G1 5lr2340

By: Senators Pinsky, Britt, Brochin, Exum, Frosh, Garagiola, Giannetti, Gladden, Grosfeld, Jones, Ruben, and Teitelbaum

Introduced and read first time: February 4, 2005

Assigned to: Education, Health, and Environmental Affairs

A BILL ENTITLED

I A NT	ACT	
I AIN	ACL	concerning

2	Election Law - Public Campaign Financing Act for Candidates for the
3	General Assembly

- 4 FOR the purpose of establishing a system of public financing of campaigns for certain
- 5 candidates for the General Assembly; establishing an Election Financing
- 6 Commission to administer the system of public financing of campaigns;
- 7 providing for the membership of the Commission and specifying its powers and
- 8 duties; creating the Public Election Fund and providing for the inclusion of
- 9 certain money in the Fund; providing that, to the extent allowed under the
- 10 Constitution of the United States, under certain circumstances certain income of
- certain corporations that is not apportionable under the Constitution of the
- 12 United States shall be allocated to the State for income tax purposes and that
- that money shall be directed to the Fund; defining certain terms; providing that
- certain provisions of this Act shall be applicable to all taxable years that begin
- after a certain date; specifying certain procedures, requirements, and conditions
- participating candidates must meet to receive a distribution from the Fund;
- 17 requiring that participating candidates adhere to certain campaign expenditure
- limits, subject to certain exceptions; requiring the Comptroller to perform
- certain duties in connection with the establishment, maintenance, and
- administration of the Fund; regulating contributions and expenditures made by
- 21 political parties on behalf of participating candidates; regulating coordinated
- 22 expenditures made by or on behalf of participating candidates; specifying
- 23 certain additional campaign finance reporting requirements for certain
- 24 candidates; authorizing a citizen to bring civil action in court against certain
- 25 candidates under certain circumstances; providing for judicial review of certain
- actions by the Commission; providing for certain penalties; specifying the terms of the initial members of the Commission; providing that certain catchlines are
- 28 not law and may not be considered to have been enacted as part of this Act; and
- 29 generally relating to the Public Campaign Financing Act for Candidates for the
- 30 General Assembly.
- 31 BY repealing and reenacting, with amendments,
- 32 Article Election Law
- 33 Section 13-235(d)

UNOFFICIAL COPY OF SENATE BILL 725

1 2	Annotated Code of Maryland (2003 Volume and 2004 Supplement)		
3 4 5 6 7 8	BY adding to Article - Election Law Section 15A-101 through 15A-120 to be under the new title "Title 15A. Public Campaign Financing Act for Candidates for the General Assembly" Annotated Code of Maryland (2003 Volume and 2004 Supplement)		
9 10 11 12 13	Section 10-402(c) Annotated Code of Maryland		
14 15	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:		
16	Article - Election Law		
17	13-235.		
20	(d) (1) Under the Public Financing Act, a gubernatorial ticket, during the year of the election only, may accept eligible private contributions and any disbursement of funds by the State Board that is based on the eligible private contributions.		
24 25	(2) UNDER THE PUBLIC CAMPAIGN FINANCING ACT FOR CANDIDATES FOR THE GENERAL ASSEMBLY, A PARTICIPATING CANDIDATE, DURING THE YEAR OF THE ELECTION ONLY, MAY ACCEPT SEED MONEY, QUALIFYING CONTRIBUTIONS, AND ANY DISBURSEMENT OF FUNDS BY THE ELECTION FINANCING COMMISSION THAT IS BASED ON THE SEED MONEY OR QUALIFYING CONTRIBUTIONS.		
27 28	TITLE 15A. PUBLIC CAMPAIGN FINANCING ACT FOR CANDIDATES FOR THE GENERAL ASSEMBLY.		
29	15A-101. DEFINITIONS.		
30 31	(A) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED UNLESS OTHERWISE PROVIDED.		
32	(B) "COMMISSION" MEANS THE ELECTION FINANCING COMMISSION.		
33	(C) "COMPTROLLER" MEANS THE STATE COMPTROLLER OF THE TREASURY.		
34	(D) "FUND" MEANS THE PUBLIC ELECTION FUND.		

- 1 (E) "PARTICIPATING CANDIDATE" MEANS A CANDIDATE WHO QUALIFIES TO 2 RECEIVE A PUBLIC CONTRIBUTION UNDER THIS TITLE FOR ELECTION AS A MEMBER 3 OF THE GENERAL ASSEMBLY.
- 4 (F) "PUBLIC CONTRIBUTION" MEANS A SUM DISBURSED FROM THE FUND TO A 5 PARTICIPATING CANDIDATE IN ACCORDANCE WITH THE PROVISIONS OF THIS TITLE.
- 6 (G) "QUALIFYING CONTRIBUTION" MEANS A CONTRIBUTION:
- 7 (1) FROM A REGISTERED VOTER WHO RESIDES IN THE LEGISLATIVE
- 8 DISTRICT OR SUBDISTRICT OF THE CANDIDATE FOR ELECTION TO THE GENERAL
- 9 ASSEMBLY; AND
- 10 (2) THAT IS AT LEAST \$5.
- 11 (H) "SEED MONEY" MEANS A SUM OF LAWFULLY RAISED ELIGIBLE PRIVATE 12 CONTRIBUTIONS THAT:
- 13 (1) IS RAISED BY A CANDIDATE FOR ELECTION TO THE GENERAL 14 ASSEMBLY:
- 15 (2) IS NOT MORE THAN \$250 FOR EACH DONOR; AND
- 16 (3) IS RECEIVED NO EARLIER THAN THE COMMENCEMENT OF THE
- 17 ELECTION CYCLE FOR THE ELECTION IN WHICH THE INDIVIDUAL PROPOSES TO BE A
- 18 CANDIDATE AND NO LATER THAN THE MAY 1 IMMEDIATELY PRECEDING THE
- 19 PRIMARY ELECTION FOR THAT OFFICE.
- 20 15A-102. COMMISSION -- IN GENERAL.
- 21 (A) THERE IS AN ELECTION FINANCING COMMISSION CONSISTING OF FIVE 22 MEMBERS.
- 23 (B) (1) THE COMMISSION SHALL MAINTAIN ITS PRINCIPAL OFFICE IN
- 24 ANNAPOLIS AND HAVE STAFF, SUBJECT TO THE STATE PERSONNEL AND PENSIONS
- 25 ARTICLE, AS PROVIDED IN THE STATE BUDGET.
- 26 (2) THE COMMISSION SHALL MEET AT LEAST ONCE EACH QUARTER.
- 27 (C) EACH MEMBER OF THE COMMISSION:
- 28 (1) SHALL BE A REGISTERED VOTER IN THE STATE FOR THE 2 YEARS
- 29 IMMEDIATELY PRECEDING THE APPOINTMENT;
- 30 (2) SUBJECT TO SUBSECTION (G)(2) OF THIS SECTION, SHALL BE
- 31 ELIGIBLE FOR REAPPOINTMENT;
- 32 (3) SHALL CONFORM TO THE RESTRICTIONS UNDER § 2-301 OF THIS
- 33 ARTICLE;

