A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

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

1 SECTION 1. Chapter 11, Hawaii Revised Statutes, is amended 2 by adding a new section to part XII, subpart B, to be 3 appropriately designated and to read as follows: 4 Reporting deadline. When any reporting deadline 5 falls on a Saturday, Sunday, or holiday designated in section 6 8-1, the reporting deadline shall be the next succeeding day 7 that is not a Saturday, Sunday, or holiday." 8 SECTION 2. Section 11-191, Hawaii Revised Statutes, is 9 amended as follows: 10 1. By amending the definition of "contribution" to read as 11 follows: 12 ""Contribution" [means]: 13 (1)Means: 14 A gift, subscription, deposit of money or (A) 15 anything of value, or cancellation of a debt or 16 legal obligation and includes the purchase of 17 tickets to fundraisers for the purpose of:

1	$\left[\frac{A}{A}\right]$ (i) Influencing the nomination for election, or
2	election, of any person to office;
3	[(B)](ii) Influencing the outcome of any question or
4	issue that appears or is reasonably certain to
5	appear on the ballot at the next applicable
6	election described in [subparagraph (A); or]
7	<pre>clause (i); or</pre>
8	[(C)] <u>(iii)</u> Use by any party or committee for the purposes
9	set out in [subparagraph (A) or (B); clause
10	(i) or (ii);
11	$\left[\frac{(2)}{(B)}\right]$ The payment, by any person, political party, or
12	any other entity other than a candidate or
13	committee, of compensation for the personal
14	services or services of another person that are
15	rendered to the candidate or committee without
16	charge or at an unreasonably low charge for the
17	purposes set out in [$\frac{paragraph}{(1)(A),(1)(B)}$, or
18	(1)(C); subparagraph (A); or
19	$[\frac{(3)}{(C)}]$ A contract, promise, or agreement to make a
20	contribution; provided that notwithstanding this
21	[paragraph and paragraphs (1) and (2),
22	subparagraph and subparagraphs (A) and (B), the

1		term "contributions" shall not include services		
2		or portions thereof voluntarily provided without		
3		reasonable compensation by individuals to or in		
4		behalf of a candidate or committee[+ or].		
5	[(4)]	Notwithstanding [paragraphs (1), (2), and (3),		
6		subparagraphs (A), (B), and (C), a candidate's		
7		expenditure of the candidate's own funds or the making		
8		of a loan or advance in the pursuit of the candidate's		
9		campaign shall not be a contribution for the purpose		
10		of this subpart but shall nevertheless be reportable		
11		as a campaign receipt [-];		
12	(2)	Does not include an individual or committee engaging		
13		in Internet activities for the purpose of influencing		
14		an election if:		
15		(A) The individual or committee is uncompensated for		
16		the Internet activities; or		
17		(B) The individual or committee uses equipment or		
18		services for uncompensated Internet activities,		
19		regardless of who owns the equipment and		
20		services.		
21		For purposes of this exclusion, "Internet activities"		
22		includes sending or forwarding electronic messages;		

1	providing a hyperlink or other direct access to	
2	another person's website; blogging; creating,	
3	maintaining, or hosting a website; paying a nomin	
4	fee for the use of another person's website; and	
5	other form of communication distributed over the	
6	Internet.	
7	For purposes of this paragraph, "equipment and	
8	services" includes computers, software, Internet	
9	domain names, Internet service providers, and any	
10	other technology that is used to provide access to o	
11	use of the Internet.	
12	This paragraph does not apply to any payment for an	
13	advertisement other than a nominal fee; the purchase	
14	or rental of an e-mail address list made the direction	
15	of a committee; or an e-mail address list that is	
16	transferred to a committee."	
17	2. By amending the definition of "expenditure" to read as	
18	follows:	
19	""Expenditure" [means]:	
20	(1) Means:	
21	(A) Any purchase or transfer of money or anything of	
22	value, or promise or agreement to purchase or	
	HB1130 CD1 HMS 2007-4113	

