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 be appropriately designated and to
3	read as follows:
4	"S11- Reporting deadline. 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;
	OD THE 07 1007 400



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); 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[+ ex].
21	[-(4)-)	Notwithstanding paragraphs (1), (2), and (3), a
22	candidate	's expenditure of the candidate's own funds or the
	CR IDR 07.	-1287 dog

- 1 making of a loan or advance in the pursuit of the candidate's 2 campaign shall not be a contribution for the purpose of this 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 The individual or committee is uncompensated for the (1)9 internet activities; or 10 (2) The individual or committee uses equipment or services 11 for uncompensated internet activities, regardless of 12 who owns the equipment and services. 13 For purposes of this exclusion, "internet activities" 14 includes sending or forwarding electronic massages; providing a 15 hyperlink or other direct access to another person's website; 16 blogging; creating, maintaining, or hosting a website; paying a 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
 - SB LRB 07-1287.doc

22



provide access to or use of the internet.

1	This exclusion does not app	oly to any payment for: an
2	advertisement other than a nomin	nal fee; the purchase or rental
3	of an e-mail address list made a	at the direction of a committee;
4	or an e-mail address list that i	s transferred to a committee."
5	5 2. By amending the definit	tion of "expenditure" to read as
6	6 follows:	
7	7 ""Expenditure" means:	
8	(1) Any purchase or transf	er of money or anything of
9	value, or promise or a	greement to purchase or transfer
10	money or anything of v	value, or payment incurred or
11	made, or the use or co	onsumption of a nonmonetary
12	contribution for the p	ourpose of:
13	(A) Influencing the r	omination for election, or
14	election, of any	person seeking nomination for
15	election, or elec	tion, to office whether or not
16	the person has fi	led the person's nomination
17	paper;	
18	(B) Influencing the c	utcome of any question or issue
19	that has been cer	tified to appear on the ballot
20	at the next appli	cable election; or
21	(C) Use by any party	or committee for the purposes
22	set out in subpar	agraph (A) or (B);

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	<u>"Exp</u>	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;
21	blogging;	creating, maintaining, or hosting a website; paying a



SB LRB 07-1287.doc

```
nominal fee for the use of another person's website; and any
 1
    other form of communication distributed over the Internet.
 2
 3
         For purposes of this exclusion, "equipment and services"
 4
    includes computers, software, internet domain names, internet
    service providers, and any other technology that is used to
 5
 6
    provide access to or use of the Internet.
7
         This exclusion does not apply to any payment for: an
    advertisement other than a nominal fee; the purchase or rental
 8
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."
         SECTION 3. Section 11-194, Hawaii Revised Statutes, is
11
12
    amended to read as follows:
         "$11-194 Registration. (a) Each candidate, committee, or
13
14
    party shall file an organizational report as set forth in
15
    section 11-196 or 11-196.5 as applicable.
16
         (b) Committees that form within ten days of any election
17
    and expend in the aggregate more than $1,000 for the election
    shall register and fully disclose the expenditure by 4:30 p.m.
18
    on the last calendar day prior to the expenditure.
19
20
         (c) (b) Each candidate [who files nomination papers for
    office with the chief election officer or county clerk] shall
21
22
    file an organizational report within ten days of:
```