- 1 (4) MAY NOT BE A REGULATED LOBBYIST, OR BE EMPLOYED BY A
- 2 REGULATED LOBBYIST, WHO IS REQUIRED TO REGISTER WITH THE STATE ETHICS
- 3 COMMISSION UNDER TITLE 15, SUBTITLE 7 OF THE STATE GOVERNMENT ARTICLE;
- 4 AND
- 5 (5) SHALL BE SUBJECT TO REMOVAL BY THE GOVERNOR FOR
- 6 INCOMPETENCE, MISCONDUCT, OR OTHER GOOD CAUSE, UPON WRITTEN CHARGES
- 7 FILED BY THE GOVERNOR WITH THE COMMISSION AND AFTER HAVING BEEN
- 8 AFFORDED AMPLE OPPORTUNITY TO BE HEARD.
- 9 (D) SUBJECT TO SUBSECTION (G)(2) OF THIS SECTION, THE MEMBERS OF THE
- 10 COMMISSION SHALL BE APPOINTED BY THE GOVERNOR WITH THE ADVICE AND
- 11 CONSENT OF THE SENATE.
- 12 (E) (1) EACH MEMBER OF THE COMMISSION SHALL BE A MEMBER OF ONE
- 13 OF THE PRINCIPAL POLITICAL PARTIES.
- 14 (2) AN INDIVIDUAL MAY NOT BE APPOINTED TO THE COMMISSION IF
- 15 THE APPOINTMENT WILL RESULT IN THE COMMISSION HAVING MORE THAN THREE
- 16 OR FEWER THAN TWO MEMBERS OF THE SAME PRINCIPAL POLITICAL PARTY.
- 17 (F) BEFORE TAKING OFFICE EACH APPOINTEE SHALL TAKE THE OATH
- 18 REQUIRED BY ARTICLE I, § 9 OF THE MARYLAND CONSTITUTION.
- 19 (G) (1) THE TERM OF A MEMBER IS 4 YEARS AND BEGINS ON JULY 1.
- 20 (2) A MEMBER MAY NOT SERVE MORE THAN THREE CONSECUTIVE
- 21 TERMS.
- 22 (3) AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL A
- 23 SUCCESSOR IS APPOINTED AND QUALIFIES.
- 24 (H) (1) IF A VACANCY OCCURS ON THE COMMISSION, IT SHALL BE FILLED
- 25 FOR THE REMAINDER OF THE UNEXPIRED TERM AND UNTIL A SUCCESSOR IS
- 26 APPOINTED AND QUALIFIES.
- 27 (2) AN APPOINTMENT MADE WHILE THE SENATE OF MARYLAND IS NOT
- 28 IN SESSION SHALL BE CONSIDERED TEMPORARY UNTIL THE APPOINTEE IS
- 29 CONFIRMED BY THE SENATE.
- 30 (I) NOT LATER THAN AUGUST 1 EACH YEAR, THE COMMISSION SHALL ELECT
- 31 ONE OF ITS MEMBERS AS CHAIRMAN.
- 32 (J) EACH MEMBER SHALL RECEIVE PER DIEM COMPENSATION OF \$100 FOR
- 33 ATTENDANCE AT:
- 34 (1) EACH REGULARLY SCHEDULED QUARTERLY MEETING; AND
- 35 (2) EACH ADDITIONAL MEETING, TO A MAXIMUM OF THREE, CALLED BY
- 36 THE CHAIRMAN DURING A CALENDAR YEAR.

- 1 15A-103. SAME -- DUTIES.
- 2 (A) THE COMMISSION SHALL MANAGE AND SUPERVISE THE SYSTEM OF 3 PUBLIC FUNDING OF ELECTIONS ESTABLISHED UNDER THIS TITLE.
- 4 (B) IN EXERCISING ITS AUTHORITY, THE COMMISSION SHALL:
- 5 (1) DEVELOP AN ELECTRONIC DATABASE THAT IS ACCESSIBLE TO THE
- 6 PUBLIC ON THE INTERNET AND THAT CONTAINS THE INFORMATION NECESSARY FOR
- 7 THE PROPER ADMINISTRATION OF THIS TITLE, INCLUDING:
- 8 (I) CONTRIBUTIONS TO AND EXPENDITURES BY PARTICIPATING
- 9 CANDIDATES AND OTHER CANDIDATES AND THEIR AUTHORIZED CAMPAIGN
- 10 FINANCE ENTITIES; AND
- 11 (II) PUBLIC CONTRIBUTIONS FROM THE FUND THAT ARE
- 12 DISBURSED TO PARTICIPATING CANDIDATES;
- 13 (2) DEVELOP AN EDUCATION PROGRAM THAT INCLUDES
- 14 INFORMATIONAL MATERIALS AND COMPLIANCE MANUALS TO INFORM CANDIDATES
- 15 AND THE PUBLIC ABOUT THE PURPOSE AND EFFECT OF THIS ACT:
- 16 PROVIDE A WRITTEN REPORT TO THE GENERAL ASSEMBLY AFTER
- 17 EACH ELECTION CYCLE THAT INCLUDES:
- 18 (I) AN EVALUATION OF THIS TITLE AND ITS EFFECT ON
- 19 PARTICIPATING CANDIDATES:
- 20 (II) ANY RECOMMENDATIONS TO IMPROVE THIS TITLE;
- 21 (III) A DETAILED SUMMARY REGARDING SEED MONEY, QUALIFYING
- 22 CONTRIBUTIONS, AND ANY BENEFITS RECEIVED OR EXPERIENCED BY
- 23 PARTICIPATING CANDIDATES:
- 24 (IV) EXPENDITURES MADE BY PARTICIPATING AND
- 25 NONPARTICIPATING CANDIDATES; AND
- 26 (V) ANY OTHER INFORMATION THE COMMISSION DETERMINES TO
- 27 BE APPROPRIATE;
- 28 (4) HAVE ITS BOOKS AND ACTIVITIES AUDITED AT LEAST ONCE EACH
- 29 YEAR BY A CERTIFIED PUBLIC ACCOUNTANT; AND
- 30 (5) DEVELOP AN OFFICIAL SEAL, LOGO, OR OTHER DESIGNATION THAT
- 31 A PARTICIPATING CANDIDATE MAY USE VOLUNTARILY ON CAMPAIGN MATERIAL.

- 1 15A-104. SAME -- DISCRETIONARY POWERS.
- 2 THE COMMISSION MAY:
- 3 (1) EMPLOY STAFF, INCLUDING AN EXECUTIVE DIRECTOR AND LEGAL 4 COUNSEL, SUFFICIENT TO PERFORM ITS FUNCTIONS;
- 5 (2) INVESTIGATE MATTERS RELATING TO THE PERFORMANCE OF ITS 6 FUNCTIONS AND ANY OTHER MATTER CONCERNING THE ENFORCEMENT OF THIS 7 TITLE;
- 8 (3) PUBLICIZE THE NAMES OF CANDIDATES FOR NOMINATION OR 9 ELECTION TO A LEGISLATIVE OFFICE WHO VIOLATE THIS TITLE;
- 10 (4) ON WRITTEN REQUEST OF A CANDIDATE, A CAMPAIGN FINANCE
- 11 ENTITY, OR THE PUBLIC, RENDER WRITTEN, PUBLIC, ADVISORY OPINIONS
- 12 REGARDING QUESTIONS THAT ARISE UNDER THIS TITLE;
- 13 (5) ADOPT REGULATIONS AND PROVIDE FORMS AND ELECTRONIC
- 14 SOFTWARE AS NECESSARY TO ENSURE COMPLIANCE WITH THIS TITLE;
- 15 (6) CONDUCT RANDOM AUDITS OF PARTICIPATING CANDIDATES TO 16 ENSURE COMPLIANCE WITH THIS TITLE:
- 17 (7) SUBPOENA DOCUMENTS FROM ANY CANDIDATE OR CAMPAIGN 18 FINANCE ENTITY SUBJECT TO THIS ARTICLE;
- 19 (8) LEVY FINES FOR CIVIL INFRACTIONS IN ACCORDANCE WITH THIS 20 TITLE;
- 21 (9) IMPLEMENT A DEBIT CARD SYSTEM TO ALLOW A PARTICIPATING
- 22 CANDIDATE TO ACCESS THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN ACCOUNT
- 23 THAT IS ESTABLISHED UNDER THIS TITLE;
- 24 (10) BE A PARTY TO OR OTHERWISE PARTICIPATE IN ANY CIVIL OR
- 25 CRIMINAL ACTION FILED FOR A VIOLATION OF THIS TITLE; AND
- 26 (11) SEEK AN INJUNCTION IN AN APPROPRIATE COURT IF:
- 27 (I) THERE IS A SUBSTANTIAL LIKELIHOOD THAT A VIOLATION OF
- 28 THIS TITLE IS OCCURRING OR IS ABOUT TO OCCUR;
- 29 (II) FAILURE TO ACT IN AN EXPEDITIOUS MANNER WILL RESULT IN
- 30 IRREPARABLE HARM TO A PARTY AFFECTED BY THE POTENTIAL VIOLATION;
- 31 (III) EXPEDITIOUS ACTION WILL NOT CAUSE UNDUE HARM OR
- 32 PREJUDICE TO THE INTEREST OF ANY OTHER PERSON; AND
- 33 (IV) THE PUBLIC INTEREST WILL BE BEST SERVED BY THE
- 34 ISSUANCE OF THE INJUNCTION.

