## CHAPTER 168 HB 263 - FINAL VERSION

8Apr2021... 0333h 05/20/2021 1523s

### 2021 SESSION

21-0217 11/10

HOUSE BILL 263

AN ACT relative to campaign finance reform and increasing the threshold for reporting by

political committees.

SPONSORS: Rep. Sweeney, Rock. 8; Rep. Alexander Jr., Hills. 6; Rep. Berry, Hills. 44

COMMITTEE: Election Law

#### AMENDED ANALYSIS

This bill repeals voluntary expenditure limits, increases the expenditure and contribution reporting threshold for all political entities, and modifies the maximum contribution amount a person may contribute to candidate committees and political committees. This bill also increases the dollar threshold for reporting by political committees.

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Explanation: Matter added to current law appears in **bold italics**.

Matter removed from current law appears [in brackets and struckthrough.]

Matter which is either (a) all new or (b) repealed and reenacted appears in regular type.

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#### STATE OF NEW HAMPSHIRE

In the Year of Our Lord Two Thousand Twenty One

AN ACT

relative to campaign finance reform and increasing the threshold for reporting by political committees.

Be it Enacted by the Senate and House of Representatives in General Court convened:

- 168:1 Nominations by Primary; Administrative Assessment. Amend the introductory paragraph of RSA 655:19-c, I to read as follows:
  - I. Candidates for governor, United States senator, representative to Congress, executive councilor, state senator, county officer, and state representative who file declarations of candidacy shall pay the administrative assessment in paragraph I or file primary petitions as provided in paragraph III. Candidates for governor, United States senator, representative to Congress, executive councilor, state senator, county officer, and state representative who file declarations of intent shall pay the administrative assessment in paragraph I and shall meet the requirements of RSA 655:40 through 655:45 for nomination by nomination papers. [Neither the administrative assessment which is paid nor the primary petitions which are filed under this section, nor the nomination papers which must be submitted under RSA 655:41 and filed under RSA 655:43, shall be waived or refunded for a candidate for any of the offices listed in this section who, pursuant to RSA 664:5 a, voluntarily accepts the expenditure limitation set forth in RSA 664:5 b.] At the time of filing declarations of candidacy or declarations of intent, the administrative assessment shall be as follows:
  - 168:2 New Paragraph; Registration of Political Committees. Amend RSA 664:3 by inserting after paragraph V the following new paragraph:
  - VI. For purposes of filing expenditure reports pursuant to RSA 664:6 and RSA 664:7, a candidate for office may choose to file as a candidate or, if such candidate creates a candidate committee, as a candidate committee.
  - 168:3 Political Expenditures and Contributions; Prohibited Political Contributions. Amend RSA 664:4, V to read as follows:
  - V. By any person (1) if in excess of \$5,000 in value to a candidate or a candidate committee, except for contributions made by a candidate in behalf of his own candidacy, [or if in excess of \$1,000 in value by any person or by any political committee to a candidate or a political committee working on behalf of a candidate who does not voluntarily agree to limit his campaign expenditures and those expenditures made on his behalf as provided in RSA 664:5-a,] or in excess of \$10,000 in value to a political committee other than a political committee of a candidate, (2) if made anonymously or under a name not that of the donor, (3) if made in the guise of a loan, (4)

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if any other manner concealed, (5) if made without the knowledge and written consent of the candidate or his fiscal agent, a political committee or its treasurer, or not to any one of the same.

168:4 Political Expenditures and Contributions; Reporting by Political Committee. Amend RSA 664:6, I to read as follows:

664:6 Reporting by Political Committee.

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I. Any political committee whose receipts or expenditures exceed [\$500] \$1,000 shall file with the secretary of state an itemized statement in the form prescribed by the secretary of state, signed by its chairman and treasurer showing each of its receipts exceeding \$25 with the full name and postal address of the contributor in alphabetical order and the amount of the contribution, the date it was received, and the aggregate total for each election for each contributor of over \$100. Statements shall be filed not later than the first Wednesday in June and December after the state general election and before the filing deadline established in RSA 655:14, after which statements shall be filed no later than the Wednesday 12 weeks immediately preceding a primary election, before 5 o'clock in the afternoon, and shall cover the period from the day of the committee registration up to and including the Monday before the statement is due. All receipts of \$25 or under shall appear on the statements as unitemized receipts. Any listing that exceeds an individual's aggregate total of \$100 for each election shall be accompanied by the contributor's occupation including official job title, the name of the contributor's employer, and the city or town of the contributor's principal place of business, if any. The statement shall also show each committee expenditure exceeding \$25 with the full name and postal address of the payee or promise of payment, the date paid or obligated, and the election for which the expenditure was made, with the specific nature and amount of each expenditure since the date of the registration.

