JAN 1 9 2007

A BILL FOR AN ACT

RELATING TO CAMPAIGN SPENDING.

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

(1) The pervasive and expanding influence of private contributions and expanditures on public elections in the State of Hawaii undermines democracy and the rights of all Hawaii citizens to vote for the candidate of their choice and to enjoy equal and meaningful participation in the democratic process, rights that are guaranteed by the First and Fourteenth Amendments to the United States Constitution as well as sections 1, 2, 4, and 8 of article I of the state constitution;

(2) Candidates for statewide office who lack access to personal wealth or wealthy donors are precluded from running a competitive campaign, because their voices are drowned out by those who can afford to saturate their constituents with television, radio, and other expensive mass-media communications, the indispensable

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1	instruments	of	effective	political	speech	in	the
2	modern age;						

- In recent years, private contributions to statewide 3 (3) 4 campaigns and independent expenditures made to 5 influence statewide campaigns have increased greatly. This dramatic influx of private money, coupled with 6 7 recent high-profile law enforcement investigations and prosecutions of campaign finance abuses have 8 9 undermined the public's confidence in the political 10 process and fueled the public perception of corruption 11 in Hawaii state politics;
 - (4) The dominance of private funding in state elections also burdens candidates and elected officials with the incessant rigors of fundraising and decreases the time available to carry out their public responsibilities.

 Further, private funding creates a danger of actual corruption by compelling elected officials to accept money from private interests that are directly affected by governmental actions; and
 - (5) The State's existing system of partial public funding for campaigns has not created a viable alternative to private sources of funding. Only nine per cent of

1	candidates statewide participated in the partial
2	public funding system in the 2004 election, in part,
3	because the available partial public funding is
4	insufficient to run a competitive campaign.
5	The State has compelling interests in preserving the
6	integrity of its democratic system, promoting an open and robust
7	debate on public issues, and protecting the constitutional
8	rights of its citizens. To serve these compelling interests,
9	the legislature finds and declares that it is essential to
10	provide comprehensive public funding to candidates seeking
11	election to the state house of representatives who voluntarily
12	agree to abide by campaign contribution and expenditure limits
13	and meet other criteria.
14	It is the purpose of this Act to create a comprehensive
15	public funding system that will offer a viable and competitive
16	alternative to private funding sources, thereby substantially
17	reducing or eliminating the deleterious effects of private
18	financing.
19	SECTION 2. Chapter 11, Hawaii Revised Statutes, is amended
20	by adding a new subpart to part XII to be appropriately inserted
21	and to read as follows:

1	" . Comprehensive Public Funding for Elections to the
2	House of Representatives
3	§11-A Definitions. When used in this subpart, unless the
4	context clearly requires otherwise:
5	"Candidate" means an individual who seeks nomination for
6	election or seeks election to the state house of
7	representatives, and who meets the criteria of section 11-C.
8	"Candidate's committee" means a committee, as defined in
9	section 11-191, that makes an expenditure or accepts a
10	contribution on behalf of a candidate for nomination for
11	election, or reelection, to the state house of representatives,
12	with the candidate's authorization.
13	"Certification for comprehensive public funding" means the
14	decision by the commission that a candidate is certified to
15	receive public funding in accordance with this subpart.
16	"Certified candidate" or "comprehensive publicly funded
17	candidate" means a participating candidate who is certified by
18	the commission as eligible for comprehensive public funding
19	under this subpart and who agrees to abide by the requirements
20	of this subpart.
21	"Commission" shall be as defined in section 11-191.
22	"Committee" shall be as defined in section 11-191.



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         "Contested election" means, in a primary election, the
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    certified candidate is opposed by one or more candidates for the
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    nomination; and, in a general election, the certified candidate
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    is opposed by one or more candidates for election to the office.
5
         "Contribution" shall be as defined in section 11-191.
6
         "Declaration of intent to seek comprehensive public
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    funding" means the form completed by a participating candidate
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    and the filing of which triggers the participating candidate's
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    ability to begin collecting qualifying contributions.
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         "District" means a state house of representatives district,
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    as established in accordance with article III, section 3, of the
12
    Constitution of the State of Hawaii.
13
         "Election period" shall be as defined in section 11-191.
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         "Equalizing funds" means additional public funds released
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    by the commission to a comprehensive publicly funded candidate
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    to allow the publicly funded candidate to stay financially
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    competitive with a nonparticipating candidate in a contested
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    election.
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         "Excess expenditure" means the amount of comprehensive
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    public funds spent or obligated to be spent by a comprehensive
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    publicly funded candidate in excess of one hundred per cent of
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- 1 the allocated funds for a primary election, general election, or 2 both. "Expenditure" shall be as defined in section 11-191. 3 "General election campaign period" means the period 4 5 beginning the day after the primary election and ending two 6 weeks after a general election. 7 "General election year" means the period commencing 8 January 1 of an even-numbered year in which a general election 9 is held and ending two weeks after the general election. 10 "Hawaii election campaign fund" shall be as defined in 11 section 11-217. 12 "Immediate family" shall be as defined in section 11-191. 13 "Independent expenditure" means an expenditure by a 14 noncandidate committee, party, or any other person for a 15 communication that expressly advocates the nomination, election,
- 19 the request or suggestion of the certified candidate or
- 20 nonparticipating candidate, a candidate's committee, or their

or defeat of a clearly identified certified candidate or

nonparticipating candidate and that is not made in concert or

cooperation with or as part of any coordinated activity or at

- 21 agents. For the purposes of this definition, "clearly
- 22 identified" means that the name, likeness, photograph, or



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- 1 drawing of the certified candidate or nonparticipating candidate
- 2 is used, or the identity of the certified candidate or
- 3 nonparticipating candidate is apparent by unambiguous reference.
- 4 "Individual" shall be as defined in section 11-191.
- 5 "Loan" shall be as defined in section 11-191.
- 6 "Noncandidate committee" shall be as defined in section
- 7 11-191.
- 8 "Nonmonetary contribution" means a contribution other than
- 9 of money that may include goods or services.
- 10 "Nonparticipating candidate" means a candidate who does not
- 11 qualify for or receive public funding during an election period
- 12 and is involved in a contested election with a certified
- 13 participating candidate.
- 14 "Participating candidate" means a candidate who is seeking
- 15 certification for comprehensive public funding under this
- 16 subpart.
- "Party" shall be as defined in section 11-191.
- 18 "Person" shall be as defined in section 11-191.
- "Primary election campaign period" means the period in a
- 20 primary election year beginning with the certification for
- 21 comprehensive public funding under this subpart and ending two
- 22 weeks after the primary election.

