Unofficial Copy 1997 Regular Session 7lr1334 P1

CF 7lr2061

By: Delegates Bozman, Conway, and McClenahan

Introduced and read first time: February 5, 1997

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

2 Charitable Organizations - Fund-Raising Containers - Labeling

- 3 FOR the purpose of modifying requirements concerning information that must be provided on certain devices or containers used for charitable fund-raising purposes 4 5 and given to certain persons granting permission for their placement; expanding 6 locations to which disclosure requirements apply; and generally relating to the 7 modification of the Maryland Charitable Solicitations Act as it relates to disclosure 8
- requirements and certain devices and containers used for charitable fund-raising
- 9 purposes.
- 10 BY repealing and reenacting, without amendments,
- 11 Article - Business Regulation
- 12 Section 6-101(a) and (d) and 6-619
- 13 Annotated Code of Maryland
- 14 (1992 Volume and 1996 Supplement)
- 15 BY repealing and reenacting, with amendments,
- Article Business Regulation 16
- 17 Section 6-620
- 18 Annotated Code of Maryland
- (1992 Volume and 1996 Supplement) 19
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 20
- 21 MARYLAND, That the Laws of Maryland read as follows:
- 22 **Article - Business Regulation**
- 23 6-101.
- (a) In this title the following words have the meanings indicated. 24
- 25 (d) (1) "Charitable organization" means:
- 26 (i) a person that:
- 27 1. is or holds itself out to be a benevolent, educational,
- 28 eleemosynary, humane, patriotic, philanthropic, or religious organization; and

2

1 2	2. solicits or receives charitable contributions from the public; or
3	(ii) an ambulance, fire fighting, fraternal, rescue, or police or other law enforcement organization when it solicits charitable contributions from the public.
7	(2) "Charitable organization" includes an area, branch, chapter, office, or similar affiliate that solicits charitable contributions from the public within the State for a charitable organization that is organized or has its principal place of business outside the State.
9	(3) "Charitable organization" does not include:
10	(i) an agency of the State government or of a political subdivision; or
11	(ii) a political club, committee, or party.
12	6-619.
	(a) A person who commits a willful violation of this title or who causes a person to commit a willful violation of this title is guilty of a misdemeanor and, on conviction, is subject to a fine not exceeding \$5,000 or imprisonment not exceeding 1 year or both.
18	(b) A person who commits a grossly negligent violation of this title or who causes a person to commit a grossly negligent violation of this title is guilty of a misdemeanor and, on conviction, is subject to a fine not exceeding \$3,000 or liability for restitution that the court determines or both.
20	6-620.
	% A person who places in an establishment OR OTHER LOCATION open to the public a vending machine, canister, or other device or container for the deposit of money that reflects the name of a charitable organization or a charitable purpose shall:
24	(1) state on the device or container:
25	(I) the address of the charitable organization named; and
26 27	(II) the name and address of the [entity] BUSINESS placing the device or container, if not [a] THE charitable organization; and
30 31 32	(2) state on the device or container and to the person who grants permission for the placement of the device or container that a portion of the money deposited is RETAINED BY THE BUSINESS PLACING THE DEVICE OR CONTAINER AND THAT THE REMAINDER IS given to a charitable organization or used for charitable purposes, if less than all of the money deposited is given to a charitable organization or used for charitable purposes.
34 35	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 1997.