AO DRAFT COMMENT PROCEDURES

The Commission permits the submission of written public comments on draft advisory opinions when on the agenda for a Commission meeting.

Two Alternative DRAFTS of ADVISORY OPINION 2011-07 are available for public comments under this procedure. It was requested by Randall B. Hebert on behalf of Chuck Fleischmann for Congress, Inc.

The two alternative Drafts of Advisory Opinion 2011-07 are scheduled to be on the Commission's agenda for its public meeting of Thursday, May 26, 2011.

If you wish to comment on the Alternative DRAFTS of ADVISORY OPINION 2011-07, please note the following requirements:

- 1) Comments must be in writing, and they must be both legible and complete.
- 2) Comments must be submitted to the Office of the Commission Secretary by hand delivery or fax ((202) 208-3333), with a duplicate copy submitted to the Office of General Counsel by hand delivery or fax ((202) 219-3923).
- 3) Comments must be received by noon (Eastern Time) on May 25, 2011.
- 4) The Commission will generally not accept comments received after the deadline. Requests to extend the comment period are discouraged and unwelcome. An extension request will be considered only if received before the comment deadline and then only on a case-by-case basis in special circumstances.
- 5) All timely received comments will be made available to the public at the Commission's Public Records Office and will be posted on the Commission's website at http://saos.nictusa.com/saos/searchao.

REQUESTOR APPEARANCES BEFORE THE COMMISSION

The Commission has implemented a pilot program to allow advisory opinion requestors, or their counsel, to appear before the Commission to answer questions at the open meeting at which the Commission considers the draft advisory opinion. This program took effect on July 7, 2009.

Under the program:

- 1) A requestor has an automatic right to appear before the Commission if any public draft of the advisory opinion is made available to the requestor or requestor's counsel less than one week before the public meeting at which the advisory opinion request will be considered. Under these circumstances, no advance written notice of intent to appear is required. This one-week period is shortened to three days for advisory opinions under the expedited twenty-day procedure in 2 U.S.C. 437f(a)(2).
- 2) A requestor must provide written notice of intent to appear before the Commission if all public drafts of the advisory opinion are made available to requestor or requestor's counsel at least one week before the public meeting at which the Commission will consider the advisory opinion request. This one-week period is shortened to three days for advisory opinions under the expedited twenty-day procedure in 2 U.S.C. 437f(a)(2). The notice of intent to appear must be received by the Office of the Commission Secretary by hand delivery, email (Secretary@fec.gov), or fax ((202) 208-3333), no later than 48 hours before the scheduled public meeting. Requestors are responsible for ensuring that the Office of the Commission Secretary receives timely notice.
- 3) Requesters or their counsel unable to appear physically at a public meeting may participate by telephone, subject to the Commission's technical capabilities.
- 4) Requestors or their counsel who appear before the Commission may do so only for the limited purpose of addressing questions raised by the Commission at the public meeting. Their appearance does not guarantee that any questions will be asked.

FOR FURTHER INFORMATION

Press inquiries:

Judith Ingram

Press Officer (202) 694-1220

Commission Secretary:

Shawn Woodhead Werth

(202) 694-1040

Comment Submission Procedure:

Rosemary C. Smith

Associate General Counsel

(202) 694-1650

Other inquiries:

To obtain copies of documents related to 2010-19, contact the Public Records Office at (202) 694-1120 or (800) 424-9530, or visit the Commission's website at http://saos.nictusa.com/saos/searchao.

ADDRESSES

Office of the Commission Secretary Federal Election Commission 999 E Street, NW Washington, DC 20463

Office of General Counsel ATTN: Rosemary C. Smith, Esq. Federal Election Commission 999 E Street, NW Washington, DC 20463

AGENDA DOCUMENT NO. 11-25





FEDERAL ELECTION COMMISSION Washington, DC 20463

2011 MAY 20 P 1: 20

AGENDA ITEM

For Meeting of 5/46/11

May 20, 2011

SUBMITTED LATE

MEMORANDUM

TO:

The Commission

FROM:

Christopher Hughey

Acting General Counsel

Rosemary C. Smith

Associate General Counsel

Assistant General Counsel

Neven F. Stipanovic

Attorney

Subject:

AO 2011-07 (Fleischmann for Congress) - Drafts A and B

Attached are two proposed drafts (Drafts A and B) of the subject advisory opinion. We have been asked to place these drafts on the agenda for May 26, 2011.

