G1 HB 1031/05 - W&M

By: Delegates Cardin, Anderson, Barkley, Benson, Bobo, Bronrott,

V. Clagett, Cryor, C. Davis, Dumais, Feldman, Franchot, Frush, Gaines, Gordon, Gutierrez, Healey, Heller, Hixson, Howard, Hubbard, Kaiser, King, Krysiak, Lawton, Lee, Madaleno, Mandel, Marriott, McIntosh, Menes, Moe, Montgomery, Nathan-Pulliam, Niemann, Paige, Parker, Patterson, Pendergrass, Petzold, Rosenberg, Ross, Simmons, Stern, F. Turner, V. Turner, Vallario, Vaughn, and Zirkin

Introduced and read first time: February 9, 2006

Assigned to: Ways and Means

### A BILL ENTITLED

•	ATT	4 000	
ı	AN	ACT	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 systems of public funding 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; defining certain terms; specifying certain
- procedures, requirements, and conditions participating candidates must meet to
- receive a distribution from the Fund; requiring that participating candidates
- 12 adhere to certain campaign expenditure limits, subject to certain exceptions;
- 13 requiring the Comptroller to perform certain duties in connection with the
- 14 establishment, maintenance, and administration of the Fund; regulating
- 15 contributions and expenditures made by political parties on behalf of
- participating candidates; regulating coordinated expenditures made by or on
- behalf of participating candidates; specifying certain additional campaign
- 18 finance reporting requirements for certain candidates; authorizing a citizen to
- bring a civil action in court against certain candidates under certain
- 20 circumstances; providing for judicial review of certain actions by the
- 21 Commission; providing for certain penalties; specifying the terms of the initial
- members of the Commission; and generally relating to the Public Campaign
- 23 Financing Act for Candidates for the General Assembly.
- 24 BY repealing and reenacting, with amendments,
- 25 Article Commercial Law
- 26 Section 17-317
- 27 Annotated Code of Maryland
- 28 (2005 Replacement Volume)

# **UNOFFICIAL COPY OF HOUSE BILL 1054**

1 2 3 4 5	BY repealing and reenacting, with amendments, Article - Election Law Section 13-235(d) Annotated Code of Maryland (2003 Volume and 2005 Supplement)
6 7 8 9 10 11	·
12 13	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
14	Article - Commercial Law
15	17-317.
18 19 20	(a) (1) All funds received under this title, including the proceeds of the sale of abandoned property under § 17-316 of this subtitle, shall be credited by the Administrator to a special fund. The Administrator shall retain in the special fund at the end of each fiscal year, from the proceeds received, an amount not to exceed \$50,000, from which sum the Administrator shall pay any claim allowed under this title.
22 23	(2) After deducting all costs incurred in administering this title from the remaining net funds the administrator shall distribute:
24 25	$ (I) \qquad \$500,\!000 \ to \ the \ Maryland \ Legal \ Services \ Corporation \ to \ support \ the \ activities \ of \ the \ corporation; \ AND $
	(II) $$7,500,000$ TO THE PUBLIC ELECTION FUND TO SUPPORT THE PUBLIC FINANCING OF CAMPAIGNS FOR THE GENERAL ASSEMBLY, AS PROVIDED IN TITLE 15.5 OF THE ELECTION LAW ARTICLE.
	(3) After making the distribution required under paragraph (2) of this subsection, the Administrator shall distribute the remaining net funds not retained under paragraph (1) of this subsection to the General Fund of the State.
34 35 36	(b) Before making the distribution, the Administrator shall record the name and last known address, if any, of the owners of funds so distributed and the type of property which the funds distributed represent. The record shall be available for public inspection during reasonable business hours by any person who claims a legal interest in any property held by the Administrator, provided that the person gives prior notice to the Administrator.

# **UNOFFICIAL COPY OF HOUSE BILL 1054**

1		Article - Election Law
2	13-235.	
5		Under the Public Financing Act, a gubernatorial ticket, during the only, may accept eligible private contributions and any ls by the State Board that is based on the eligible private
9 10	YEAR OF THE ELE AND ANY DISBU	UNDER THE PUBLIC CAMPAIGN FINANCING ACT FOR CANDIDATES L ASSEMBLY, A PARTICIPATING CANDIDATE, ONLY DURING THE ECTION, MAY ACCEPT SEED MONEY, QUALIFYING CONTRIBUTIONS, RSEMENT OF FUNDS BY THE ELECTION FINANCING COMMISSION ON THE SEED MONEY OR QUALIFYING CONTRIBUTIONS.
12 13		TITLE 15.5. PUBLIC CAMPAIGN FINANCING ACT FOR CANDIDATES FOR THE GENERAL ASSEMBLY.
14	15.5-101. DEFINIT	IONS.
15 16	(A) IN THI UNLESS OTHERW	S TITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED (ISE PROVIDED.
17	(B) "COM!	MISSION" MEANS THE ELECTION FINANCING COMMISSION.
18	(C) "COMI	PTROLLER" MEANS THE COMPTROLLER OF THE STATE.
19	(D) "FUND	" MEANS THE PUBLIC ELECTION FUND.
		ICIPATING CANDIDATE" MEANS A CANDIDATE WHO QUALIFIES TO IC CONTRIBUTION UNDER THIS TITLE FOR ELECTION AS A MEMBER LASSEMBLY.
23 24	` '	IC CONTRIBUTION" MEANS A SUM DISBURSED FROM THE FUND TO A CANDIDATE IN ACCORDANCE WITH THE PROVISIONS OF THIS TITLE.
25	(G) "QUAI	LIFYING CONTRIBUTION" MEANS A CONTRIBUTION:
	` /	FROM A REGISTERED VOTER WHO RESIDES IN THE LEGISLATIVE BDISTRICT OF THE CANDIDATE FOR ELECTION TO THE GENERAL
29	(2)	THAT IS AT LEAST \$5.
30 31	(H) "SEED CONTRIBUTIONS	MONEY" MEANS A SUM OF LAWFULLY RAISED ELIGIBLE PRIVATE THAT:
32 33	ASSEMBLY;	IS RAISED BY A CANDIDATE FOR ELECTION TO THE GENERAL
34	(2)	IS NOT MORE THAN \$250 FOR EACH DONOR; AND