- 1 15A-105. THE FUND.
- 2 (A) (1) THERE IS A PUBLIC ELECTION FUND.
- 3 (2) THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 4 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE.
- 5 (3) THE FUND SHALL BE USED TO:
- 6 (I) PROVIDE, BEGINNING WITH THE ELECTION CYCLE THAT
- 7 BEGINS ON JANUARY 1, 2007, PUBLIC FINANCING FOR THE ELECTION CAMPAIGNS OF
- 8 CERTIFIED PARTICIPATING CANDIDATES IN A PRIMARY ELECTION OR GENERAL
- 9 ELECTION AS CERTIFIED BY THE COMMISSION UNDER THIS TITLE; AND
- 10 (II) PAY FOR THE ADMINISTRATIVE AND ENFORCEMENT COSTS OF
- 11 THE COMMISSION RELATED TO THIS TITLE.
- 12 (4) THE COMPTROLLER SHALL:
- 13 (I) ADMINISTER THE FUND IN ACCORDANCE WITH THE
- 14 PROVISIONS OF THIS TITLE; AND
- 15 (II) CREDIT TO THE FUND ALL MONEY COLLECTED IN
- 16 ACCORDANCE WITH THIS TITLE.
- 17 (B) (1) FOR EVERY INDIVIDUAL, OTHER THAN A NONRESIDENT ALIEN,
- 18 FILING A PERSONAL STATE INCOME TAX RETURN, THE COMPTROLLER SHALL
- 19 ESTABLISH, FOR EACH TAXABLE YEAR, A TAX CHECK-OFF SYSTEM THAT ALLOWS
- 20 THE TAXPAYER TO DIRECT ON THE INDIVIDUAL'S INCOME TAX RETURN FORM THAT
- 21 \$5 OF THE TAXPAYER'S TAX LIABILITY BE DIRECTED TO THE PUBLIC ELECTION
- 22 FUND.
- 23 (2) THE COMPTROLLER SHALL INCLUDE WITH EACH INDIVIDUAL
- 24 INCOME TAX RETURN PACKAGE A DESCRIPTION OF THE PURPOSES FOR WHICH THE
- 25 FUND WAS ESTABLISHED AND FOR WHICH THE FUND MAY BE USED.
- 26 (C) IN ADDITION TO THE MONEY DERIVED FROM THE TAX CHECK-OFF
- 27 SYSTEM UNDER SUBSECTION (B) OF THIS SECTION, AND THE APPROPRIATION UNDER
- 28 SUBSECTION (E) OF THIS SECTION, THE FUND SHALL CONSIST OF THE FOLLOWING
- 29 MONEY:
- 30 (1) QUALIFYING CONTRIBUTIONS REQUIRED OF CANDIDATES WHO
- 31 SEEK TO BECOME CERTIFIED AS PARTICIPATING CANDIDATES UNDER THIS TITLE;
- 32 (2) EXCESS QUALIFYING CONTRIBUTIONS RAISED BY CANDIDATES WHO
- 33 SEEK TO BECOME ELIGIBLE FOR PUBLIC FINANCING UNDER THIS TITLE;
- 34 (3) EXCESS SEED MONEY CONTRIBUTIONS OF CANDIDATES WHO SEEK
- 35 TO BECOME CERTIFIED AS PARTICIPATING CANDIDATES UNDER THIS TITLE;
- 36 (4) UNSPENT MONEY THAT:

IS DISTRIBUTED TO A PARTICIPATING CANDIDATE WHO DOES (I)2 NOT REMAIN A CANDIDATE UNTIL THE PRIMARY OR GENERAL ELECTION FOR WHICH 3 THE MONEY WAS DISBURSED; OR IS RETAINED BY A PARTICIPATING CANDIDATE AFTER THE (II) 5 PRIMARY OR GENERAL ELECTION FOR WHICH THE MONEY WAS DISBURSED; FINES LEVIED BY THE COMMISSION AGAINST CANDIDATES FOR (5) 6 7 VIOLATIONS OF THE ELECTION LAW; 8 VOLUNTARY DONATIONS MADE DIRECTLY TO THE FUND: (6) 9 (7) INTEREST GENERATED BY THE FUND: 10 (8) EXCEPT FOR CASES SUBJECT TO THE SURCHARGES IMPOSED BY THE 11 MOTOR VEHICLE ADMINISTRATION IN ACCORDANCE WITH PARAGRAPH (9) OF THIS 12 SUBSECTION, A 10% SURCHARGE ON EACH CIVIL OR CRIMINAL PENALTY IMPOSED BY 13 A COURT OF THIS STATE; ADDITIONAL INCOME TAX REVENUES FROM CORPORATIONS 14 15 RESULTING FROM THE CHANGES TO THE PROVISIONS OF § 10-402(C) OF THE TAX -16 GENERAL ARTICLE UNDER CHAPTER OF THE ACTS OF 2005 (S.B.) (5LR2340), AS 17 DETERMINED BY THE COMPTROLLER; AND (10)ANY OTHER SOURCES OF REVENUE AUTHORIZED BY THE GENERAL 18 19 ASSEMBLY. 20 THE GOVERNOR MAY INCLUDE IN THE ANNUAL STATE BUDGET, AND (E) 21 THE GENERAL ASSEMBLY MAY APPROPRIATE, MONEY TO THE FUND TO HELP CARRY 22 OUT THIS TITLE. IF THE FUND DOES NOT ACCUMULATE SUFFICIENT MONEY BY 23 24 JANUARY 1, 2007, TO CARRY OUT THE REQUIREMENTS OF THIS TITLE, THE 25 GOVERNOR SHALL INCLUDE AN AMOUNT IN THE FISCAL 2008 BUDGET THAT, WHEN 26 COMBINED WITH THE MONEY IN THE FUND, WILL BE SUFFICIENT TO CARRY OUT 27 THIS TITLE. 28 15A-106. PARTICIPATING CANDIDATES FOR ELECTION TO THE GENERAL ASSEMBLY 29 -- ALLOWABLE CONTRIBUTIONS. A PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL 30 (A) 31 ASSEMBLY MAY ACCEPT PRIVATE CONTRIBUTIONS FROM A PERSON ONLY AS 32 SPECIFIED IN THIS SECTION, INCLUDING: 33 (1) SEED MONEY OF NO MORE THAN: \$3.500 FOR A CANDIDATE FOR ELECTION TO THE SENATE OF (I) 35 MARYLAND; OR

