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 by adding a new definition to be appropriately inserted					
3	and to read as follows:					
4	"Matching 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; and					
8	(2) For a general election, from January 1 of the year of					
9	the general election through the day of the general					
10	election."					
11	SECTION 2. Section 11-314, Hawaii Revised Statutes, is					
12	amended to read as follows:					
13	"[+]\$11-314[+] Duties of the commission. The duties of					
14	the commission under this part are to:					
15	(1) Develop and adopt forms required by this part;					
16	(2) Adopt and publish a manual for all candidates,					
17	candidate committees, and noncandidate committees,					

l	describi	ng th	ne requ	uirements	of	this	part,	including
2	uniform	and s	simple	methods	of :	record	dkeepir	ng;

- (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 collected under this section as authorized by

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



1	(14) File for injunctive relief when indicated."
2	SECTION 3. Section 11-321, Hawaii Revised Statutes, is
3	amended by amending subsection (e) to read as follows:
4	"(e) An organizational report need not be filed under this
5	section by an elected official who is a candidate for reelection
6	to the same office in successive elections and has not sought
7	election to any other office during the period between
8	elections, unless the candidate is required to report a change
9	in information pursuant to section $[\frac{11-323}{2}]$ $\underline{11-322}$ "
10	SECTION 4. Section 11-334, Hawaii Revised Statutes, is
11	amended by amending subsection (a) to read as follows:
12	"(a) The candidate and treasurer of the candidate
13	committee of each candidate whose name will appear on the ballot
14	in the immediately succeeding election shall file preliminary,
15	final, and supplemental reports.
16	(1) The filing dates for preliminary reports are:
17	(A) Thirty calendar days prior to a primary election;
18	(B) Ten calendar days prior to a primary, each
19	special, or each nonpartisan election; and
20	(C) Ten calendar days prior to a general election;
21	provided that this preliminary report does not
22	need to be filed by a candidate who is

HB LRB 13-0420.doc

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

```
1
              office in the primary, initial special, or initial
2
              nonpartisan election.
3
              The filing dates for supplemental reports are:
         (4)
4
                   January 31 [after an election year]; and
               (A)
5
                   July 31 after an election year.
               (B)
              The report shall be current through December 31 for
6
7
              the report filed on January 31 and current through
              June 30 for the report filed on July 31."
8
         SECTION 5. Section 11-335, Hawaii Revised Statutes, is
9
    amended by amending subsections (a) and (b) to read as follows:
10
11
               The authorized person in the case of a party, or
    treasurer in the case of a noncandidate committee that is not a
12
    party, shall file preliminary, final, and supplemental reports
13
14
    that disclose the following information:
15
         (1)
              The noncandidate committee's name and address;
16
         (2)
              The cash on hand at the beginning of the reporting
17
              period and election period;
        (3) The reporting period and election period aggregate
18
19
              totals for each of the following categories:
20
                  Contributions[+] received;
              (A)
21
              (B) Contributions made;
22
             [<del>(B)</del>] (C)
                        Expenditures; and
```

HB LRB 13-0420.doc

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

HB LRB 13-0420.doc

1		<u>(A)</u>	Expenditures for consultants, advertising
2			agencies and similar firms, credit card payments,
3			salaries, and candidate reimbursements shall be
4			itemized to permit a reasonable person to
5			determine the ultimate intended recipient of the
6			expenditure and its purpose; and
7		<u>(B)</u>	The purpose of an independent expenditure shall
8			include the name of the candidate who is
9			supported or opposed by the expenditure and
10			whether the expenditure supports or opposes the
11			<pre>candidate;</pre>
12	[(3)]	(4)	The amount, date of deposit, and description of
13		othe	r receipts and the name and address of the source
14		of e	ach of the other receipts;
15	[(4)]	<u>(5)</u>	A description of each durable asset, the date of
16		acqu.	isition, value at the time of acquisition, and the
17		name	and address of the vendor or contributor of the
18		asse	t; and
1 9	[(5)]	<u>(6)</u>	The date of disposition of a durable asset, value
20		at t	he time of disposition, method of disposition, and
21		name	and address of the person receiving the asset."

1 SECTION 6. Section 11-336, Hawaii Revised Statutes, is 2 amended by amending subsection (d) to read as follows: 3 The filing dates for supplemental reports are: 4 January 31 [after-an election year]; and (1)5 July 31 after an election year. (2) 6 The report shall be current through December 31 for the report 7 filed on January 31 and current through June 30 for the report filed on July 31." 8 9 SECTION 7. Section 11-359, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows: 10 11 "(b) A contribution by the candidate's immediate family 12 shall be exempt from section $[\frac{11-355}{7}]$ 11-357 but shall be 13 limited in the aggregate to \$50,000 in any election period; 14 provided that the aggregate amount of loans and contributions 15 received from the candidate's immediate family does not exceed 16 \$50,000 during an election period." SECTION 8. Section 11-423, Hawaii Revised Statutes, is **17** amended as follows: 18 1. By amending subsection (b) to read: 19 20 The affidavit shall state that the candidate knows

the voluntary campaign expenditure limitations as set out in

this part and that the candidate is voluntarily agreeing to

HB LRB 13-0420.doc

21

22

```
1
    limit the candidate's expenditures and those made on the
    candidate's behalf by the amount set by law. The affidavit
2
    shall be subscribed to by the candidate [and], notarized[-], and
3
4
    filed no later than the time of filing nomination papers with
    the chief election officer or county clerk."
5
6
         2. By amending subsection (d) to read:
7
         "(d) From January 1 of the year of any primary, special,
    or general election, the aggregate expenditures for each
8
9
    election by a candidate who voluntarily agrees to limit campaign
10
    expenditures, inclusive of all expenditures made or authorized
11
    by the candidate alone, all treasurers, the candidate committee,
    and noncandidate committees on the candidate's behalf, shall not
12
    exceed the following amounts expressed, respectively multiplied
13
14
    by the number of voters in the last preceding general election
    registered to vote in each respective voting district:
15
16
             For the office of governor - $2.50;
         (1)
             For the office of lieutenant governor - $1.40;
17
         (2)
              For the office of mayor - $2.00;
18
         (3)
              For the offices of state senator, state
19
         (4)
20
              representative, [and] county council member, and
21
              prosecuting attorney - $1.40; and
```

For all other offices - 20 cents."

HB LRB 13-0420.doc

(5)

22

- 2 and stricken. New statutory material is underscored.
- 3 SECTION 10. This Act shall take effect upon its approval.

4

INTRODUCED BY:

JAN 1 7 2013

By Request

Report Title:

Elections; Campaign Spending Commission Package

Description:

Amends the campaign finance law by: (1) defining "matching payment period"; (2) correcting statutory references; (3) changing report filing deadlines; (4) specifying noncandidate committee reporting requirements for contributions made; (5) requiring the identification of the candidate supported or opposed by an independent expenditure; and (6) increasing the amount of allowable expenditures made by a publicly financed candidate for the office of prosecuting attorney.

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