JAN 2 0 2012

### A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

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

1	SECT	ION 1. Section 11-302, Hawaii Revised Statutes, is
2	amended b	y adding a new definition to be appropriately inserted
3	and to re	ad as follows:
4	" <u>"</u> Ma	tching payment period" means:
5	(1)	For a primary election, from January 1 of the year of
6		a general election through the day of the primary
7		election;
8	(2)	For a special election, nine months prior to a special
9		election through the day of a special election; and
10	(3)	For a general election, from January 1 of the year of
11		a general election through the day of the general
12		election."
13	SECT	ION 2. Section 11-314, Hawaii Revised Statutes, is
14	amended t	o read as follows:
15	"[+]	§11-314[] Duties of the commission. The duties of
16	the commi	ssion under this part are to:
17	(1)	Develop and adopt forms required by this part;

## S.B. NO. 2493

(2)	Adopt and publish a manual for all candidates,
	candidate committees, and noncandidate committees,
	describing the requirements of this part, including
	uniform and simple methods of recordkeeping;

- (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, treasurer, 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
2		[section] sections 11-340 and 11-410 shall be
3		deposited in the general fund 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 11-334, Hawaii Revised Statutes, is
5	amended by amending the title and subsection (a) to read as
6	follows:
7	"[+]\$11-334[+] Time for candidate committee to file
8	preliminary, final, and supplemental reports. (a) The
9	candidate and treasurer of the candidate committee of each
10	candidate whose name will appear on the ballot in the
11	immediately succeeding election shall file preliminary, final,
12	and supplemental reports.
13	(1) The filing dates for preliminary reports are:
14	(A) [July 31 of the election year; ] Thirty calendar
15	days prior to a primary election;
16	(B) Ten calendar days prior to a primary, each
17	special, or each nonpartisan election; and
18	(C) Ten calendar days prior to a general election;
19	provided that this preliminary report does not
20	need to be filed by a candidate who is
21	unsuccessful in a primary, special, or
22	nonpartisan election or a candidate who is

ZUIZ-U636 SB SMA.QOC

1		elected to office in the primary, initial
2		special, or initial nonpartisan election.
3		Each preliminary report shall be current through
4		June 30 for the report [filed on July 31] described
5		under subparagraph (A) and current through the fifth
6		calendar day before the filing deadline of other
7		preliminary reports.
8	(2)	The filing date for the final primary report is twenty
9		calendar days after a primary, initial special, or
10		initial nonpartisan election. The report shall be
11		current through the day of the applicable election.
12	(3)	The filing date for the final election period report
13		is thirty calendar days after a general, subsequent,
14		subsequent special, or subsequent nonpartisan
15		election. The report shall be current through the day
16		of the applicable election. The final election period
17		report shall be filed by a candidate who is
18		unsuccessful in a primary, initial special, or initial
19		nonpartisan election or a candidate who is elected to
20		office in the primary, initial special, or initial

(4) The filing dates for supplemental reports are:

nonpartisan election.



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January 31 [after an election year]; and
1
              (A)
                   July 31 after an election year.
2
              (B)
3
              The report shall be current through December 31 for
4
              the report filed on January 31 and current through
              June 30 for the report filed on July 31."
5
         SECTION 4. Section 11-335, Hawaii Revised Statutes, is
6
    amended by amending the title and subsections (a) and (b) to
7
8
    read as follows:
9
         "[+]$11-335[+] Noncandidate committee reports. (a)
    authorized person in the case of a party, or treasurer in the
10
11
    case of a noncandidate committee that is not a party, shall file
    preliminary, final, and supplemental reports that disclose the
12
    following information:
13
14
         (1)
              The noncandidate committee's name and address;
              The cash on hand at the beginning of the reporting
15
         (2)
              period and election period;
16
              The reporting period and election period aggregate
17
         (3)
18
              totals for each of the following categories:
19
              (A)
                   Contributions[+] received;
20
              (B)
                   Contributions made;
21
             [\frac{B}{B}] (C) Expenditures; and
             [(C)] (D) Other receipts;
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2012-0636 SB SMA.doc

1	(4)	The cash on hand at the end of the reporting period;
2		and
3	(5)	The surplus or deficit at the end of the reporting
4		period.
5	(b)	Schedules filed with the reports shall include the
6	following	additional information:
7	(1)	The amount and date of deposit of each contribution
8		received and the name, address, occupation, and
9		employer of each contributor making a contribution
10		aggregating more than \$100 during an election period,
11		which was not previously reported; provided that if
12		all the information is not on file, the contribution
13		shall be returned to the contributor within thirty
14		days of deposit;
15	(2)	The amount and date of each contribution made, and the
16		name and address of the candidate committee or
17	,	noncandidate committee to which the contribution was
18		made;
19	[ <del>(2)</del> ]	(3) All expenditures, including the name and address
20		of each payee and the amount, date, and purpose of

each expenditure. Expenditures for consultants,

advertising agencies and similar firms, credit card

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1		payments, salaries, and candidate reimbursements shall
2		be itemized to permit a reasonable person to determine
3		the ultimate intended recipient of the expenditure and
4		its purpose [+] . The purpose of an independent
5		expenditure shall include the name of the candidate
6		who is supported or opposed by the expenditure and
7		whether the expenditure supports or opposes the
8		<pre>candidate;</pre>
9	[ <del>-(3)</del> -]	(4) The amount, date of deposit, and description of
10		other receipts and the name and address of the source
11		of each of the other receipts;
12	[ <del>-(4)-</del> ]	(5) A description of each durable asset, the date of
13		acquisition, 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 the time of disposition, method of disposition, and
18		name and address of the person receiving the asset."
19	SECT	ION 5. Section 11-423, Hawaii Revised Statutes, is
20	amended a	s follows:
21	1.	By amending subsection (b) to read:

2012-0636 SB SMA.doc

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1
         "(b)
               The affidavit shall state that the candidate knows
2
    the voluntary campaign expenditure limitations as set out in
3
    this part and that the candidate is voluntarily agreeing to
4
    limit the candidate's expenditures and those made on the
5
    candidate's behalf by the amount set by law. The affidavit
6
    shall be subscribed to by the candidate and notarized [-], and
7
    filed no later than the time of filing nomination papers with
8
    the chief election officer or county clerk."
9
         2. By amending subsection (d) to read:
10
               From January 1 of the year of any primary, special,
11
    or general election, the aggregate expenditures for each
12
    election by a candidate who voluntarily agrees to limit campaign
13
    expenditures, inclusive of all expenditures made or authorized
14
    by the candidate alone, all treasurers, the candidate committee,
    and noncandidate committees on the candidate's behalf, shall not
15
16
    exceed the following amounts expressed, respectively multiplied
    by the number of voters in the last preceding general election
17
18
    registered to vote in each respective voting district:
19
         (1)
              For the office of governor - $2.50;
20
         (2) For the office of lieutenant governor - $1.40;
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For the office of mayor - \$2.00;

(3)

1	(4) For the offices of state senator, state
2	representative, [and] county council member, and
3	<pre>prosecuting attorney - \$1.40; and</pre>
4	(5) For all other offices — 20 cents."
5	SECTION 6. Statutory material to be repealed is bracketed
6	and stricken. New statutory material is underscored.
7	SECTION 7. This Act shall take effect upon its approval.
8	INTRODUCED BY:

#### Report Title:

Campaign Spending

#### Description:

Adds a new definition for matching payment period; changes report filing deadlines; requires the identification of the candidate supported or opposed by an independent expenditure; and increases the amount of expenditures a publicly financed candidate for the office of the prosecuting attorney can make.

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