

1 Adopt 2 Cal. Code Regs., Section 18430.1 to read:

2 **§ 18430.1. Prepaid Cards, Prohibitions and Limitations on Contributions and**
3 **Expenditures.**

4 (a) A candidate or committee may not:

5 (1) Purchase, use, or make an expenditure of campaign funds of \$100 or more for a
6 prepaid debit, prepaid credit, or gift card.

7 (2) Accept contributions totaling \$100 or more from any single source consisting of, or
8 made with, a prepaid debit, prepaid credit, or gift card.

9 (b) Notwithstanding the prohibition of subdivision (a), a candidate or committee may use
10 campaign funds to establish a U.S. based prepaid expense account with a management system
11 that includes prepaid expense cards for committee staff and volunteers, provided all of the
12 following conditions are met:

13 (1) Any funds placed into a prepaid expense card management system originate from a
14 campaign bank account, and any remaining funds are returned to that originating campaign bank
15 account prior to termination of the committee.

16 (2) The prepaid expense platform provides detailed, itemized records of all expenses
17 incurred through the expense cards, including identifying the specific cardholder who incurred
18 each expense.

19 (c) Notwithstanding the prohibition of subdivision (a), a candidate or committee may use
20 campaign funds to purchase a gift card exceeding \$100 for an individual employee, a committee
21 worker, or an employee of the elected officer's agency, so long as the individual does not receive
22 gifts with a total cumulative value of \$250 or more in a single year, as permitted under Section
23 89513(f)(3).

- 1 Note: Authority cited: Sections 83112, Government Code. Reference: Section 84300,
- 2 Government Code.