
5		that	in the aggregate exceed \$100,000;
6	(2)	For	the office of lieutenant governor - qualifying
7		cont	ributions that in the aggregate exceed \$50,000;
8	(3)	For	the office of mayor for each respective county:
9		(A)	County of Honolulu - qualifying contributions
10			that in the aggregate exceed \$50,000;
11		(B)	County of Hawaii - qualifying contributions that
12			in the aggregate exceed \$15,000;
13		(C)	County of Maui - qualifying contributions that in
14			the aggregate exceed \$10,000; and
15		(D)	County of Kauai - qualifying contributions that
16			in the aggregate exceed \$5,000;
17	(4)	For	the office of prosecuting attorney for each
18		resp	pective county:
19		(A)	County of Honolulu - qualifying contributions
20			that in the aggregate exceed \$30,000;
21		(B)	County of Hawaii - qualifying contributions that
22	V.		in the aggregate exceed \$10,000; and

1		(C) County of Rauar - qualifying contributions that
2		in the aggregate exceed \$5,000;
3	(5)	For the office of county council - for each respective
4		county:
5		(A) County of Honolulu - qualifying contributions
6		that in the aggregate exceed \$5,000;
7		(B) County of Hawaii - qualifying contributions that
8		in the aggregate exceed \$1,500;
9		(C) County of Maui - qualifying contributions that in
10		the aggregate exceed \$5,000; and
11		(D) County of Kauai — qualifying contributions that
12	,	in the aggregate exceed \$3,000;
13	(6)	For the office of state senator — qualifying
14		contributions that, in the aggregate exceed \$2,500;
15	(7)	For the office of state representative — qualifying
16		contributions that, in the aggregate, exceed \$1,500;
17	(8)	For the office of Hawaiian affairs — qualifying
18		contributions that, in the aggregate, exceed \$1,500;
19		and
20	(9)	For all other offices, qualifying contributions that,
21		in the aggregate, exceed \$500."

- 1 SECTION 18. Section 11-433, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "[+] \$11-433[+] Post-election report required. (a) The
- 4 treasurer shall electronically submit an expenditure of public
- 5 funds report to the commission no later than twenty days after a
- 6 primary election and no later than thirty days after a general
- 7 election certifying that all public funds paid to the candidate
- 8 have been used as required by this part.
- 9 Should the commission determine that any portion of the
- 10 public funds have been used for noncampaign or other improper
- 11 expenses, it shall report such finding to the attorney general
- 12 and shall order the candidate to return all or part of the funds
- 13 paid to that candidate for a primary or general election. When
- 14 public funds are returned, the funds shall be deposited into the
- 15 Hawaii election campaign fund.
- 16 (b) The fine for not filing an expenditure of public funds
- 17 report by the due date is \$100."
- 18 SECTION 19. Section 11-424, Hawaii Revised Statutes, is
- 19 repealed.
- 20 "[{\frac{\fir}}}}}}{\frac{\frac{\frac{\frac{\frac{\frac{\frac{\frac{\frac{\
- 21 (a) An individual resident of Hawaii may claim a state income
- 22 tax deduction pursuant to section 235 7(g)(2), for contributions

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- 1 to a candidate who files an affidavit pursuant to section 11-423
- 2 and does not exceed the expenditure limit. Canceled checks or
- 3 copies of the same shall be considered adequate receipt forms to
- 4 attach to the tax form to claim the credit.
- 5 (b) The commission shall forward a certified copy of the
- 6 affidavit to the director of taxation.
- 7 (c) If a candidate has not filed the affidavit pursuant to
- 8 section 11-423, the candidate shall inform all contributors in
- 9 writing immediately upon receipt of the contribution that they
- 10 are not entitled to a tax deduction for their contributions to
- 11 the candidate. The director of taxation shall not allow any
- 12 contributor to take a deduction, pursuant to section 235-
- 13 7(g)(2), for any contribution to a candidate for a statewide or
- 14 county office who has not filed the affidavit pursuant to
- 15 section 11 423.]"
- 16 SECTION 20. Statutory material to be repealed is bracketed
- 17 and stricken. New statutory material is underscored.
- 18 SECTION 21. This Act shall take effect on January 7, 2059.

## Report Title:

Campaign Finance

## Description:

Provides regulation of automated phone calls, changes report filing deadlines, provides a cap of \$ on the price of fundraiser tickets that may be purchased with campaign funds, and applies notice and disclaimer requirements to an advertisement that is not paid for by an independent party. Effective January 7, 2059. (HB257 HD1)

The summary description of legislation appearing on this page is for informational purposes only and is not legislation or evidence of legislative intent.