5lr2261 CF SB 633

By: Delegate Palakovich Carr

Introduced and read first time: January 31, 2025

Assigned to: Ways and Means

A BILL ENTITLED

1	AN ACT concerning		
2 3	Campaign Finance – Political Organizations – Disclosures on Solicitations (Stop Scam PACs Act)		
4 5 6 7	and statements on certain solicitations; authorizing the State Administrator of Elections to investigate a potential violation of this Act; and generally relating to		
8 9 10 11 12	BY repealing and reenacting, without amendments, Article – Election Law Section 1–101(a) and (ff) Annotated Code of Maryland (2022 Replacement Volume and 2024 Supplement)		
13 14 15 16 17	BY adding to Article – Election Law Section 13–223 Annotated Code of Maryland (2022 Replacement Volume and 2024 Supplement)		
18 19	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:		
20	Article - Election Law		
21	1–101.		
22 23	(a) In this article the following words have the meanings indicated unless a different meaning is clearly intended from the context.		
24	(ff) "Political action committee" means a political committee that is not:		



9 INDICATED. (2) "DISBURSEMENT" MEANS: (1) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE. (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–36. THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:			
3 (3) a slate; 4 (4) a legislative party caucus committee; 5 (5) an authorized candidate campaign committee; or 6 (6) a ballot issue committee. 7 13–223. 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MIDICATED. 9 (2) "DISBURSEMENT" MEANS: 11 (I) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE; 13 (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR 14 (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306. § OR § 13–309.2 OF THIS TITLE. 16 (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. 17 (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. 18 (B) THIS SECTION APPLIES ONLY TO: 19 (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND 20 (2) A POLITICAL ACTION COMMITTEE THAT:	1	(1)	a political party;
4 (4) a legislative party caucus committee; 5 (5) an authorized candidate campaign committee; or 6 (6) a ballot issue committee. 7 13-223. 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MIDICATED. 9 INDICATED. 10 (2) "DISBURSEMENT" MEANS: 11 (I) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. 12 THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13-306 OF THIS TITLE. 13 (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13-307 OF THIS TITLE; OR 14 (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13-36. § 13-309.2 OF THIS TITLE. 16 (3) "DONATION" HAS THE MEANING STATED IN § 13-306, § 18 OR § 13-309.2 OF THIS TITLE. 19 (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. 20 (B) THIS SECTION APPLIES ONLY TO: 21 (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13-307, OR § 13-309.2 OF THIS TITLE; AND 24 (2) A POLITICAL ACTION COMMITTEE THAT:	2	(2)	a central committee;
(5) an authorized candidate campaign committee; or (6) (6) a ballot issue committee. 7 13–223. 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MISTIDICATED. (2) "DISBURSEMENT" MEANS: (1) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. 12 THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE. (11) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (11) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306 SOR § 13–309.2 OF THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTED DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:	3	(3)	a slate;
6 (6) a ballot issue committee. 7 13–223. 8 (A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MIDICATED. 9 INDICATED. 10 (2) "DISBURSEMENT" MEANS: 11 (I) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN MEANS: 12 THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE; 13 (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR 15 (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. 16 (4) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. 17 (B) THIS SECTION APPLIES ONLY TO: 18 (C) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND 18 (C) A POLITICAL ACTION COMMITTEE THAT:	4	(4)	a legislative party caucus committee;
(1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MINDICATED. (2) "DISBURSEMENT" MEANS: (1) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN MET THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE; (11) A DISBURSEMENT FOR ELECTION OF THIS TITLE; OR (11) A DISBURSEMENT FOR ELECTION OF THIS TITLE; OR (11) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTED DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND	5	(5)	an authorized candidate campaign committee; or
(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MINDICATED. (2) "DISBURSEMENT" MEANS: (1) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN MEANS THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE; (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTED DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND	6	(6)	a ballot issue committee.
9 INDICATED. (2) "DISBURSEMENT" MEANS: (1) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE. (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–36. THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:	7	13-223.	
(I) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN M. THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–36 THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:		` ' ` '	In this section the following words have the meanings
THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13–306 OF THIS TITLE (II) A DISBURSEMENT FOR ELECTION COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:	0	(2)	"DISBURSEMENT" MEANS:
COMMUNICATIONS, AS DEFINED IN § 13–307 OF THIS TITLE; OR (III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–306, § THIS TITLE. (3) "DONATION" HAS THE MEANING STATED IN § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTE DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13–307, OR § 13–309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:			
(3) "Donation" has the meaning stated in § 13–306, § OR § 13–309.2 OF THIS TITLE. (4) "Solicitation" means a request for contribute donations to a person disseminated through any medium. (b) This section applies only to: (1) A person required to file reports under § 13 13–307, or § 13–309.2 of this title; and (2) A political action committee that:			
OR § 13-309.2 OF THIS TITLE. (4) "SOLICITATION" MEANS A REQUEST FOR CONTRIBUTED DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13-307, OR § 13-309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:			(III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13–309.2 OF
DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM. (B) THIS SECTION APPLIES ONLY TO: (1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13-307, OR § 13-309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:		, ,	"Donation" has the meaning stated in § $13-306$, § $13-307$, this title.
(1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13-307, OR § 13-309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:		, ,	"SOLICITATION" MEANS A REQUEST FOR CONTRIBUTIONS OR PERSON DISSEMINATED THROUGH ANY MEDIUM.
13-307, OR § 13-309.2 OF THIS TITLE; AND (2) A POLITICAL ACTION COMMITTEE THAT:	1	(B) THIS S	SECTION APPLIES ONLY TO:
		` '	A PERSON REQUIRED TO FILE REPORTS UNDER § 13-306, § 09.2 OF THIS TITLE; AND
(I) IS NOT AFFILIATED WITH A CORPORATION OR	4	(2)	A POLITICAL ACTION COMMITTEE THAT:
OF ODCANIZATION AND			