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"Public funding" or "public funds" means campaign funds
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    from the Hawaii election campaign fund received by an eligible
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    candidate pursuant to subpart B or this subpart.
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         "Qualifying contribution" means a $ monetary
    contribution made to a participating candidate for purposes of
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    meeting the criteria of section 11-G.
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         "Qualifying period" means the period in a general election
    year, beginning January 1 and ending on the deadline for filing
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9
    candidate nomination papers to run in the primary election of a
10
    general election year during which a candidate may collect
11
    qualifying campaign contributions to qualify for comprehensive
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    public funding under this subpart; provided the commission has
13
    determined that the Hawaii election campaign fund has sufficient
14
    funds to make payments to comprehensive publicly funded
15
    candidates during the election period.
16
         "Seed money" means contributions made to a participating
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    candidate by a person in accordance with section 11-D that shall
18
    be expended for the purpose of determining campaign viability.
19
         "Surplus campaign funds" means any campaign contributions
    not spent during a prior election period by a participating
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    candidate who previously sought election as a privately funded
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    candidate.
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- Except for terms that are specifically defined in this
- 2 subpart, terms that are defined under subpart B shall apply to
- 3 this subpart.
- 4 §11-B Sufficiency of funding for comprehensive public
- 5 funding. On September 1 of each odd-numbered year before a
- 6 general election year, the commission shall determine whether
- 7 there is a minimum of \$6,000,000 in the Hawaii election campaign
- 8 fund to certify participating candidates during the next
- 9 election and provide funding for comprehensive public funding
- 10 for elections under this subpart.
- If the commission determines that there is sufficient
- 12 funding, then within five business days, the commission shall
- 13 publish notice statewide, pursuant to section 1-28.5, that the
- 14 comprehensive public funding program shall become effective on
- 15 January 1 of the following year. If there is insufficient
- 16 funding, then this subpart shall be inoperative.
- 17 If this subpart is inoperative, candidates may seek public
- 18 funding as provided under subpart B.
- 19 §11-C Qualifications for comprehensive public funding.
- 20 (a) A candidate may seek comprehensive public funding for the
- 21 primary election campaign period if the candidate:

1	(1)	Resides in the district from which election is sought
2		as of the date of the filing of nomination papers for
3		the primary election in the general election year in
4		which the candidate seeks to be nominated or elected;
5	(2)	Is a registered voter in the district from which
6		election is sought;
7	(3)	Files a declaration of intent to seek comprehensive
8		public funding with the commission between January 1
9		of the election year and thirty days before the
10		closing date to file nomination papers to run for
11		office for which the candidate intends to seek
12		election;
13	(4)	Collects a \$ district qualifying
14		contribution in accordance with section 11-F;
15	(5)	Accepts only the following contributions prior to
16		applying for certification as a comprehensive publicly
17		funded candidate:
18		(A) Seed money contributions until the candidate
19		files a declaration of intent to seek
20		comprehensive public funding; and

1		(B) Qualifying contributions that may be accepted
2		only after filing the declaration of intent to
3		seek comprehensive public funding; and
4	(6)	Files an application for certification for
5		comprehensive public funding with the commission and a
6		declaration that the candidate has complied and will
7		comply with all of the requirements of this subpart,
8		as applicable.
9	(b)	A candidate is qualified to seek comprehensive public
10	funding f	or the general election campaign period if the
11	candidate	:
12	(1)	Was certified as a comprehensive publicly funded
13		candidate during the primary election campaign period
14		immediately preceding the general election in which
15		the funds under this subpart are provided; and
16	(2)	Received a sufficient number of votes to appear on the
17		ballot in the general election or is otherwise
18		certified by the office of elections to be placed on
19		the ballot in the general election.
20	§11-	D Seed money contributions; limitations on use of seed
21	money; per	nalties. (a) The use of seed money shall be limited
22	to expend	itures necessary to determine whether sufficient

- 1 support exists for a participating candidate to run for office
- 2 as a comprehensive publicly funded candidate.
- 3 (b) The amount of seed money retained or expended, or
- 4 both, by a candidate seeking eligibility for comprehensive
- 5 public funding for the state house of representatives shall not
- 6 exceed \$3,000.
- 7 (c) A participating candidate shall not accept
- 8 contributions of seed money from any person whose contributions
- 9 are prohibited under subpart B. All contributors whose seed
- 10 money has been accepted shall be issued a receipt by the
- 11 participating candidate.
- 12 (d) A participating candidate may use personal funds or
- 13 surplus campaign funds for seed money purposes, all of which
- 14 shall be subject to the \$3,000 limit, as applicable, in
- 15 subsection (b).
- (e) Seed money shall only be spent prior to and during the
- 17 qualifying period and shall not be collected after the candidate
- 18 has filed the declaration to run. The candidate may spend seed
- 19 money only until the candidate is certified by the commission as
- 20 a comprehensive publicly funded candidate.
- 21 (f) Any unspent seed money shall be deducted from the
- 22 initial primary election distribution of a participating



- 1 comprehensive publicly funded candidate if the candidate becomes
- 2 a certified comprehensive publicly funded candidate and does not
- 3 donate excess seed money to the Hawaii election campaign fund.
- 4 §11-E Restriction on use of surplus campaign funds. A
- 5 comprehensive publicly funded candidate who has surplus campaign
- 6 funds from a previous election is prohibited from using those
- 7 funds for anything other than in-office constituent
- 8 communications. The surplus campaign funds shall be frozen and
- 9 maintained in a separate depository account from that
- 10 established for the comprehensive public funds under section
- 11 11-N. The comprehensive publicly funded candidate shall
- 12 continue to file reports on the surplus campaign funds in
- 13 accordance with subpart B or as otherwise may be required by the
- 14 commission.
- 15 §11-F Qualifying campaign contributions. (a) Each
- 16 qualifying campaign contribution shall meet the requirements of
- 17 this section. To be counted as a qualifying campaign
- 18 contribution, a contributor to a candidate for the state house
- 19 of representatives shall be a registered voter who resides
- 20 within the state house of representative district to which the
- 21 candidate seeks nomination or election at the time the

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- 1 contribution is given. A contribution shall be made in an
- 2 amount and in a form that may be prescribed by the commission.
- 3 (b) No qualifying contribution shall be collected prior to
- 4 a candidate filing a declaration of intent to seek comprehensive
- 5 public funding with the commission.
- 6 (c) Any receipt for a qualifying campaign contribution
- 7 shall be made in a form that may be prescribed by the
- 8 commission.
- 9 (d) All qualifying campaign contributions collected by
- 10 candidates, whether or not the candidate is certified, shall be
- 11 deposited into the Hawaii election campaign fund.
- 12 §11-G Certification of qualification for comprehensive
- 13 public funds. (a) Candidates seeking certification as a
- 14 comprehensive publicly funded candidate shall submit to the
- 15 commission an application for certification that contains at
- 16 least two hundred fifty signatures and contributions for
- 17 election to office in the state house of representatives from
- 18 registered voters in the district for which the candidate seeks
- 19 office no later than thirty days prior to the primary election,
- 20 signed by the participating candidate and the participating
- 21 candidate's campaign treasurer under penalty of perjury.

