Stricken language would be deleted from and underlined language would be added to the law as it existed prior to this session of the General Assembly.

| 1 2 | State of Arkansas 86th General Assembly | A Bill | | |
|--------|---|-----------------------------------|-----------------------|--|
| 3 | Regular Session, 2007 | | HOUSE BILL 2730 | |
| 4 | | | | |
| 5 | By: Representatives Petrus, Tl | nyer | | |
| 6 | | | | |
| 7 | | | | |
| 8 | | For An Act To Be Entitled | | |
| 9 | AN ACT TO AMEND ARKANSAS LAW CONCERNING THE USE | | | |
| 10 | OF CAMPAIGN FUNDS AS PERSONAL INCOME; AMENDING A | | | |
| 11 | PORTION OF ARKANSAS LAW RESULTING FROM INITIATED | | | |
| 12 | ACT 1 OF 1996; AND FOR OTHER PURPOSES. | | | |
| 13 | | | | |
| 14 | Subtitle | | | |
| 15 | AN ACT TO AMEND ARKANSAS LAW CONCERNING | | | |
| 16 | THE USE OF CAMPAIGN FUNDS AS PERSONAL | | | |
| 17 | INCOM | Ε. | | |
| 18 | | | | |
| 19 | | | | |
| 20 | BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF ARKANSAS: | | | |
| 21 | | | | |
| 22 | SECTION 1. Arkar | nsas Code § 7-6-203(g), concernin | g the use of campaign | |
| 23 | funds as personal income and created by Initiated Act 1 of 1996, is amended | | | |
| 24 | to read as follows: | | | |
| 25 | (g)(l) A candida | ate shall not take any campaign f | unds as personal | |
| 26 | income. This subdivision | on (g)(l) shall not apply to camp | aign funds that were: | |
| 27 | (A) | Accumulated prior to the passage | of Initiated Act 1 of | |
| 28 | 1990; or | | | |
| 29 | (B) | Disposed of prior to July 28, 19 | 95. | |
| 30 | (2) A cand | | | |
| 31 | his or her spouse or dependent children, except that: | | | |
| 32 | (A) This subsection shall not prohibit a candidate who has | | | |
| 33 | an opponent from employing his or her spouse or dependent children as | | | |
| 34 | campaign workers; and except that | | | |
| 35 | (B) Any candidate who has an opponent and who, during the | | | |
| 36 | campaign and before the | e election, takes a leave of abse | nce without pay from | |



1 his or her primary place of employment shall be authorized to take campaign 2 funds during the campaign and before the election as personal income up to 3 the amount of employment income lost as a result of such leave of absence. 4 (3) A candidate who takes campaign funds during the campaign and 5 before the election under a leave of absence pursuant to the provisions of 6 subdivision (g)(2) of this section may elect to treat the campaign funds as a 7 loan from the campaign fund to the candidate to be paid back to the campaign 8 fund by the candidate. 9 (4)(A) For purposes of this subsection, a candidate who uses 10 campaign funds to fulfill any commitment, obligation, or expense that would 11 exist regardless of the candidate's campaign shall be deemed to have taken 12 campaign funds as personal income. 13 The use of campaign funds to purchase a cake or other (B) 14 perishable item of food at a fund-raising event held by a volunteer agency, 15 as defined in § 16-6-103, shall not be considered a taking of campaign funds 16 as personal income. 17 (C)(i) The use of campaign funds by a candidate to make a donation to another candidate's campaign shall not be considered a taking of 18 19 campaign funds as personal income. 20 (ii) A donation made under subdivision (g)(4)(C)(i) 21 of this section shall not exceed two hundred fifty dollars (\$250). (iii) A donation under subdivision (g)(4)(C)(i) of 22 23 this section shall not count towards the campaign contribution limitations 24 established under subsections (a) and (b) of this section. 25 26 27 28 29 30 31 32 33

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