- 1 (II) EXCLUSIVELY MAKES INDEPENDENT EXPENDITURES OR 2 DISBURSEMENTS FOR ELECTIONEERING COMMUNICATIONS.
- 3 IF A PERSON SUBJECT TO THIS SECTION SOLICITS FOR A CANDIDATE OR 4 A POLITICAL PARTY AND USES A CANDIDATE'S NAME, IMAGE, OR LIKENESS IN THE SOLICITATION, THE PERSON SHALL CLEARLY AND CONSPICUOUSLY INCLUDE ON 5 6 THE SOLICITATION THE FOLLOWING DISCLAIMER OR A SUBSTANTIALLY SIMILAR DISCLAIMER: "THE (NAME, IMAGE, OR LIKENESS) OF (NAME OF CANDIDATE OR 7 POLITICAL PARTY) ON THIS SOLICITATION IS INCLUDED WITHOUT THE KNOWLEDGE 8 OR PERMISSION OF (NAME OF CANDIDATE OR POLITICAL PARTY), AND DOES NOT 9 10 IMPLY AUTHORIZATION OR APPROVAL BY (NAME OF CANDIDATE OR POLITICAL 11 PARTY).".
- 12 (D) IF A PERSON SUBJECT TO THIS SECTION SOLICITS FOR WHAT APPEARS
 13 TO BE A CHARITABLE PURPOSE, THE PERSON SHALL INCLUDE ON EACH
 14 SOLICITATION DISSEMINATED BY THE PERSON A CLEAR AND CONSPICUOUS
 15 STATEMENT THAT CONTRIBUTIONS OR DONATIONS TO THE PERSON:
- 16 (1) ARE NOT NECESSARILY USED FOR CHARITABLE PURPOSES; AND
- 17 (2) ARE NOT TAX-DEDUCTIBLE.
- 18 **(E) (1)** THE STATE ADMINISTRATOR, OR THE STATE ADMINISTRATOR'S DESIGNEE, MAY INVESTIGATE A POTENTIAL VIOLATION OF THIS SECTION.
- 20 (2) THE STATE ADMINISTRATOR, OR THE STATE ADMINISTRATOR'S 21 DESIGNEE, SHALL:
- 22 (I) NOTIFY A PERSON WHO IS SUBJECT TO AN INVESTIGATION 23 UNDER THIS SUBSECTION OF THE CIRCUMSTANCES THAT GAVE RISE TO THE 24 INVESTIGATION; AND
- 25 (II) PROVIDE THE PERSON AMPLE OPPORTUNITY TO BE HEARD 26 AT A PUBLIC MEETING OF THE STATE BOARD.
- 27 (3) (I) IN FURTHERANCE OF AN INVESTIGATION UNDER THIS SUBSECTION, THE STATE ADMINISTRATOR, OR THE STATE ADMINISTRATOR'S DESIGNEE, MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF A WITNESS TO TESTIFY OR THE PRODUCTION OF RECORDS.
- 31 (II) A SUBPOENA ISSUED UNDER THIS PARAGRAPH SHALL BE 32 SERVED IN ACCORDANCE WITH THE MARYLAND RULES.

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1 2 3 4	(III) FOR A SUBPOENA TO BE ISSUED UNDER THIS PARAGRAPH, THE STATE ADMINISTRATOR SHALL MAKE A FINDING THAT THE SUBPOENA IS NECESSARY TO AND IN FURTHERANCE OF AN INVESTIGATION BEING CONDUCTED UNDER THIS SUBSECTION.
5 6	(IV) A FILING SUBMITTED TO A COURT WITH RESPECT TO A SUBPOENA UNDER THIS PARAGRAPH SHALL BE SEALED ON FILING.
7 8 9	(V) IF A PERSON FAILS TO COMPLY WITH A SUBPOENA ISSUED UNDER THIS PARAGRAPH, ON PETITION OF THE STATE ADMINISTRATOR, A CIRCUIT COURT OF COMPETENT JURISDICTION MAY COMPEL COMPLIANCE WITH THE SUBPOENA.
1 12 13	(4) At the conclusion of the investigation and following the hearing under paragraph (2)(ii) of this subsection, the State Board shall issue a public report of its findings and may:
14 15 16	(I) PROHIBIT A PERSON WHO VIOLATED THIS SECTION FROM SOLICITING CONTRIBUTIONS OR DONATIONS FOR A PERIOD OF TIME DETERMINED BY THE STATE BOARD; OR
17 18	(II) IMPOSE A CIVIL PENALTY ON A PERSON WHO VIOLATED THIS SECTION AS PROVIDED IN SUBSECTION (F) OF THIS SECTION.
9	(F) (1) A PERSON WHO VIOLATES THIS SECTION IS NOT SUBJECT TO:
20	(I) A CRIMINAL PENALTY UNDER § 13–603 OF THIS TITLE;
21	(II) A CIVIL PENALTY UNDER § 13–604 OF THIS TITLE; OR
22	(III) INVESTIGATION BY THE STATE PROSECUTOR.
23 24	(2) THE STATE BOARD MAY IMPOSE A CIVIL PENALTY FOR A VIOLATION OF THIS SECTION.
25	(3) A CIVIL PENALTY:
26 27	(I) SHALL BE ASSESSED IN THE MANNER SPECIFIED IN § 13–604.1 OF THIS TITLE; AND

28 (II) MAY NOT EXCEED \$10,000.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 30 $\,$ 1, 2025.