- 4
- 1 (3) IS RECEIVED NO EARLIER THAN THE COMMENCEMENT OF THE
- 2 ELECTION CYCLE FOR THE ELECTION IN WHICH THE INDIVIDUAL PROPOSES TO BE A
- 3 CANDIDATE AND NO LATER THAN MAY 1 IMMEDIATELY PRECEDING THE PRIMARY
- 4 ELECTION FOR THAT OFFICE.
- 5 15.5-102. COMMISSION -- IN GENERAL.
- $6\ \ \,$  (A) THERE IS AN ELECTION FINANCING COMMISSION CONSISTING OF FIVE 7 MEMBERS.
- 8 (B) (1) THE COMMISSION SHALL MAINTAIN ITS PRINCIPAL OFFICE IN
- 9 ANNAPOLIS AND EMPLOY STAFF, SUBJECT TO THE STATE PERSONNEL AND
- 10 PENSIONS ARTICLE, AS PROVIDED IN THE STATE BUDGET.
- 11 (2) THE COMMISSION SHALL MEET AT LEAST ONCE EACH QUARTER.
- 12 (C) EACH MEMBER OF THE COMMISSION:
- 13 (1) SHALL BE A REGISTERED VOTER IN THE STATE FOR THE 2 YEARS
- 14 IMMEDIATELY PRECEDING THE APPOINTMENT;
- 15 (2) SUBJECT TO SUBSECTION (G)(2) OF THIS SECTION, SHALL BE
- 16 ELIGIBLE FOR REAPPOINTMENT:
- 17 (3) SHALL CONFORM TO THE RESTRICTIONS OF § 2-301 OF THIS
- 18 ARTICLE;
- 19 (4) MAY NOT BE A REGULATED LOBBYIST, OR BE EMPLOYED BY A
- 20 REGULATED LOBBYIST, WHO IS REQUIRED TO REGISTER WITH THE STATE ETHICS
- 21 COMMISSION UNDER TITLE 15, SUBTITLE 7 OF THE STATE GOVERNMENT ARTICLE;
- 22 AND
- 23 (5) SHALL BE SUBJECT TO REMOVAL BY THE GOVERNOR FOR
- 24 INCOMPETENCE, MISCONDUCT, OR OTHER GOOD CAUSE, BASED ON WRITTEN
- 25 CHARGES FILED BY THE GOVERNOR WITH THE COMMISSION AND AFTER HAVING
- 26 BEEN AFFORDED AMPLE OPPORTUNITY TO BE HEARD.
- 27 (D) SUBJECT TO SUBSECTION (G)(2) OF THIS SECTION, THE MEMBERS OF THE
- 28 COMMISSION SHALL BE APPOINTED BY THE GOVERNOR WITH THE ADVICE AND
- 29 CONSENT OF THE SENATE.
- 30 (E) (1) EACH MEMBER OF THE COMMISSION SHALL BE A MEMBER OF ONE
- 31 OF THE PRINCIPAL POLITICAL PARTIES.
- 32 (2) AN INDIVIDUAL MAY NOT BE APPOINTED TO THE COMMISSION IF
- 33 THE APPOINTMENT WILL RESULT IN THE COMMISSION HAVING MORE THAN THREE
- 34 OR FEWER THAN TWO MEMBERS OF THE SAME PRINCIPAL POLITICAL PARTY.
- 35 (F) BEFORE TAKING OFFICE EACH APPOINTEE SHALL TAKE THE OATH
- 36 REQUIRED BY ARTICLE I, § 9 OF THE MARYLAND CONSTITUTION.

