STATE OF NEW JERSEY

FRANK P. REICHE

SIDNEY GOLDMANN
VICE CHAIRMAN

JOSEPHINE S. MARGETTS

ELECTION LAW ENFORCEMENT
COMMISSION
NATIONAL STATE BANK BLDG.
SUITE 1114
TRENTON, N. J. 08605

(609) 292-8700

January 21, 1976

DAVID F. NORCROSS
EXECUTIVE DIRECTOR

EDWARD J. FARRELL

Joseph L. Garrubo
Assemblyman, District 20 (Union)
1961 Morris Avenue
Union, New Jersey 07083

Re: The New Jersey Campaign Contributions and Expenditures Reporting Act, Chapter 83, Laws of 1973, as Amended and Supplemented ("the Act") Your Letter Dated July 10, 1975
Opinion #(0-14-75)

Dear Mr. Garrubbo:

Your letter dated July 10, 1975 to the New Jersey Election Law Enforcement Commission ("the Commission"), including a request for advisory opinion, has been forwarded to me for reply.

I am not entirely clear from your letter what question you are raising. Nothing in the Act prohibits in-kind contributions to a candidate or to a number of candidates. In-kind contributions might involve such activity in connection with a campaign that the contributors would, in fact, become a political committee on behalf of the candidate. For example, an organization which conducted the preparation and dissemination door-to-door of a hand bill on behalf of a candidate would be such a committee. An in-kind contribution might, on the other hand, simply be a contribution similar to a money contribution, such as for example, allowing the candidate to use office space without payment of rental in connection with his candidacy. In any event, where contributions (including in-kind contributions) or expenditures are made on behalf of two or more candidates (whether for the Assembly or for Township office), the Act requires allocation of those expenditures among the affected candidates. The allocation must be made on a reasonable basis and the candidates involved have the responsibility of making the allocation.

The Act does not prescribe what uses of political funds are lawful or unlawful and the Commission is not empowered to express an opinion in this regard. The Commission has

taken the position that personal use of such funds is obviously not appropriate and would in such case forward evidence of such use to the appropriate law enforcement agency. other dispositions of such funds would not be challenged by the Commission, such as the transfer of the funds to the County or other political party committee of the candidate, or the return of those funds pro rata to the contributors.

The Act does not contain any provision permitting the use of campaign funds to maintain a legislative office, and the Commission can express no opinion with respect to such use. A request for such an opinion should be directed to Joyce Usiskin, Esq. or Gregory Nagy, Esq., Deputy Attorneys General, whose area of responsibility includes the election laws of the State of New Jersey. Assuming such use of funds is lawful, then the allocation would be in accordance with the principles set forth above.

Very truly yours,

Edward J. Farrell

Legal Counsel

EJF: ja