168:5 Political Expenditures and Contributions; Reporting by Political Committee. Amend RSA 664:6, IV and IV-a to read as follows:

IV. Any political committee whose receipts or expenditures do not exceed [\$500] \$1,000 for a reporting period need not file. However, when a committee's accumulated receipts or expenditures for an election exceed [\$500] \$1,000 the committee shall file a statement at the next reporting deadline, and shall continue to file at each reporting deadline.

IV-a. Any political committee whose independent expenditures, in aggregate, exceed [\$500] \$1,000 shall file an itemized statement with the secretary of state which shall be received by the secretary of state not later than 48 hours after such expenditures are made, and thereafter each time a further [\$500] \$1,000 is expended. Such itemized statements shall cover the period during which independent expenditures totaling [\$500] \$1,000 were made. Each statement shall include a certification by the chairman of the political committee that the independent expenditure meets the definition in RSA 664:2, XI. Each statement shall contain the date of each independent expenditure; the name and address of the person to whom the expenditure was made; the name of the candidate on whose behalf or against whom each independent expenditure was made; the amount of each

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1 expenditure; the purpose of each expenditure, and the aggregate amount of all previous independent  $^{2}$ expenditures. If the independent expenditure is made in support of or in opposition to more than 3 one candidate, the statement made under this paragraph shall allocate the way in which the 4 expenditure was made among the candidates on a reasonable basis. For the purposes of this 5 paragraph, "reasonable basis" means a statement that reflects the benefit or the burden reasonably 6 expected to be derived or suffered by each candidate. The filing requirements of this paragraph shall 7 be in addition to all other filing requirements under this section, and shall not be limited to the filing 8 periods during which expenditures must otherwise be reported. 9 168:6 Political Expenditures and Contributions; Reporting by Candidate Committee. Amend 10 RSA 664:7 to read as follows: 11 664:7 Reporting by Candidates. Each candidate at the primary or general election for governor, 12 councilor, state senator, representative to general court, or county officer, who has expenditures 13 exceeding [\$500] \$1,000, shall file statements before and after an election in like manner and detail 14 as prescribed in RSA 664:6, II, II-a, III, IV, and V, excepting, however, the expenditures of political 15 committees of the party to which the candidate belongs in elections other than primaries. 16 168:7 Political Expenditures and Contributions; Identification Required. Amend RSA 664:16-a, II to read as follows: 17 18 II. Any person or entity who violates paragraph I shall be subject to penalty under RSA 19 664:21. [V and VI] IV and V. 20 168:8 Political Expenditures and Contributions; Penalty. Amend RSA 664:21 to read as follows: 21 664:21 Penalty. 22 [I. Any candidate who voluntarily agrees to limit campaign expenditures as provided in RSA 23 664:5-a, and who exceeds the total political expenditure limitation as provided in RSA 664:5-a and 5-24b in running for any office in either a state primary or state general election, or both, shall be subject 25 to a fine schedule which is based on the percentage by which the candidate exceeds permitted campaign expenditures, so that the candidate shall pay a percentage of the excess campaign 26 27 expenditures as follows: 28 (a) Candidates for United States Senate and governor: 29 under \$1,000-one percent 30 \$1,000-\$5,000-10 percent 31 \$5,000-\$10,000-25 percent 32 \$10,000-\$50,000-50 percent 33 over \$50,000-100 percent 34 (b) Candidates for representative to Congress: 35 under \$1,000-one percent 36 \$1,000-\$5,000-10 percent