- (b) The application shall also include any information
 deemed necessary and appropriate by the commission.
- 3 (c) The commission shall issue a decision to certify or
- 4 deny certification of a candidate as a comprehensive publicly
- 5 funded candidate within five business days following receipt of
- 6 the candidate's completed application for certification for
- 7 comprehensive public funds.
- 8 (d) After a participating candidate is certified as a
- 9 comprehensive publicly funded candidate, the candidate's
- 10 certification shall apply to both the primary and the general
- 11 election, even if the candidate is unopposed in the primary
- 12 election.
- (e) A candidate who is not certified for comprehensive
- 14 public funding under this subpart may seek public funding under
- 15 the public funding program in subpart B.
- 16 §11-H Comprehensive publicly funded candidates;
- 17 contributions and expenditures; penalties. (a) Except as
- 18 authorized under section 11-K, a certified candidate shall
- 19 comply with the following restrictions on contributions and
- 20 expenditures:
- 21 (1) Upon certification for comprehensive public funding
- and until the end of the general election period, a

1		comp	rehensive publicly funded candidate shall not
2		acce	ept for use in the campaign:
3		(A)	Contributions from any source; provided that the
4			candidate may accept in-kind contributions
5			aggregating less than \$ in any single
6			month from any single source;
7		(B)	Loans from any person, including a certified
8			candidate;
9		(C)	Contributions from political parties; and
10		(D)	Any campaign material purchased or held from a
11			date prior to the declaration of intent to run
12			for office as a comprehensive publicly funded
13			candidate; and
14	(2)	Upon	certification for comprehensive public funding
15		and	until the end of the general election period, a
16		comp	rehensive publicly funded candidate shall not
17		expe	and for campaign purposes:
18		(A)	Any money except public funds issued by the
19			commission;
20		(B)	Public funds for purposes other than those
21			permitted in this subpart;

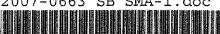
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1	(C)	Public funds outside the applicable campaign
2		period for which the funding is allocated, except
3		for proper campaign debts incurred but not paid;
4		and
5	(D)	Public funds in excess of the comprehensive
6		public funds allocated to the candidate,
7		including equalizing funds, or incur an
8		obligation or obligations to spend public funds
9		in excess of this amount.
10	(b) A ce	rtified candidate who accepts contributions in
11	violation of t	his section shall be subject to a fine equal to
12	three times th	e public funding received, in addition to any
13	other action,	fines, or prosecution under section 11-P.
14	(c) A ce	rtified candidate who spends or incurs an
15	obligation to	spend more than one hundred per cent of the public
16	funds allocate	d to the candidate under this subpart shall repay
17	to the Hawaii	election campaign fund an amount equal to three
18	times the exce	ss expenditures.
19	§11-I Co	mprehensive publicly funded candidate; reporting.
20	(a) A compreh	ensive publicly funded candidate and the certified
21	candidate's co	mmittee shall furnish complete campaign records,
22	including all	records of nonmonetary contributions, seed money

- 1 contributions, qualifying campaign contributions to the
- 2 commission, and expenditures to the commissioner. A candidate
- 3 shall fully cooperate with any audit or examination by the
- 4 commission.
- 5 (b) A comprehensive publicly funded candidate shall comply
- 6 with the reporting requirements of sections 11-194, 11-195,
- 7 11-196, 11-212, 11-213, and 11-224 in addition to those required
- 8 under this subpart or that may be required by the commission.
- 9 (c) The commission shall require that all certified
- 10 candidates file the reports required under this subpart in a
- 11 digital, electronic format specified by rules adopted by the
- 12 commission under chapter 91.
- 13 §11-J Comprehensive publicly funded candidate; continuing
- 14 obligation. (a) A certified candidate shall comply with all
- 15 requirements under this subpart through the general election
- 16 campaign period regardless of whether the certified candidate
- 17 maintains eligibility for comprehensive public funding in the
- 18 general election campaign period.
- 19 (b) A certified comprehensive publicly funded candidate
- 20 who wins office will be allowed to fundraise no more then \$6,000
- 21 per year with individual contributions of no greater then \$500.

- 1 (c) Any surplus of funds for a successful certified 2 comprehensive publicly funded candidate up to \$12,000 may be carried over to cover in-office constituent communications not 3 4 to exceed \$6,000 annual allotment or \$12,000 for a two-year 5 term. 6 (d) If the total surplus from a publicly funded campaign
- 7 falls under \$12,000 the certified comprehensive publicly funded 8 office holder will be allowed to raise the difference pursuant 9 to subpart (b) while in office.
- 10 (e) Except for seed money contributions, qualifying 11 contributions, and in-office constituent communications, a 12 certified candidate who is elected to the office sought shall 13 not accept private contributions from any person, political party, or political action committee until either September 1 of 14 15 the next odd-numbered year following the general election in 16 which the candidate was last elected, or the date when the 17 commission determines there are insufficient funds under section 18 11-B, whichever occurs earlier.
- 19 If a certified candidate withdraws from seeking the 20 nomination for or from the election, or has unspent public funds 21 after an election, all unencumbered funds received by the 22 candidate under this subpart shall be returned to the Hawaii

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- 1 election campaign fund within ten days after the general
- 2 election.
- 3 §11-K Amount of base public funding; disbursements;
- 4 sufficiency of public funding. (a) For primary elections
- 5 subject to this subpart, the base amount of comprehensive public
- 6 funding shall be set at an average of the amount spent by the
- 7 winning candidates in the previous two state house of
- 8 representatives primary elections, statewide, reduced by ten per
- 9 cent.
- 10 (b) For general elections subject to this subpart, the
- 11 base amount of comprehensive public funding shall be set at an
- 12 average of the amount spent by the winning candidates in the
- 13 previous two state house of representatives general elections,
- 14 statewide, reduced by ten per cent.
- (c) The base amount of public funding for an uncontested
- 16 primary election shall be thirty per cent of the amount provided
- 17 in a contested election as determined under subsection (a). No
- 18 funding shall be allocated in an uncontested general election.
- 19 (d) The commission shall disburse public funds by check or
- 20 electronic transfer.
- 21 (e) If the winning primary candidate has residual funds
- 22 from the primary election, those funds may be carried over to