- 1 (G) (1) THE TERM OF A MEMBER IS 4 YEARS AND BEGINS ON JULY 1.
- 2 (2) A MEMBER MAY NOT SERVE MORE THAN THREE CONSECUTIVE
- 3 TERMS.
- 4 (3) AT THE END OF A TERM, A MEMBER CONTINUES TO SERVE UNTIL A
- 5 SUCCESSOR IS APPOINTED AND QUALIFIES.
- 6 (H) (1) IF A VACANCY OCCURS ON THE COMMISSION, IT SHALL BE FILLED
- 7 FOR THE REMAINDER OF THE UNEXPIRED TERM AND UNTIL A SUCCESSOR IS
- 8 APPOINTED AND QUALIFIES.
- 9 (2) AN APPOINTMENT MADE WHILE THE SENATE OF MARYLAND IS NOT
- 10 IN SESSION SHALL BE CONSIDERED TEMPORARY UNTIL THE APPOINTEE IS
- 11 CONFIRMED BY THE SENATE.
- 12 (I) NOT LATER THAN AUGUST 1 OF EACH YEAR, THE COMMISSION SHALL
- 13 ELECT ONE OF ITS MEMBERS AS CHAIR.
- 14 (J) EACH MEMBER SHALL RECEIVE PER DIEM COMPENSATION OF \$100 FOR
- 15 ATTENDANCE AT:
- 16 (1) EACH REGULARLY SCHEDULED QUARTERLY MEETING; AND
- 17 (2) EACH ADDITIONAL MEETING, UP TO A MAXIMUM OF THREE, CALLED 18 BY THE CHAIR DURING A CALENDAR YEAR.
- 19 15.5-103. SAME -- DUTIES.
- 20 (A) THE COMMISSION SHALL MANAGE AND SUPERVISE THE SYSTEM OF
- 21 PUBLIC FUNDING OF ELECTIONS ESTABLISHED UNDER THIS TITLE.
- 22 (B) IN EXERCISING ITS AUTHORITY, THE COMMISSION SHALL:
- 23 (1) DEVELOP AN ELECTRONIC DATABASE THAT IS ACCESSIBLE TO THE
- 24 PUBLIC ON THE INTERNET AND THAT CONTAINS THE INFORMATION NECESSARY FOR
- 25 THE PROPER ADMINISTRATION OF THIS TITLE, INCLUDING:
- 26 (I) CONTRIBUTIONS TO AND EXPENDITURES BY PARTICIPATING
- 27 CANDIDATES AND OTHER CANDIDATES AND THEIR AUTHORIZED CAMPAIGN
- 28 FINANCE ENTITIES; AND
- 29 (II) PUBLIC CONTRIBUTIONS FROM THE FUND THAT ARE
- 30 DISBURSED TO PARTICIPATING CANDIDATES:
- 31 (2) DEVELOP AN EDUCATION PROGRAM THAT INCLUDES
- 32 INFORMATIONAL MATERIALS AND COMPLIANCE MANUALS TO INFORM CANDIDATES
- 33 AND THE PUBLIC ABOUT THE PURPOSE AND EFFECT OF THIS TITLE;
- 34 (3) PROVIDE A WRITTEN REPORT TO THE GENERAL ASSEMBLY AFTER
- 35 EACH ELECTION CYCLE THAT INCLUDES:

- AN EVALUATION OF THIS TITLE AND ITS EFFECT ON (I) 2 PARTICIPATING CANDIDATES;
- (II)ANY RECOMMENDATIONS TO IMPROVE THE PROVISIONS OF
- 4 THIS TITLE;
- A DETAILED SUMMARY REGARDING SEED MONEY, QUALIFYING (III)
- 6 CONTRIBUTIONS, AND ANY BENEFITS RECEIVED OR EXPERIENCED BY
- 7 PARTICIPATING CANDIDATES;
- EXPENDITURES MADE BY PARTICIPATING AND (IV)
- 9 NONPARTICIPATING CANDIDATES; AND
- 10 (V) ANY OTHER INFORMATION THE COMMISSION DETERMINES TO 11 BE APPROPRIATE;
- HAVE ITS BOOKS AND ACTIVITIES AUDITED AT LEAST ONCE EACH 12
- 13 YEAR BY A CERTIFIED PUBLIC ACCOUNTANT; AND
- DEVELOP AN OFFICIAL SEAL, LOGO, OR OTHER DESIGNATION THAT
- 15 A PARTICIPATING CANDIDATE MAY USE VOLUNTARILY ON CAMPAIGN MATERIAL.
- 16 15.5-104. SAME -- DISCRETIONARY POWERS.
- 17 THE COMMISSION MAY:
- EMPLOY STAFF, INCLUDING AN EXECUTIVE DIRECTOR AND LEGAL
- 19 COUNSEL, SUFFICIENT TO PERFORM ITS FUNCTIONS;
- INVESTIGATE MATTERS RELATING TO THE PERFORMANCE OF ITS 20 (2)
- 21 FUNCTIONS AND ANY OTHER MATTER CONCERNING THE ENFORCEMENT OF THIS
- 22 TITLE;
- (3) PUBLICIZE THE NAMES OF CANDIDATES FOR NOMINATION OR 23
- 24 ELECTION TO A LEGISLATIVE OFFICE WHO VIOLATE THIS TITLE;
- 25 (4) ON WRITTEN REQUEST OF A CANDIDATE, A CAMPAIGN FINANCE
- 26 ENTITY, OR THE PUBLIC, RENDER WRITTEN, PUBLIC ADVISORY OPINIONS
- 27 REGARDING QUESTIONS THAT ARISE UNDER THIS TITLE;
- ADOPT REGULATIONS AND PROVIDE FORMS AND ELECTRONIC 28
- 29 SOFTWARE AS NECESSARY TO ENSURE COMPLIANCE WITH THIS TITLE;
- CONDUCT RANDOM AUDITS OF PARTICIPATING CANDIDATES TO
- 31 ENSURE COMPLIANCE WITH THIS TITLE;
- SUBPOENA DOCUMENTS FROM ANY CANDIDATE OR CAMPAIGN (7)
- 33 FINANCE ENTITY SUBJECT TO THIS ARTICLE;
- IMPOSE FINES FOR CIVIL INFRACTIONS IN ACCORDANCE WITH THIS 34 (8)
- 35 TITLE;

