#### HOUSE OF REPRESENTATIVES TWENTY-FOURTH LEGISLATURE, 2007 STATE OF HAWAII

٠

H.B. NO. H.D. 1

1

## A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

,

HB1130 HD1 HMS 2007-2273

#### 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 be appropriately designated and to
3	read as follows:
4	" <b>§11- Reporting deadline.</b> When any reporting deadline
5	falls on a Saturday, Sunday, or holiday designated in section 8-
6	1, the reporting deadline shall be the next succeeding day that
7	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) A gift, subscription, deposit of money or anything of
14	value, or cancellation of a debt or legal obligation
15	and includes the purchase of tickets to fundraisers
16	for the purpose of:
17	(A) Influencing the nomination for election, or
18	election, of any person to office;

Page 2

2

1		(B) Influencing the outcome of any question or issue
2		that appears or is reasonably certain to appear
3		on the ballot at the next applicable election
4		described in subparagraph (A); or
5		(C) Use by any party or committee for the purposes
6	•	set out in subparagraph (A) or (B);
7	(2)	The payment, by any person, political party, or any
8		other entity other than a candidate or committee, of
9		compensation for the personal services or services of
10		another person that are rendered to the candidate or
11		committee without charge or at an unreasonably low
12		charge for the purposes set out in paragraph (1)(A),
13		(1)(B), or (1)(C); $\underline{or}$
14	(3)	A contract, promise, or agreement to make a
15		contribution; provided that notwithstanding this
16		paragraph and paragraphs (1) and (2), the term
17		"contributions" shall not include services or portions
18		thereof voluntarily provided without reasonable
19		compensation by individuals to or in behalf of a
20		candidate or committee[ <del>; or</del> ] <u>.</u>
21	[-(4)-]	Notwithstanding paragraphs (1), (2), and (3), a

22 candidate's expenditure of the candidate's own funds or the



1 making of a loan or advance in the pursuit of the candidate's campaign shall not be a contribution for the purpose of this 2 3 subpart but shall nevertheless be reportable as a campaign 4 receipt. 5 "Contribution" does not include an individual or committee 6 engaging in Internet activities for the purpose of influencing 7 an election if: 8 (1) The individual or committee is uncompensated for the 9 Internet activities; or 10 (2) The individual or committee uses equipment or services 11 for uncompensated Internet activities, regardless of who owns the equipment and services. 12 13 For purposes of this exclusion, "Internet activities" 14 includes sending or forwarding electronic messages; providing a hyperlink or other direct access to another person's website; 15 blogging; creating, maintaining, or hosting a website; paying a 16 17 nominal fee for the use of another person's website; and any 18 other form of communication distributed over the Internet. 19 For purposes of this exclusion, "equipment and services" 20 includes computers, software, Internet domain names, Internet 21 service providers, and any other technology that is used to 22 provide access to or use of the Internet.

HB1130 HD1 HMS 2007-2273

1	This exclusion does not apply to any payment for: an		
2	advertisement other than a nominal fee; the purchase or rental		
3	of an e-mail address list made at the direction of a committee;		
4	or an e-mail address list that is transferred to a committee."		
5	2. By amending the definition of "expenditure" to read as		
6	follows:		
7	""Expenditure" means:		
8	(1) Any purchase or transfer of money or anything of		
9	value, or promise or agreement to purchase or transfer		
10	money or anything of value, or payment incurred or		
11	made, or the use or consumption of a nonmonetary		
12	contribution for the purpose of:		
13	(A) Influencing the nomination for election, or		
14	election, of any person seeking nomination for		
15	election, or election, to office whether or not		
16	the person has filed the person's nomination		
17	paper;		
18	(B) Influencing the outcome of any question or issue		
10			
	that has been certified to appear on the ballot		
20	at the next applicable election; or		
21	(C) Use by any party or committee for the purposes		
22	set out in subparagraph (A) or (B);		
	HB1130 HD1 HMS 2007-2273		
	I CALLER FOR THE REAL MADE AND FOR THE REAL MADE AND AN A DARK AND		

J

Page 5

•

.

# H.B. NO. <sup>1130</sup><sub>H.D. 1</sub>

1	(2)	The payment, by any person other than a candidate or	
2		committee, of compensation for the personal services	
3		of another person that are rendered to the candidate	
4		or committee for any of the purposes mentioned in	
5		paragraph (1); or	
6	(3)	The expenditure by a candidate of the candidate's own	
7		funds for the purposes set out in paragraph (1).	
8	[-(4)-	] The term does not include volunteer personal services	
9	and voter	registration efforts that are not partisan.	
10	"Exp	enditure" does not include an individual or committee	
11	engaging in Internet activities for the purpose of influencing		
12	an electi	on if:	
13	(1)	The individual or committee is uncompensated for	
14		Internet activities; or	
15	(2)	The individual or committee uses equipment or services	
16		for uncompensated Internet activities, regardless of	
17		who owns the equipment and services.	
18	For	purposes of this exclusion, "Internet activities"	
19	includes	sending or forwarding electronic messages; providing a	
20	hyperlink	or other direct access to another person's website;	

