ASSEMBLY, No. 5701 STATE OF NEW JERSEY 218th LEGISLATURE

INTRODUCED JUNE 24, 2019

Sponsored by: Assemblywoman MILA M. JASEY District 27 (Essex and Morris) Assemblyman JAMES J. KENNEDY District 22 (Middlesex, Somerset and Union)

Co-Sponsored by: Assemblywoman Murphy and Assemblyman Calabrese

SYNOPSIS

Permits use of campaign funds up to \$25,000 for child care expenses when incurred as direct result of campaign activity.

CURRENT VERSION OF TEXT

As introduced.



(Sponsorship Updated As Of: 6/28/2019)

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1 AN ACT concerning the use of campaign funds and amending 2 P.L.1993, c.65. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. Section 17 of P.L.1993, c.65 (C.19:44A-11.2) is amended to 8 read as follows: 9 17. a. All contributions received by a candidate, candidate 10 committee, a joint candidates committee or a legislative leadership 11 committee shall be used only for the following purposes: 12 (1) the payment of campaign expenses; 13 (2) contributions to any charitable organization described in 14 section 170(c) of the Internal Revenue Code of 1954, as amended or 15 modified, or nonprofit organization which is exempt from taxation under section 501(c) of the Internal Revenue Code of 1954, except 16 17 any charitable organization of which the candidate or a member of the candidate's immediate family is a paid officer, director or 18 19 employee or receives compensation for goods or services provided 20 to the organization; 21 (3) transmittal to another candidate, candidate committee, or 22 joint candidates committee, or to a political committee, continuing 23 political committee, legislative leadership committee or political 24 party committee, for the lawful use by such other candidate or 25 committee; 26 (4) the payment of the overhead and administrative expenses 27 related to the operation of the candidate committee or joint candidates committee of a candidate or a legislative leadership 28 29 committee; 30 (5) the pro rata repayment of contributors; or 31 (6) the payment of ordinary and necessary expenses of holding public office. 32 As used in this subsection, "campaign expenses" means any 33 34 expense incurred or expenditure made by a candidate, candidate committee, joint candidates committee or legislative leadership 35 36 committee for the purpose of paying for or leasing items or services 37 used in connection with an election campaign, other than those 38 items or services which may reasonably be considered to be for the 39 personal use of the candidate, any person associated with the 40 candidate or any of the members of a legislative leadership committee; and "member of the candidate's immediate family" 41 42 means the candidate's spouse, child, parent, or sibling, and the 43 child, parent, or sibling of the candidate's spouse; except that 44 "campaign expenses" shall include child care expenses up to \$25,000 incurred by a candidate after the effective date of P.L. , c. 45

EXPLANATION – Matter enclosed in **bold-faced brackets** [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined <u>thus</u> is new matter.

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1 (pending before the Legislature as this bill) as the direct result of 2 campaign activity and which would not exist irrespective of a campaign, as determined by the New Jersey Election Law 3 4 Enforcement Commission. 5 b. No contribution received by a candidate or by the candidate committee or joint candidates committee of a candidate may be 6 7 used for the payment of the expenses arising from the furnishing, 8 staffing or operation of an office used in connection with that 9 person's official duties as an elected public official. 10 Any funds remaining in the campaign depository of a c. 11 candidate's candidate committee or joint candidates committee upon 12 the death of the candidate shall be used only for one or more of the purposes established in subsection a. of this section by the 13 14 committee's organizational treasurer or deputy treasurer or whoever 15 has control of the depository upon the death of the candidate. 16 (cf: P.L.2007, c.202, s.1) 17 18 2. This act shall take effect immediately. 19 20 21 **STATEMENT** 22 23 This bill permits the use of campaign funds up to \$25,000 to pay 24 for child care expenses incurred by a candidate as the direct result 25 of campaign activity. 26 Current law permits the use of campaign contributions to pay for 27 campaign expenses, make a charitable contribution, contribute to another campaign committee, pay for committee overhead and 28 29 administrative expenses, repay contributions, and pay for the 30 ordinary and necessary expenses of holding public office. 31 This bill explicitly includes within the definition of "campaign expenses" payment for child care expenses up to \$25,000 incurred 32 33 by a candidate after the effective date of the bill that were incurred 34 as the direct result of campaign activity and that would not The bill grants authority to the New Jersey 35 otherwise exist. 36 Election Law Enforcement Commission to determine when child 37 care expenses are incurred as the direct result of campaign activity 38 and whether those expenses would exist irrespective of a campaign.