- 1 (II) \$2,500 FOR A CANDIDATE FOR ELECTION TO THE HOUSE OF 2 DELEGATES;
- 3 (2) PERSONAL CONTRIBUTIONS FROM THE CANDIDATE AND FROM THE
- 4 CANDIDATE'S SPOUSE OF NO MORE THAN \$500 EACH, WHETHER CONTRIBUTED AS
- 5 SEED MONEY OR AS A QUALIFYING CONTRIBUTION; AND
- 6 (3) CONTRIBUTIONS OF MONEY, OR IN-KIND CONTRIBUTIONS, FROM A
- 7 STATE OR LOCAL CENTRAL COMMITTEE, NOT TO EXCEED 2.5% OF THE PUBLIC
- 8 CONTRIBUTION AMOUNT AUTHORIZED FOR THAT CONTEST UNDER THIS TITLE.
- 9 (B) A PARTICIPATING CANDIDATE MAY NOT RECEIVE CONTRIBUTIONS OR
- 10 ESTABLISH OR MAINTAIN A CAMPAIGN ACCOUNT OTHER THAN THE PUBLICLY
- 11 FUNDED CAMPAIGN ACCOUNT REQUIRED UNDER THIS TITLE.
- 12 15A-107. SAME -- RESTRICTIONS ON SPENDING OF CONTRIBUTIONS RECEIVED.
- 13 (A) A PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL
- 14 ASSEMBLY:
- 15 (1) MAY SPEND SEED MONEY, TO THE LIMIT ALLOWED UNDER § 15A-106
- 16 OF THIS TITLE, ONLY FOR THE PURPOSE OF OBTAINING QUALIFYING
- 17 CONTRIBUTIONS DURING THE QUALIFYING CONTRIBUTION PERIOD; AND
- 18 (2) SHALL DELIVER EACH QUALIFYING CONTRIBUTION RECEIVED TO
- 19 THE COMMISSION FOR DEPOSIT IN THE FUND.
- 20 (B) EXCEPT FOR A DISBURSEMENT FROM A PETTY CASH FUND IN
- 21 ACCORDANCE WITH § 15A-109(C) OF THIS TITLE, A PARTICIPATING CANDIDATE FOR
- 22 ELECTION TO THE GENERAL ASSEMBLY MAY CAUSE AN EXPENDITURE TO BE MADE
- 23 DURING THE PRIMARY ELECTION DISBURSEMENT PERIOD OR THE GENERAL
- 24 ELECTION DISBURSEMENT PERIOD ONLY FROM THE CANDIDATE'S PUBLICLY
- 25 FUNDED CAMPAIGN ACCOUNT.
- 26 15A-108. QUALIFYING CONTRIBUTIONS FOR GENERAL ASSEMBLY CANDIDATES.
- 27 (A) TO QUALIFY AS A PARTICIPATING CANDIDATE AND BE ELIGIBLE FOR A
- 28 PUBLIC CONTRIBUTION FROM THE FUND:
- 29 (1) A CANDIDATE FOR ELECTION TO THE SENATE OF MARYLAND SHALL
- 30 SUBMIT QUALIFYING CONTRIBUTIONS FROM A NUMBER OF CONTRIBUTORS
- 31 TOTALING AT LEAST 0.25% OF THE POPULATION OF THE CANDIDATE'S LEGISLATIVE
- 32 DISTRICT: AND
- 33 (2) A CANDIDATE FOR ELECTION TO THE HOUSE OF DELEGATES SHALL
- 34 SUBMIT QUALIFYING CONTRIBUTIONS FROM A NUMBER OF CONTRIBUTORS
- 35 TOTALING AT LEAST 0.25% OF THE POPULATION OF THE LEGISLATIVE DISTRICT OR
- 36 SUBDISTRICT OF THE CANDIDATE.

- 1 (B) A CONTRIBUTOR MAY MAKE A QUALIFYING CONTRIBUTION TO A 2 CANDIDATE BY CASH OR BY A CHECK OR MONEY ORDER MADE PAYABLE TO THE 3 FUND.
- 4 (C) A CANDIDATE SHALL INCLUDE WITH EACH QUALIFYING CONTRIBUTION 5 THAT THE CANDIDATE SUBMITS TO THE COMMISSION FOR DEPOSIT IN THE FUND A 6 RECEIPT THAT INCLUDES:
- 7 (1) THE PRINTED NAME OF THE CONTRIBUTOR;
- 8 (2) THE ADDRESS OF THE CONTRIBUTOR; AND
- 9 (3) A SIGNED STATEMENT BY WHICH THE CONTRIBUTOR ATTESTS THAT 10 THE CONTRIBUTOR UNDERSTANDS THE PURPOSE OF THE CONTRIBUTION AND THAT 11 THE CONTRIBUTION WAS MADE WITHOUT COERCION OR REIMBURSEMENT.
- 12 (D) (1) A CANDIDATE MAY COLLECT QUALIFYING CONTRIBUTIONS ONLY 13 DURING THE PERIOD THAT:
- 14 (I) BEGINS ON APRIL 15 IN THE YEAR PRECEDING THE PRIMARY 15 ELECTION FOR THE OFFICE THE CANDIDATE SEEKS; AND
- 16 (II) ENDS ON THE DAY THAT IS 45 DAYS BEFORE THE PRIMARY 17 ELECTION FOR THE OFFICE THAT THE CANDIDATE SEEKS.
- 18 (2) A CANDIDATE WHO IS AN INCUMBENT MEMBER OF THE GENERAL 19 ASSEMBLY IS BOUND BY THE FUNDRAISING RESTRICTIONS SPECIFIED UNDER § 20 13-235 OF THIS ARTICLE.
- 21 15A-109. PUBLICLY FUNDED CAMPAIGN ACCOUNTS.
- 22 (A) AFTER IT DETERMINES THAT A CANDIDATE HAS SATISFIED THE 23 REQUIREMENTS TO BECOME A PARTICIPATING CANDIDATE, THE COMMISSION 24 SHALL:
- 25 (1) IN CONJUNCTION WITH THE PARTICIPATING CANDIDATE, 26 ESTABLISH A PUBLICLY FUNDED CAMPAIGN ACCOUNT FOR THE CANDIDATE; AND
- 27 (2) IN ACCORDANCE WITH THE REQUIREMENTS OF THIS TITLE, 28 AUTHORIZE THE DISBURSEMENT OF A PUBLIC CONTRIBUTION FROM THE FUND FOR 29 DEPOSIT IN THE PUBLICLY FUNDED CAMPAIGN ACCOUNT FOR THAT PARTICIPATING
- 30 CANDIDATE.
- 31 (B) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, A
- 32 PARTICIPATING CANDIDATE, OR A PERSON ACTING ON BEHALF OF THE
- 33 PARTICIPATING CANDIDATE, MAY NOT MAKE A CAMPAIGN EXPENDITURE FOR THE
- 34 CANDIDATE OTHER THAN FROM THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN
- 35 ACCOUNT.

- 1 (C) A PARTICIPATING CANDIDATE MAY MAINTAIN A PETTY CASH FUND IN 2 ACCORDANCE WITH § 13-220(C) OF THIS ARTICLE.
- 3 (D) (1) A PARTICIPATING CANDIDATE AND THE CAMPAIGN FINANCE ENTITY 4 FOR THE PARTICIPATING CANDIDATE MAY USE THE PUBLICLY FUNDED CAMPAIGN
- 5 ACCOUNT ONLY IN ACCORDANCE WITH THIS TITLE.
- 6 (2) AT ITS DISCRETION, THE COMMISSION MAY GAIN ACCESS AT ANY 7 TIME TO THE RECORDS AND TRANSACTIONS OF A PARTICIPATING CANDIDATE'S 8 PUBLICLY FUNDED CAMPAIGN ACCOUNT.
- 9 (3) IN ACCORDANCE WITH ITS REGULATIONS AND GUIDELINES, THE 10 COMMISSION MAY TERMINATE A PARTICIPATING CANDIDATE'S PUBLICLY FUNDED 11 CAMPAIGN ACCOUNT.
- 12 15A-110. EXPENDITURE LIMITS FOR PARTICIPATING CANDIDATES TO THE GENERAL 13 ASSEMBLY.
- 14 (A) A PARTICIPATING CANDIDATE FOR ELECTION TO THE SENATE OF 15 MARYLAND MAY NOT EXPEND FOR CAMPAIGN PURPOSES AN AMOUNT IN EXCESS OF
- 16 THE LIMIT SPECIFIED IN THIS SUBSECTION.

17	PRIMARY	GENERAL	TOTAL
18 CONTESTED SENATE	\$50,000	\$50,000	\$100,000
19 UNCONTESTED SENATE	10,000	6,000	16,000

- 20 (B) A PARTICIPATING CANDIDATE FOR ELECTION TO THE HOUSE OF
- 21 DELEGATES MAY NOT EXPEND FOR CAMPAIGN PURPOSES AN AMOUNT IN EXCESS OF
- 22 THE AMOUNTS SPECIFIED IN THIS SUBSECTION.