**UNOFFICIAL COPY OF HOUSE BILL 1054** IMPLEMENT A DEBIT CARD SYSTEM TO ALLOW A PARTICIPATING 2 CANDIDATE TO ACCESS THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN ACCOUNT 3 THAT IS ESTABLISHED UNDER THIS TITLE; BE A PARTY TO OR OTHERWISE PARTICIPATE IN ANY CIVIL OR 5 CRIMINAL ACTION FILED FOR A VIOLATION OF THIS TITLE; AND SEEK AN INJUNCTION IN AN APPROPRIATE COURT IF: 6 (11)THERE IS A SUBSTANTIAL LIKELIHOOD THAT A VIOLATION OF 7 (I) 8 THIS TITLE IS OCCURRING OR IS ABOUT TO OCCUR; (II)FAILURE TO ACT IN AN EXPEDITIOUS MANNER WILL RESULT IN 10 IRREPARABLE HARM TO A PARTY AFFECTED BY THE POTENTIAL VIOLATION; (III)EXPEDITIOUS ACTION WILL NOT CAUSE UNDUE HARM OR 12 PREJUDICE TO THE INTEREST OF ANY OTHER PERSON; AND THE PUBLIC INTEREST WILL BE BEST SERVED BY THE 13 (IV) 14 ISSUANCE OF THE INJUNCTION. 15 15.5-105. THE FUND. 16 (A) (1) THERE IS A PUBLIC ELECTION FUND. THE FUND IS A SPECIAL, NONLAPSING FUND THAT IS NOT SUBJECT 17 (2) 18 TO § 7-302 OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 19 (3) THE FUND SHALL BE USED TO: 20 PROVIDE, BEGINNING WITH THE ELECTION CYCLE THAT (I) 21 BEGINS ON JANUARY 1, 2007, PUBLIC FINANCING FOR THE ELECTION CAMPAIGNS OF 22 CERTIFIED PARTICIPATING CANDIDATES IN A PRIMARY ELECTION OR GENERAL 23 ELECTION AS CERTIFIED BY THE COMMISSION UNDER THIS TITLE: AND PAY FOR THE ADMINISTRATIVE AND ENFORCEMENT COSTS OF 24 (II)25 THE COMMISSION RELATED TO THIS TITLE. THE COMPTROLLER SHALL: 26 (4) 27 (I) ADMINISTER THE FUND IN ACCORDANCE WITH THE 28 PROVISIONS OF THIS TITLE; AND (II)CREDIT TO THE FUND ALL MONEY COLLECTED IN 30 ACCORDANCE WITH THIS TITLE.

FOR EVERY INDIVIDUAL OTHER THAN A NONRESIDENT ALIEN

32 FILING A PERSONAL STATE INCOME TAX RETURN, THE COMPTROLLER SHALL

35 THE TAXPAYER'S TAX LIABILITY BE DIRECTED TO THE FUND.

33 ESTABLISH, FOR EACH TAXABLE YEAR, A TAX CHECKOFF SYSTEM THAT ALLOWS THE 34 TAXPAYER TO DIRECT ON THE INDIVIDUAL'S INCOME TAX RETURN FORM THAT \$5 OF