Attachments



2011 MAY 20 P 1: 20 1 **ADVISORY OPINION 2011-07** 2 3 Randall B. Hebert 4 Treasurer 5 Chuck Fleischmann for Congress, Inc. 6 Henderson, Hutcherson, McCullough, PLLC 7 1200 Market Street DRAFT A Chattanooga, TN 37402 8 10 11 Dear Mr. Hebert: 12 We are responding to your advisory opinion request on behalf of Chuck 13 Fleischmann for Congress, Inc. (the "Committee"), concerning the application of the 14 Federal Election Campaign Act of 1971, as amended (the "Act"), and Commission 15 regulations to the use of campaign funds to pay legal fees and expenses of a former 16 campaign consultant. 17 The Commission concludes that the Committee may not use campaign funds to 18 pay the legal fees and expenses described in this request because such payment would 19 constitute personal use under the Act and Commission regulations. 20 Background 21 The facts presented in this advisory opinion are based on your letter received on 22 April 21, 2011, and public disclosure reports filed with the Commission. 23 Chuck Fleischmann is the U.S. Representative from the Third District of 24 Tennessee. The Committee is Representative Fleischmann's principal campaign 25 committee. In the 2010 primary election, Representative Fleischmann won the 26 Republican Party nomination for the Third District of Tennessee over his opponent, Ms. 27 Robin T. Smith.

1 During the 2010 campaign, Mr. John Bruce Saltsman, Jr. was a consultant 2 employed by S&S Strategies LLC. See Request at 1; Committee's July 2010 Quarterly 3 Report, FEC Form 3, Schedule A. Through S&S Strategies LLC, Mr. Saltsman provided 4 campaign advice to then-candidate Fleischmann, See Request at 1. Mr. Saltsman is 5 currently Chief of Staff for Representative Fleischmann's Congressional office. 6 Mr. Saltsman has been sued by Mr. Mark A. Winslow for tortious interference 7 with a contractual relationship and defamation. Mr. Winslow was a campaign staffer for 8 then-eandidate Robin T. Smith during the 2010 Republican Party primary election. See 9 Complaint at 1, Winslow v. Saltsman, No. 11-C229 (Davidson County, Tenn. Cir. Ct. 10 filed Jan. 18, 2011). 11 Mr. Winslow's complaint alleges that Mr. Saltsman "improperly obtained" and 12 disseminated to the press a confidential employment agreement between Mr. Winslow 13 and his former employer, the Tennessee Republican Party. Further, the complaint alleges 14 that then-candidate Fleischmann used Mr. Winslow's employment agreement during the 15 campaign to attack his opponent, Ms. Smith. Mr. Saltsman, moreover, allegedly made 16 defamatory statements about Mr. Winslow to the press. Lastly, the complaint alleges that 17 Ms. Smith was defeated in large part due to Mr. Saltsman's actions. 18 Question Presented 19 May the Committee use campaign funds to pay legal fees and expenses of a 20 campaign consultant arising from a civil suit against the campaign consultant brought by 21 an employee of the candidate's opponent during the 2010 election?