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23	PRIMARY	GENERAL	TOTAL
24 CONTESTED HOUSE			
25 (THREE MEMBER)	\$40,000	\$40,000	\$80,000
26 (TWO MEMBER)	35,000	35,000	70,000
27 (SINGLE MEMBER)	20,000	20,000	40,000
28 UNCONTESTED HOUSE			
29 (THREE MEMBER)	\$10,000	\$6,000	\$16,000
30 (TWO MEMBER)	8,000	5,000	13,000
31 (SINGLE MEMBER)	6,000	4,000	10,000

- 32 (C) (1) THIS SUBSECTION APPLIES TO A PARTICIPATING CANDIDATE FOR
- 33 ELECTION TO THE SENATE OF MARYLAND OR TO THE HOUSE OF DELEGATES WHO IS
- 34 CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE IN:
- 35 (I) A CONTESTED PRIMARY AND GENERAL ELECTION; OR
- 36 (II) AN UNCONTESTED PRIMARY ELECTION.

- 1 (2) A CANDIDATE IN A CONTESTED PRIMARY ELECTION AND IN A
- 2 CONTESTED GENERAL ELECTION MAY CHOOSE AN ALTERNATIVE APPORTIONMENT
- 3 OF THE EXPENDITURE LIMIT ESTABLISHED FOR THAT CANDIDATE UNDER THIS
- 4 SECTION SO THAT:
- 5 (I) FOR THE PRIMARY ELECTION, THE CANDIDATE MAY RECEIVE A
- 6 PUBLIC CONTRIBUTION OF AND EXPEND AN AMOUNT THAT DOES NOT EXCEED 70%
- 7 OF THE COMBINED EXPENDITURE LIMIT ESTABLISHED FOR THAT CANDIDATE FOR
- 8 THE PRIMARY ELECTION AND FOR THE GENERAL ELECTION; AND
- 9 (II) FOR THE GENERAL ELECTION, THE CANDIDATE MAY RECEIVE A
- 10 PUBLIC CONTRIBUTION OF AND EXPEND THE BALANCE OF THE COMBINED
- 11 EXPENDITURE LIMIT AUTHORIZED FOR THAT CANDIDATE FOR THE PRIMARY
- 12 ELECTION AND FOR THE GENERAL ELECTION.
- 13 (3) A CANDIDATE IN AN UNCONTESTED PRIMARY ELECTION MAY
- 14 CHOOSE AN ALTERNATIVE APPORTIONMENT OF THE EXPENDITURE LIMIT
- 15 ESTABLISHED FOR THAT CANDIDATE UNDER THIS SECTION SO THAT FOR THE
- 16 GENERAL ELECTION THE CANDIDATE MAY RECEIVE NO MORE THAN 70% OF THE
- 17 COMBINED PUBLIC CONTRIBUTION AMOUNT ESTABLISHED FOR THAT CANDIDATE
- 18 FOR THE PRIMARY ELECTION AND FOR THE GENERAL ELECTION.
- 19 15A-111. PARTICIPATING CANDIDATES -- SUPPLEMENTAL PUBLIC DISTRIBUTIONS
- 20 AUTHORIZED.
- 21 (A) A PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL
- 22 ASSEMBLY MAY RECEIVE A SUPPLEMENTAL PUBLIC CONTRIBUTION OF MATCHING
- 23 FUNDS FROM THE FUND IF:
- 24 (1) THE PARTICIPATING CANDIDATE IS OPPOSED BY A
- 25 NONPARTICIPATING CANDIDATE IN A PRIMARY ELECTION OR IN A GENERAL
- 26 ELECTION; AND
- 27 (2) THE NONPARTICIPATING CANDIDATE INCURS EXPENDITURES THAT
- 28 EXCEED THE EXPENDITURE LIMIT ESTABLISHED FOR THE PARTICIPATING
- 29 CANDIDATE.
- 30 (B) THE AGGREGATE AMOUNT OF THE PUBLIC CONTRIBUTION THAT A
- 31 PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY MAY
- 32 RECEIVE UNDER THIS SUBSECTION MAY NOT EXCEED 200% OF THE PUBLIC
- 33 CONTRIBUTION AMOUNT ESTABLISHED FOR THE PRIMARY AND GENERAL ELECTION
- 34 UNDER THIS TITLE FOR THAT CANDIDATE.
- 35 15A-112. PARTICIPATING CANDIDATES -- ELIGIBILITY REQUIREMENTS FOR
- 36 DISBURSEMENTS FROM THE FUND.
- 37 (A) TO BE CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE
- 38 AND QUALIFY FOR A PUBLIC CONTRIBUTION, A CANDIDATE SHALL SUBMIT TO THE
- 39 COMMISSION:

- 1 (1) A DECLARATION THAT THE CANDIDATE WILL ABIDE BY THE 2 COMMISSION'S REGULATIONS AND POLICIES;
- 3 (2) A CAMPAIGN FINANCE REPORT THAT LISTS ALL OF THE SEED 4 MONEY CONTRIBUTIONS RECEIVED AND EXPENDITURES MADE BY THE CANDIDATE;
- 5 (3) A CAMPAIGN FINANCE REPORT THAT LISTS ALL QUALIFYING 6 CONTRIBUTIONS RECEIVED BY THE CANDIDATE DURING THE QUALIFYING PERIOD;
- 7 (4) ANY UNSPENT SEED MONEY THAT THE CANDIDATE RETAINS; AND
- 8 (5) ALL QUALIFYING CONTRIBUTIONS RECEIVED BY THE CANDIDATE 9 AND THE ACCOMPANYING RECEIPTS FOR THOSE CONTRIBUTIONS.
- 10 (B) A CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY WHO IS
- 11 CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE SHALL RECEIVE
- 12 THE PUBLIC CONTRIBUTION AMOUNT SPECIFIED UNDER THIS TITLE FOR THAT
- 13 LEGISLATIVE OFFICE.
- 14 15A-113. DISBURSEMENTS BY THE COMPTROLLER.
- 15 (A) (1) ON MAY 1 OF THE YEAR OF THE ELECTION, THE COMMISSION SHALL
- 16 AUTHORIZE THE COMPTROLLER TO MAKE A DISTRIBUTION FROM THE FUND TO
- 17 EACH PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY WHO
- 18 THE COMMISSION HAS CERTIFIED TO RECEIVE A PUBLIC CONTRIBUTION FOR THE
- 19 PRIMARY ELECTION.
- 20 (2) A PARTICIPATING CANDIDATE MAY USE THE PUBLIC CONTRIBUTION
- 21 DISBURSED UNDER THIS SUBSECTION ONLY FOR EXPENSES INCURRED FOR THE
- 22 PRIMARY ELECTION.
- 23 (3) SUBJECT TO § 15A-110 OF THIS TITLE, THE COMMISSION MAY
- 24 DISBURSE A PUBLIC CONTRIBUTION TO A PARTICIPATING CANDIDATE FOR THE
- 25 PRIMARY ELECTION UNTIL 45 DAYS BEFORE THE DATE OF THE PRIMARY ELECTION.
- 26 (4) WITHIN 15 DAYS AFTER THE PRIMARY ELECTION, A PARTICIPATING
- 27 CANDIDATE SHALL RETURN TO THE COMMISSION ANY PORTION OF THE PUBLIC
- 28 CONTRIBUTION THAT THE CANDIDATE DID NOT SPEND FOR THE PRIMARY ELECTION.
- 29 (B) (1) WITHIN 72 HOURS AFTER THE STATE BOARD CERTIFIES THE
- 30 RESULTS OF THE PRIMARY ELECTION, THE COMMISSION SHALL AUTHORIZE THE
- 31 COMPTROLLER TO DISBURSE A PUBLIC CONTRIBUTION TO EACH PARTICIPATING
- 32 CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY WHO HAS BEEN CERTIFIED
- 33 BY THE COMMISSION TO RECEIVE A PUBLIC CONTRIBUTION FOR THE GENERAL
- 34 ELECTION.
- 35 (2) WITHIN 45 DAYS AFTER THE GENERAL ELECTION, A PARTICIPATING
- 36 CANDIDATE SHALL RETURN TO THE COMMISSION ANY PORTION OF THE PUBLIC
- 37 CONTRIBUTION THAT THE CANDIDATE DID NOT SPEND FOR THE GENERAL
- 38 ELECTION.

