Be It Enacted by the People of the State of Oregon:

SECTION 1. Section 2 of this 2019 Act is added to and made a part of ORS chapter 260.

SECTION 2. (1) Amounts received as contributions by a candidate, the principal campaign committee of a candidate or the principal campaign committee of a holder of public office may be used to defray any expenses incurred in connection with providing caregiving to a relative of the candidate or holder of public office if the expenses would not exist without the campaign activity or the holding of public office.

(2) As used in this section:

(a) “Babysitting” means care provided by a person who goes into the home of a child during the temporary absence of the parent or legal guardian or custodian.

(b) “Caregiving” means the care or supervision of a relative of the candidate or holder of public office and includes:

(A) Babysitting;

(B) Child care; and

(C) Care that is provided to an individual who is elderly or disabled, in a place of temporary or permanent residence, for the purpose of maintaining that individual at the residence.

(c) “Child care” has the meaning given that term in ORS 329A.250.

(d) “Relative” has the meaning given that term in ORS 244.020.

SECTION 3. ORS 260.407 is amended to read:

260.407. (1)(a) Except as provided in paragraph (b) of this subsection, amounts received as contributions by a candidate, the principal campaign committee of a candidate or the principal campaign committee of a holder of public office may be:

(A) Used to defray any expenses incurred in connection with the recipient’s duties as a holder of public office;

(B) Used to defray any expenses described in section 2 of this 2019 Act;

(C) Transferred to any national, state or local political committee of any political party;

(D) Contributed to any organization described in section 170(c) of the Internal Revenue

NOTE: Matter in boldfaced type in an amended section is new; matter in italic and bracketed is existing law to be omitted. New sections are in boldfaced type.
Code or to any charitable corporation as defined in ORS 128.620; or

[(D)] (E) Used for any other lawful purpose.

(b) Amounts received as contributions by a candidate, the principal campaign committee of a
candidate for public office or the principal campaign committee of a holder of public office may not
be:

(A) Converted by any person to any personal use other than to defray any expenses incurred in
connection with the person's duties as a holder of public office or to repay to a candidate any loan
the proceeds of which were used in connection with the candidate's campaign;

(B) Except as provided in this subparagraph, used to pay any money award as defined in ORS
18.005 included as part of a judgment in a civil or criminal action or any civil penalty imposed by
an agency as defined in ORS 183.310 or by a local government as defined in ORS 174.116. Contribu-
tions described in this paragraph may be used to pay a civil penalty imposed under this chapter,
other than a civil penalty imposed for a violation of this section or ORS 260.409; or

(C) Except as provided in this subparagraph, used to pay any legal expenses incurred by the
candidate or public official in any civil, criminal or other legal proceeding or investigation that re-
lates to or arises from the course and scope of the duties of the person as a candidate or public
official. Contributions described in this paragraph may be used to pay legal expenses incurred by
the candidate or public official in connection with a legal proceeding brought under ORS chapters
246 to 260, other than a proceeding brought under this section or ORS 260.409.

(2)(a) Except as provided in paragraph (b) of this subsection, amounts received as contributions
by a political committee that is not a principal campaign committee may be:

(A) Used to repay to the political committee any loan the proceeds of which were used in con-

nection with the campaign;

(B) Transferred to any national, state or local political committee of any political party;

(C) Contributed to any organization described in section 170(c) of the Internal Revenue Code
or to any charitable corporation as defined in ORS 128.620; or

(D) Used for any other lawful purpose.

(b) Amounts received as contributions by the political committee may not be:

(A) Converted by any person to any personal use;

(B) Except as provided in this subparagraph, used to pay any money award as defined in ORS
18.005 included as part of a judgment in a civil or criminal action or any civil penalty imposed by
an agency as defined in ORS 183.310 or by a local government as defined in ORS 174.116. Contribu-
tions described in this subsection may be used to pay a civil penalty imposed under this chapter,
other than a civil penalty imposed for a violation of this section or ORS 260.409; or

(C) Except as provided in this subparagraph, used to pay any legal expenses incurred by a
treasurer or director of a political committee in any civil, criminal or other legal proceeding or in-
vestigation that relates to or arises from the course and scope of the duties of the person as a
treasurer or director. Contributions described in this subsection may be used to pay legal expenses
incurred by a treasurer or director in connection with a legal proceeding brought under ORS
chapters 246 to 260, other than a proceeding brought under this section or ORS 260.409.

(3)(a) Except as provided in paragraph (b) of this subsection, amounts received as contributions
by a chief petitioner or treasurer of a petition committee may be:

(A) Used to repay to the chief petitioner any loan the proceeds of which were used in con-

nection with the initiative, referendum or recall petition;

(B) Transferred to any national, state or local political committee of any political party;
(C) Contributed to any organization described in section 170(c) of the Internal Revenue Code or to any charitable corporation as defined in ORS 128.620; or

(D) Used for any other lawful purpose.

(b) Amounts received as contributions by a chief petitioner or treasurer of a petition committee may not be:

(A) Converted by any person to any personal use;

(B) Except as provided in this subparagraph, used to pay any money award as defined in ORS 18.005 included as part of a judgment in a civil or criminal action or any civil penalty imposed by an agency as defined in ORS 183.310 or by a local government as defined in ORS 174.116. Contributions described in this subsection may be used to pay a civil penalty imposed under this chapter, other than a civil penalty imposed for a violation of this section or ORS 260.409; or

(C) Except as provided in this subparagraph, used to pay any legal expenses incurred by a chief petitioner or treasurer in any civil, criminal or other legal proceeding or investigation that relates to or arises from the course and scope of the duties of the person as a chief petitioner or treasurer. Contributions described in this subsection may be used to pay legal expenses incurred by a chief petitioner or treasurer in connection with a legal proceeding brought under ORS chapters 246 to 260, other than a proceeding brought under this section or ORS 260.409.

(4) As used in this section:

(a) “Contribution” and “expenditure” include a contribution or expenditure to or on behalf of an initiative, referendum or recall petition.

(b) “Funds donated” means all funds, including but not limited to gifts, loans, advances, credits or deposits of money that are donated for the purpose of supporting the activities of a holder of public office. “Funds donated” does not mean funds appropriated by the Legislative Assembly or another similar public appropriating body or personal funds of the office holder donated to an account containing only those personal funds.

(c) “Public office” does not include national or political party office.

SECTION 4. Section 2 of this 2019 Act and the amendments to ORS 260.407 by section 3 of this 2019 Act apply to any expenses incurred in connection with providing caregiving services that occur on or after the effective date of this 2019 Act.