SENATE FILE _____ BY GRONSTAL

(COMPANION TO LSB 6650YH BY McCARTHY)

 Passed Senate, Date
 Passed House, Date

 Vote:
 Ayes

 Approved
 Vote:

A BILL FOR

1 An Act prohibiting the use of campaign funds as compensation to a 2 candidate and providing an effective date. 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA: 4 TLSB 6650XS 82 5 jr/rj/14

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1 Section 1. Section 68A.302, subsection 2, Code 2007, is 1 1 2 amended by adding the following new paragraph: 2 amended by adding the following her paragraph
 3 <u>NEW PARAGRAPH</u>. k. Payment to a candidate as a salary,
 4 gratuity, or other compensation. However, reimbursement of
 5 expenses as otherwise authorized in this section is permitted.
 6 Sec. 2. EFFECTIVE DATE. This Act, being deemed of 7 immediate importance, takes effect upon enactment. 1 1 8 EXPLANATION Code section 68A.302 generally limits the use of campaign 1 9 1 10 funds to campaign purposes, educational and other expenses 1 11 associated with the duties of office, or constituency 1 12 services. That section prohibits the use of campaign funds 1 13 for personal expenses or personal benefit and provides a list 1 14 of prohibited uses. 1 15 This bill adds to the list of prohibited uses the use of 1 16 campaign funds to pay the candidate a salary, gratuity, or 1 17 other form of compensation. 1 18 As provided in Code section 68A.701, a willful violation of 1 19 any provision of the campaign finance chapter is a serious 1 20 misdemeanor punishable by confinement for up to one year and a 1 21 fine of at least \$315 but not more than \$1,875. A variety of 1 22 civil remedies are also available in Code section 68B.32D for 1 23 a violation of Code chapter 68A or rules of the ethics and 1 24 campaign disclosure board, ranging from a reprimand to a civil 1 25 penalty of not more than \$2,000. 1 26 The bill is effective upon enactment. 1 27 LSB 6650XS 82 1 28 jr/rj/14.1