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1 the general election. A certified candidate who is not 2 successful in the primary election shall return all unspent and 3 unencumbered public funds to the Hawaii campaign election fund 4 within ten days after the primary election. 5 The commission shall not distribute comprehensive (f) public funding to certified candidates that exceeds the total 6 7 amount of \$ for all candidates subject to this subpart 8 in any given election year in which this subpart is operative. 9 Commencing January 1 of a general election year and 10 ending with the deadline to submit applications for 11 certification, the commission shall post on its website a 12 monthly report stating, by district, the number of declarations 13 of intent to seek comprehensive public funding received, the 14 number of applications for certification received, the number of 15 candidates who have been certified for comprehensive public 16 funding, the base amount committed to certified candidates, and 17 the amount available for additional certified candidates. 18 Notwithstanding any other provisions in this subpart, if 19 the commission determines that the revenues are insufficient to 20 meet distributions to certified candidates under this section,

the commission shall either permit certified candidates to

accept and spend contributions, subject to the campaign

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- 1 contribution limitations set forth in section 11-204, up to the
- 2 applicable amounts, including equalizing funds the certified
- 3 candidate would have received from comprehensive public funding.
- 4 §11-L Equalizing funds, sufficiency of funds. (a) The
- 5 commission shall disburse equalizing funds to a certified
- 6 candidate in a contested election whenever any campaign report
- 7 filed pursuant to subpart B shows that the sum of an opposing
- 8 nonparticipating candidate and the nonparticipating candidate's
- 9 committee's expenditures and obligations, or campaign
- 10 contributions received or borrowed, whichever is greater, added
- 11 to any independent expenditures made in support of that
- 12 nonparticipating candidate or against the opposing certified
- 13 candidate reported by any noncandidate's committee, party, or
- 14 any other person exceeds one hundred per cent of the amount of
- 15 comprehensive public funding previously allotted and distributed
- 16 to the opposing certified candidate in a contested election,
- 17 including any equalizing funds previously distributed.
- 18 (b) Equalizing funds shall be limited to two hundred per
- 19 cent of the base amount of comprehensive public funding allotted
- 20 to the certified candidate in a contested election.
- (c) In an uncontested primary election where a
- 22 comprehensive publicly funded candidate has a private funding



- 1 opponent from another party or an independent who spends above
- 2 the base allotment, the certified candidate shall receive
- 3 equalizing funds limited to two hundred per cent of the base
- 4 amount allotted.
- 5 (d) If the election will be decided in the primary
- 6 election, equalizing funds shall be limited to a maximum of two
- 7 hundred per cent of the base amount of comprehensive public
- 8 funding allotted to a certified candidate in a contested
- 9 election.
- 10 (e) The commission shall electronically transfer
- 11 equalizing funds to a certified candidate within twenty-four
- 12 hours of the filing with the commission of the report indicating
- 13 the certified candidate's entitlement to equalizing funds.
- (f) At any reporting period, if the privately funded
- 15 candidate spends more then the entire comprehensive public fund
- 16 original allotment, the comprehensive publicly funded candidate
- 17 shall receive an amount equal to but not to exceed two times the
- 18 original allotment.
- 19 (g) Reporting obligations under this section for
- 20 nonparticipating candidates and their candidate's committees,
- 21 noncandidate committees, parties, or any other persons making
- 22 independent expenditures shall be in addition to the reporting



1 requirements under this chapter whenever a certified candidate

2 is opposed in a contested election by a nonparticipating

3 candidate as follows:

Commencing forty-five days before the primary election 4 (1) 5 day, nonparticipating candidates and their candidate's committees shall file an initial excess report with 6 the commission within twenty-four hours after 7 cumulative contributions are received, or expenditures 8 are made or committed to be made, including verbal 9 10 commitments, in an election period that exceeds one hundred one per cent of the base amount of 11 comprehensive public funding allotted to an opposing 12 13 certified candidate in a contested election. Nonparticipating candidates and the candidate's 14 15 committees shall file supplemental excess reports 16 within twenty-four hours after any encumbrances or expenditures that exceed \$ in aggregate; and 17

(2) Commencing forty-five days before the general election day, noncandidate committees, parties, and any other persons that incur independent expenditures that expressly advocate the nomination, election, or defeat of a certified candidate shall file an independent

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Ţ		expenditure report with the commission within
2		twenty-four hours when expenditures exceed \$
3		in aggregate in an election period. Thereafter,
4		noncandidate committees, parties, and any other
5		persons that incur independent expenditures, including
6		verbal expenditure commitments, shall file
7		supplemental independent expenditure reports within
8		twenty-four hours whenever the aggregate expenditures
9		exceed \$100. The independent expenditure reports
10		shall identify the nonparticipating candidate or
11		certified candidate for whom the independent
12		expenditure is intended to influence the nomination,
13		election, or defeat.
14	(h)	If a nonparticipating candidate and the candidate's
15	committee	fails to file or files a false excess report or
16	supplement	tal excess reports as required under subsection (g),
17	the commis	ssion, within twenty-four hours of verifying the
18	failure or	r falsity, shall automatically disburse equalizing
19	funds to a	any opposing certified candidate up to the maximum
20	authorized	d under subsections (b) and (c).

(i) Any nonparticipating candidate and the candidate's

committee, noncandidate committee, party, or any other person

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- 1 that makes independent expenditures in a contested election
- 2 involving a certified candidate who fails to file a report as
- 3 required under this subpart or files a false report shall be:
- 4 (1) Guilty of a misdemeanor;
- 5 (2) Subject to a fine of up to three times the amount of
- 6 equalizing funds paid to the certified candidate; and
- 7 (3) Subject to any other fine or penalty pursuant to
- 8 sections 11-228 and 11-229.
- 9 (j) Upon certification of all comprehensive publicly
- 10 funded candidates, if the commission determines there are
- 11 insufficient funds to meet the potential need for equalizing
- 12 funds for all certified candidates, the commission shall permit
- 13 each certified candidate to accept and spend private
- 14 contributions, subject to the campaign contribution limitations
- 15 set forth in section 11-204, up to the equalizing funds the
- 16 certified candidate would have received from comprehensive
- 17 public funding.
- 18 (k) The commission shall adopt rules under chapter 91 to
- 19 compute the amount of equalizing funds allotted to a certified
- 20 candidate that takes into consideration the contributions and
- 21 expenditures of the nonparticipating candidate and the
- 22 candidate's committee, and any independent expenditures incurred

- 1 to influence the nomination, election, or defeat of the
- 2 certified candidate. To prevent the abuse of equalizing funds,
- 3 the commission shall not base any calculation on independent
- 4 expenditures that, although containing words of express
- 5 advocacy, also contain other words or phrases that have no other
- 6 reasonable meaning other than to contradict the expressed
- 7 advocacy.
- 8 §11-M Comprehensive public funding; permitted uses. (a)
- 9 Comprehensive public funds shall be used only for the purpose of
- 10 defraying expenses that are directly related to the certified
- 11 candidate's campaign during the election campaign period for
- 12 which the comprehensive public funds are allocated.
- 13 (b) A candidate receiving funds under this subpart or the
- 14 candidate's campaign treasurer shall not transfer any portion of
- 15 the funds provided under this subpart to any other candidate for
- 16 another campaign.
- 17 §11-N Deposit of, and access to, comprehensive public
- 18 funds. (a) All public funds received by a certified candidate
- 19 shall be deposited directly into a depository institution as
- 20 provided under section 11-199(a) and accessed through use of
- 21 credit cards, debit cards, and bank checks.