HB1130 HD1 HMS 2007-2273

# H.B. NO. <sup>1130</sup><sub>H.D. 1</sub>

6

1 -	nominal fee for the use of another person's website; and any
2	other form of communication distributed over the Internet.
3	For purposes of this exclusion, "equipment and services"
4	includes computers, software, Internet domain names, Internet
5	service providers, and any other technology that is used to
6	provide access to or use of the Internet.
7	This exclusion does not apply to any payment for: an
8	advertisement other than a nominal fee; the purchase or rental
9	of an e-mail address list made at the direction of a committee;
10	or an e-mail address list 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[ $\tau$ ] or
14	noncandidate committee[ <del>, or party</del> ] shall [ <del>file</del> ] 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	[ <del>(b) Committees that form within ten days of any election</del>
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.

# HB1130 HD1 HMS 2007-2273

Page 6

Page 7

٠

## H.B. NO. <sup>1130</sup> H.D. 1

.

1	(c) [(b) 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	[ <del>(d)</del> ] <u>(c)</u> An elected official who is seeking [ <del>re-clection</del> ]		
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	[ <del>(e)</del> ] <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	thirty days prior to an election, a noncandidate committee shall		
21	file an organizational report within two days of receiving		



8

1	contributions or making expenditures that amount to more than				
2	\$1,000, in the aggregate, in a two-year election period."				
3	SECTION 4. Section 11-195, Hawaii Revised Statutes, is				
4	amended b	y amending subsection (f) to read as follows:			
5	"(f) For purposes of this subpart, whenever a report is				
6	required to be filed with the commission, "filed" means received				
7	in the office of the commission or county clerk, whichever is				
8	applicable, by the date and time specified for the filing of the				
9	report; except that a noncandidate committee required to be				
10	registered with the commission pursuant to section 11-194(d),				
11	and a candidate or the committee of a candidate who is seeking				
12	election to the:				
13	(1)	Office of governor;			
14	(2)	Office of lieutenant governor;			
15	(3)	Office of mayor;			
16	(4)	Office of prosecuting attorney;			
17	(5)	County council;			
18	(6)	Senate;			
19	(7)	House of representatives; [ <del>or</del> ]			
20	(8)	Office of Hawaiian affairs $[-7]$ ; or			
21	(9)	Board of education,			



Page 8

1 shall file by electronic means in the manner prescribed by the commission. [Candidates for the offices named in this 2 subsection with contributions or expenditures of less than 3 \$5,000 need not file by electronic means. A candidate or 4 5 candidate committee without access to a computer or the Internet 6 may request a waiver from electronic filing from the 7 commission.]" SECTION 5. Section 11-204.5, Hawaii Revised Statutes, is 8 9 amended to read as follows: 10 "[+]§11-204.5[+] Limit on contributions from nonresident individuals and persons. Contributions from [any individual or 11 12 any person as defined in section 11-191,] all persons, except for a member of the candidate's immediate family, who [is] are 13 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 are not residents of the State, shall not exceed twenty per cent 17 of the total contributions received by a candidate or 18 19 candidate's committee for each reporting period." 20 SECTION 6. Section 11-207.5, Hawaii Revised Statutes, is 21 amended by amending subsection (a) to read as follows:



Page 10

### H.B. NO. <sup>1130</sup> H.D. 1

10

1 Each candidate, candidate's committee, or committee, "(a) that within the period of [fifteen] fourteen calendar days 2 3 through four calendar days prior to a primary, special primary, 4 general, or special general election, makes contributions aggregating more than \$500, or receives contributions from any 5 person or entity aggregating more than \$500, shall file a report 6 7 with the commission or appropriate county clerk's office on forms provided by the commission, no later than 4:30 p.m., three 8 9 calendar days prior to the election."

10 SECTION 7. Section 11-209, Hawaii Revised Statutes, is
11 amended by amending subsection (a) to read as follows:

"(a) From January 1 of the year of any primary, special, 12 13 or general election, the total expenditures for each election 14 for candidates who voluntarily agree to limit their campaign 15 expenditures, inclusive of all expenditures made or authorized by the candidate alone and all campaign treasurers and 16 17 committees in the candidate's behalf, shall not exceed the 18 following amounts expressed respectively multiplied by the 19 number of voters in the last preceding general election registered to vote in each respective voting district: 20

21 (1) For the office of governor  $-[\frac{2.50}{2.50}]$   $\frac{2.60}{2.60}$ 

22 (2) For the office of lieutenant governor-[\$1.40;] \$1.50;