1

Legal Analysis and Conclusions

2 No, the Committee may not use campaign funds to pay these legal fees and 3 expenses because such payment would constitute personal use under the Act and 4 Commission regulations. 5 The Act identifies six categories of permissible uses of contributions accepted by 6 a Federal candidate. They include: (1) otherwise authorized expenditures in connection 7 with the randidate's campaign for Federal office; (2) ordinary and necessary expenses 8 incurred in connection with the duties of the individual as a holder of Federal office; and 9 (3) any other lawful purpose not prohibited by 2 U.S.C. 439a(b). 2 U.S.C. 439a(a); 10 11 CFR 113.2(a)-(e). 11 Under the Act and Commission regulations, contributions accepted by a candidate 12 may not be converted to "personal use" by any person. 2 U.S.C. 439a(b)(1); 13 11 CFR 113.2(e). The Act specifies that conversion to personal use occurs when a 14 contribution or amount is used "to fulfill any commitment, obligation, or expense of a 15 person that would exist irrespective of the candidate's election campaign or individual's 16 duties as a holder of Federal office." 2 U.S.C. 439a(b)(2); see also 11 CFR 113.1(g). 17 The Act and Commission regulations provide a non-exhaustive list of items that 18 would constitute personal use per se, none of which applies here. For items not on this 19 list, the Commission determines on a case-by-case basis whether an expense would fall 20 within the definition of "personal use." 11 CFR 113.1(g)(1)(ii). Commission regulations 21 specifically provide that "legal expenses" are subject to a case-by-case determination. 22 11 CFR 113.1(g)(1)(ii)(A).

1 The Commission has long recognized that if a candidate "can reasonably show 2 that the expenses at issue resulted from campaign or officeholder activities, the 3 Commission will not consider the use to be personal use." Explanation and Justification 4 for Final Rules on Expenditures; Reports by Political Committees; Personal Use of 5 Campaign Funds, 60 FR 7862, 7867 (Feb. 9, 1995). Legal fees and expenses, however, 6 "will not be treated as though they are campaign or officeholder related merely because 7 the underlying proceedings have some impact on the campaign or the officeholder's 8 status." Id. at 7868. For example, "legal expenses associated with a divorce or charges 9 of driving under the influence of alcohol will be treated as personal, rather than campaign 10 or officeholder related." Id. 11 Here, the Committee seeks to use campaign funds to pay the legal expenses of a 12 person other than the candidate. Representative Fleischmann is not a party to the 13 underlying civil suit, nor is he seeking to use campaign funds to pay for his own legal 14 fees. Rather, the legal fees would be used entirely for the purpose of representing Mr. 15 Saltsman. In Advisory Opinion 1998-01 (Hilliard), the Commission concluded that 16 campaign funds may not be used to pay legal expenses that are primarily for the purposes 17 of representing persons other than the candidate. See Advisory Opinion 1998-01 18

- 1 (Hilliard) at n.4. The "other persons" in that instance referred to businesses and charities
- 2 owned by the candidate.1
- The Commission, nonetheless, has approved, in one instance, the use of campaign
- 4 funds for legal fees of current and former congressional staff members. Advisory
- 5 Opinion 2009-20 (Visclosky). That Advisory Opinion is relevant here because Mr.
- 6 Saltsman is on the current staff of Representative Fleischmann, and is a former consultant
- 7 to Representative Fleischmann's campaign. The Commission concludes, however, that
- 8 the circumstances in Advisory Opinion 2009-20 (Visclosky) are materially different from
- 9 those presented here. Congressional staffers in that instance incurred legal fees
- 10 associated with the Federal government investigation of Representative Visclosky, for
- allegedly improper receipt of campaign contributions and obtaining earmarked
- 12 appropriations for clients of a lobby group. In particular, the staff members had received,
- or expected to receive, grand jury subpoenas to produce documents related to the
- investigation. The underlying investigation, therefore, was directly related to the alleged
- 15 actions of Representative Visclosky.²

¹ The issue in that advisory opinion was whether campaign funds may be used to pay for legal fees related to media allegations of improper conduct by the candidate, his principal campaign committee, district congressional office, and businesses and charities owned by the candidate. Some of the allegations, including those regarding the improper conduct of the candidate-owned businesses and charities, were not campaign related. Nonetheless, the request stated that these allegations were campaign issues, and that the candidate had been forced to respond to them in a campaign or official context. See Advisory Opinion 1998-01 (Hilliard) at 2. In this context, the Commission approved the use of campaign funds to pay for legal fees of the candidate, as well as his principal campaign committee and the district congressional office, but not for other persons.