1	(a)	All reports required under subpart B and this subpart
2	for finan	cial disclosure shall include the most recent bank
3	statement	from the financial depository holding the public
4	funds.	
5	§11-	O Deposit of money into the Hawaii election campaign
6	fund. In	addition to the funds collected by the commission and
7	pursuant	to section 11-217, the following moneys shall be
8	deposited	into the Hawaii election campaign fund:
9	(1)	Appropriations from the legislature;
10	(2)	Excess seed money contributions;
11	(3)	Qualifying contributions, including any
12		excess4qualifying contributions of certified
13		candidates;
14	(4)	Unspent public funds distributed to any certified
15		candidate;
16	(5)	Fines levied by the commission for violation of this
17		subpart;
18	(6)	Voluntary donations; and
19	(7)	An appropriation from the unclaimed property trust
20		fund of no less than \$2,500,000 annually.

1	§11-P Violations; penalties. Any candidate who knowingly
2	seeks or receives public funding in order to fraudulently
3	qualify for or receive public funding shall:
4	(1) Have the candidate's certification for comprehensive
5	public funding revoked. Upon revocation of
6	certification, the certified candidate shall repay all
7	public funds received within ten business days; and
8	(2) Be subject to fines and penalties as specifically
9	provided in this subpart and other fines or penalties
10	pursuant to sections 11-228 and 11-229.
11	§11-Q Rules. The commission shall adopt forms and rules
12	pursuant to chapter 91 as may be necessary to implement this
13	subpart, including reporting requirements of section 11-L and
14	any restrictions on petty cash expenditures by the certified
15	candidate."
16	SECTION 3. Section 11-191, Hawaii Revised Statutes, is
17	amended by amending the definition of "qualifying campaign
18	contribution" to read as follows:
19	""Qualifying campaign contribution" means an aggregate
20	monetary contribution of \$100 or less, by any person during any
21	matching payment period[-] for purposes of entitlement to
22	payments under the partial public funding program pursuant to

1 section 11-221. Qualifying campaign contributions do not 2 include loans or in-kind contributions." SECTION 4. Section 11-217, Hawaii Revised Statutes, is 3 4 amended to read as follows: 5 "\$11-217 Hawaii election campaign fund; creation. (a) 6 The Hawaii election campaign fund is created as a trust fund 7 within the state treasury. The fund shall consist of [all]: 8 (1) All moneys collected from persons who have designated 9 a portion of their income tax liability to the fund as 10 provided in section 235-102.5[, any]; 11 (2) Any general fund revenues appropriated[, as well as 12 all]; 13 (3) A \$2,500,000 annual appropriation from the unclaimed 14 property trust fund; and 15 (4)All other moneys collected pursuant to this subpart. 16 Payment to each candidate from the fund shall be by 17 the comptroller in the manner prescribed in section 11-222[-] or 18 section 11-K, as appropriate. 19 (c) Moneys from this fund may also be used for the 20 operating expenses of the commission, including staff salaries 21 and fringe benefits."

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SECTION 5. Section 11-217.5, Hawaii Revised Statutes, is
1
2
    amended to read as follows:
         "§11-217.5 Depletion of fund. (a) The Hawaii election
3
    campaign fund shall be under no obligation to provide moneys to
4
5
    [qualified] eligible candidates [in the event that] if in the
    partial public funding program or comprehensive public funding
6
    for elections to the state house of representatives moneys in
7
8
    that fund have been depleted.
              [In the event that] For purposes of the partial
9
10
    funding program, if the Hawaii election campaign fund is close
11
    to depletion, as determined by the commission, the commission
12
    shall determine the amounts available to [qualified] eligible
13
    candidates based on their order of eligibility in qualifying for
14
    partial public funds, as determined by the date of filing of an
    application for public funds with the commission pursuant to
15
16
    section 11-222; provided that the application has been accepted
    by the commission.
17
         (c) For the purposes of the comprehensive public funding
18
    for elections to the state house of representatives, if the
19
20
    Hawaii election campaign fund is close to depletion, the
21
    commission shall determine whether that program shall be
22
    operative in accordance with subpart ."
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1 SECTION 6. Section 11-218, Hawaii Revised Statutes, is 2 amended to read as follows: 3 "§11-218 [Candidate funding; amounts available.] Partial 4 public funding program: maximum allowed. (a) Public funds from 5 the Hawaii election campaign fund are available to fund eligible 6 candidates who qualify for the partial public funding program in 7 the amounts set forth in this section. 8 [(a)] (b) For the office of governor, lieutenant governor, 9 or mayor, the maximum amount of partial public funds available 10 to a candidate in any election shall not exceed ten per cent of 11 the total expenditure limit as determined under section 11-209 12 for each election for each office listed in this subsection. 13 [(b)] (c) For the office of state senator, state 14 representative, county council member, and prosecuting attorney, 15 the maximum amount of partial public funds available to a 16 candidate in any election shall be fifteen per cent of the total 17 expenditure limit as determined under section 11-209 for each 18 election for each office listed in this subsection. 19 [(c)] (d) For the office of Hawaiian affairs, the maximum 20 amount of partial public funds available to a candidate shall 21 not exceed \$1,500 in any election year.

