## **HOUSE BILL 871**

G1 0 lr 3070

By: Delegate Mosby

Introduced and read first time: February 3, 2020

Assigned to: Ways and Means

## A BILL ENTITLED

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| L 1 | 4N | ACT | concerning |

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## Campaign Finance – Collections by Membership Entities – Noncampaign Political Activity

4 FOR the purpose of authorizing a membership entity to require a member to donate to 5 noncampaign political activity of the membership entity up to a certain portion of 6 the total annual amount the member is required to pay as dues, fees, or other 7 assessments as a condition of membership if the member exercises the right not to 8 contribute to a political action committee affiliated with the membership entity; 9 requiring a membership entity that solicits a member by a certain invoice to make a contribution to an affiliated political action committee to inform the member of the 10 11 member's right to redirect the portion of the amount invoiced that is designated as a 12 contribution to the political action committee to noncampaign political activity of the 13 membership entity, if applicable; authorizing a membership entity to receive and use a donation for noncampaign political activity of a membership entity as part of dues, 14 15 fees, or other assessments required as a condition of membership if the donation is 16 obtained in accordance with this Act; defining a certain term; and generally relating 17 to collections by membership entities for noncampaign political activity.

- 18 BY repealing and reenacting, with amendments,
- 19 Article Election Law
- 20 Section 13–243
- 21 Annotated Code of Maryland
- 22 (2017 Replacement Volume and 2019 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 13–243.

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(4)

- 1 (a) (1) In this section the following words have the meanings indicated. 2 (2)"Affiliated political action committee" means a political action 3 committee affiliated with a membership entity. 4 (3)"Membership entity" means an organization that collects dues from its members. 5 6 "NONCAMPAIGN POLITICAL ACTIVITY" INCLUDES ISSUE **(4) (I)** 7 ADVOCACY, LEGISLATIVE ADVOCACY, AND LOBBYING. "NONCAMPAIGN POLITICAL ACTIVITY" DOES NOT INCLUDE 8 (II)9 CAMPAIGN FINANCE ACTIVITY OR ANY ACTIVITY REQUIRED TO BE CONDUCTED THROUGH A POLITICAL COMMITTEE UNDER THIS ARTICLE. 10 11 A membership entity may establish a program for periodically collecting from 12 its members and accumulating voluntary contributions by the members to an affiliated 13 political action committee if those contributions are collected together with: 14 (1) membership dues invoiced and collected by the membership entity; or contributions by the members to a political action committee 15 16 established under federal law, if that political action committee is also affiliated with the 17 membership entity. 18 IF A MEMBER EXERCISES THE MEMBER'S RIGHT UNDER THIS SECTION 19 NOT TO CONTRIBUTE TO A POLITICAL ACTION COMMITTEE AFFILIATED WITH A 20 MEMBERSHIP ENTITY, THE MEMBERSHIP ENTITY MAY REQUIRE THE MEMBER TO 21 DONATE TO NONCAMPAIGN POLITICAL ACTIVITY OF THE MEMBERSHIP ENTITY UP 22 TO 25% OF THE TOTAL ANNUAL AMOUNT THAT THE MEMBER IS REQUIRED TO PAY 23 AS DUES, FEES, OR OTHER ASSESSMENTS AS A CONDITION OF MEMBERSHIP. 24[(c)] **(D)** A membership entity shall keep detailed and accurate records of each contribution received under subsection (b) of this section, including: 25 26 the name and address of the contributor; (1) 27 (2) the date on which the contribution is withheld; 28 the amount of the contribution; and (3)
- 30 **[(d)] (E)** Within 30 days after being received, a contribution under this section shall be transmitted by the membership entity, with the information recorded under

the disposition of the contribution.

- subsection [(c)(1),] (D)(1), (2), and (3) of this section, to its affiliated political action committee.
- [(e)] (F) In soliciting a member, by joint invoice for membership dues or for a contribution to an affiliated federal political action committee, to make a contribution to its affiliated political action committee, a membership entity shall inform the member of:
- 6 (1) the political purposes of the affiliated political action committee; [and]
- 7 (2) the member's right to refuse to contribute to the political action 8 committee without reprisal; AND
- 9 (3) IF APPLICABLE, THE MEMBER'S RIGHT TO REDIRECT THE PORTION OF THE AMOUNT INVOICED THAT IS DESIGNATED AS A CONTRIBUTION TO THE POLITICAL ACTION COMMITTEE TO NONCAMPAIGN POLITICAL ACTIVITY OF THE MEMBERSHIP ENTITY.
- [(f)] (G) (1) An employee membership entity or its affiliated political action committee entity may not receive or use money or anything of value under this section if it is obtained:
- 16 [(1)] (I) by actual or threatened:
- 17 **[**(i)**] 1.** physical force;
- 18 [(ii)] 2. membership discrimination; or
- 19 [(iii)] 3. financial or professional reprisal; or
- [(2)] (II) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, as dues, fees, or other assessment required as a condition of membership.
- 22 (2) A MEMBERSHIP ENTITY MAY RECEIVE AND USE A DONATION FOR
  23 NONCAMPAIGN POLITICAL ACTIVITY AS PART OF DUES, FEES, OR OTHER
  24 ASSESSMENTS REQUIRED AS A CONDITION OF MEMBERSHIP IF THE DONATION IS
  25 OBTAINED IN ACCORDANCE WITH THIS SECTION.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2020.