- 1 (2) THE COMPTROLLER SHALL INCLUDE WITH EACH INDIVIDUAL
- 2 INCOME TAX RETURN PACKAGE A DESCRIPTION OF THE PURPOSES FOR WHICH THE
- 3 FUND WAS ESTABLISHED AND FOR WHICH THE FUND MAY BE USED.
- 4 (C) IN ADDITION TO THE MONEY DERIVED FROM THE TAX CHECKOFF SYSTEM
- 5 UNDER SUBSECTION (B) OF THIS SECTION AND THE APPROPRIATION UNDER
- 6 SUBSECTIONS (D) AND (E) OF THIS SECTION, THE FUND SHALL CONSIST OF THE
- 7 FOLLOWING MONEY:
- 8 (1) OUALIFYING CONTRIBUTIONS REOUIRED OF CANDIDATES WHO
- 9 SEEK TO BECOME CERTIFIED AS PARTICIPATING CANDIDATES UNDER THIS TITLE:
- 10 (2) EXCESS QUALIFYING CONTRIBUTIONS RAISED BY CANDIDATES WHO
- 11 SEEK TO BECOME ELIGIBLE FOR PUBLIC FUNDING UNDER THIS TITLE;
- 12 (3) EXCESS SEED MONEY CONTRIBUTIONS OF CANDIDATES WHO SEEK
- 13 TO BECOME CERTIFIED AS PARTICIPATING CANDIDATES UNDER THIS TITLE;
- 14 (4) UNSPENT MONEY THAT:
- 15 (I) IS DISTRIBUTED TO A PARTICIPATING CANDIDATE WHO DOES
- 16 NOT REMAIN A CANDIDATE UNTIL THE PRIMARY OR GENERAL ELECTION FOR WHICH
- 17 THE MONEY WAS DISBURSED; OR
- 18 (II) IS RETAINED BY A PARTICIPATING CANDIDATE AFTER THE
- 19 PRIMARY OR GENERAL ELECTION FOR WHICH THE MONEY WAS DISBURSED;
- 20 (5) FINES LEVIED BY THE COMMISSION AGAINST CANDIDATES FOR
- 21 VIOLATIONS OF THE ELECTION LAW;
- 22 (6) VOLUNTARY DONATIONS MADE DIRECTLY TO THE FUND;
- 23 (7) INTEREST GENERATED BY THE FUND; AND
- 24 (8) ANY OTHER SOURCES OF REVENUE AUTHORIZED BY THE GENERAL
- 25 ASSEMBLY.
- 26 (D) THE GOVERNOR SHALL APPROPRIATE AT LEAST \$7,500,000 TO THE FUND
- 27 FROM THE DISPOSITION OF ABANDONED PROPERTY IN THE STATE AS PROVIDED
- 28 UNDER TITLE 17 OF THE COMMERCIAL LAW ARTICLE.
- 29 (E) (1) THE GOVERNOR MAY INCLUDE IN THE ANNUAL STATE BUDGET, AND
- 30 THE GENERAL ASSEMBLY MAY APPROPRIATE, MONEY TO THE FUND TO HELP CARRY
- 31 OUT THE PROVISIONS OF THIS TITLE.
- 32 (2) IF THE FUND DOES NOT ACCUMULATE SUFFICIENT MONEY BY
- 33 JANUARY 1, 2007, TO CARRY OUT THE REQUIREMENTS OF THIS TITLE, THE
- 34 GOVERNOR SHALL INCLUDE AN AMOUNT IN THE FISCAL 2008 BUDGET THAT, WHEN
- 35 COMBINED WITH THE MONEY IN THE FUND, WILL BE SUFFICIENT TO CARRY OUT
- 36 THE PROVISIONS OF THIS TITLE.

- 1 15.5-106. PARTICIPATING CANDIDATES FOR ELECTION TO THE GENERAL ASSEMBLY 2 -- ALLOWABLE CONTRIBUTIONS.
- 3 (A) A PARTICIPATING CANDIDATE MAY ACCEPT PRIVATE CONTRIBUTIONS 4 FROM A PERSON ONLY AS SPECIFIED IN THIS SECTION, INCLUDING:
- 5 (1) SEED MONEY OF NO MORE THAN:
- 6 (I) \$3,500 FOR A CANDIDATE FOR ELECTION TO THE SENATE OF 7 MARYLAND: OR
- 8 (II) \$2,500 FOR A CANDIDATE FOR ELECTION TO THE HOUSE OF 9 DELEGATES:
- 10 (2) PERSONAL CONTRIBUTIONS FROM THE CANDIDATE AND FROM THE
- 11 CANDIDATE'S SPOUSE OF NO MORE THAN \$500 EACH, WHETHER CONTRIBUTED AS
- 12 SEED MONEY OR AS A QUALIFYING CONTRIBUTION; AND
- 13 (3) CONTRIBUTIONS OF MONEY, OR IN-KIND CONTRIBUTIONS, FROM A
- 14 STATE OR LOCAL CENTRAL COMMITTEE, NOT TO EXCEED 2.5% OF THE PUBLIC
- 15 CONTRIBUTION AMOUNT AUTHORIZED FOR THAT CONTEST UNDER THIS TITLE.
- 16 (B) A PARTICIPATING CANDIDATE MAY NOT RECEIVE CONTRIBUTIONS OR
- 17 ESTABLISH OR MAINTAIN A CAMPAIGN ACCOUNT OTHER THAN THE PUBLICLY
- 18 FUNDED CAMPAIGN ACCOUNT REQUIRED UNDER THIS TITLE.
- 19 15.5-107. SAME -- RESTRICTIONS ON SPENDING OF CONTRIBUTIONS RECEIVED.
- 20 (A) A PARTICIPATING CANDIDATE:
- 21 (1) MAY SPEND SEED MONEY, TO THE LIMIT ALLOWED UNDER § 15.5-106
- 22 OF THIS TITLE, ONLY FOR THE PURPOSE OF OBTAINING QUALIFYING
- 23 CONTRIBUTIONS DURING THE QUALIFYING CONTRIBUTION PERIOD; AND
- 24 (2) SHALL DELIVER EACH QUALIFYING CONTRIBUTION RECEIVED TO
- 25 THE COMMISSION FOR DEPOSIT IN THE FUND.
- 26 (B) EXCEPT FOR A DISBURSEMENT FROM A PETTY CASH FUND IN
- 27 ACCORDANCE WITH § 15.5-109(C) OF THIS TITLE, A PARTICIPATING CANDIDATE MAY
- 28 CAUSE AN EXPENDITURE TO BE MADE DURING THE PRIMARY ELECTION
- 29 DISBURSEMENT PERIOD OR THE GENERAL ELECTION DISBURSEMENT PERIOD ONLY
- 30 FROM THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN ACCOUNT.
- 31 15.5-108. QUALIFYING CONTRIBUTIONS FOR GENERAL ASSEMBLY CANDIDATES.
- 32 (A) TO QUALIFY AS A PARTICIPATING CANDIDATE AND BE ELIGIBLE FOR A
- 33 PUBLIC CONTRIBUTION FROM THE FUND:
- 34 (1) A CANDIDATE FOR ELECTION TO THE SENATE OF MARYLAND SHALL
- 35 SUBMIT:

- 10 **UNOFFICIAL COPY OF HOUSE BILL 1054** QUALIFYING CONTRIBUTIONS OF AT LEAST \$5 EACH FROM A 1 (I) 2 NUMBER OF CONTRIBUTORS TOTALING AT LEAST 0.40% OF THE POPULATION OF THE 3 CANDIDATE'S LEGISLATIVE DISTRICT; AND 4 (II)ADDITIONAL CONTRIBUTIONS TOTALING AT LEAST \$15,000. (2) A CANDIDATE FOR ELECTION TO THE HOUSE OF DELEGATES SHALL 6 SUBMIT: 7 **OUALIFYING CONTRIBUTIONS OF AT LEAST \$5 EACH FROM A** (I) 8 NUMBER OF CONTRIBUTORS TOTALING AT LEAST 0.40% OF THE POPULATION OF THE 9 CANDIDATE'S LEGISLATIVE DISTRICT; AND 10 (II)ADDITIONAL CONTRIBUTIONS TOTALING AT LEAST \$15,000. 11 (B) A CONTRIBUTOR MAY MAKE A QUALIFYING CONTRIBUTION TO A 12 CANDIDATE BY CASH OR BY A CHECK OR MONEY ORDER MADE PAYABLE TO THE 13 FUND. A CANDIDATE SHALL INCLUDE WITH EACH OUALIFYING CONTRIBUTION 14 (C) 15 THAT THE CANDIDATE SUBMITS TO THE COMMISSION FOR DEPOSIT IN THE FUND A 16 RECEIPT THAT INCLUDES: 17 (1) THE PRINTED NAME OF THE CONTRIBUTOR; THE ADDRESS OF THE CONTRIBUTOR; AND 18 (2) 19 A SIGNED STATEMENT BY WHICH THE CONTRIBUTOR ATTESTS THAT 20 THE CONTRIBUTOR UNDERSTANDS THE PURPOSE OF THE CONTRIBUTION AND THAT 21 THE CONTRIBUTION WAS MADE WITHOUT COERCION OR REIMBURSEMENT. A CANDIDATE MAY COLLECT QUALIFYING CONTRIBUTIONS ONLY 22 (D) (1) 23 DURING THE PERIOD THAT: BEGINS ON APRIL 15 OF THE YEAR PRECEDING THE PRIMARY (I) 25 ELECTION FOR THE OFFICE THE CANDIDATE SEEKS; AND (II)ENDS ON THE DAY THAT IS 45 DAYS BEFORE THE PRIMARY 27 ELECTION FOR THE OFFICE THAT THE CANDIDATE SEEKS.
- 28 (2) A CANDIDATE WHO IS AN INCUMBENT MEMBER OF THE GENERAL 29 ASSEMBLY IS BOUND BY THE FUND-RAISING RESTRICTIONS SPECIFIED UNDER §
- 30 13-235 OF THIS ARTICLE.
- 31 15.5-109. PUBLICLY FUNDED CAMPAIGN ACCOUNTS.
- 32 (A) AFTER IT DETERMINES THAT A CANDIDATE HAS SATISFIED THE
- 33 REQUIREMENTS TO BECOME A PARTICIPATING CANDIDATE, THE COMMISSION
- 34 SHALL:

