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

HONOLULU, HAWAII 96813

February 22, 2022

TO: The Honorable Sylvia Luke, Chair House Committee on Finance

The Honorable Kyle T. Yamashita, Vice Chair House Committee on Finance

Members of the House Committee on Finance

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

SUBJECT: Testimony on H.B. No. 1888, HD 2, Relating to Electioneering Communications

Thursday, February 24, 2022 11:00 a.m., Via Videoconference

Thank you for the opportunity to testify on this bill. The Campaign Spending Commission ("Commission") supports this bill.

This purpose of the bill is to (1) Increase the threshold amount of aggregated expenditures for electioneering communications in a calendar year from more than \$1,000 to more than \$2,000 before the filing of a statement of information would be required, (2) require that the disclosures of electioneering communications occur on the date the electioneering communications are publicly distributed, (3) Specify the disclosure date for subsequent public distribution of electioneering communications, (4) Exempt news story or editorial published by electronic means from being considered electioneering communications, and (5) Repeal the actual expenditures exception from the definition of electioneering communications. This bill incorporated the contents of H.B. No. 1425, the Commission's electioneering communications bill. The Commission asks this Committee to change the effective date to upon approval¹ and pass this measure.

¹ Section 5 of the bill provides an effective date of July 1, 2112, but also states that the bill shall apply to elections beginning with the 2022 primary election. The effective date should be changed to July 1, 2022, or upon approval.



Committee on Finance Chair Luke, Vice Chair Yamaashita

Thursday, February 22, 2022, 11 am, Videoconference HB1888 HD2 — RELATING TO ELECTIONEERING COMMUNICATIONS

TESTIMONY Beppie Shapiro, Legislative Committee, League of Women Voters of Hawaii

Chair Luke, Vice Chair Yamashita, and Committee Members:

The League of Women Voters of Hawaii supports HB1888 HD2, which Increases the threshold amount that requires disclosure of electioneering communications; requires that disclosures of electioneering communications occur on the date the electioneering communications are publicly distributed; specifies the disclosure date for subsequent public distribution of electioneering communications; makes 2 other changes improving language in the current statute; and applies to all elections beginning with the 2022 primary election.

The League of Women Voters supports campaign finance policies which provide transparency and accountability for expenditures by political campaigns. HB1888 HD2 addresses these policies.

Thank you for the opportunity to submit testimony.



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www.commoncause.org/hi

Hawaii Holding Power Accountable

> Statement Before The HOUSE COMMITTEE ON FINANCE Thursday, February 24, 2022 11:00 AM Via Video Conference and Conference Room 308

in consideration of HB 1888, HD2 RELATING ELECTIONEERING COMMUNICATIONS.

Chair LUKE, Vice Chair YAMASHITA, and Members of the House Finance Committee

Common Cause Hawaii supports HB 1888, HD2, with suggested amendments and seeking clarifications, which (1) increases the threshold amount that requires disclosure of electioneering communications, (2) requires that disclosures of electioneering communications occur on the date the electioneering communications are publicly distributed, (3) specifies the disclosure date for subsequent public distribution of electioneering communications advertisements published by electronic means from being considered electioneering communications, (5) repeals the actual expenditures exception from the definition of "electioneering communication", and (6) applies to all elections beginning with the 2022 primary election.

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 people.

Common Cause Hawaii supports HB 1888, HD2 at page 3, lines 9-12, amending that portion of the Electioneering Communications statute to require subsequent disclosure filings after the initial \$2,000 aggregate spending threshold is reached. While Common Cause Hawaii understands the potential burden on noncandidate committees and the Commission to process the statements of information, we prefer keeping the \$1,000 threshold amount to ensure that smaller, local races will also be subject to Hawaii Revised Statutes (HRS) § 11-341. This will permit continued transparency and accountability in smaller county council and prosecutor races.

Common Cause Hawaii also suggests deleting the definition of person, at 4, lines 17-18, which excludes "candidate or candidate committee", for improved transparency and accountability in our elections.

Further, Common Cause Hawaii notes that HB 1888, HD2 amends the definition of "disclosure date" at page 3, lines 3-9, to the "date on which subsequent electioneering communication is publicly distributed" versus the original definition of "has made expenditures" on page 3, line 4. Common Cause Hawaii is concerned with definitional change to "disclosure date". This is because an electioneering communication may be contracted / purchased and then subsequently and serially distributed at a later time. If the disclosure date did not include dates on which a contract is executed, i.e., "has made expenditures", a person could conceivably make their contracts for electioneering communications payable after the election and wait to disclose that spending, depriving the public of that information until it's too late. Additionally, changing to "publicly distributed" could make administration more difficult and possibly lead to less timely disclosure in the last few weeks or days leading up to an election. Everyone who had previously been reporting their contracts for electioneering



communications well ahead of the election, when their contracts were executed, would now be reporting all of those in together in that short period right before the election.

Common Cause Hawaii also seeks clarification that electioneering communications will still apply to election advertisements published by electronic means and HB 1888, HD2 will not exempt an election advertisement published in an electronic periodical or newspaper.

Thank you for the opportunity to testify in support of HB 1888, HD2, with suggested amendments and seeking clarification. If you have questions of me, please contact me at sma@commoncause.org.

Very respectfully yours,

Sandy Ma Executive Director, Common Cause Hawaii

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