2017 Regular Session

HOUSE BILL NO. 90

BY REPRESENTATIVES DANAHAY AND GREGORY MILLER

Prefiled pursuant to Article III, Section 2(A)(4)(b)(i) of the Constitution of Louisiana.

ETHICS/CODE: Provides relative to donations received by public servants for the purposes of disaster aid or relief to provide aid or to offset losses resulting from a gubernatorially declared disaster or emergency

1	AN ACT
2	To enact R.S. 42:1111.1 and to repeal R.S. 42:1123(36), relative to ethics; to allow public
3	servants to accept certain donations and contributions from not-for-profit
4	organizations or funds within the organizations following a gubernatorially declared
5	disaster or emergency; to require disclosures to the Board of Ethics; to provide
6	relative to the effectiveness of such provisions; to remove a substantially similar
7	exception specific to Hurricanes Katrina and Rita; and to provide for related matters.
8	Be it enacted by the Legislature of Louisiana:
9	Section 1. R.S. 42:1111.1 is hereby enacted to read as follows:
10	§1111.1. Charitable giving to public servants during gubernatorially declared
11	disasters and emergencies; limitations; requirements; annual reports
12	A. Notwithstanding any contrary provision of this Part, during the time
13	period extending from the date of a gubernatorially declared disaster or emergency
14	and ending on the date five years after the date the gubernatorially declared disaster
15	or emergency was initially declared by the governor, the receipt by a public servant
16	of any thing of economic value as a contribution or donation from a not-for-profit
17	organization or a fund within a not-for-profit organization for the purpose of disaster
18	aid or relief to offset any economic losses suffered by the public servant as a result
19	of the gubernatorially declared disaster or emergency, provided that the total value

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1	of contributions or donations received by the public servant related to the
2	gubernatorially declared disaster or emergency from not-for-profit organizations or
3	funds within not-for-profit organizations shall not exceed twenty-five thousand
4	dollars.
5	B. Each not-for-profit organization which disburses, either directly or
6	through a fund, a contribution or donation to a public servant for the purpose of
7	disaster aid or relief to offset any economic losses suffered by the public servant as
8	a result of the gubernatorially declared disaster or emergency as provided in
9	Subsection A of this Section shall utilize objective criteria in both evaluating the
10	need for and the disbursement of funds to public servants to ensure that fair and
11	equitable disbursements are made and that the disbursements are based upon
12	demonstrated and documented needs directly related to the gubernatorially declared
13	disaster or emergency.
14	C. Not later than February fifteenth of each year following a year that a not-
15	for-profit organization has given a public servant a contribution or donation, either
16	directly or through a fund, for the purpose of disaster aid or relief to offset any
17	economic losses suffered by the public servant as a result of a gubernatorially
18	declared disaster or emergency as allowed by Subsection A of this Section, the not-
19	for-profit organization shall file a report with the Board of Ethics containing the
20	identification of the gubernatorially declared disaster associated with the contribution
21	or donation, the objective criteria utilized as required by Subsection B of this
22	Section, the name of each public servant to whom a contribution or donation was
23	given, the name of the agency of each such public servant, the nature of the donation
24	or contribution given to each such public servant, and the value of the donation or
25	contribution given to each such public servant.
26	Section 2. Each not-for-profit organization that gave a public servant a contribution
27	or donation, either directly or through a fund, for the purpose of disaster aid or relief to offset
28	any economic losses suffered by the public servant as a result of a gubernatorially declared
29	disaster or emergency occurring in 2016 shall file a report no later than February 15, 2018,

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with the Board of Ethics containing the identification of the gubernatorially declared disaster associated with the contribution or donation, the criteria used by the not-for-profit organization to determine the need for and make disbursements to public servants, the name of each public servant to whom a contribution or donation was given, the name of the agency of each such public servant, the nature of the donation or contribution given to each such public servant, and the value of the donation or contribution given to each such public servant.

8

Section 3. R.S. 42:1123(36) is hereby repealed in its entirety.