- 1 (1) IN CONJUNCTION WITH THE PARTICIPATING CANDIDATE, 2 ESTABLISH A PUBLICLY FUNDED CAMPAIGN ACCOUNT FOR THE CANDIDATE; AND
- 3 (2) IN ACCORDANCE WITH THE REQUIREMENTS OF THIS TITLE,
- 4 AUTHORIZE THE DISBURSEMENT OF A PUBLIC CONTRIBUTION FROM THE FUND FOR
- 5 DEPOSIT IN THE PUBLICLY FUNDED CAMPAIGN ACCOUNT FOR THAT PARTICIPATING
- 6 CANDIDATE.
- 7 (B) EXCEPT AS PROVIDED IN SUBSECTION (C) OF THIS SECTION, A
- 8 PARTICIPATING CANDIDATE, OR A PERSON ACTING ON BEHALF OF THE
- 9 PARTICIPATING CANDIDATE, MAY NOT MAKE A CAMPAIGN EXPENDITURE FOR THE
- 10 CANDIDATE OTHER THAN FROM THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN
- 11 ACCOUNT.
- 12 (C) A PARTICIPATING CANDIDATE MAY MAINTAIN A PETTY CASH FUND IN
- 13 ACCORDANCE WITH § 13-220(C) OF THIS ARTICLE.
- 14 (D) (1) A PARTICIPATING CANDIDATE AND THE CAMPAIGN FINANCE ENTITY
- 15 FOR THE PARTICIPATING CANDIDATE MAY USE THE PUBLICLY FUNDED CAMPAIGN
- 16 ACCOUNT ONLY IN ACCORDANCE WITH THIS TITLE.
- 17 (2) AT ITS DISCRETION, THE COMMISSION MAY GAIN ACCESS AT ANY
- 18 TIME TO THE RECORDS AND TRANSACTIONS OF A PARTICIPATING CANDIDATE'S
- 19 PUBLICLY FUNDED CAMPAIGN ACCOUNT.
- 20 (3) IN ACCORDANCE WITH ITS REGULATIONS AND GUIDELINES, THE
- 21 COMMISSION MAY TERMINATE A PARTICIPATING CANDIDATE'S PUBLICLY FUNDED
- 22 CAMPAIGN ACCOUNT.
- 23 15.5-110. EXPENDITURE LIMITS FOR PARTICIPATING CANDIDATES TO THE GENERAL
- 24 ASSEMBLY.
- 25 (A) A PARTICIPATING CANDIDATE FOR ELECTION TO THE SENATE OF
- 26 MARYLAND MAY NOT EXPEND FOR CAMPAIGN PURPOSES AN AMOUNT IN EXCESS OF
- 27 THE LIMIT SPECIFIED IN THIS SUBSECTION.
- PRIMARY GENERAL TOTAL
- 29 CONTESTED SENATE \$50,000 \$50,000 \$100,000
- 30 UNCONTESTED SENATE 10,000 6,000 16,000
- 31 (B) A PARTICIPATING CANDIDATE FOR ELECTION TO THE HOUSE OF
- 32 DELEGATES MAY NOT EXPEND FOR CAMPAIGN PURPOSES AN AMOUNT IN EXCESS OF
- 33 THE AMOUNTS SPECIFIED IN THIS SUBSECTION.

34	PRIMARY	<b>GENERAL</b>	TOTAL
35 CONTESTED HOUSE			
36 (THREE-MEMBER)	\$40,000	\$40,000	\$80,000
37 (TWO-MEMBER)	35,000	35,000	70,000

1 (SINGLE-MEMBER)	20,000	20,000	40,000
2 .			
3 UNCONTESTED HOUSE			
4 (THREE-MEMBER)	\$10,000	\$6,000	\$16,000
5 (TWO-MEMBER)	8,000	5,000	13,000
6 (SINGLE-MEMBER)	6,000	4,000	10,000

- 7 (C) (1) THIS SUBSECTION APPLIES TO A PARTICIPATING CANDIDATE FOR
- 8 ELECTION TO THE SENATE OF MARYLAND OR TO THE HOUSE OF DELEGATES WHO IS
- 9 CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE IN:
- 10 (I) A CONTESTED PRIMARY AND GENERAL ELECTION; OR
- 11 (II) AN UNCONTESTED PRIMARY ELECTION.
- 12 (2) A CANDIDATE IN A CONTESTED PRIMARY ELECTION AND IN A
- 13 CONTESTED GENERAL ELECTION MAY CHOOSE AN ALTERNATIVE APPORTIONMENT
- 14 OF THE EXPENDITURE LIMIT ESTABLISHED FOR THAT CANDIDATE UNDER THIS
- 15 SECTION SO THAT:
- 16 (I) FOR THE PRIMARY ELECTION, THE CANDIDATE MAY RECEIVE A
- 17 PUBLIC CONTRIBUTION OF AND EXPEND AN AMOUNT THAT DOES NOT EXCEED 70%
- 18 OF THE COMBINED EXPENDITURE LIMIT ESTABLISHED FOR THAT CANDIDATE FOR
- 19 THE PRIMARY ELECTION AND FOR THE GENERAL ELECTION; AND
- 20 (II) FOR THE GENERAL ELECTION, THE CANDIDATE MAY RECEIVE A
- 21 PUBLIC CONTRIBUTION OF AND EXPEND THE BALANCE OF THE COMBINED
- 22 EXPENDITURE LIMIT AUTHORIZED FOR THAT CANDIDATE FOR THE PRIMARY
- 23 ELECTION AND FOR THE GENERAL ELECTION.
- 24 (3) A CANDIDATE IN AN UNCONTESTED PRIMARY ELECTION MAY
- 25 CHOOSE AN ALTERNATIVE APPORTIONMENT OF THE EXPENDITURE LIMIT
- 26 ESTABLISHED FOR THAT CANDIDATE UNDER THIS SECTION SO THAT FOR THE
- 27 GENERAL ELECTION THE CANDIDATE MAY RECEIVE NO MORE THAN 70% OF THE
- 28 COMBINED PUBLIC CONTRIBUTION AMOUNT ESTABLISHED FOR THAT CANDIDATE
- 29 FOR THE PRIMARY ELECTION AND FOR THE GENERAL ELECTION.
- 30 15.5-111. PARTICIPATING CANDIDATES -- SUPPLEMENTAL PUBLIC DISTRIBUTIONS
- 31 AUTHORIZED.
- 32 (A) A PARTICIPATING CANDIDATE MAY RECEIVE A SUPPLEMENTAL PUBLIC
- 33 CONTRIBUTION OF MATCHING FUNDS FROM THE FUND IF:
- 34 (1) THE PARTICIPATING CANDIDATE IS OPPOSED BY A
- 35 NONPARTICIPATING CANDIDATE IN A PRIMARY ELECTION OR IN A GENERAL
- 36 ELECTION: AND