(1)	Filing the nomination papers for office; or
(2)	The date the candidate or candidate's committee
	receives contributions or makes expenditures that
	amount to more than \$100 in the aggregate during the
	applicable election period[-], whichever occurs first.
[-(d) -]	(c) An elected official who is seeking [re-election]
reelection	to the same office in successive elections shall not
be require	ed to file an organizational report under this section
unless the	e candidate is required to report a change in
information	on pursuant to section 11-196(b); provided that the
candidate	has not sought election to any other office during the
period bet	tween elections.
[-(e)]	(d) A noncandidate committee shall file an
organizati	ional report within ten days of receiving contributions
or making	expenditures that amount to more than \$1,000, in the
aggregate,	in a two-year election period[+]; except that within
thirty day	ys prior to an election, a noncandidate committee shall
file an or	rganizational report within two days of receiving
contributi	lons or making expenditures that amount to more than
\$1,000, ir	the aggregate, in a two-year election period."
SECT	ION 4. Section 11-195, Hawaii Revised Statutes, is
amended by	y amending subsection (f) to read as follows:
SB LRB 07-	-1287.doc 糖樹類類類
	[(d)] reelection be require unless the information candidate period bet [(e)] organizate or making aggregate, thirty day file an or contribute \$1,000, in SECTION amended by SB LRB 07-

```
For purposes of this subpart, whenever a report is
1
    required to be filed with the commission, "filed" means received
2
    in the office of the commission or county clerk, whichever is
3
    applicable, by the date and time specified for the filing of the
4
5
    report; except that a noncandidate committee required to be
6
    registered with the commission pursuant to section 11-194(d),
    and a candidate or the committee of a candidate who is seeking
7
    election to the:
8
9
         (1)
              Office of governor;
10
         (2)
              Office of lieutenant governor;
11
             Office of mayor;
         (3)
12
              Office of prosecuting attorney;
         (4)
              County council;
         (5)
13
14
         (6)
              Senate;
              House of representatives; [ex]
15
         (7)
              Office of Hawaiian affairs [\tau]; or
16
         (8)
              Board of education,
17
         (9)
18
    shall file by electronic means in the manner prescribed by the
19
    commission. [Candidates for the offices named in this
20
    subsection with contributions or expenditures of less than
21
    $5,000 need not file by electronic means. A candidate or
22
    candidate committee without access to a computer or the Internet
```

```
1
    may request a waiver from electronic filing from the
2
    commission.]"
3
         SECTION 5. Section 11-204.5, Hawaii Revised Statutes, is
    amended to read as follows:
4
5
         "[+]$11-204.5[+] Limit on contributions from nonresident
6
    individuals and persons. Contributions from [any individual or
    any person as defined in section 11-191, all persons, except
7
8
    for a member of the candidate's immediate family, who [is] are
9
    not [a resident] residents of the State at the time the
10
    contributions are made, including a noncandidate committee
11
    organized under the laws of another state and whose participants
12
    are not residents of the State, shall not exceed twenty per cent
13
    of the total contributions received by a candidate or
14
    candidate's committee for each reporting period."
15
         SECTION 6. Section 11-207.5, Hawaii Revised Statutes, is
16
    amended by amending subsection (a) to read as follows:
17
               Each candidate, candidate's committee, or committee,
    that within the period of [fifteen] fourteen calendar days
18
19
    through four calendar days prior to a primary, special primary,
20
    general, or special general election, makes contributions
    aggregating more than $500, or receives contributions from any
21
22
    person or entity aggregating more than $500, shall file a report
```

```
1
    with the commission or appropriate county clerk's office on
 2
    forms provided by the commission, no later than 4:30 p.m., three
 3
    calendar days prior to the election."
         SECTION 7. Section 11-209, Hawaii Revised Statutes, is
 4
    amended by amending subsection (a) to read as follows:
 5
               From January 1 of the year of any primary, special,
 6
         "(a)
 7
    or general election, the total expenditures for each election
 8
    for candidates who voluntarily agree to limit their campaign
 9
    expenditures, inclusive of all expenditures made or authorized
10
    by the candidate alone and all campaign treasurers and
11
    committees in the candidate's behalf, shall not exceed the
12
    following amounts expressed respectively multiplied by the
13
    number of voters in the last preceding general election
14
    registered to vote in each respective voting district:
15
         (1)
              For the office of governor-[\$2.50;] $2.60;
              For the office of lieutenant governor-[$1.40;] $1.50;
16
         (2)
17
              For the office of mayor-[\$2.00;] $2.10;
         (3)
18
         (4)
             For the offices of state senator, state
19
              representative, and county council member [-$1.40;
20
              and], and prosecuting attorney--$1.50; and
21
         (5)
             For the offices of the board of education and all
22
              other offices-[<del>20 cents.</del>] 25 cents."
```

