STAND. COM. REP. NO.



Honolulu, Hawaii

MAR 25 , 2021

RE: S.B. No. 401

H.D. 1

Honorable Scott K. Saiki Speaker, House of Representatives Thirty-First State Legislature Regular Session of 2021 State of Hawaii

Sir:

Your Committee on Judiciary & Hawaiian Affairs, to which was referred S.B. No. 401, H.D. 1, entitled:

"A BILL FOR AN ACT RELATING TO VIOLATIONS OF CAMPAIGN FINANCE LAW,"

begs leave to report as follows:

The purpose of this measure is to amend the allowable administrative fines for campaign finance violations. Specifically, this measure allows the Campaign Spending Commission to:

- (1) Fine any noncandidate committee that makes only independent expenditures and has either received at least one contribution of or spent more than \$10,000 in an election period an amount not to exceed:
 - (A) \$5,000 for each occurrence; or
 - (B) Three times the amount of an unlawful contribution or expenditure; and
- (2) Order the fine, or any portion thereof, to be paid from the personal funds of the officers of the noncandidate committee.

2021-2794 SB401 HD1 HSCR HMSO

Your Committee received testimony in support of this measure from the Campaign Spending Commission, Common Cause Hawaii, and seven individuals.

Your Committee finds that this measure significantly increases the amount of fines assessed against a noncandidate committee that makes only independent expenditures, otherwise known as Super PACs, and authorizes the Campaign Spending Commission to order that the fines, or a portion of the fines, be paid from the personal funds of an officer of the Super PAC. The increase in the amount of the fine is necessary in enforcement cases against Super PACs and will serve as a more effective deterrent against Super PACs from violating campaign finance laws.

As affirmed by the record of votes of the members of your Committee on Judiciary & Hawaiian Affairs that is attached to this report, your Committee is in accord with the intent and purpose of S.B. No. 401, H.D. 1, and recommends that it be referred to your Committee on Finance.

Respectfully submitted on behalf of the members of the Committee on Judiciary & Hawaiian Affairs,

MARK M. NAKASHIMA, Chair

State of Hawaii House of Representatives The Thirty-first Legislature

HSCR 1436

Record of Votes of the Committee on Judiciary & Hawaiian Affairs

Bill/Resolution No.: Committee GVR,	Referral: JHA, FI	Date:	3-73-	21
☐ The committee is reconsidering its previous decision on the measure.				
The recommendation is to: Pass, unamended (as is) Pass, with amendments (HD) Hold Pass short form bill with HD to recommit for future public hearing (recommit)				
JHA Members	Ayes	Ayes (WR)	Nays	Excused
1. NAKASHIMA, Mark M. (C)				
2. MATAYOSHI, Scot Z. (VC)				
3. ICHIYAMA, Linda				
4. KOBAYASHI, Dale T.				
			A STREET, DESCRIPTION	
5. LoPRESTI, Matthew S.		Valkan aku		
6. LOWEN, Nicole E.				
7. McKELVEY, Angus L.K.				communication and discount from
			district the Group	
8. NAKAMURA, Nadine K.		HEUREST ST. TESTINGS		MODERN STREET
		ne la louis di uno de la		RESTRUCTION OF THE
9. TAKUMI, Roy M.	REAL RESIDENCE OF THE PROPERTY	STATE OF LAND		
10. TODD, Chris				
10. 10DD, Chris				
11. TOKIOKA, James Kunane	V			
12. WARD, Gene				
		N		ine .
TOTAL (12)		Q	<u>Q</u>	
The recommendation is: Adopted If joint referral, did not support recommendation. committee acronym(s)				
Vice Chair's or designee's signature:				
Distribution: Original (White) - Committee Duplicate (Yellow) - Chief Clerk's Office Duplicate (Pink) - HMSO				