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#### STATE OF HAWAI'I CAMPAIGN SPENDING COMMISSION 235 SOUTH BERETANIA STREET, ROOM 300

HONOLULU, HAWAII 96813

January 29, 2021

### TO: The Honorable Angus L.K. McKelvey, Chair House Committee on Government Reform

The Honorable Tina Wildberger, Vice Chair House Committee on Government Reform

Members of the House Committee on Government Reform

FROM: Kristin Izumi-Nitao, Executive Director **K** Campaign Spending Commission

# SUBJECT: Testimony on H.B. No. 142, Relating to Reimbursements for Expenditures by Committees.

Wednesday, February 3, 2021 8:30 a.m., Conference Room 309

Thank you for the opportunity to testify on this bill.<sup>1</sup> The Campaign Spending Commission ("Commission") supports this bill.

This measure amends Hawaii Revised Statutes ("HRS") §11-333(b) by amending paragraph (3) by replacing "candidate reimbursements" with "committee reimbursements to the candidate or other individuals" to the list of candidate expenditures that need to be itemized. As currently written, only candidate reimbursements need to be itemized. In many instances, individuals other than the candidate are being reimbursed for campaign costs advanced by those individuals. Those reimbursements to other individuals should also be itemized. This measure also amends HRS §11-335(b) by amending paragraph (3)(B) by deleting "and candidate reimbursements" from the list of noncandidate committee expenditures that need to be itemized. Under HRS §11-373, noncandidate committees are prohibited from receiving or making loans. Thus, noncandidate committees should not be reporting reimbursements to candidates.

The Commission urges this Committee to pass this measure.

<sup>&</sup>lt;sup>1</sup> The companion bill is S.B. No. 402.



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Hawaii Holding Power Accountable

## Statement Before The HOUSE COMMITTEE ON GOVERNMENT REFORM Wednesday, February 3, 2021 8:30 AM Via Video Conference, Conference Room 309

### in consideration of HB 142 **RELATING TO THE CAMPAIGN FINANCE.**

Chair McKELVEY, Vice Chair WILDBERGER, and Members of the Government Reform Committee

Common Cause Hawaii supports HB 142, which provides for disclosures when candidate committees reimburse the candidate or other individuals for expenditures made on the candidate's behalf.

Common Cause Hawaii is a nonprofit, nonpartisan, grassroots organization dedicated to reforming government and strengthening democracy through improving our campaign finance system with laws that amplify the voices of everyday Americans by requiring strong disclosures and making sure everyone plays by the same commonsense rules.

HB 142 provides that schedules filed with reports in Section 11-333, Hawaii Revised Statutes, shall include committee reimbursements to the candidate or other individuals and the salaries paid to consultants, advertising agencies and similar firms. This will provide more transparency in how candidate committees are spending monies, which is always beneficial to the process.

Thank you for the opportunity to testify in support of HB 142, and Common Cause Hawaii respectfully urges the Committee members to pass HB 142 out of your Committee. If you have further questions of me, please contact me at sma@commoncause.org.

Very respectfully yours,

Sandy Ma Executive Director, Common Cause Hawaii

