

Existing law (Campaign Finance Disclosure Act (CFDA), R.S. 18:1505.2(I)) permits a candidate or a political committee to expend campaign contributions for any lawful purpose, but prohibits the use, loan, or pledging of such funds by any person for personal use unrelated to a political campaign, the holding of a public office or party position, or, in the case of a political committee other than a candidate's principal campaign committee or subsidiary committee, the administrative costs or operating expenses of the political committee. Provides that excess campaign funds may be returned to contributors on a pro rata basis; given as a charitable contribution as provided in federal law (26 U.S.C. 170(c)); given to a charitable organization as defined in federal law (26 U.S.C. 501(c)(3)); expended in support of or in opposition to a proposition, political party, or candidacy of any person; or maintained in a segregated fund for use in future political campaigns or activity related to preparing for future candidacy to elective office. Existing law prohibits campaign funds from being used to pay a fine, fee, or penalty imposed pursuant to the Code of Governmental Ethics and prohibits a candidate from using campaign funds to make any payment or expenditure to an immediate family member, with specified exceptions. Existing law does not apply to campaign funds received prior to July 15, 1988.

New law prohibits a candidate, political committee, or other person required to file reports pursuant to the CFDA from using a contribution, loan, or transfer of funds received by such candidate or committee or person to purchase immovable property or a motor vehicle. Defines "motor vehicle", as in existing law (R.S. 32:781), as any motor-driven car, van, or truck required to be registered pursuant to the Vehicle Registration License Tax Law which is used or is designed to be used, for the transporting of passengers or goods for public, private, commercial, or for-hire purposes and, including motor homes, motorcycles, all-terrain vehicles, recreational vehicles, travel trailers, boat trailers, ambulances, buses, fire trucks, conversion vehicles, wreckers, semitrailers, hearses, and marine products.

Existing law (R.S. 18:1505.2(J)) provides that a candidate, treasurer, or chairman of a political committee who violates any provision of existing law shall be assessed a penalty of not more than \$5,000 or the amount of the violation, whichever is greater, except that the penalty for a knowing and willful violation shall not be more than \$10,000 or 200% of the violation, whichever is greater. Defines "knowing and willful" as conduct which could have been avoided through the exercise of due diligence. Makes certain other civil penalties provided for in CFDA (R.S. 18:1505.5) inapplicable to violations of existing law. Provides for enforcement of existing law as otherwise provided by the CFDA. Existing law requires the supervisory committee (ethics board) to institute civil proceedings to collect the civil penalties and provides procedures. Existing law (R.S. 18:1505.6(C)) provides that any candidate, chairman of a political committee, treasurer, person required to file reports under CFDA, or any other person who knowingly, willfully, and fraudulently violates any provision of CFDA shall, upon conviction, be sentenced not in excess of six months in the parish jail or pay a fine of not more than \$500, or both.

Violations of new law are subject to the penalty and enforcement provisions of existing law (R.S. 18:1505.2(J) and 1505.6(C)).

Effective Aug. 1, 2014.

(Adds R.S. 18:1505.2(I)(6))