

SENATE BILL 633

G1

5lr2262
CF 5lr2261

By: **Senator Kagan**

Introduced and read first time: January 25, 2025

Assigned to: Education, Energy, and the Environment

A BILL ENTITLED

1 AN ACT concerning

2 **Campaign Finance – Political Organizations – Disclosures on Solicitations**
3 **(Stop Scam PACs Act)**

4 FOR the purpose of requiring certain political organizations to include certain disclaimers
5 and statements on certain solicitations; authorizing the State Administrator of
6 Elections to investigate a potential violation of this Act; and generally relating to
7 disclosure requirements for political organizations.

8 BY repealing and reenacting, without amendments,
9 Article – Election Law
10 Section 1–101(a) and (ff)
11 Annotated Code of Maryland
12 (2022 Replacement Volume and 2024 Supplement)

13 BY adding to
14 Article – Election Law
15 Section 13–223
16 Annotated Code of Maryland
17 (2022 Replacement Volume and 2024 Supplement)

18 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
19 That the Laws of Maryland read as follows:

20 **Article – Election Law**

21 1–101.

22 (a) In this article the following words have the meanings indicated unless a
23 different meaning is clearly intended from the context.

24 (ff) “Political action committee” means a political committee that is not:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- (1) a political party;
- (2) a central committee;
- (3) a slate;
- (4) a legislative party caucus committee;
- (5) an authorized candidate campaign committee; or
- (6) a ballot issue committee.

13-223.

(A) (1) IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.

(2) “DISBURSEMENT” MEANS:

(I) AN INDEPENDENT EXPENDITURE FOR CAMPAIGN MATERIAL THAT IS A PUBLIC COMMUNICATION, AS DEFINED IN § 13-306 OF THIS TITLE;

(II) A DISBURSEMENT FOR ELECTIONEERING COMMUNICATIONS, AS DEFINED IN § 13-307 OF THIS TITLE; OR

(III) A POLITICAL DISBURSEMENT, AS DEFINED IN § 13-309.2 OF THIS TITLE.

(3) “DONATION” HAS THE MEANING STATED IN § 13-306, § 13-307, OR § 13-309.2 OF THIS TITLE.

(4) “SOLICITATION” MEANS A REQUEST FOR CONTRIBUTIONS OR DONATIONS TO A PERSON DISSEMINATED THROUGH ANY MEDIUM.

(B) THIS SECTION APPLIES ONLY TO:

(1) A PERSON REQUIRED TO FILE REPORTS UNDER § 13-306, § 13-307, OR § 13-309.2 OF THIS TITLE; AND

(2) A POLITICAL ACTION COMMITTEE THAT:

(I) IS NOT AFFILIATED WITH A CORPORATION OR LABOR ORGANIZATION; AND

1 (II) EXCLUSIVELY MAKES INDEPENDENT EXPENDITURES OR
2 DISBURSEMENTS FOR ELECTIONEERING COMMUNICATIONS.

3 (C) 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
5 SOLICITATION, THE PERSON SHALL CLEARLY AND CONSPICUOUSLY INCLUDE ON
6 THE SOLICITATION THE FOLLOWING DISCLAIMER OR A SUBSTANTIALLY SIMILAR
7 DISCLAIMER: "THE (NAME, IMAGE, OR LIKENESS) OF (NAME OF CANDIDATE OR
8 POLITICAL PARTY) ON THIS SOLICITATION IS INCLUDED WITHOUT THE KNOWLEDGE
9 OR PERMISSION OF (NAME OF CANDIDATE OR POLITICAL PARTY), AND DOES NOT
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
19 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
28 SUBSECTION, THE STATE ADMINISTRATOR, OR THE STATE ADMINISTRATOR'S
29 DESIGNEE, MAY ISSUE A SUBPOENA FOR THE ATTENDANCE OF A WITNESS TO
30 TESTIFY OR THE PRODUCTION OF RECORDS.

31 (II) A SUBPOENA ISSUED UNDER THIS PARAGRAPH SHALL BE
32 SERVED IN ACCORDANCE WITH THE MARYLAND RULES.

(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.

(IV) A FILING SUBMITTED TO A COURT WITH RESPECT TO A SUBPOENA UNDER THIS PARAGRAPH SHALL BE SEALED ON FILING.

(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.

(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:

(I) PROHIBIT A PERSON WHO VIOLATED THIS SECTION FROM SOLICITING CONTRIBUTIONS OR DONATIONS FOR A PERIOD OF TIME DETERMINED BY THE STATE BOARD; OR

(II) IMPOSE A CIVIL PENALTY ON A PERSON WHO VIOLATED THIS SECTION AS PROVIDED IN SUBSECTION (F) OF THIS SECTION.

(F) (1) A PERSON WHO VIOLATES THIS SECTION IS NOT SUBJECT TO:

(I) A CRIMINAL PENALTY UNDER § 13-603 OF THIS TITLE;

(II) A CIVIL PENALTY UNDER § 13-604 OF THIS TITLE; OR

(III) INVESTIGATION BY THE STATE PROSECUTOR.

(2) THE STATE BOARD MAY IMPOSE A CIVIL PENALTY FOR A VIOLATION OF THIS SECTION.

(3) A CIVIL PENALTY:

(I) SHALL BE ASSESSED IN THE MANNER SPECIFIED IN § 13-604.1 OF THIS TITLE; AND

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

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

