Amend 2 Cal. Code Regs. § 18534 to read:

§ 18534. Required Committee Bank Accounts.

(a) This regulation is applicable to any committee pursuant to subdivision (a) of Government Code section 82013 that receives contributions subject to the limits of subdivision (a) or (b) of Government Code section 85303.

(b) A committee described in subdivision (a) of this regulation must make all contributions to candidates for elective state office, and to other committees for the purpose of making contributions to candidates for elective state office, from a bank account maintained and designated by the committee as an "all purpose state candidate" committee account. Checks drawn on this account must include the words "all purpose state candidate account" in the title of the account appearing on the checks. (For example, "XYZ's all purpose state candidate account.")

(c) Contributions received by a committee described in subdivision (a) of this regulation, that exceed the aggregate limits prescribed in subdivisions (a) or (b) of Government Code section 85303, must be returned pursuant to 2 Cal. Code Regs. section Regulation 18531, or deposited into a committee bank account designated as a "restricted use non-state candidate" account, or may be split between a committee's "all purpose state candidate" and "restricted use non-state candidate" accounts at the time of deposit, with the amount deposited into the "all purpose state candidate" account not to exceed the contributor's limit under subdivisions (a) or (b) of Government Code section 85303. Within fourteen (14) calendar days following receipt, a committee may transfer any portion of the original contribution from the committee's "restricted use non-state candidate" account to the "all purpose state candidate" account, provided that the total amount deposited into the "all purpose state candidate" account does not
exceed the contributor's limit under subdivisions (a) or (b) of Government Code section Section 85303. For each contribution transferred under this subdivision, the committee shall maintain records sufficient to establish that the transfer was effected within fourteen (14) calendar days of receipt. Checks drawn on any "restricted use non-state candidate account" must include the words "restricted use non-state candidate" in the title of the account appearing on the checks. (For example, "XYZ's restricted use non-state candidate account.")

(d) Except by means of the transfer described in subdivision (c) above, funds from a "restricted use non-state candidate" account may not be used to make contributions to candidates for elective state office, or to make contributions to other committees for the purpose of making contributions to candidates for elective state office.

(e) A committee described in subdivision (a) of this regulation may transfer funds from its "all purpose state candidate" account to any other account. Any such transfers, however, need not be considered in determining whether any person contributing to the committee has or has not exceeded annual contribution limits for that person under subdivisions (a) or (b) of Government Code section Section 85303. Except as set forth in subdivision (c) above, a committee may not transfer funds to a "all purpose state candidate" account from any "restricted use non-state candidate" or other committee account.

(f) A committee making a contribution to any other committee must notify the recipient whether the contribution is from the committee's "all purpose state candidate" or "restricted use non-state candidate" account, or from some other account. A check with the proper designation of the account on its face shall be presumed to be adequate notification of the nature of the funds to the recipient committee.

Note: Authority cited: Section 83112, Government Code. Reference: Section 85303,
Government Code.