1	SECT	ION 8. Section 11-212, Hawaii Revised Statutes, is
2	amended b	y amending subsection (a) to read as follows:
3	"(a)(1)	The candidate committee of each candidate whose name
4		will appear on the ballot in the immediately
5		succeeding election shall file a preliminary report
6		with the commission or appropriate county clerk's
7		office. Preliminary reports shall be filed on forms
8		provided by the commission no later than 4:30 p.m. on
9		the following dates:
10		(A) July [thirtieth] thirty-first of the year of the
11		primary election;
12		(B) Ten calendar days prior to each primary and
13		initial special election; and
14		(C) Ten calendar days prior to a special or general
15		election.
16	(2)	Each report shall be certified pursuant to section 11-
17		195 and shall contain the following information which
18		shall be current through [the thirtieth calendar day]
19		June 30 prior to the filing of the report filed on the
20		[thirtieth] thirty-first of July and fifth calendar
21		day prior to the filing of other preliminary reports:

1	(A)	The aggregate sum of all contributions and other
2		campaign receipts received;
3	(B)	The amount and date of deposit of the
4		contribution and the name and address of each
5		donor who contributes an aggregate of more than
6		\$100 during an election period, which has not
7		previously been reported; provided that if all
8		the information is not on file, the contribution
9		shall be returned to the donor within thirty days
10		of deposit;
11	(C)	The amount and date of deposit of each
12		contribution and the name, address, employer, and
13		occupation of each donor who contributes an
14		aggregate of \$1,000 or more during an election
15		period, which has not previously been reported;
16		provided that if all the information is not on
17		file, the contribution shall be returned to the
18		donor within thirty days of deposit;
19	(D)	All expenditures made, incurred, or authorized by
20		or for a candidate, including the name and
21		address of each payee and the amount, date, and

purpose of each expenditure; and

22

1	(E) A current statement of the balance on hand or
2	deficit."
3	SECTION 9. Section 11-213, Hawaii Revised Statutes, is
4	amended by amending subsections (f) and (g) to read as follows:
5	"(f) Deficit. In the event of a deficit the candidate,
6	authorized person in the case of a party, or campaign treasurer
7	in the case of a committee shall, every six months until the
8	deficit is eliminated, file supplemental reports covering all
9	items prescribed in subsection (a) or subsection (b) in the case
10	of noncandidate committees. The first report shall be due no
11	later than 4:30 p.m. on the [thirtieth] thirty-first day after
12	the last day of the election year.
13	(g) Surplus. In the event of a surplus the candidate,
14	authorized person in the case of a party, or campaign treasurer
15	in the case of a committee, shall:
16	(1) Maintain the cash surplus in a financial depository;
17	and
18	(2) Every six months, until the candidate files to be on
19	the ballot with the state office of elections, or in
20	the case of a party or committee until they
21	participate in an election again, file supplemental
22	reports detailing all items prescribed in subsection

1	(a) or in the case of a noncandidate committee until
2	they participate in an election again, or file
3	supplemental reports detailing all items prescribed in
4	subsection (b).
5	The first report shall be due not later than 4:30 p.m. on
6	the [thirtieth] thirty-first calendar day after the last day of
7	the election year."
8	SECTION 10. Section 11-218, Hawaii Revised Statutes, is
9	amended by amending subsections (a) and (b) to read as follows:
10	"(a) For the office of governor, lieutenant governor, or
11	mayor, the maximum amount of public funds available to a
12	candidate in any election shall not exceed [ten] fourteen per
13	cent of the total expenditure limit as determined under section
14	11-209 for each election for each office listed in this
15	subsection.
16	(b) For the office of state senator, state representative,
17	county council member, and prosecuting attorney, the maximum
18	amount of public funds available to a candidate in any election
19	shall be [fifteen] nineteen per cent of the total expenditure
20	limit as determined under section 11-209 for each election for
21	each office listed in this subsection."

1	SECTION	11.	Statutory	material	to	be	repealed	is	bracketed
---	---------	-----	-----------	----------	----	----	----------	----	-----------

- 2 and stricken. New statutory material is underscored.
- 3 SECTION 12. This Act shall take effect upon its approval;
- 4 provided that section 4 shall apply to reporting periods
- 5 beginning on January 1, 2008.

6

INTRODUCED BY:



Report Title:

Campaign Spending Commission; Reporting Deadline

Description:

Revises various campaign spending reporting deadlines. Amends definitions of "contribution" and "expenditure". 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.