1 $[\frac{d}{d}]$ (e) For the board of education and all other 2 offices, the maximum amount of partial public funds available to 3 a candidate shall not exceed \$100 in any election year. 4 [(e)] (f) Each candidate who qualified for the maximum 5 amount of partial public funding in any primary election and who 6 is a candidate for a subsequent general election shall apply 7 with the commission to be qualified to receive the maximum 8 amount of public funds as provided in this section for the 9 respective election. For purposes of this section, "qualified" 10 means meeting the qualifying campaign contribution requirements 11 of section 11-219." 12 SECTION 7. Section 11-219, Hawaii Revised Statutes, is 13 amended to read as follows: 14 "§11-219 Qualifying campaign contributions[+] for partial 15 public funding program; amounts. As a condition of receiving 16 public funds for a primary or general election, a candidate 17 shall not be unopposed in any election for which partial public 18 funds are sought, shall have filed an affidavit with the 19 commission pursuant to section 11-208 to voluntarily limit the 20 candidate's campaign expenditures, and shall be in receipt of 21 the following sum of qualifying campaign contributions from 22 individual residents of Hawaii:

33

1	(1)	For the office of governorqualifying campaign
2		contributions that in the aggregate, exceed \$100,000;
3	(2)	For the office of lieutenant governorqualifying
4		campaign contributions that in the aggregate, exceed
5		\$50,000;
6	(3)	For the office of mayor for each respective county:
7		(A) County of Honoluluqualifying campaign
8		contributions that in the aggregate, exceed
9		\$50,000;
10		(B) County of Hawaiiqualifying campaign
11		contributions that in the aggregate, exceed
12		\$15,000;
13		(C) County of Mauiqualifying campaign contributions
14		that in the aggregate, exceed \$10,000; and
15		(D) County of Kauaiqualifying campaign
16		contributions that in the aggregate, exceed
17		\$5,000; and
18	(4)	For the office of prosecuting attorney for each
19		respective county:
20		(A) County of Honoluluqualifying campaign
21		contributions that in the aggregate, exceed
22		\$30,000;

1		(B)	County of Hawaiiqualifying campaign
2			contributions that in the aggregate, exceed
3			\$10,000; and
4		(C)	County of Kauaiqualifying campaign
5			contributions that in the aggregate, exceed
6			\$5,000;
7	(5)	For	the office of county council for each respective
8		cour	ity:
9		(A)	County of Honoluluqualifying campaign
10			contributions that in the aggregate, exceed
11			\$5,000;
12		(B)	County of Hawaiiqualifying campaign
13			contributions that in the aggregate, exceed
14			\$1,500;
15		(C)	County of Mauiqualifying campaign contributions
16			that in the aggregate, exceed \$5,000; and
17		(D)	County of Kauaiqualifying campaign
18			contributions that in the aggregate, exceed
19			\$3,000;
20	(6)	For	the office of state senatorqualifying campaign
21		cont	ributions that, in the aggregate, exceed \$2,500;

1	(7)	For the office of state representativequalifying
2		campaign contributions that, in the aggregate, exceed
3		\$1,500;
4	(8)	For the office of Hawaiian affairsqualifying
5		campaign contributions that, in the aggregate, exceed
6		\$1,500; and
7	(9)	For all other offices, qualifying campaign
8		contributions that, in the aggregate, exceed \$500."
9	SECT	ION 8. Section 11-220, Hawaii Revised Statutes, is
10	amended t	o read as follows:
11	" §11	-220 Eligibility for payments[+] under the partial
12	public fu	nding program. (a) To be eligible to receive
13	(payments	under section 11 217, partial public funding from the
14	Hawaii el	ection campaign fund under section 11-221, a candidate
15	shall in	writing:
16	(1)	Agree to obtain and furnish to the commission any
17		evidence of the campaign expenses of [such] the
18		candidate [which] that the commission may request;
19	(2)	Agree to keep and furnish records, books, and other
20		information [which] that the commission may request;
21		and

1	(3)	Agree to an audit and examination by the commission
2		under section 11-225 and to pay any amounts required
3		to be paid pursuant to that section.
4	(b)	To be eligible to receive [payments pursuant to
5	section 1	1-217, partial public funding from the Hawaii election
6	campaign	fund under section 11-221, a candidate shall certify to
7	the commi	ssion that:
8	(1)	The candidate and all committees authorized by the
9		candidate shall not incur campaign expenses in excess
10		of the expenditure limitations imposed by section
11		11-209;
12	(2)	The candidate has qualified to be on the election
13		ballot in a primary or general election;
14	(3)	The candidate has filed a statement of intent to seek
15		qualifying campaign contributions. A contribution
16		received before the filing of a statement of intent to
17		seek partial public funds shall not be considered a
18		qualifying campaign contribution;
19	(4)	The candidate or committee authorized by the candidate
20		has received the qualifying sum of private
21		contributions for the office sought by the candidate
22		as set forth in section 11-219; and

1	(5) The aggregate of contributions certified with respect
2	to any person under paragraph (4) does not exceed
3	\$100.
4	(c) Each candidate and candidate's committee in receipt of
5	qualifying campaign contributions [which] that may be taken into
6	account for purposes of partial public funding shall maintain,
7	on a form prescribed by the commission, records [which] that
8	show the date and amount of each qualifying campaign
9	contribution and the full name and mailing address of the person
10	making the contribution. The candidate and all committees
11	authorized by the candidate shall transmit to the commission all
12	reports with respect to these contributions that the commission
13	may require.
14	(d) No candidate certified for comprehensive public
15	funding under subpart shall be eligible for partial public
16	funding under this subpart in a given election period."
17	SECTION 9. Section 11-221, Hawaii Revised Statutes, is
18	amended to read as follows:
19	"§11-221 Entitlement to payments[+] partial payment
20	funding. (a) A candidate shall obtain the minimum amount of
21	qualifying campaign contributions set forth in section 11-219,
22	once for the election period. After the candidate obtains the

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- 1 minimum amount of qualifying campaign contributions, the
- 2 candidate shall be entitled to receive for each election that
- 3 the candidate's name appears on the ballot:
- 4 (1) The minimum payment in an amount equal to the
- 5 qualifying campaign contributions; and
- 6 (2) Payments of \$1 for each \$1 of qualifying contributions
- 7 in excess of the minimum amount of qualifying
- 8 contributions;
- 9 provided that the candidate shall not receive more than the
- 10 maximum amount of partial public funds available to a candidate
- 11 pursuant to section 11-218; provided further that the candidate
- 12 shall not receive partial public funds for a primary election if
- 13 the candidate does not obtain the minimum amount of qualifying
- 14 contributions before the date of the primary election.
- 15 (b) A candidate shall have at least one other qualified
- 16 candidate as an opponent for the primary or general election to
- 17 receive partial public funds for that election."
- 18 SECTION 10. Section 11-222, Hawaii Revised Statutes, is
- 19 amended by amending the title and subsections (a) to (c) to read
- 20 as follows:
- 21 "\$11-222 Candidate funding; application[+] for partial
- 22 public funds. (a) Application forms for partial public funds