² In one other instance, the Commission has approved use of campaign funds legal exponses related to media inquiries and allegations concerning both a candidate and the candidate's spouse. Advisory Opinion 1996-24 (Cooley). Specifically, the campaign funds paid for conferences between the candidate, his spouse, and the candidate's legal counsel. The campaign funds, however, were primarily used to pay legal fees of the candidate.

1	riere, in contrast, the relationship between the underlying civil lawsuit and
2	Representative Fleischmann's campaign or officeholder duties is significantly more
3	attenuated. Although Mr. Saltsman currently is Representative Fleischmann's Chief of
4	Staff, he was not a campaign staffer at the time the alleged events occurred, or at any
5	other point in the campaign. Mr. Saltsman advised the campaign, but he did so as an
6	employee of another company, S&S Strategies LLC. The Committee's reports filed with
7	the Commission show that the Committee made tisbursements for consulting services to
8	S&S Strategies LLC, but not to Mr. Saltsman. See Committee's July 2010 Quarterly
9	Report, 2010 Post-Election Report, and 2010 Year-End Report. In effect, S&S Strategies
10	LLC acted as a third party vendor in relation to the Committee. Legal fees incurred by an
11	employee of a vendor are a step further removed from the candidate's campaign than was
12	the case in Advisory Opinion 2009-20 (Visclosky). Vendors are in the business of
13	providing goods and services. See e.g., 11 CFR 116.1(d) (defining a commercial
14	vendor). As such, vendors have an arm's length relationship with the candidate or a
15	political committee and can protect themselves contractually against legal expenses
16	arising from the candidate's campaign. For example, a vendor may include an
17	indemalfication clause in its contract with the candidate or a political committee that
18	would cover such legal expenses. Permitting the use of campaign funds in the
19	circumstances presented here could open the door to uses of campaign funds for legal
20	expenses of vendors that would exist irrespective of the candidate's election campaign or
21	individual's duties as a Federal officeholder.
22	Moreover, it is unclear from the request what role Mr. Saltsman played in then-
23	candidate Fleischmann's campaign. Mr. Winslow's complaint alleges that Mr. Saltsman

- 1 "acted as a message and media consultant and assisted with shaping and creating
- 2 campaign advertisements, or attack ads, directed at Ms. Smith." See Complaint at 5. But
- 3 the Committee itself merely states that Mr. Saltsman was a "campaign consultant,"
- 4 without any information about Mr. Saltsman's role with the campaign. See Request at 1.
- 5 The exact nature of the relationship between Mr. Saltsman and the campaign, therefore, is
- 6 unclear. Without additional information about Mr. Saltsman's role in the campaign, no
- 7 conclusions may be drawn about the relationship between the campaign and Mr.
- 8 Saltsman's conduct alleged in the complaint. There is no information in the request that
- 9 Mr. Saltsman was acting on behalf of the campaign or within the scope of his duties for
- the campaign, or that his actions were known, discussed, approved of, or acquiesced to by
- 11 the campaign.

In addition, no allegation is made in Mr. Winslow's complaint that Mr. Saltsman

acted at the request of either Representative Fleischmann or the Committee, or even

merely with their knowledge. Nor does the Committee indicate that this litigation might

become an issue for Representative Fleischmann as an officeholder or candidate for

reelection, unlike in Advisory Opinion 2009-20 (Visclosky). Indeed, the complaint does

17 not allege nay improper conduct by either Representative Fleischmann of by the

18 Committee. While Representative Fleisohmann allegedly benefited from Mr. Saltsman's

activity, this alone would not justify the use of campaign funds to pay Mr. Saltsman's

20 legal fees.