9 Section 4. The provisions of Section 1 of this Act are declared to be remedial and 10 curative and, except as otherwise provided in Section 2 of this Act regarding required reports 11 for activity in 2016, shall be applied retroactively to January 1, 2016, as well as 12 prospectively.

13 Section 5. This Act shall become effective upon signature by the governor or, if not

14 signed by the governor, upon expiration of the time for bills to become law without signature

15 by the governor, as provided by Article III, Section 18 of the Constitution of Louisiana. If

16 vetoed by the governor and subsequently approved by the legislature, this Act shall become

17 effective on the day following such approval.

DIGEST

The digest printed below was prepared by House Legislative Services. It constitutes no part of the legislative instrument. The keyword, one-liner, abstract, and digest do not constitute part of the law or proof or indicia of legislative intent. [R.S. 1:13(B) and 24:177(E)]

2017 Regular Session

Danahay

Abstract: Allows a public servant to receive any thing of economic value as a contribution or donation up to a total of \$25,000 from not-for-profit organizations or funds within not-for-profit organizations for the purpose of disaster aid or relief to offset any economic losses suffered by the public servant as a result of a gubernatorially declared disaster or emergency.

<u>Present law</u> (R.S. 42:1111 - Code of Governmental Ethics) provides, subject to certain exceptions, that no public servant (defined as a public employee or an elected official) shall receive any thing of economic value, other than compensation and benefits from the governmental entity to which he is duly entitled, for the performance of the duties and responsibilities of his office or position.

<u>Present law</u> (R.S. 42:1123(36)) provides an exception to the ethics code which, during the time period of Aug. 29, 2005, to Dec. 31, 2009, allowed a public employee to receive a thing of economic value as a contribution or donation from certain specified not-for-profit

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organizations or specified funds within such organizations for disaster aid or relief to offset economic losses the employee suffered due to Hurricane Katrina or Rita. Provides that the value of contributions or donations received by the employee from any one of such organizations or funds shall not exceed \$10,000 and that the total value of such contributions or donations received by the employee from such organizations or funds shall not exceed \$25,000. Present law required a detailed report from each not-for-profit no later than Feb. 15, 2010.

Proposed law repeals the present law exception.

Proposed law provides instead an ethics code exception to allow a public servant, during the time period extending from the date of a gubernatorially declared disaster or emergency and ending on the date five years after the date the gubernatorially declared disaster or emergency was initially declared by the governor, to accept a thing of economic value as a contribution or donation from a not-for-profit organization or a fund within a not-for-profit organization for the purpose of disaster aid or relief to offset any economic losses suffered by the public servant as a result of the gubernatorially declared disaster or emergency. Limits the total value of contributions or donations received by the public servant related to the gubernatorially declared disaster or emergency from not-for-profit organizations or funds within not-for-profit organizations to \$25,000. Requires each not-for-profit organization which disburses a contribution or donation to a public servant to utilize objective criteria in both evaluating the need for and the disbursement of funds to public servants to ensure that fair and equitable disbursements are made and that the disbursements are based upon demonstrated and documented needs directly related to the gubernatorially declared disaster or emergency. Requires each not-for-profit organization to file a report by Feb. 15 of each year following a year it gives such contributions or donations with the Board of Ethics containing the identification of the gubernatorially declared disaster associated with the contribution or donation, the objective criteria utilized, the name of each public servant to whom a contribution or donation was given, the name of his agency, the nature of the donation or contribution, and the value of the donation or contribution. Further requires a report covering 2016 to be filed no later than Feb. 15, 2018.

<u>Proposed law</u> provides that the provisions of <u>proposed law</u> adding the exception to allow a public servant to receive a donation or contribution related to the gubernatorially declared disaster or emergency shall be applied retroactively to Jan. 1, 2016, as well as prospectively.

Effective upon signature of governor.

(Adds R.S. 42:1111.1; Repeals R.S. 42:1123(36))