A BILL FOR AN ACT

RELATING TO CAMPAIGN CONTRIBUTIONS.

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

- 1 SECTION 1. Section 11-355, Hawaii Revised Statutes, is
- 2 amended to read as follows:
- 3 "[+]§11-355[+] Contributions by state [and] or county
- 4 contractors, state or county grantees, officers or immediate
- 5 family members of state or county contractors, officers or
- 6 immediate family members of state or county grantees;
- 7 **prohibited.** (a) It shall be unlawful for any person who enters
- 8 into any contract with the State, any of the counties, or any
- 9 department or agency thereof either for the rendition of
- 10 personal services, the buying of property, or furnishing of any
- 11 material, supplies, or equipment to the State, any of the
- 12 counties, any department or agency thereof, or for selling any
- 13 land or building to the State, any of the counties, or any
- 14 department or agency thereof, if payment for the performance of
- 15 the contract or payment for material, supplies, equipment, land,
- 16 property, or building is to be made in whole or in part from
- 17 funds appropriated by the legislative body, at any time between



1	the execu	tion of the contract through the completion of the
2	contract,	to:
3	(1)	Directly or indirectly make any contribution, or
4		promise expressly or impliedly to make any
5		contribution to any candidate committee or
6		noncandidate committee, or to any candidate or to any
7		person for any political purpose or use; or
8	(2)	Knowingly solicit any contribution from any person for
9		any purpose during any period.
10	(b)	It shall be unlawful for any officer or immediate
11	family men	mber of any state or county contractor under subsection
12	(a), at a	ny time between the execution of the contract through
13	the comple	etion of the contract pursuant to subsection (a), to
14	directly or indirectly make any contribution to any candidate	
15	committee or noncandidate committee.	
16	<u>(c)</u>	It shall be unlawful for any person who receives a
17	grant or s	subsidy from the state pursuant to chapter 42F, or from
18	a county p	oursuant to a county charter or code, at any time
19	between the execution of the contract through the completion of	
20	the contra	act for the grant or subsidy to:

1	(1)	Directly or indirectly make any contribution, or
2		promise expressly or impliedly to make any
3		contribution to any candidate committee or
4		noncandidate committee, or to any candidate or to any
5		person for any political purpose or use; or
6	(2)	Knowingly solicit any contribution from any person for
7		any purpose during any period.
8	(d)	It shall be unlawful for any officer or immediate
9	family me	mber of a state or county grantee under subsection (c),
10	at any ti	me between the execution of the contract through the
11	completion	n of the contract for the grant or subsidy pursuant to
12	subsection	n (c), to directly or indirectly make any contribution
13	to any candidate committee or noncandidate committee.	
14	<u>(e)</u>	Any candidate, candidate committee, or noncandidate
15	committee	receiving a contribution made unlawful by this section
16	shall ret	urn the unlawful contribution to the contributor within
17	thirty cal	lendar days of receipt. If any unlawful contribution
18	is not re	turned to the contributor within thirty calendar days
19	of receip	t, the unlawful contribution shall escheat to the
20	Hawaii ele	ection campaign fund.

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[(b)] (f) Except as provided in subsection (a), this section does not prohibit or make unlawful the establishment or 2 3 administration of, or the solicitation of contributions to, any 4 noncandidate committee by any person other than the state or 5 county contractor for the purpose of influencing the nomination 6 for election, or the election of any person to office. 7 [(c)] (g) For purposes of this section, "completion of the contract" means that the parties to the government contract have 8 9 either terminated the contract prior to completion of 10 performance or fully performed the duties and obligations under 11 the contract, no disputes relating to the performance and 12 payment remain under the contract, and all disputed claims have 13 been adjudicated and are final." 14 SECTION 2. Section 11-364, Hawaii Revised Statutes, is 15 amended by amending subsection (a) to read as follows: 16 "(a) Any candidate, candidate committee, or noncandidate committee that receives in the aggregate more than the 17 18 applicable contribution limit in section 11-357, 11-358, 11-359, 19 or 11-360 shall return any excess contribution to the 20 contributor within thirty calendar days of receipt of the excess 21 contribution. Any candidate, candidate committee, or

- 1 noncandidate committee that receives in the aggregate more than
- 2 the applicable contribution limit in section 11-362 shall return
- 3 any excess contribution to the contributor within thirty
- 4 calendar days of the end of the election period; provided that
- 5 the candidate, candidate committee, or noncandidate committee
- 6 may choose which contributions to return. Any excess
- 7 contribution not returned to the contributor within thirty
- 8 calendar days shall escheat to the Hawaii election campaign
- fund." 9
- 10 SECTION 3. This Act does not affect rights and duties that
- 11 matured, penalties that were incurred, and proceedings that were
- 12 begun before its effective date.
- 13 SECTION 4. Statutory material to be repealed is bracketed
- 14 and stricken. New statutory material is underscored.
- 15 SECTION 5. This Act shall take effect upon its approval.

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INTRODUCED BY: Madri K. Muhan-BR

JAN 1 6 2025

Report Title:

Campaign Spending Commission; State or County Contractors; State or County Grantees; Officers; Immediate Family Members; Prohibited Contributions

Description:

Prohibits state or county grantees, officers and immediate family members of state or county contractors, and officers and immediate family members of state or county grantees from contributing to candidate or noncandidate committees for the duration of the contract. Requires candidates, candidate committees, or noncandidate committees to return any unlawful contribution to the contributor within 30 calendar days of receipt. Provides that if any unlawful contribution is not returned to the contributor within 30 calendar days, the unlawful contribution shall escheat to the Hawaii Election Campaign Fund.

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