³ Indeed, Mr. Saltsman reportedly described to the press his involvement with the campaign as one of a "'general consultant' and not as one who handles the day-to-day," and that his 'main living these days' was not made off of politics, but [he] certainly [does] like to help out good candidates when [he] can." See Saltsman to Bring a Little 'Magic' to Neophyte's Congressional Campaign, nashvillepost.com, available at http://nashvillepost.com/print/26441 (last visited 04/26/2011).

1	The Commission, thus, concludes that the present circumstances are much closer
2	to those presented in Advisory Opinion 1998-01 (Hilliard) than in Advisory Opinion
3	2009-20 (Visclosky). Therefore, the underlying legal proceeding does not involve
4	allegations directly relating to the Representative Fleischmann's campaign or duties as a
5	Federal officeholder. Accordingly, the Committee may not use campaign funds to pay
6	legal fees described in this request.
7	This response constitutes an advisory opinion concerning the application of the
8	Act and Commission regulations to the specific transaction or activity set forth in your
9	request. See 2 U.S.C. 437f. The Commission emphasizes that, if there is a change in any
10	of the facts or assumptions presented, and such facts or assumptions are material to a
11	conclusion presented in this advisory opinion, then the requestor may not rely on that
12	conclusion as support for its proposed activity. Any person involved in any specific
13	transaction or activity which is indistinguishable in all its material aspects from the
14	transaction or activity with respect to which this advisory opinion is rendered may rely on
15	this advisory opinion. See 2 U.S.C. 437f(c)(1)(B). Please note the analysis or
16	conclusions in this advisory opinion may be affected by subsequent developments in the
17	law including, but not limited to, statutes, regulations, advisory opinions, and case law.
18	The cited advisory opinions are available on the Commission's Web site, www.fec.gov,
19	or directly from the Commission's Advisory Opinion searchable database at
20	http://saos.nictusa.com/saos/searchao.
21 22 23	On behalf of the Commission,
24 25	Cynthia L. Bauerly Chair

1 2	ADVISORY OPINION 2011-07
3 4 5 6 7 8 9	Randall B. Hebert Treasurer Chuck Fleischmann for Congress, Inc. Henderson, Hutcherson, McCullough, PLLC 1200 Market Street Chattanooga, TN 37402 DRAFT B
11	Dear Mr. Hebert:
12	We are responding to your advisory opinion request on behalf of Chuck
13	Fleischmann for Congress, Inc. (the "Committee"), concerning the application of the
14	Federal Election Campaign Act of 1971, as amended (the "Act"), and Commission
15	regulations to the use of campaign funds to pay legal fees and expenses of a former
16	campaign consultant.
17	The Commission concludes that the Committee may use campaign funds to pay
18	the legal fees and expenses described in this request because such payment would not
19	constitute personal use under the Act and Commission regulations.
20	Background
21	The facts presented in this advisory opinion are based on your letter received on
22	April 21, 2011, and public disclosure reports filed with the Commission.
23	Chuck Fleischmann is the U.S. Representative from the Third District of
24	Tennessee. The Committee is Representative Fleischmann's principal campaign
25	committee. In the 2010 primary election, Representative Fleischmann won the
26	Republican Party nomination for the Third District of Tennessee over his opponent, Ms.
27	Robin T. Smith.

