

State of New Jersey

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ELECTION LAW ENFORCEMENT COMMISSION

NATIONAL STATE BANK BLDG., 9UITE 1215 28 W. STATE STREET. CN-185 TRENTON, NEW JERSEY 08625-0185 (608) 292-8700

May 16, 1989

FREDERICK M. HERAMANN, PH.O. EXECUTIVE DIRECTOR

> JEFFREY M. SPINDLE DEPUTY DRIECTOR

GREGORY E. NAGY LEGAL DIRECTOR

EDWARD J. FARRELL COUNSEL

Thomas Quartrochi Treasurer Continue Progress With Primas Committee 918 Everett Street Camden, NJ 08104

Advisory Opinion No. 11-1989

Dear Mr. Quattrochi:

The Commission has directed me to issue this response to your request for an advisory opinion concerning the use of campaign funds for the payment of a selary to the campaign executive director and treasurer.

You are the treasurer of a campaign fund active in the 1989 munitipal election, "Victory '89 - Continued Progress With Primas." This committee has been designated by Camden Mayoralty Candidate Malvin R. Primas, Jr. and by Camden Council Candidates Edwin R. Raiczyk, Aeron A. Thompson and Jesus Totres as their 1989 municipal election campaign committee pursuant to N.J.S.A. 19:44A-16(h). According to the initial 29-day prealection raport filed by this committee, various payments have been made for salaried campaign employees and for salaried campaign consultants.

The atated public policy of the Campaign Contributions and Expenditures Reporting Act (hereafter, the Act) is to require reporting of all expenditures made to aid or promote the election or defeat of eny cendidate for public offica; see N.J.S.A. 19:44A-2. Payment of compensation to salaried employees end political consultants for aervices that aid or promote the election campaign are not specifically reatricted of limited by the Act, and in fact are a common campaign practice.* While each

^{*}Please note that a payment to a cendidate serving in any capacity would possibly be subject to the prohibition against personal use of campaign funds set forth in N.J.A.C. 19:25-7.4 (copy enclosed). The Commission does wish to note its intention to explore at a future data the possibility of establiabing specific regulations over candidate use of campaign funds to pay to himself or berself compensation for campaign activity on behalf of the candidate, or on bahalf of another candidate. You will be advised if regulations are subsequently proposed. However, the facts submitted in this inquiry do not suggest any candidate will raceive such compensation and therefore that question need not be considered.

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expenditures are permissible, they are of course subject to full reporting disclosure and therefore any disbursement for such a purpose should be clearly reported on Schedule D of the Form R-1. In reporting such a disbursement the campaign should specify the purpose of the disbursement, that is whether or not the disbursement was made for the purposes of salary, or consulting fee, and the period of time to which the compensation relates. As is the case with any disbursement, the date of payment, the check oumber, the full name of the payee and the full mailing address as well as the amount must also be disclosed.

If you have any further question concerning specific reporting of such transactions, please do not hesitate to contact our staff.

Thank you for your inquiry.

Very truly yours,

ELECTION LAW ENFORCEMENT COMMISSION

BY: Suga E. Nagy
GREGORY E. NACY

GEN/cn Enclosure