Page 11

•

### H.B. NO. <sup>1130</sup> H.D. 1

1	(3)	For the office of mayor- $[\frac{2.00}{2}]$ $\frac{2.10}{2}$
2	(4)	For the offices of state senator, state
3		representative, [and] county council member[-\$1.40;],
4		and prosecuting attorney-\$; and
5	(5)	For the offices of the board of education and all
6		other offices-[ <del>20 cents.</del> ] <u>25 cents.</u> "
7	SECT	ION 8. Section 11-212, Hawaii Revised Statutes, is
8	amended b	y amending subsection (a) to read as follows:
9	"(a)(1)	The candidate committee of each candidate whose name
10		will appear on the ballot in the immediately
11		succeeding election shall file a preliminary report
12		with the commission or appropriate county clerk's
13		office. Preliminary reports shall be filed on forms
14		provided by the commission no later than 4:30 p.m. on
15		the following dates:
16		(A) July [ <del>thirticth</del> ] <u>thirty-first</u> of the year of the
17		primary election;
18		(B) Ten calendar days prior to each primary and
19		initial special election; and
20		(C) Ten calendar days prior to a special or general
21		election.



Page 12

٠

# H.B. NO. <sup>1130</sup><sub>H.D. 1</sub>

12 .

1	(2)	Each	report shall be certified pursuant to section 11-
2		195	and shall contain the following information which
3		shal	l be current through [ <del>the thirtieth calendar day</del> ]
4		June	30 prior to the filing of the report filed on the
5		[ <del>thi</del>	rtieth] thirty-first of July and fifth calendar
6		day	prior to the filing of other preliminary reports:
7		(A)	The aggregate sum of all contributions and other
8			campaign receipts received;
9		(B)	The amount and date of deposit of the
10			contribution and the name and address of each
11			donor who contributes an aggregate of more than
12			\$100 during an election period, which has not
13			previously been reported; provided that if all
14			the information is not on file, the contribution
15			shall be returned to the donor within thirty days
16	•		of deposit;
17		(C)	The amount and date of deposit of each
18			contribution and the name, address, employer, and
19			occupation of each donor who contributes an
20			aggregate of \$1,000 or more during an election
21			period, which has not previously been reported;
22			provided that if all the information is not on
HB1130 HD1 HMS 2007-2273			

Page 13

•

,

### H.B. NO. <sup>1130</sup> H.D. 1

1		file, the contribution shall be returned to the	
2		donor within thirty days of deposit;	
3	(D)	All expenditures made, incurred, or authorized by	
4		or for a candidate, including the name and	
5		address of each payee and the amount, date, and	
6		purpose of each expenditure; and	
7	(E)	A current statement of the balance on hand or	
8		deficit."	
9	SECTION 9. Section 11-213, Hawaii Revised Statutes, is		
10	amended by amending subsections (f) and (g) to read as follows:		
11	"(f) Deficit. In the event of a deficit the candidate,		
12	authorized person in the case of a party, or campaign treasurer		
13	in the case of a committee shall, every six months until the		
14	deficit is eliminated, file supplemental reports covering all		
15	items prescribed in subsection (a) or subsection (b) in the case		
16	of noncandidate committees. The first report shall be due no		
17	later than 4:30 p.m. on the [ <del>thirtieth</del> ] <u>thirty-first</u> day after		
18	the last day of the election year.		
19	(g) Surp	lus. In the event of a surplus the candidate,	
20	authorized per	son in the case of a party, or campaign treasurer	
21	in the case of	a committee, shall:	



Page 14

### H.B. NO. <sup>1130</sup> H.D. 1

14

1 (1)Maintain the cash surplus in a financial depository; 2 and Every six months, until the candidate files to be on 3 (2)4 the ballot with the state office of elections, or in 5 the case of a party or committee until they 6 participate in an election again, file supplemental 7 reports detailing all items prescribed in subsection 8 (a) or in the case of a noncandidate committee until 9 they participate in an election again, or file 10 supplemental reports detailing all items prescribed in 11 subsection (b).

12 The first report shall be due not later than 4:30 p.m. on 13 the [thirtieth] thirty-first calendar day after the last day of 14 the election year."

15 SECTION 10. Section 11-218, Hawaii Revised Statutes, is 16 amended by amending subsections (a) and (b) to read as follows: 17 "(a) For the office of governor, lieutenant governor, or 18 mayor, the maximum amount of public funds available to a 19 candidate in any election shall not exceed [ten] fourteen per 20 cent of the total expenditure limit as determined under section 21 11-209 for each election for each office listed in this

22 subsection.



Page 15

15

1 (b) For the office of state senator, state representative, 2 county council member, and prosecuting attorney, the maximum 3 amount of public funds available to a candidate in any election shall be [fifteen] per cent of the total expenditure 4 5 limit as determined under section 11-209 for each election for 6 each office listed in this subsection." 7 SECTION 11. Statutory material to be repealed is bracketed 8 and stricken. New statutory material is underscored. 9 SECTION 12. This Act shall take effect on January 1, 2112; 10 provided that section 4 shall apply to reporting periods 11 beginning on January 1, 2112.



#### 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. Increases amount that may be spent per voter for state and county elections and adds prosecuting attorney as an election subject to spending limitation per voter. (HB1130 HD1)

