#### EXECUTIVE CHAMBERS KE KE'ENA O KE KIA'ĀINA

JOSH GREEN, M.D. GOVERNOR KE KIA'ĀINA

June 23, 2023

The Honorable Ronald D. Kouchi President of the Senate, and Members of the Senate Thirty-Second State Legislature State Capitol, Room 409 Honolulu, Hawai'i 96813 The Honorable Scott K. Saiki Speaker, and Members of the House of Representatives Thirty-Second State Legislature State Capitol, Room 431 Honolulu, Hawai'i 96813

Dear President Kouchi, Speaker Saiki, and Members of the Legislature:

This is to inform you that on June 23, 2023, the following bill was signed into law:

HB463 SD1 CD1

RELATING TO ELECTIONS. **ACT 122** 

Sincerely,

Josh Green, M.D.

Governor, State of Hawai'i

on \_\_ JUN 2 3 2023

ACT 122

HOUSE OF REPRESENTATIVES THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII H.B. NO. S.D. 1

### A BILL FOR AN ACT

RELATING TO ELECTIONS.

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

- 1 SECTION 1. The legislature finds that the current state of
- 2 politics and public mistrust in government necessitate the
- 3 enactment of more rigorous campaign disclosure laws. The
- 4 legislature firmly believes that it is clear that the State has
- 5 sufficiently important government interests in an informed
- 6 electorate, deterring corruption and the appearance of
- 7 corruption, and gathering the data necessary to detect campaign
- 8 spending violations. Campaign disclosure requirements directly
- 9 serve these sufficiently important government interests.
- 10 The legislature further finds that in the seminal case on
- 11 campaign finance law, Buckley v. Valec, 424 U.S. 1 (1976), the
- 12 United States Supreme Court acknowledged the sufficiently
- 13 important government interest in ensuring that voters are fully
- 14 informed through campaign spending disclosure requirements. The
- 15 United States Supreme Court also acknowledged that campaign
- 16 spending disclosure requirements directly serve the sufficiently
- 17 important government interests of deterring corruption and the

# H.B. NO. 5.D. 1

- 1 appearance of corruption as well as gathering the data necessary
- 2 to detect campaign spending violations.
- 3 The legislature also finds that the State's existing
- 4 campaign finance laws fail to reveal the source of campaign
- 5 expenditures for noncandidate committees when the expenditures
- 6 are under \$1,000. Because of this arbitrary limit, there is a
- 7 lack of transparency that fails to inform the public about who
- 8 is trying to influence an election.
- 9 The legislature further finds that the current campaign
- 10 expenditure disclosure threshold of \$1,000 makes it easy to
- 11 evade campaign spending reporting laws since noncandidate
- 12 committees that expend just under the \$1,000 threshold do not
- 13 need to file organizational reports. For example, a
- 14 noncandidate committee that expends \$999, which is a significant
- 15 amount for expenditures, is not required to report those
- 16 expenditures under existing law, therefore those expenses go
- 17 unreported. This Act would prevent noncandidate committees from
- 18 evading campaign spending reporting laws for such expenditure
- 19 amounts.
- Therefore, the purpose of this Act is to enhance
- 21 transparency and prevent noncandidate committees from evading

## H.B. NO. S.D. 1

- 1 campaign spending reporting laws by lowering the threshold for
- 2 disclosure of campaign expenditures to \$500, thus providing
- 3 greater accountability and public awareness.
- 4 SECTION 2. Section 11-321, Hawaii Revised Statutes, is
- 5 amended by amending subsection (g) to read as follows:
- **6** "(g) The organizational report for a noncandidate
- 7 committee shall be filed within ten days of receiving
- 8 contributions or making or incurring expenditures of more than
- 9 [\$1,000] \$500, in the aggregate, in a two-year election period;
- 10 provided that within the thirty-day period [prior to] before an
- 11 election, a noncandidate committee shall register by filing an
- 12 organizational report within two days of receiving contributions
- 13 or making or incurring expenditures of more than [\$1,000,] \$500,
- 14 in the aggregate, in a two-year election period."
- 15 SECTION 3. This Act does not affect rights and duties that
- 16 matured, penalties that were incurred, and proceedings that were
- 17 begun before its effective date.
- 18 SECTION 4. Statutory material to be repealed is bracketed
- 19 and stricken. New statutory material is underscored.
- 20 SECTION 5. This Act shall take effect upon its approval.

APPROVED this 23rd day of June , 2023

**GOVERNOR OF THE STATE OF HAWAII** 

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### THE HOUSE OF REPRESENTATIVES OF THE STATE OF HAWAII

Date: May 2, 2023 Honolulu, Hawaii

We hereby certify that the above-referenced Bill on this day passed Final Reading in the House of Representatives of the Thirty-Second Legislature of the State of Hawaii, Regular Session of 2023.

Men

Scott K. Saiki Speaker House of Representatives

M. V. Ille

Brian L. Takeshita

Chief Clerk

House of Representatives

### THE SENATE OF THE STATE OF HAWAI'I

Date: May 2, 2023

Honolulu, Hawai'i 96813

We hereby certify that the foregoing Bill this day passed Final Reading in the Senate of the Thirty-Second Legislature of the State of Hawai'i, Regular Session of 2023.

resident of the Senate

Clerk of the Senate