By: **Delegates Morhaim, Hixson, Krimm, Lam, Stein, and K. Young** Introduced and read first time: February 2, 2015 Assigned to: Ways and Means

A BILL ENTITLED

1 AN ACT concerning

Independent Expenditures and Electioneering Communications – Registration and Reporting

4 FOR the purpose of altering the aggregate amount of independent expenditures or $\mathbf{5}$ disbursements for electioneering communications that a person may make before 6 being required to file a certain registration form and a certain report with the State 7 Board of Elections; altering the aggregate amount of independent expenditures or 8 disbursements for electioneering communications that a person may make following 9 the closing date of the person's previous report with the State Board before the person is required to file an additional report with the State Board; and generally 10 11 relating to registration and reporting of independent expenditures and 12electioneering communications.

- 13 BY repealing and reenacting, without amendments,
- 14 Article Election Law
- 15 Section 13–306(a) and (e) and 13–307(a) and (e)
- 16 Annotated Code of Maryland
- 17 (2010 Replacement Volume and 2014 Supplement)
- 18 BY repealing and reenacting, with amendments,
- 19 Article Election Law
- 20 Section 13–306(b), (c), and (d) and 13–307(b), (c), and (d)
- 21 Annotated Code of Maryland
- 22 (2010 Replacement Volume and 2014 Supplement)
- 23 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 24 That the Laws of Maryland read as follows:
- 25

Article – Election Law

26 13–306.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



In this section the following words have the meanings indicated. (a) (1)(2)(i) "Donation" means the gift or transfer, or promise of gift or transfer, of money or other thing of value to a person who makes independent expenditures. "Donation" does not include any amount of money or any other (ii) thing of value: 1. received by a person in the ordinary course of any trade or business conducted by the person, whether for profit or not for profit, or in the form of investments in the person's business; or 2.that the donor and the person receiving the money A. or thing of value expressly agree in writing may not be used for independent expenditures; and В. in the case of a monetary donation, is deposited in a separate bank account that is never used for independent expenditures. "E-mail blast" means a transmission of electronic mail messages of an (3)identical or substantially similar nature to 5,000 or more e-mail accounts simultaneously. (4)"Mass mailing" means a mailing by United States mail or facsimile of more than 500 pieces of mail matter of an identical or substantially similar nature within any 30-day period. (5)(i) "Person" includes an individual, a partnership, a committee, an association, a corporation, a labor organization, or any other organization or group of persons. "Person" does not include a campaign finance entity organized (ii) under Subtitle 2, Part II of this title. "Public communication" means a communication by means of (6)(i) any broadcast television or radio communication, cable television communication, satellite television or radio communication, newspaper, magazine, outdoor advertising facility, mass mailing, e-mail blast, text blast, or telephone bank to the general public, or any other form of general public political advertising. "Public communication" does not include: (ii) 1. a news story, a commentary, or an editorial disseminated by a broadcasting station, including a cable television operator, programmer, or producer, satellite television or radio provider, Web site, newspaper, magazine, or other periodical publication, including any Internet or electronic publication, that is not controlled by a

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34 candidate or political party;

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2. an internal membership communication by a business or other entity to its stockholders or members and executive and administrative personnel and their immediate families, or by a membership entity, as defined under § 13–243 of this title, to its members, executive and administrative personnel and their immediate families; or

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3. a candidate debate or forum.

7 (7) "Telephone bank" means more than 500 telephone calls of an identical 8 or substantially similar nature within any 30–day period.

9 (8) "Text blast" means a transmission of text messages of an identical or 10 substantially similar nature to 5,000 or more telephone numbers simultaneously.

11 (b) Within 48 hours after a person makes aggregate independent expenditures of 12 [\$5,000] **\$1,000** or more in an election cycle for campaign material that is a public 13 communication, the person shall file a registration form with the State Board.

14 (c) Within 48 hours after a day on which a person makes aggregate independent 15 expenditures of [\$10,000] **\$1,000** or more in an election cycle for campaign material that 16 is a public communication, the person shall file an independent expenditure report with 17 the State Board.

18 (d) A person who files an independent expenditure report under subsection (c) of 19 this section shall file an additional independent expenditure report with the State Board 20 within 48 hours after a day on which the person makes aggregate independent 21 expenditures of [\$10,000] **\$5,000** or more for campaign material that is a public 22 communication following the closing date of the person's previous independent expenditure 23 report.