- 1 shall be adopted by the commission and shall provide for a sworn
- 2 statement by the candidate that the candidate has established
- 3 eligibility under section 11-220 to receive payments under
- 4 section 11-217. Each application shall be accompanied by a
- 5 qualifying campaign contribution statement or statements, and
- 6 shall be filed with the commission no later than thirty days
- 7 after the general election. Upon approval by the commission of
- 8 the application and qualifying contribution statement, the
- 9 commission shall direct the comptroller to distribute [matching]
- 10 partial public funds up to the maximum of the amount of partial
- 11 public funds to which the candidate is entitled.
- 12 [Public] Partial public funds shall be distributed by the
- 13 comptroller to each eligible candidate within twenty days from
- 14 the date of the candidate's initial application with the
- 15 commission.
- 16 (b) Each candidate in receipt of the qualifying sum of
- 17 campaign contributions established for the candidate's office
- 18 may apply to the commission for partial public funding after the
- 19 candidate has become a candidate in a primary or general
- 20 election.
- 21 (c) The commission shall make additional certifications
- 22 within two weeks after receiving an application and supplemental



- 1 contribution statement from an eligible candidate who requests
- 2 additional partial public funding pursuant to section 11-221."
- 3 SECTION 11. Section 11-223, Hawaii Revised Statutes, is
- 4 amended to read as follows:
- 5 "§11-223 Candidate funding; restrictions. (a) Each
- 6 candidate who accepts partial public campaign funds under this
- 7 subpart shall be required to abide by the campaign spending
- 8 limits for the candidate's respective office as set forth in
- 9 section 11-209. Any candidate who exceeds the spending limits
- 10 for the candidate's respective office as set forth in section
- 11 11-209 shall immediately return all of the partial public
- 12 campaign funds the candidate has received to the Hawaii election
- 13 campaign fund.
- 14 (b) [Public] Partial public campaign funds provided under
- 15 this subpart shall only be used to:
- 16 (1) Defray campaign expenses incurred by and paid for an
- 17 eligible candidate or all committees authorized by
- 18 [such] the candidate; and
- 19 (2) Repay loans, the proceeds of which were used to defray
- 20 campaign expenses.
- (c) No candidate or committee authorized by a candidate
- 22 shall be entitled to receive any partial public funds under this

- 1 subpart unless the candidate has qualified to have the
- 2 candidate's name on the election ballot in the election for
- 3 which funds are sought.
- 4 (d) In no event shall any candidate or campaign treasurer
- 5 in receipt of partial public campaign funds transfer any portion
- 6 of [such] those funds to another candidate for any primary,
- 7 special primary, special, or general election campaign.
- 8 (e) All partial public funds received under this subpart
- 9 shall be deposited in a financial institution designated to do
- 10 business in the State. No expenditures of any partial public
- 11 funds received under this subpart shall be made except by checks
- 12 drawn on [such] a checking account. The commission may require
- 13 [such] reports relating to the expenditure of [such] partial
- 14 public funds as it considers appropriate.
- 15 (f) Each candidate, on the deadline for filing of a final
- 16 report for any primary or general election, shall return all
- 17 unexpended partial public funds to the Hawaii election campaign
- 18 fund."
- 19 SECTION 12. Section 11-224, Hawaii Revised Statutes, is
- 20 amended to read as follows:
- 21 "§11-224 Public funds; report required; return of funds.
- 22 The campaign treasurer of [the] any candidate who receives



- 1 public funds under either the partial public funding program or 2 the comprehensive public funding for elections to the state house of representatives shall produce evidence to the 3 4 commission no later than twenty days after a primary election 5 and no later than thirty days after a general election that all 6 public funds paid to the candidate have been used as required by 7 this subpart. 8 Should the commission determine that any part of the 9 partial public funds have been used for noncampaign or improper
- general and shall order the candidate to return all or part of the funds paid to that candidate for a primary or general

expenses, it shall report [such] its finding to the attorney

- 13 election. When partial public funds are returned, [they] the
- 14 funds shall be deposited in the Hawaii election campaign fund."
- 15 SECTION 13. Section 11-225, Hawaii Revised Statutes, is
- 16 amended as follows:

10

- 17 1. By amending the title and subsection (a) to read:
- "\$11-225 Public funds; examination and audit; payments[-];
- 19 penalties. (a) Within sixty days after each general election,
- 20 the commission shall conduct an examination and audit of all
- 21 public funds received by [the] any candidate [and of] who
- 22 received public funds under either the partial public funding



- 1 program or the comprehensive public funding for elections to the 2 state house of representatives, including the campaign 3 contributions used for purposes of qualifying for public funding 4 under [this subpart] subparts B and , and the campaign 5 expenses incurred by all candidates who received [payments] 6 public funding pursuant to [section 11 217.] subparts B and 7 8 2. By amending subsections (c), (d), (e), and (f) to read: 9 "(c) Should the commission determine that any partial 10 payment of public funds made to an eligible candidate pursuant 11 to section 11-221 was in excess of the aggregate amount of 12 payments to which [such] the candidate was entitled, the 13 commission shall notify [such] the candidate and [such] the 14 candidate shall pay to the Hawaii election campaign fund a sum 15 equal to the amount of excess payment. 16 If the commission determines that any amount of any 17 partial public funds made to a candidate under section 11-217 18 was used for any improper purpose, the commission shall so 19 notify the candidate, and the candidate shall pay to the fund an 20 amount equal to three hundred per cent of such amount.
- (e) Any candidate who has received <u>partial</u> public funds
 under section 11-217 and who is convicted of violating any



provision of this subpart shall, upon notification by the 1 commission, pay to the Hawaii election campaign fund the full 2 3 amount of public funds received by [such] the candidate. (f) No notification shall be made by the commission under 4 5 subsection (c) with respect to the payment of excess partial 6 public funds more than two years after the payment of [such] the 7 funds." SECTION 14. Section 11-228, Hawaii Revised Statutes, is 8 9 amended as follows: 10 1. By amending subsection (a) to read: 11 In the performance of its required duties, the 12 commission may render a decision or issue an order affecting any 13 person violating [any provision of this] subpart B or or 14 section 281-22 that shall provide for the assessment of an administrative fine in the manner prescribed as follows: 15 16 If a natural person, an amount not to exceed \$1,000 (1)for each occurrence or an amount equivalent to three 17 18 times the amount of an unlawful contribution or expenditure, whichever is greater; or 19 If a corporation, organization, association, or labor 20 (2) 21 union, it shall be punished by a fine not exceeding