1 During the 2010 campaign, Mr. John Bruce Saltsman, Jr. was a consultant 2 employed by S&S Strategies LLC. See Request at 1; Committee's July 2010 Quarterly 3 Report, FEC Form 3, Schedule A. Through S&S Strategies LLC, Mr. Saltsman provided 4 campaign advice to then-candidate Fleischmann. See Request at 1. Mr. Saltsman is 5 currently Chief of Staff for Representative Fleischmann's Congressional office. 6 Mr. Saltsman has been sued by Mr. Mark A. Winslow for tortious interference 7 with a contractual relationship and defamation. Mr. Winslow was a carapaign staffer for 8 then-eandidate Robin T. Smith during the 2010 Republican Party primary election. See 9 Complaint at 1, Winslow v. Saltsman, No. 11-C229 (Davidson County, Tenn. Cir. Ct. 10 filed Jan. 18, 2011). 11 Mr. Winslow's complaint alleges that "in his compensated role with Mr. 12 Fleischmann's congressional campaign, Mr. Saltsman acted as a message and media 13 consultant and assisted with shaping and creating campaign advertisements, or attack ads, 14 directed at Ms. Smith" and "improperly obtained" and disseminated to the press a 15 confidential employment agreement between Mr. Winslow and his former employer, the 16 Tennessee Republican Party. See Complaint at 5. Further, the complaint alleges that 17 then-candidate Fleischmann used the employment agreement that Mr. Saltsman obtained 18 during the campaign to attack his opponent, Ms. Smith, including in a television 19 advertisement and during a radio interview. Id. at 5 and 6. Moreover, during the same 20 radio program, Mr. Saltsman allegedly made defamatory statements about Mr. Winslow 21 regarding the same issue. Id. at 6. Lastly, the complaint alleges Ms. Smith was defeated 22 "in large part due to" Mr. Saltsman's actions. *Id.*

1 Question Presented

2	May the Committee use campaign funds to pay legal fees and expenses of a
3	campaign consultant arising from a civil suit against the campaign consultant brought by
4	an employee of the candidate's opponent during the 2010 election?
5	Legal Analysis and Conclusions
6	Yes, the Committee may use campaign funds to pay these legal fees and expenses
7	because such payment is for a knwful purpose that would not constitute personal use
8	under the Act and Commission regulations.
9	The Act identifies six categories of permissible uses of contributions accepted by
10	a Federal candidate. They include: (1) otherwise authorized expenditures in connection
11	with the candidate's campaign for Federal office; (2) ordinary and necessary expenses
12	incurred in connection with the duties of the individual as a holder of Federal office; and
13	(3) any other lawful purpose not prohibited by 2 U.S.C. 439a(b). 2 U.S.C. 439a(a);
14	11 CFR 113.2(a)-(e).
15	Under the Act and Commission regulations, contributions accepted by a candidate
16	may not be converted to "personal use" by any person. 2 U.S.C. 439a(b)(1);
17	11 CFR 113.2(e). The Act specifies that conversion to personal use occurs whon a
18	contribution or amount is used "to fulfill any commitment, obligation, or expense of a
19	person that would exist irrespective of the candidate's election campaign or individual's
20	duties as a holder of Federal office." 2 U.S.C. 439a(b)(2); see also 11 CFR 113.1(g).
21	The Act and Commission regulations provide a non-exhaustive list of items that
22	would constitute personal use per se, none of which applies here. For items not on this
23	list, the Commission determines on a case-by-case basis whether an expense would fall

- 1 within the definition of "personal use." 11 CFR 113.1(g)(1)(ii). Commission regulations
- 2 specifically provide that "legal expenses" are subject to a case-by-case determination.
- 3 11 CFR 113.1(g)(1)(ii)(A).
- 4 The Commission has long recognized that if a candidate "can reasonably show
- 5 that the expenses at issue resulted from campaign or officeholder activities, the
- 6 Commission will not consider the use to be personal use." Explanation and Justification
- 7 for Final Rules on Expenditures; Reports by Political Committees; Personal Use of
- 8 Campaign Funds, 60 FR 7862, 7867 (Feb. 9, 1995). Legal fees and exponses, however,
- 9 "will not be treated as though they are campaign or officeholder related merely because
- 10 the underlying proceedings have some impact on the campaign or the officeholder's
- status." Id. at 7868. Thus, the Commission has concluded that the use of campaign funds
- 12 for legal fees and expenses does not constitute personal use when the legal proceedings
- involve allegations directly relating to the candidate's campaign or duties as a Federal
- officeholder. See, e.g., Advisory Opinions 2009-10 (Visclosky), 2008-07 (Vitter), 2006-
- 15 35 (Kolbe), 2005-11 (Cunningham), and 2003-17 (Treffinger). On the other hand, "legal
- 16 expenses associated with a divorce or charges of driving under the influence of alcohol
- will be treated as personal, rather than campaign or officeholder related." Explanation
- and Justification for Final Rules on Expenditures; Reports by Political Committees;
- 19 Personal Use of Campaign Funds, 60 FR 7862, 7867 (Feb. 9, 1995)
- Here, the Committee seeks to use campaign funds to pay the legal expenses of a
- 21 person who was working as a campaign consultant for the candidate, namely Mr.
- 22 Saltsman. In Advisory Opinion 2009-20 (Visclosky), the Commission approved the use
- of campaign funds for the legal fees of persons other than the candidate. In that instance,