- 1 (C) A PARTICIPATING CANDIDATE NOMINATED BY PETITION FOR ELECTION
 2 TO THE GENERAL ASSEMBLY IS ELIGIBLE TO RECEIVE A PUBLIC CONTRIBUTION
 3 FROM THE FUND FOR THE GENERAL ELECTION AFTER MAY 1 OF THE YEAR OF THE
- 3 FROM THE FUND FOR THE GENERAL ELECTION AFTER MAY TOF THE YEAR OF THE
- 4 ELECTION, IF:
- $5\ \ \,$ (1) THE CANDIDATE'S NOMINATION HAS BEEN CERTIFIED BY THE $6\ STATE\ BOARD;\ AND$
- 7 (2) THE CANDIDATE DOES NOT PARTICIPATE IN A PRIMARY ELECTION.
- 8 (D) THE COMPTROLLER SHALL DEPOSIT A PUBLIC CONTRIBUTION IN THE 9 PUBLICLY FUNDED CAMPAIGN ACCOUNT OF A PARTICIPATING CANDIDATE NO 10 LATER THAN 5 DAYS AFTER THE COMMISSION DIRECTS THAT THE DISBURSEMENT 11 BE MADE.
- 12 15A-114. POLITICAL PARTY CONTRIBUTIONS AND EXPENDITURES.
- 13 (A) (1) A PARTICIPATING CANDIDATE FOR ELECTION TO THE GENERAL
- 14 ASSEMBLY MAY ACCEPT A CONTRIBUTION FROM A STATE OR LOCAL CENTRAL
- 15 COMMITTEE IF THE AGGREGATE AMOUNT OF THE CONTRIBUTIONS FROM ALL
- 16 POLITICAL PARTY CENTRAL COMMITTEES TO THE PARTICIPATING CANDIDATE DO
- 17 NOT EXCEED 2.5% OF THE PUBLIC FINANCING AMOUNT FOR THAT OFFICE.
- 18 (2) A PARTICIPATING CANDIDATE WHO RECEIVES A MONETARY
- 19 CONTRIBUTION UNDER THIS SUBSECTION SHALL DEPOSIT THE CONTRIBUTION IN
- 20 THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN ACCOUNT.
- 21 (B) IN ACCORDANCE WITH THE REGULATIONS OF THE COMMISSION, A
- 22 POLITICAL PARTY SHALL REPORT TO THE COMMISSION EACH CONTRIBUTION MADE
- 23 TO, AND EACH EXPENDITURE MADE ON BEHALF OF, A PARTICIPATING CANDIDATE
- 24 DURING A PRIMARY OR GENERAL ELECTION.
- 25 (C) THIS TITLE MAY NOT BE CONSTRUED TO PREVENT A POLITICAL PARTY
- 26 FROM USING ITS FUNDS FOR EXPENSES FOR:
- 27 (1) THE GENERAL OPERATING EXPENSES OF THE POLITICAL PARTY;
- 28 (2) A POLITICAL PARTY CONVENTION;
- 29 (3) NOMINATING AND ENDORSING CANDIDATES;
- 30 (4) IDENTIFYING, RESEARCHING, AND DEVELOPING THE PARTY'S 31 POSITIONS ON ISSUES:
- 32 (5) PARTY PLATFORM ACTIVITIES;
- 33 (6) VOTER REGISTRATION ACTIVITIES THAT ARE NOT
- 34 CANDIDATE-SPECIFIC;
- 35 (7) GET-OUT-THE-VOTE ACTIVITIES THAT ARE NOT
- 36 CANDIDATE-SPECIFIC;

- 1 (8) TRAVEL EXPENSES FOR LEADERS AND STAFF OF THE POLITICAL 2 PARTY WHO ARE NOT CANDIDATES; OR
- 3 (9) OTHER PARTY-BUILDING ACTIVITIES THAT ARE NOT 4 CANDIDATE-SPECIFIC.
- 5 15A-115. COORDINATED EXPENDITURES.
- 6 (A) A COORDINATED EXPENDITURE MADE BY OR ON BEHALF OF A
 7 PARTICIPATING CANDIDATE FOR ELECTION TO A STATE LEGISLATIVE OFFICE SHALL
 8 BE MADE ONLY WITH PUBLIC FUNDS.
- 9 (B) A NONPARTICIPATING CANDIDATE SHALL REPORT TO THE STATE BOARD 10 EACH COORDINATED EXPENDITURE IN A CUMULATIVE AMOUNT OF MORE THAN \$250 11 THAT IS MADE ON BEHALF OF A PARTICIPATING CANDIDATE.
- 12 (C) IN ADDITION TO THE REPORTING REQUIREMENT UNDER SUBSECTION (B) 13 OF THIS SECTION, DURING THE 30 DAYS IMMEDIATELY PRECEDING AN ELECTION, A
- 14 NONPARTICIPATING CANDIDATE SHALL REPORT TO THE STATE BOARD WITHIN 48
- 15 HOURS AFTER THE EXPENDITURE IS MADE, OR OBLIGATED TO BE MADE, EACH
- 16 INDIVIDUAL COORDINATED EXPENDITURE OF MORE THAN \$250.
- 17 (D) IN ACCORDANCE WITH ITS REGULATIONS OR GUIDELINES, THE STATE
- 18 BOARD MAY MAKE A DETERMINATION WHETHER A COORDINATED EXPENDITURE
- 19 HAS BEEN MADE BY A PARTICIPATING CANDIDATE OR A NONPARTICIPATING
- 20 CANDIDATE.
- 21 (E) (I) IF, ON RECEIPT OF A COORDINATED EXPENDITURE REPORT FROM A
- 22 NONPARTICIPATING CANDIDATE, THE STATE BOARD DETERMINES THAT THE
- 23 EXPENDITURE CAUSES THE NONPARTICIPATING CANDIDATE'S EXPENDITURES TO
- 24 EXCEED THE PUBLIC EXPENDITURE LIMITATION APPLICABLE TO THE
- 25 PARTICIPATING CANDIDATE FOR THAT SAME OFFICE, THE STATE BOARD SHALL
- 26 CAUSE AN IMMEDIATE RELEASE FROM THE FUND OF A SUPPLEMENTAL
- 27 CONTRIBUTION TO THE OPPOSING PARTICIPATING CANDIDATE, SUBJECT TO THE
- 28 LIMITATION IN PARAGRAPH (2) OF THIS SUBSECTION.
- 29 (2) THE SUPPLEMENTAL CONTRIBUTION RELEASED TO THE OPPOSING
- 30 PARTICIPATING CANDIDATE UNDER THIS SUBSECTION SHALL EQUAL THE AMOUNT
- 31 BY WHICH THE COORDINATED EXPENDITURE EXCEEDED THE EXPENDITURE
- 32 LIMITATION APPLICABLE TO THE PARTICIPATING CANDIDATE, BUT MAY NOT
- 33 EXCEED THE LIMIT SPECIFIED IN § 15A-111 OF THIS TITLE.
- 34 (F) (1) AN EXPENDITURE MADE BY OR ON BEHALF OF A SLATE THAT
- 35 INCLUDES A PARTICIPATING CANDIDATE:
- 36 (I) IS DEEMED TO BE A COORDINATED EXPENDITURE; AND
- 37 (II) IS SUBJECT TO THE EXPENDITURE LIMIT APPLICABLE TO THE
- 38 PARTICIPATING CANDIDATE UNDER THIS TITLE AS PROVIDED IN PARAGRAPH (2) OF
- 39 THIS SUBSECTION.

