SUBJECT: Requiring political entities to disclose for whom expenditures were made

COMMITTEE: Elections — favorable, without amendment

VOTE: 9 ayes — Smith, Bucy, Burrows, Capriglione, DeAyala, Manuel, E.

Morales, Swanson, Vo

0 nays

WITNESSES: For — Ed Johnson (*Registered*, but did not testify: Alan Vera, Harris

County Republican Party Ballot Security Committee; Kathy Haigler;

Russell Hayter; Susan Stewart)

Against — (Registered, but did not testify: Katya Ehresman, Common

Cause Texas)

BACKGROUND: Election Code sec. 254.031(a) specifies required information to be

disclosed in political reports, including the name and office sought or held of each candidate or officeholder who benefits from a direct campaign

expenditure made during the reporting period.

DIGEST: HB 2629 would amend Election Code sec. 254.031(a) to require political

entities to report the name and office sought or held of each candidate or officeholder for whom a direct campaign expenditure was made to support or oppose during the reporting period, rather than requiring a report on

who benefited from a campaign expenditure.

The bill would take effect September 1, 2023 and would apply only to a

report required to be filed on or after the effective date of the bill.

SUPPORTERS

SAY:

HB 2629 would improve transparency for political action committees (PACs) by requiring candidates, officeholders, and political parties to disclose the name of any candidate or officeholder for whom a direct

campaign expenditure was made to support or oppose.

A direct campaign expenditure is a campaign expenditure made on a

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candidate's behalf and without the prior consent or approval of that candidate. Candidates have no way of knowing the amount of money used against them as direct campaign expenditures. Currently, PACs are not required to report the beneficiaries of their oppositional direct campaign expenditures, nor are candidates who benefit from these expenditures. HB 2629 would address this issue and increase transparency by requiring this information to be included in political reports.

HB 2629 could be enforced through the Texas Ethics Commission.

CRITICS SAY: HB 2629 could be difficult to enforce and could result in more investigations of PACs that may not provide disclosure of direct campaign expenditures.