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\$5,000-\$10,000-25 percent

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1	\$10,000-\$25,000-50 percent
2	over \$25,000-100 percent
3	(c) Candidates for executive council and county officers:
4	under \$500-one percent
5	\$500-\$1,000-10 percent
6	\$1,000-\$5,000-25 percent
7	\$5,000-\$10,000-50 percent
8	over \$10,000-100 percent
9	(d) Candidates for state senate:
10	under \$100 one percent
11	\$100-\$500-10 percent
12	\$500-\$1,000-25 percent
13	\$1,000-\$5,000-50 percent
14	over \$5,000-100 percent
15	(e) Candidates for the general court:
16	under \$100-one percent
17	\$100-\$250-10 percent
18	\$250-\$500-25 percent
19	\$500-\$1,000-50 percent
20	over \$1,000-100 percent
21	H-] $I$ . Any fine assessed under the provision of this section shall be paid to the secretary of
22	state for deposit into the general fund.
23	[III.] II. Nothing in this section shall be construed to limit the enforcement powers of the
24	attorney general under RSA 664:18.
25	[IV. In addition to the fines levied under paragraph I,] III. Any person who fails to file any
26	report or statement on the date on which the report or statement is due under this chapter shall be
27	subject to a daily fine of \$25 for every weekday for which the report or statement is late and until the
28	report or statement is actually filed, except that candidates for the general court shall be subject to a
29	daily fine of \$5 under this paragraph.
30	[V. The provisions of this paragraph shall apply to violations of this chapter other than the
31	violation of RSA 664:5-a and 5-b, and] IV. A person liable under the provisions of this paragraph
32	shall not also be subject to the penalties imposed under [paragraphs I, II and IV] paragraph III.
33	Any person who otherwise violates any provision of this chapter shall be guilty of a misdemeanor if a
34	natural person or shall be guilty of a felony if any other person.
35	[VI.] $V.$ (a) Whoever violates any of the provisions of RSA 664:16-a or the provisions of RSA
36	664:17 relative to removing, defacing, or destroying political advertising on private property shall be

subject to a civil penalty not to exceed \$1,000.

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- (b) The court, upon petition of the attorney general, may levy upon any person who violates the provisions of RSA 664:16-a or the provisions of RSA 664:17 relative to removing, defacing, or destroying political advertising on private property a civil penalty in an amount not to exceed \$1,000 per violation. All penalties assessed under this paragraph shall be paid to the secretary of state for deposit into the general fund.
- (c) The attorney general shall have authority to notify suspected violators of RSA 664:16-a or the provisions of RSA 664:17 relative to removing, defacing, or destroying political advertising on private property of the state's intention to seek a civil penalty, to negotiate, and to settle with such suspected violators without court action, provided any civil penalty paid as settlement shall be paid to the secretary of state for deposit into the general fund.
- [VII.] VI.(a) A political committee other than a political committee of a candidate that fails to register in accordance with RSA 664:3 shall be subject to a fine up to 25 percent of the total amount of independent expenditures made during the period from the date the political committee was required to register to the date the political committee registered.
- (b) A political committee that fails to report independent expenditures in accordance with RSA 664:6, IV-a shall be subject to a fine up to 25 percent of the total amount of independent expenditures not reported or reported late.
- [VIII.] VII. Any person who willfully makes and subscribes to any statement filed under this chapter that he or she does not believe to be true and correct as to every material matter shall be guilty of false swearing under RSA 641:2.
- 168:9 Repeal. RSA 664:5-a and 664:5-b, relative to voluntary political expenditure limitations, are repealed.
  - 168:10 Reporting by Political Committee. Amend RSA 664:6, I to read as follows:
- I. Any political committee whose receipts or expenditures exceed \$500 shall file with the secretary of state an itemized statement in the form prescribed by the secretary of state, signed by its chairman and treasurer showing each of its receipts exceeding [\$25] \$50 with the full name and postal address of the contributor in alphabetical order and the amount of the contribution, the date it was received, and the aggregate total for each election for each contributor of over [\$100] \$200. Statements shall be filed not later than the first Wednesday in June and December after the state general election and before the filing deadline established in RSA 655:14, after which statements shall be filed no later than the Wednesday 12 weeks immediately preceding a primary election, before 5 o'clock in the afternoon, and shall cover the period from the day of the committee registration up to and including the Monday before the statement is due. All receipts of [\$25] \$50 or under shall appear on the statements as unitemized receipts. Any listing that exceeds an individual's aggregate total of [\$100] \$200 for each election shall be accompanied by the contributor's occupation including official job title, the name of the contributor's employer, and the city or town of the contributor's principal place of business, if any. The statement shall also show each committee

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- 1 expenditure exceeding [\$25] \$50 with the full name and postal address of the payee or promise of
- 2 payment, the date paid or obligated, and the election for which the expenditure was made, with the
- 3 specific nature and amount of each expenditure since the date of the registration.

168:11 Effective Date. This act shall take effect 60 days after its passage.

Approved: July 30, 2021

Effective Date: September 28, 2021