24 (e) An independent expenditure report shall include the following information:

(1) the identity of the person making the independent expenditures and of
 any person exercising direction or control over the activities of the person making the
 independent expenditures;

28 (2) the business address of the person making the independent 29 expenditures;

30 (3) the amount and date of each independent expenditure during the period
 31 covered by the report and the person to whom the expenditure was made;

32 (4) the candidate or ballot issue to which the independent expenditure 33 relates and whether the independent expenditure supports or opposes that candidate or 34 ballot issue; and

1 the identity of each person who made cumulative donations of \$6,000 (5) $\mathbf{2}$ or more to the person making the independent expenditures during the period covered by 3 the report. 4 13 - 307. $\mathbf{5}$ (a) (1)In this section the following words have the meanings indicated. 6 "Donation" means the gift or transfer, or promise of gift or (2)(i) 7 transfer, of money or other thing of value to a person that makes disbursements for electioneering communications. 8 9 "Donation" does not include any amount of money or any other (ii) thing of value: 10 11 1. received by a person in the ordinary course of any trade or 12business conducted by the person, whether for profit or not for profit, or in the form of 13investments in the person's business; or 142.A. that the donor and the person receiving the money 15or thing of value expressly agree in writing may not be used for electioneering 16communications; and 17B. in the case of a monetary donation, is deposited in a 18 separate bank account that is never used for electioneering communications. 19 (3)(i) "Electioneering communication" means a broadcast television or 20radio communication, a cable television communication, a satellite television or radio communication, a mass mailing, an e-mail blast, a text blast, a telephone bank, or an 2122advertisement in a print publication that: 231. refers to a clearly identified candidate or ballot issue: 242. is made within 60 days of an election day on which the 25candidate or ballot issue is on the ballot: 263. is capable of being received by: 27A. 50,000 or more individuals in the constituency where the 28candidate or ballot issue is on the ballot, if the communication is transmitted by television 29or radio; or 30 B. 5,000 or more individuals in the constituency where the 31 candidate or ballot issue is on the ballot, if the communication is a mass mailing, an e-mail 32blast, a text blast, a telephone bank, or an advertisement in a print publication; and

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$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	suggestion of, a candid candidate, or a ballot iss		is not made in coordination with, or at the request or campaign finance entity of a candidate, an agent of a unittee.
4	(ii)	"Elec	tioneering communication" does not include:
5		1.	an independent expenditure;
6 7 8 9	2. a news story, a commentary, or an editorial disseminated by a broadcasting station, including a cable television operator, programmer, or producer, or satellite television or radio provider that is not controlled by a candidate or political party;		
10		3.	a candidate debate or forum;
$11 \\ 12 \\ 13 \\ 14 \\ 15$	$4. \qquad an internal membership communication by a business or other entity to its stockholders or members and executive and administrative personnel and their immediate families, or by a membership entity, as defined under § 13–243 of this title, to its members, executive and administrative personnel and their immediate families; or$		
16		5.	a communication that proposes a commercial transaction.
17	(iii)	For p	ourposes of this paragraph, "clearly identified" means:
18		1.	the name of a candidate appears;
19		2.	a photograph or drawing of a candidate appears; or
$\begin{array}{c} 20\\ 21 \end{array}$	unambiguous reference.	3.	the identity of a candidate or ballot issue is apparent by
$\frac{22}{23}$	(4) "E-mail blast" means a transmission of electronic mail messages of an identical or substantially similar nature to 5,000 or more e-mail accounts simultaneously.		
$\begin{array}{c} 24 \\ 25 \\ 26 \end{array}$	(5) "Mass mailing" means a mailing by United States mail or facsimile of more than 5,000 pieces of mail matter of an identical or substantially similar nature within any 30–day period.		
27 28 29	(6) (i) "Person" includes an individual, a partnership, a committee, an association, a corporation, a labor organization, or any other organization or group of persons.		
30	(ii)	"Pers	on" does not include a campaign finance entity organized

31 under Subtitle 2, Part II of this title.

1 (7) "Telephone bank" means more than 5,000 telephone calls of an identical 2 or substantially similar nature within any 30–day period.

3 (8) "Text blast" means a transmission of text messages of an identical or 4 substantially similar nature to 5,000 or more telephone numbers simultaneously.

5 (b) Within 48 hours after a person makes aggregate disbursements of [\$5,000] 6 **\$1,000** or more in an election cycle for electioneering communications, the person shall file 7 a registration form with the State Board.

8 (c) Within 48 hours after a day on which a person makes aggregate 9 disbursements of [\$10,000] **\$1,000** or more in an election cycle for electioneering 10 communications, the person shall file an electioneering communication report with the 11 State Board.

12 (d) A person who files an electioneering communication report under subsection 13 (c) of this section shall file an additional electioneering communication report with the 14 State Board within 48 hours after a day on which the person makes aggregate 15 disbursements of [\$10,000] **\$5,000** or more for electioneering communications following 16 the closing date of the person's previous electioneering communication report.

17 (e) An electioneering communication report shall include the following 18 information:

19 (1) the identity of the person making disbursements for electioneering 20 communications and of any person exercising direction or control over the activities of the 21 person making the disbursements for electioneering communications;

22 (2) the business address of the person making the disbursements for 23 electioneering communications;

(3) the amount and date of each disbursement for electioneering
 communications during the period covered by the report and the person to whom the
 disbursement was made;

27 (4) the candidate or ballot issue to which the electioneering 28 communications relate;

(5) the identity of each person who made cumulative donations of \$6,000
or more to the person making the disbursements for electioneering communications during
the period covered by the report.

32 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 33 1, 2015.

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