- 1 (2) THE PRO RATA AMOUNT OF THE EXPENDITURE MADE BY OR ON
- 2 BEHALF OF A SLATE UNDER THIS SUBSECTION THAT IS TO BE ATTRIBUTED TO THE
- 3 PARTICIPATING CANDIDATE SHALL BE CALCULATED BY DIVIDING THE AMOUNT OF
- 4 THE EXPENDITURE MADE BY OR ON BEHALF OF THE SLATE BY THE NUMBER OF
- 5 CANDIDATES WHO ARE MEMBERS OF THE SLATE.
- 6 15A-116. ADDITIONAL REPORTING REQUIREMENTS.
- 7 (A) IN ADDITION TO THE REPORTING REQUIREMENTS FOR CAMPAIGN
- 8 FINANCE ENTITIES SPECIFIED UNDER § 13-309 OF THIS ARTICLE. A PARTICIPATING
- 9 CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY SHALL FILE CAMPAIGN
- $10\,$ FINANCE REPORTS WITH THE COMMISSION ON OR BEFORE MAY 1 OF THE YEAR OF
- 11 THE ELECTION TO DISCLOSE:
- 12 (1) ALL SEED MONEY CONTRIBUTIONS RECEIVED AND EXPENDITURES
- 13 MADE; AND
- 14 (2) ALL QUALIFYING CONTRIBUTIONS RECEIVED BY THE CANDIDATE.
- 15 (B) (1) IF A NONPARTICIPATING CANDIDATE MAKES EXPENDITURES THAT
- 16 EXCEED THE EXPENDITURE LIMIT ESTABLISHED FOR A PARTICIPATING CANDIDATE
- 17 FOR THAT OFFICE, THE NONPARTICIPATING CANDIDATE THEREAFTER SHALL FILE A
- 18 CAMPAIGN FINANCE REPORT OF ALL OF THE CANDIDATE'S EXPENDITURES EACH
- 19 WEEK THROUGH AND INCLUDING THE WEEK AFTER THE ELECTION.
- 20 (2) IN ADDITION TO THE REQUIREMENTS OF PARAGRAPH (1) OF THIS
- 21 SUBSECTION, DURING THE 30 DAYS PRECEDING AN ELECTION, A NONPARTICIPATING
- 22 CANDIDATE SHALL NOTIFY THE COMMISSION WITHIN 24 HOURS OF EACH
- 23 EXPENDITURE OVER \$500 THAT THE CANDIDATE MAKES OR BECOMES OBLIGATED TO
- 24 MAKE.
- 25 (C) IN ACCORDANCE WITH REGULATIONS OR WRITTEN GUIDELINES THAT
- 26 THE COMMISSION ADOPTS AND PUBLISHES, THE COMMISSION MAY MAKE AN
- 27 INDEPENDENT DETERMINATION WHETHER A NONPARTICIPATING CANDIDATE HAS
- 28 MADE AN EXPENDITURE THAT IS SUBJECT TO THIS SECTION.
- 29 (D) A CAMPAIGN FINANCE REPORT REQUIRED UNDER THIS SECTION SHALL
- 30 BE FILED IN AN ELECTRONIC STORAGE FORMAT IN ACCORDANCE WITH THE
- 31 REQUIREMENTS OF TITLE 13 OF THIS ARTICLE.
- 32 15A-117. CITIZEN ACTIONS.
- 33 (A) AN INDIVIDUAL WHO BELIEVES THAT A CANDIDATE HAS VIOLATED THIS
- 34 TITLE MAY PURSUE A CIVIL ACTION IN A COURT OF COMPETENT JURISDICTION IF:
- 35 (1) THE INDIVIDUAL HAS FIRST FILED A COMPLAINT REGARDING THE
- 36 ALLEGED VIOLATION WITH THE COMMISSION; AND

- 1 (2) THE COMMISSION FAILS TO MAKE A DETERMINATION AND ISSUE A
- 2 WRITTEN STATEMENT OF ITS FINDINGS WITHIN 30 DAYS OF THE DATE OF THE
- 3 FILING OF THE COMPLAINT.
- 4 (B) A COMPLAINANT WHO PREVAILS IN AN ACTION FILED UNDER THIS
- 5 SECTION IS ENTITLED TO RECOVER REASONABLE ATTORNEYS' FEES AND COURT
- 6 COSTS FROM ANY PARTY DEFENDANT.
- 7 15A-118. JUDICIAL REVIEW.
- 8 (A) AN ACTION OF THE COMMISSION UNDER THIS TITLE MAY BE REVIEWED 9 BY A CIRCUIT COURT IN ACCORDANCE WITH § 10-222(C) OF THE STATE GOVERNMENT 10 ARTICLE.
- 11 (B) A PETITION TO REVIEW AN ACTION OF THE COMMISSION UNDER THIS
- 12 SECTION SHALL BE BROUGHT WITHIN 60 DAYS AFTER THE COMMISSION ACTS.
- 13 15A-119. PENALTIES.
- 14 (A) A PARTICIPATING CANDIDATE MAY NOT KNOWINGLY OR INTENTIONALLY:
- 15 (1) ACCEPT A CONTRIBUTION TO WHICH THE CANDIDATE IS NOT 16 ENTITLED;
- 17 (2) MAKE AN EXPENDITURE IN AN AMOUNT THAT IS GREATER THAN 18 THE AMOUNT THAT THE CANDIDATE RECEIVES FROM THE FUND; OR
- 19 (3) MISUSE A CONTRIBUTION OR MONEY RECEIVED FROM THE FUND.
- 20 (B) (1) IF THE COMMISSION DETERMINES THAT A PARTICIPATING
- 21 CANDIDATE KNOWINGLY OR INTENTIONALLY RECEIVED A CONTRIBUTION OR MADE
- 22 AN EXPENDITURE THAT IS MORE THAN 4% OF THE EXPENDITURE LIMIT APPLICABLE
- 23 TO THE OFFICE, OR FAILED TO DISCLOSE THE CONTRIBUTION OR EXPENDITURE,
- 24 THE PARTICIPATING CANDIDATE IS GUILTY OF A MISDEMEANOR AND ON
- 25 CONVICTION IS SUBJECT TO A PERSONAL FINE OF THREE TIMES THE AMOUNT OF
- 26 THE EXCESS CONTRIBUTION OR EXPENDITURE OR IMPRISONMENT FOR NOT MORE
- 27 THAN 2 YEARS OR BOTH.
- 28 (2) IF THE COMMISSION DETERMINES THAT A PARTICIPATING
- 29 CANDIDATE KNOWINGLY OR INTENTIONALLY VIOLATED THIS SECTION, THAT THE
- 30 AMOUNT OF THE EXCESS CONTRIBUTION OR EXPENDITURE IS MORE THAN 4% OF
- 31 THE EXPENDITURE LIMIT APPLICABLE TO THE OFFICE, AND THAT THE VIOLATION
- 32 CONTRIBUTED TO THE PARTICIPATING CANDIDATE'S VICTORY IN THE ELECTION,
- 33 THE COMMISSION MAY RECOMMEND TO THE GENERAL ASSEMBLY THAT THE
- 34 RESULTS OF THE ELECTION BE NULLIFIED AND THE OFFICE DECLARED VACANT.
- 35 (C) IN THE DISCRETION OF THE COMMISSION, AN INDIVIDUAL WHO VIOLATES
- 36 THIS TITLE MAY BE BARRED FROM FURTHER PARTICIPATION AS A PARTICIPATING
- 37 CANDIDATE UNDER THIS TITLE.