- 1 Representative Visclosky's current and former congressional staff members had received,
- 2 or expected to receive, grand jury subpoenas to produce documents related to a Federal
- 3 investigation of Representative Visclosky for alleged improper receipt of campaign
- 4 contributions and obtaining earmarked appropriations for clients of a lobby group. The
- 5 Commission concluded the staffers' expenses "would not exist irrespective of
- 6 Representative Visclosky's campaign or duties as a Federal officeholder."
- Here, the civil lawsuit relates directly to Mc. Sansman's activities conducted
- 8 during, and for the sole purpose of furthering, Representative Fleischmann's campaign.
- 9 As the complaint states, Mr. Saltsman acted as the campaign's message and media
- 10 consultant and participated in the creation of campaign ads directed at Ms. Smith. In that
- capacity, Mr. Saltsman allegedly acquired and publicized plaintiff's employment
- agreement, including in the form of a campaign ad, which provides the basis of the
- lawsuit. Moreover, according to the complaint, Mr. Fleischmann used the materials Mr.
- 14 Saltsman obtained as the basis for many of the attacks that Mr. Fleischmann made
- himself as a candidate against Ms. Smith. In fact, the complaint attributes Mr.
- 16 Fleischmann's primary victory over Ms. Smith "in large part" to Mr. Saltman's actions.
- 17 As a result, the complaint against Mr. Saltsman would not exist irrespective of
- 18 Representative Fleischmann's campaign.

¹ In one other instance, the Commission has approved use of campaign funds legal expenses related to media inquiries and allegations concerning both a candidate and the candidate's spouse. Advisory Opinion 1996-24 (Cooley). Specifically, the campaign funds paid for, *inter alia*, conferences between the candidate, his spouse, and the candidate's legal counsel. *Cf.* Advisory Opinion 1998-01 (Hilliard), in which the Commission concluded that campaign funds may not be used to pay legal expenses that are primarily for the purposes of representing persons other than the candidate with respect to activities and transactions that occurred price to, or did not relate directly to, the campaign or Representative Hilliard's duties as a Federal officeholders. *See* Advisory Opinion 1998-01 (Hilliard) at n.4.

Accordingly, the Commission concludes the Committee may use campaign funds
to pay legal fees described in this request.
This response constitutes an advisory opinion concerning the application of the
Act and Commission regulations to the specific transaction or activity set forth in your
request. See 2 U.S.C. 437f. The Commission emphasizes that, if there is a change in any
of the facts or assumptions presented, and such facts or assumptions are material to a
conclusion presented in this advisory opinion, then the requestor may not rely on that
conclusion as support for its proposed activity. Any person involved in any specific
transaction or activity which is indistinguishable in all its material aspects from the
transaction or activity with respect to which this advisory opinion is rendered may rely on
this advisory opinion. See 2 U.S.C. 437f(c)(1)(B). Please note the analysis or
conclusions in this advisory opinion may be affected by subsequent developments in the
law including, but not limited to, statutes, regulations, advisory opinions, and case law.
The cited advisory opinions are available on the Commission's Web site, www.fec.gov,
or directly from the Commission's Advisory Opinion searchable database at
http://saos.nictusa.com/saos/searchao.
On behalf of the Commission,
Cynthia L. Bauerly Chair