1	transfer money or anything of value, or payment
2	incurred or made, or the use or consumption of a
3	nonmonetary contribution for the purpose of:
4	$\left[\frac{\langle A \rangle}{\langle i \rangle}\right]$ (i) Influencing the nomination for election, or
5	election, of any person seeking nomination
6	for election, or election, to office whether
7	or not the person has filed the person's
8	nomination paper;
9	$\left[\frac{B}{B}\right]$ (ii) Influencing the outcome of any question or
10	issue that has been certified to appear on
11	the ballot at the next applicable election;
12	or
13	$[\frac{(C)}{(C)}]$ (iii) Use by any party or committee for the
14	purposes set out in [subparagraph (A) or
15	(B); clause (i) or (ii);
16	$\left[\frac{(2)}{(B)}\right]$ The payment, by any person other than a candidate
17	or committee, of compensation for the personal
18	services of another person that are rendered to
19	the candidate or committee for any of the
20	purposes mentioned in [paragraph (1);
21	subparagraph (A); or

1	[(3)]	(C) The expenditure by a candidate of the candidate's
2		own funds for the purposes set out in paragraph
3		(1).
4	[(4)]	The term does not include volunteer personal services
5		and voter registration efforts that are not partisan.
6	(2)	Does not include an individual or committee engaging
7		in Internet activities for the purpose of influencing
8		an election if:
9		(A) The individual or committee is uncompensated for
10		Internet activities; or
11		(B) The individual or committee uses equipment or
12		services for uncompensated Internet activities,
13		regardless of who owns the equipment and
14		services.
15		For purposes of this paragraph, "Internet activities"
16		includes sending or forwarding electronic messages;
17		providing a hyperlink or other direct access to
18		another person's website; blogging; creating,
19		maintaining, or hosting a website ; paying a nominal
20		fee for the use of another person's website; and any
21		other form of communication distributed over the
22		Internet.

1	For purposes of this paragraph, "equipment and
2	services" includes computers, software, Internet
3	domain names, Internet service providers, and any
4	other technology that is used to provide access to or
5	use of the Internet.
6	This paragraph does not apply to any payment for an
7	advertisement other than a nominal fee; the purchase
8	or rental of an e-mail address list made at the
9	direction of a committee; or an e-mail address list
10	that is transferred to a committee."
11	SECTION 3. Section 11-194, Hawaii Revised Statutes, is
12	amended to read as follows:
13	"§11-194 Registration. (a) Each candidate[$ au$] or
14	noncandidate committee[, or party] shall [file] register with
15	the commission by filing an organizational report as set forth
16	in section 11-196 or 11-196.5 as applicable.
17	(b) Committees that form within ten days of any election
18	and expend in the aggregate more than \$1,000 for the election
19	shall register and fully disclose the expenditure by 4:30 p.m.
20	on the last calendar day prior to the expenditure.

1	(c) Each candidate [who files nomination papers for
2	office with the chief election officer or county clerk] shall
3	file an organizational report within ten days of:
4	(1) Filing the nomination papers for office; or
5	(2) The date the candidate or candidate's committee
6	receives contributions or makes expenditures that
7	amount to more than \$100 in the aggregate during the
8	applicable election period[-], whichever occurs first.
9	[(d)] <u>(c)</u> An elected official who is seeking [re-election]
10	reelection to the same office in successive elections shall not
11	be required to file an organizational report under this section
12	unless the candidate is required to report a change in
13	information pursuant to section 11-196(b); provided that the
14	candidate has not sought election to any other office during the
15	period between elections.
16	[(e)] <u>(d)</u> A noncandidate committee shall file an
17	organizational report within ten days of receiving contributions
18	or making expenditures that amount to more than \$1,000, in the
19	aggregate, in a two-year election period[+]; except that within
20	the thirty day period prior to an election, a noncandidate
21	committee shall file an organizational report within two days of
22	receiving contributions or making expenditures that amount to
	HB1130 CD1 HMS 2007-4113