\$1,000 for each occurrence; and

22

1	(3) Whenever a corporation, organization, association, o	r
2	labor union violates [this subpart,] subpart B or	
3	the violation shall be deemed to be also that of the	<u>:</u>
4	individual directors, officers, or agents of the	
5	corporation, organization, association, or labor	
6	union, who have knowingly authorized, ordered, or do	ne
7	any of the acts constituting the violation."	
8	2. By amending subsection (e) to read:	
9	"(e) Any person or the commission may sue for injunctive	,
10	relief to compel compliance with [this subpart.] subparts B an	<u>ıd</u>
11	<u> </u>	
12	SECTION 15. Section 11-229, Hawaii Revised Statutes, is	
13	amended as follows:	
14	1. By amending subsections (a) and (b) to read:	
15	"(a) Any person who knowingly, intentionally, or	
16	recklessly violates [any provision of this subpart] subpart B	or
17	shall be guilty of a misdemeanor. Any person who knowingl	ĮУ
18	or intentionally falsifies any report required by this subpart	2
19	with the intent to circumvent the law or deceive the commission	nc
20	or who violates section 11-201 or 11-202 shall be guilty of a	
21	class C felony. A person charged with a class C felony shall	
22	not be eligible for a deferred acceptance of guilty plea or no	olo

- 1 contendere plea under chapter 853. A person who is convicted
- 2 under this section shall be disqualified from holding elective
- 3 public office for a period of four years from the date of
- 4 conviction.
- 5 (b) For the purposes of prosecution for violation of [this
- 6 subpart, subpart B or , the offices of the attorney general
- 7 and the prosecuting attorney of the respective counties shall be
- 8 deemed to have concurrent jurisdiction to be exercised as
- 9 follows:
- 10 (1) Prosecution shall commence with a written request from
- 11 the commission or upon the issuance of an order of the
- 12 court; provided that prosecution may commence prior to
- any proceeding initiated by the commission or final
- 14 determination;
- 15 (2) In the case of state offices, parties, or issues, the
- 16 attorney general or the prosecuting attorney for the
- 17 city and county of Honolulu shall prosecute any
- 18 violation; and
- 19 (3) In the case of all other offices, parties, or issues,
- 20 the attorney general or the prosecuting attorney for
- 21 the respective county shall prosecute any violation.

In the commission's choice of prosecuting agency, it shall 1 be guided by whether there will be any conflicting interest 2 3 between the agency and its appointive authority." 4 2. By amending subsection (d) to read: "(d) Prosecution for violation of [any provision of this] 5 6 subpart B or shall not be commenced after five years have elapsed from the date of the violation or date of filing of the 7 8 report covering the period in which the violation occurred, 9 whichever is later." 10 SECTION 16. Section 523A-23.5, Hawaii Revised Statutes, is amended by amending subsection (b) to read as follows: 11 12 "(b) Moneys in the unclaimed property trust fund shall be 13 used for the payment of the following: 14 (1) Claims for the return of abandoned property to their 15 rightful owners; (2) Payment to other states' unclaimed property programs 16 17 for owners whose last known address was in that other 18 state; Any costs incurred in connection with the sale of 19 (3) 20 abandoned property; (4) Costs of mailing and publication in connection with 21

any abandoned property;

22

1	(5)	Reasonable service charges;
2	(6)	Costs incurred in examining the records of holders of
3		property and in collecting such property from those
4		holders; [and]
5	<u>(7)</u>	An annual appropriation of \$2,500,000 to the Hawaii
6		election campaign fund under section 11-217; and
7	[(7)]	(8) Any other charges, costs, or expenses incurred in
8		the operation, administration, and enforcement of this
9		chapter."
10	SECTION 17. There is appropriated out of the unclaimed	
11	property trust fund established under section 523-A-23.5, Hawai	
12	Revised S	tatutes, the sum of \$2,500,000, or so much thereof as
13	maybe nec	essary for fiscal year 2007-2008, for deposit into the
14	Hawaii el	ection campaign fund established under section 11-217,
15	Hawaii Re	vised Statutes.
16	SECT	ION 18. There is appropriated out of the Hawaii
17	election	campaign fund the sum of \$200,000, or so much thereof
18	as may be	necessary for fiscal year 2006-2007, for the campaign
19	spending (commission to provide three additional staff positions
20	and other	assistance to support comprehensive publicly funded
21	elections	for the state house of representatives as follows:

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1	(1)	Two staff positions for computer analysis of campaign
2	·	contributions for auditing and monitoring and the
3		creation of an online digital filing system for
4		campaign spending reports for all candidates running
5		for state house of representatives;
6	(2)	One staff position to administer the comprehensive
7		public funding program; and
8	(3)	Funding for the office of elections, or its designate,
9		to verify the qualifying contributions from registered
10		voters in a candidate's district.
11	The	sum appropriated shall be expended by the department of
12	accounting	g and general services for the purposes of this Act.
13	SECT	ION 19. The campaign spending commission shall create
14	and public	sh all forms and receipts required as well as a
15	candidate	s' guide to the comprehensive public funding program
16	that shal	l include an explanation of rules and procedures
17	applicable	e to candidates. In addition to the reports required
18	by section	n 11-210, Hawaii Revised Statutes, the campaign
19	spending	commission shall establish and provide administrative
20	and staff	support to an independent, nonpartisan review
21	committee	to undertake a substantive review of the functioning
22	of the co	mprehensive public funding program established under

1	this Act	following each election in which the comprehensive
2	public fu	anding option is used. The review committee shall
3	report to	the legislature no later than twenty days prior to the
4	convening	g of the next regular session following each election
5	when the	comprehensive public funding option is made available:
6	(1)	Suggesting amendments to this Act that may address the
7		need to improve equalizing public funding to match
8		independent expenditures and any excess expenditures
9		of publicly funded and nonparticipating candidates;
10	(2)	Suggesting amendments to this Act that will extend
11		publicly funded campaigns to other state and county
12		elections;
13	(3)	Providing a summary and evaluation of the commission's
14		activities and recommendations to enhance the
15		effective and timely administration and enforcement of
16		this Act; and
17	(4)	Providing an examination of mechanisms for increasing
18		revenues of the Hawaii election campaign fund,
19		including methods used in other states.
20	The	legislative reference bureau shall assist the campaign
21	spending	commission in drafting any proposed amendments to this
22	Act.	

- 1 SECTION 20. In codifying the new sections added by section
- 2 of this Act, the revisor of statutes shall substitute
- 3 appropriate section numbers for the letters used in designating
- 4 the new sections in this Act.
- 5 SECTION 21. If any provision of this Act, or the
- 6 application thereof to any person or circumstance is held
- 7 invalid, the invalidity does not affect other provisions or
- 8 applications of the Act, which can be given effect without the
- 9 invalid provision or application, and to this end the provisions
- 10 of this Act are severable.
- 11 SECTION 22. Statutory material to be repealed is bracketed
- 12 and stricken. New statutory material is underscored.
- SECTION 23. This Act shall take effect on July 1, 2007.

14

INTRODUCED BY: Julian

Report Title:

Campaign Spending; Public Funding; House of Representatives

Description:

Creates comprehensive public funding for elections to the state house of representatives; establishes qualifications, limitations on funding and use of funds, reporting requirements, amends chapter 11, part XII to reflect changes.