(D) A PERSON MAY NOT PROVIDE FALSE INFORMATION TO OR CONCEAL 1 2 OR WITHHOLD INFORMATION ABOUT A CONTRIBUTION OR EXPENDITURE FROM THE 3 COMMISSION. A PERSON WHO VIOLATES THIS SUBSECTION IS GUILTY OF A (2) 5 MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A PERSONAL FINE OF THREE 6 TIMES THE AMOUNT OF THE ILLEGAL CONTRIBUTION, EXPENDITURE, OR FALSE 7 DISCLOSURE, TO A MAXIMUM OF \$5,000 FOR EACH VIOLATION, OR IMPRISONMENT 8 FOR 2 YEARS OR BOTH. 9 15A-120. SHORT TITLE. THIS TITLE MAY BE CITED AS THE PUBLIC CAMPAIGN FINANCING ACT FOR 11 CANDIDATES FOR THE GENERAL ASSEMBLY. SECTION 2. AND BE IT FURTHER ENACTED, That the Laws of Maryland 13 read as follows: 14 Article - Tax - General 15 10-402. IN THIS SUBSECTION THE FOLLOWING WORDS HAVE THE (1) 16 (c) (I)17 MEANINGS INDICATED. "NONOPERATIONAL INCOME" MEANS ALL INCOME OTHER 18 (II)19 THAN OPERATIONAL INCOME. "OPERATIONAL INCOME" MEANS ALL INCOME THAT IS (III)21 APPORTIONABLE UNDER THE CONSTITUTION OF THE UNITED STATES. IF THE TRADE OR BUSINESS IS A UNITARY BUSINESS, THE PART 22 23 OF THE CORPORATION'S MARYLAND MODIFIED INCOME DERIVED FROM OR 24 REASONABLY ATTRIBUTABLE TO TRADE OR BUSINESS CARRIED ON IN THE STATE 25 SHALL BE DETERMINED BY ADDING: THE CORPORATION'S NONOPERATIONAL INCOME THAT IS 26 1. 27 ALLOCATED TO THE STATE UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH; AND THE PART OF THE CORPORATION'S OPERATIONAL INCOME 28 29 DERIVED FROM OR REASONABLY ATTRIBUTABLE TO TRADE OR BUSINESS CARRIED 30 ON IN THE STATE AS DETERMINED UNDER PARAGRAPH (3) OR (4) OF THIS 31 SUBSECTION. 32 (II)TO THE EXTENT ALLOWED UNDER THE CONSTITUTION OF THE 33 UNITED STATES, IF THE PRINCIPAL PLACE FROM WHICH THE TRADE OR BUSINESS 34 OF A CORPORATION IS DIRECTED OR MANAGED IS IN THE STATE, ALL OF THE

35 CORPORATION'S MARYLAND MODIFIED INCOME THAT IS NONOPERATIONAL INCOME

36 SHALL BE ALLOCATED TO THE STATE.

3 4	[(1)] (3) Except as provided in paragraph [(2)] (4) of this subsection, if the trade or business is a unitary business, the part of the corporation's Maryland modified income THAT IS OPERATIONAL INCOME derived from or reasonably attributable to trade or business carried on in the State shall be determined using a 3-factor apportionment fraction:			
6 7	(i) the numerator of which is the sum of the property factor, the payroll factor, and twice the sales factor; and			
8	(ii) the denominator of which is 4.			
9	[(2)] (4) (i) In this paragraph:			
12 13	1. "manufacturing corporation" means a domestic or foreign corporation which is primarily engaged in activities that, in accordance with the North American Industrial Classification System (NAICS), United States Manual, United States Office of Management and Budget, 1997 Edition, would be included in Sector 11, 31, 32, or 33; and			
15 16	2. "manufacturing corporation" does not include a refiner, as defined in § 10-101 of the Business Regulation Article.			
19 20 21	(ii) If a manufacturing corporation carries on its trade or business in and out of the State and the trade or business is a unitary business, the part of the corporation's Maryland modified income THAT IS OPERATIONAL INCOME derived from or reasonably attributable to trade or business carried on in the State shall be determined using a single sales factor apportionment formula, by multiplying its Maryland modified income by 100% of the sales factor.			
	23 (iii) In filing its tax return for each year, a manufacturing 24 corporation shall certify that the NAICS Code reported on its Maryland return is 25 consistent with that reported to other government agencies.			
28	(iv) If the Comptroller determines that a corporation has submitted information that incorrectly classifies the corporation as a manufacturing corporation under subparagraph (i) of this paragraph, the Comptroller shall reclassify the corporation in an appropriate manner.			
	0 (v) The Comptroller, in consultation with the Department of 1 Business and Economic Development, shall adopt regulations necessary to carry out 2 the provisions of this subsection.			
35 36	3 (vi) As part of its tax return for a taxable year beginning after 4 December 31, 2000 but before January 1, 2003, each manufacturing corporation that 5 has more than 25 employees and apportions its income under this paragraph shall 6 submit a report, in the form that the Comptroller requires by regulation, that 7 describes for each taxable year as of the last day of the taxable year the following:			
38 39	1. the difference in tax owed as a result of using single sales factor apportionment method under this paragraph as compared to the tax owed			

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	the last taxable year beginning on or before December 31, 2000;			
3			2.	volume of sales in the State and worldwide;
4			3.	taxable income in the State and worldwide; and
5 6	worldwide.		4.	book value of plant, land, and equipment in the State and
9 10	7 (vii) On or before October 1, 2003 and October 1, 2004, and 8 notwithstanding any confidentiality requirements, the Comptroller shall prepare and 9 submit to the Governor and, subject to § 2-1246 of the State Government Article, to 10 the General Assembly, a comprehensive report on the use of single sales factor 11 apportionment by manufacturing corporations that provides, at a minimum:			
14	1. the number of corporations filing tax returns for the taxable year that ended during the preceding calendar year that use single sales factor apportionment and the number of such corporations having a Maryland income tax liability for that taxable year;			
18	16 2. the number of corporations paying less in Maryland 17 income tax for that taxable year as a result of using single sales factor apportionment 18 and the aggregate amount of Maryland income tax savings for all such corporations 19 for that taxable year as a result of using single sales factor apportionment; and			
21 22 23	3. the number of corporations paying more in Maryland income tax for the taxable year as a result of using single sales factor apportionment and the aggregate amount of additional Maryland income tax owed by those corporations for the taxable year as a result of using single sales factor apportionment.			
25 26	[(3)] shall include:	(5)	The pro	operty factor under paragraph [(1)] (3) of this subsection
27		(i)	rented a	and owned real property; and
28 29	trade or business.	(ii)	tangible	e personal property located in the State and used in the
30 31	SECTION 3. AND BE IT FURTHER ENACTED, That Section 2 of this Act shall be applicable to all taxable years beginning after December 31, 2004.			
34 35	SECTION 4. AND BE IT FURTHER ENACTED, That, no later than 1 year after the end of the first election cycle in which the system of public financing of election campaigns provided for under this Act is implemented, the Public Financing Commission shall submit a written report to the Governor, and, in accordance with § 2-1246 of the State Government Article, to the General Assembly, concerning:			

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- 1 (1) The need for additional disclosure of campaign contributions or 2 expenditures under this Act;
- 3 (2) The affect and role of independent expenditures under this Act;
- 4 (3) Whether participating candidates under this Act should receive a
- $5\,$ supplemental distribution from the Campaign Financing Fund to match independent
- 6 expenditures that are made on behalf of an opposing candidate or against a
- 7 participating candidate; and
- 8 (4) The effectiveness of the regulations, guidelines, and policies
- 9 established by the State Board of Elections and the Public Financing Commission
- 10 governing the disclosure and reporting of contributions and expenditures by
- 11 participating candidates and nonparticipating candidates in accordance with this Act.
- 12 SECTION 5. AND BE IT FURTHER ENACTED, That the terms of the initial
- 13 members of the Public Election Commission shall expire as follows:
- 14 (1) Two of the members appointed from the majority party and one of the
- 15 members appointed from the principal minority party in 2008; and
- 16 (2) One of the members appointed from the majority party and one of the 17 members appointed from the principal minority party in 2006.
- 17 members appointed from the principal limiority party in 2000.
- SECTION 6. AND BE IT FURTHER ENACTED, That the captions contained in this Act are not law and may not be considered to have been enacted as part of this
- 20 Act.
- 21 SECTION 7. AND BE IT FURTHER ENACTED, That, subject to Section 3 of
- 22 this Act, this Act shall take effect July 1, 2005.