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    more than $1,000, in the aggregate, in a two-year election
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    period."
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         SECTION 4. Section 11-195, Hawaii Revised Statutes, is
    amended by amending subsection (f) to read as follows:
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5
         "(f) For purposes of this subpart, whenever a report is
    required to be filed with the commission, "filed" means received
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    in the office of the commission or county clerk, whichever is
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    applicable, by the date and time specified for the filing of the
    report; except that a noncandidate committee required to be
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    registered with the commission pursuant to section 11-194(d),
    and a candidate or the committee of a candidate who is seeking
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    election to the:
12
13
         (1)
              Office of governor;
              Office of lieutenant governor;
14
         (2)
             Office of mayor;
15
         (3)
              Office of prosecuting attorney;
16
         (4)
17
         (5)
              County council;
         (6)
              Senate;
18
19
         (7)
              House of representatives; [or]
20
              Office of Hawaiian affairs [\tau]; or
         (8)
         (9)
21
              Board of education,
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- 1 shall file by electronic means in the manner prescribed by the
- 2 commission. [Candidates for the offices named in this
- 3 subsection with contributions or expenditures of less than
- 4 \$5,000 need not file by electronic means. A candidate or
- 5 candidate committee without access to a computer or the Internet
- 6 may request a waiver from electronic filing from the
- 7 commission.]"
- 8 SECTION 5. Section 11-203, Hawaii Revised Statutes, is
- 9 amended to read as follows:
- 10 "\$11-203 Fundraisers and fundraising activities. (a) As
- 11 used in this section, "fundraiser" means any function held for
- 12 the benefit of a person that is intended or designed, directly
- 13 or indirectly, to raise funds for political purposes for which
- 14 the price or suggested contribution for attending the function
- is more than \$25 per person.
- 16 [(b) There shall be no more than two fundraisers held for
- 17 a person prior to a general or special election in which that
- 18 person is either elected or defeated.
- (c) (b) No fundraiser or fundraising activity shall be
- 20 held unless a notice of intent to hold the function is filed by
- 21 the person in charge of the function with the commission prior
- 22 to the date of the function setting forth the name and address



- 1 of the person in charge, the price per person, the date, hour,
 2 and place of the affair and the method thereof.
- 3 [(d) Fundraisers sponsored by a candidate for a statewide
- 4 office are exempt from the \$25 limit of subsection (a) and the
- 5 restrictions of subsection (b), and fundraisers sponsored by a
- 6 party for a political purpose for the general benefit of the
- 7 party are exempt from the restrictions of subsection (b). "
- 8 SECTION 6. Section 11-204.5, Hawaii Revised Statutes, is
- 9 amended to read as follows:
- 10 "[+]\$11-204.5[+] Limit on contributions from nonresident
- 11 individuals and persons. Contributions from [any individual or
- 12 any person as defined in section 11-191, all persons, except
- 13 for a member of the candidate's immediate family, who [is] are
- 14 not [a resident] residents of the State at the time the
- 15 contributions are made, including a noncandidate committee
- 16 organized under the laws of another state and whose participants
- 17 are not residents of the State, shall not exceed twenty per cent
- 18 of the total contributions received by a candidate or
- 19 candidate's committee for each reporting period."
- 20 SECTION 7. Section 11-207.5, Hawaii Revised Statutes, is
- 21 amended by amending subsection (a) to read as follows:

1	"(a) Each candidate, candidate's committee, or committee,		
2	that within the period of [fifteen] fourteen calendar days		
3	through four calendar days prior to a primary, special primary,		
4	general, or special general election, makes contributions		
5	aggregating more than \$500, or receives contributions from any		
6	person or entity aggregating more than \$500, shall file a report		
7	with the commission or appropriate county clerk's office on		
8	forms provided by the commission, no later than 4:30 p.m., three		
9	calendar days prior to the election."		
10	SECTION 8. Section 11-212, Hawaii Revised Statutes, is		
11	amended by amending subsection (a) to read as follows:		
12	"(a)(1) The candidate committee of each candidate whose name		
13	will appear on the ballot in the immediately		
14	succeeding election shall file a preliminary report		
15	with the commission or appropriate county clerk's		
16	office. Preliminary reports shall be filed on forms		
17	provided by the commission no later than 4:30 p.m. on		
18	the following dates:		
19	(A) July [thirtieth] thirty-first of the year of the		
20	primary election;		
21	(B) Ten calendar days prior to each primary and		
22	initial special election; and		



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

1		(C) Ten calendar days prior to a special or general
2		election.
3	(2)	Each report shall be certified pursuant to section 11-
4		195 and shall contain the following information which
5		shall be current through [the thirtieth calendar day]
6		June 30 prior to the filing of the report filed on the
7		[thirtieth] thirty-first of July and fifth calendar
8		day prior to the filing of other preliminary reports:
9		(A) The aggregate sum of all contributions and other
10		campaign receipts received;
11		(B) The amount and date of deposit of the
12		contribution and the name and address of each
13		donor who contributes an aggregate of more than
14		\$100 during an election period, which has not
15		previously been reported; provided that if all
16		the information is not on file, the contribution
17		shall be returned to the donor within thirty days
18		of deposit;
19		(C) The amount and date of deposit of each
20		contribution and the name, address, employer, and
21		occupation of each donor who contributes an
22		aggregate of \$1,000 or more during an election

1		period, which has not previously been reported;	
2		provided that if all the information is not on	
3		file, the contribution shall be returned to the	
4		donor within thirty days of deposit;	
5	(D)	All expenditures made, incurred, or authorized by	
6		or for a candidate, including the name and	
7		address of each payee and the amount, date, and	
8		purpose of each expenditure; and	
9	(E)	A current statement of the balance on hand or	
10		deficit."	
11	SECTION 9	. Section 11-213, Hawaii Revised Statutes, is	
12	amended by ame	nding subsections (f) and (g) to read as follows:	
13	"(f) Deficit. In the event of a deficit the candidate,		
14	authorized person in the case of a party, or campaign treasurer		
15	in the case of	a committee shall, every six months until the	
16	deficit is eli	minated, file supplemental reports covering all	
17	items prescrib	ed in subsection (a) or subsection (b) in the case	
18	of noncandidat	e committees. The first report shall be due no	
19	later than 4:3	0 p.m. on the [thirtieth] thirty-first day after	
20	the last day o	f the election year.	

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

- 1 Surplus. In the event of a surplus the candidate, 2 authorized person in the case of a party, or campaign treasurer in the case of a committee, shall: 3 Maintain the cash surplus in a financial depository; 4 (1)5 and 6 (2) Every six months, until the candidate files to be on 7 the ballot with the state office of elections, or in the case of a party or committee until they 8 participate in an election again, file supplemental 9 10 reports detailing all items prescribed in subsection 11 (a) or in the case of a noncandidate committee until 12 they participate in an election again, or file 13 supplemental reports detailing all items prescribed in 14 subsection (b). 15 The first report shall be due not later than 4:30 p.m. on the [thirtieth] thirty-first calendar day after the last day of 16 **17** the election year." SECTION 10. Statutory material to be repealed is bracketed 18 19 and stricken. New statutory material is underscored. 20 SECTION 11. This Act shall take effect upon its approval; provided that section 4 shall apply to reporting periods 21
 - HB1130 CD1 HMS 2007-4113

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beginning on January 1, 2008.

H.B. NO. 1130 H.D. 1 S.D. 1 C.D. 1

Report Title:

Campaign Spending Commission; Reporting Deadline

Description:

Revises various campaign spending reporting deadlines. Amends definitions of "contribution" and "expenditure" for use of internet services. (HB1130 CD1)