THE SENATE THIRTY-SECOND LEGISLATURE, 2023 STATE OF HAWAII

S.B. NO. 197

JAN 1 9 2023

### A BILL FOR AN ACT

RELATING TO VIOLATIONS OF CAMPAIGN FINANCE LAW.

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

1	SECTIC	)N 1.	Section	11-410,	Hawaii	Revised	Statutes,	is
2	amended as	follow	ws:					

3 1. By amending subsection (a) to read:

4 "(a) The commission may make a decision or issue an order
5 affecting any person violating any provision of this part [or
6 section 281-22] that may provide for the assessment of an
7 administrative fine as follows:

- 8 (1) If [an individual,] a person other than a person
  9 described in paragraph (2), an amount not to exceed
- 10 \$1,000 for each occurrence or an amount [equivalent]
- 11 <u>not</u> to <u>exceed</u> three times the amount of an unlawful 12 contribution or expenditure; or
- 13 (2) If a [corporation, organization, association, or labor
- 14 <u>union</u>,] <u>noncandidate committee that makes only</u>
- 15 independent expenditures and has either received at
- 16 least one contribution of more than \$10,000 from any
- 17 <u>one person or has made expenditures of more than</u>



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1 \$10,000 in the aggregate, in an election period, an 2 amount not to exceed [\$1,000] \$5,000 for each 3 occurrence; or an amount not to exceed three times the 4 amount of an unlawful contribution or expenditure; 5 provided that whenever a corporation, organization, association, 6 or labor union violates this part, the violation may be deemed 7 to be also that of the individual directors, officers, or agents 8 of the corporation, organization, association, or labor union, 9 who have knowingly authorized, ordered, or done any of the acts 10 constituting the violation." 11 2. By amending subsection (c) to read: 12 "(c) If an administrative fine is imposed upon a 13 candidate[7] or noncandidate committee, the commission may order 14 that the fine, or any portion [-7] of the fine, be paid from the 15 [candidate's] personal funds[-] of the candidate or officers of 16 the noncandidate committee." 17 SECTION 2. This Act does not affect rights and duties that 18 matured, penalties that were incurred, and proceedings that were 19 begun before its effective date.

20 SECTION 3. Statutory material to be repealed is bracketed21 and stricken. New statutory material is underscored.



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SECTION 4. This Act shall take effect upon its approval. 1

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INTRODUCED BY:

Mun.M.

By Request



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#### Report Title:

Hawaii Campaign Spending Commission Package; Fines; Noncandidate Committees; Independent Expenditures

#### Description:

Increases the amount of fine from \$1,000 to \$5,000 that may be assessed against a noncandidate committee making only independent expenditures that has received at least 1 contribution of more than \$10,000, or spent more than \$10,000 in an election period, for campaign spending law violations. Allows the Campaign Spending Commission to order the fine be up to 3 times the amount of the unlawful contribution or expenditure, and to order that the payment of the fine assessed against a noncandidate committee, or any portion thereof, be paid from the personal funds of an officer of the noncandidate committee.

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