- 1 (2) THE NONPARTICIPATING CANDIDATE INCURS EXPENDITURES THAT
- 2 EXCEED THE EXPENDITURE LIMIT ESTABLISHED FOR THE PARTICIPATING
- 3 CANDIDATE.
- 4 (B) THE AGGREGATE AMOUNT OF THE PUBLIC CONTRIBUTION THAT A
- 5 PARTICIPATING CANDIDATE MAY RECEIVE UNDER THIS SUBSECTION MAY NOT
- 6 EXCEED 200% OF THE PUBLIC CONTRIBUTION AMOUNT ESTABLISHED FOR THE
- 7 PRIMARY AND GENERAL ELECTION UNDER THIS TITLE FOR THAT CANDIDATE.
- $8\,$  15.5-112. SAME -- ELIGIBILITY REQUIREMENTS FOR DISBURSEMENTS FROM THE
- 9 FUND.
- 10 (A) TO BE CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE
- 11 AND QUALIFY FOR A PUBLIC CONTRIBUTION, A CANDIDATE SHALL SUBMIT TO THE
- 12 COMMISSION:
- 13 (1) A DECLARATION THAT THE CANDIDATE WILL ABIDE BY THE
- 14 REGULATIONS AND POLICIES OF THE COMMISSION;
- 15 (2) A CAMPAIGN FINANCE REPORT THAT LISTS ALL SEED MONEY
- 16 CONTRIBUTIONS RECEIVED AND EXPENDITURES MADE BY THE CANDIDATE;
- 17 (3) A CAMPAIGN FINANCE REPORT THAT LISTS ALL QUALIFYING
- 18 CONTRIBUTIONS RECEIVED BY THE CANDIDATE DURING THE QUALIFYING PERIOD;
- 19 (4) ANY UNSPENT SEED MONEY THAT THE CANDIDATE RETAINS; AND
- 20 (5) ALL QUALIFYING CONTRIBUTIONS RECEIVED BY THE CANDIDATE
- 21 AND THE ACCOMPANYING RECEIPTS FOR THOSE CONTRIBUTIONS.
- 22 (B) A CANDIDATE FOR ELECTION TO THE GENERAL ASSEMBLY WHO IS
- 23 CERTIFIED BY THE COMMISSION AS A PARTICIPATING CANDIDATE SHALL RECEIVE
- 24 THE PUBLIC CONTRIBUTION AMOUNT SPECIFIED UNDER THIS TITLE FOR THAT
- 25 LEGISLATIVE OFFICE.
- 26 15.5-113. DISBURSEMENTS BY THE COMPTROLLER.
- 27 (A) (1) ON MAY 1 OF THE YEAR OF THE ELECTION, THE COMMISSION SHALL
- 28 AUTHORIZE THE COMPTROLLER TO MAKE A DISTRIBUTION FROM THE FUND TO
- 29 EACH PARTICIPATING CANDIDATE WHO THE COMMISSION HAS CERTIFIED TO
- 30 RECEIVE A PUBLIC CONTRIBUTION FOR THE PRIMARY ELECTION.
- 31 (2) A PARTICIPATING CANDIDATE MAY USE THE PUBLIC CONTRIBUTION
- 32 DISBURSED UNDER THIS SUBSECTION ONLY FOR EXPENSES INCURRED FOR THE
- 33 PRIMARY ELECTION.
- 34 (3) SUBJECT TO § 15.5-110 OF THIS TITLE, THE COMMISSION MAY
- 35 DISBURSE A PUBLIC CONTRIBUTION TO A PARTICIPATING CANDIDATE FOR THE
- 36 PRIMARY ELECTION UNTIL 45 DAYS BEFORE THE DATE OF THE PRIMARY ELECTION.

- 1 (4) WITHIN 15 DAYS AFTER THE PRIMARY ELECTION, A PARTICIPATING
- 2 CANDIDATE SHALL RETURN TO THE COMMISSION ANY PORTION OF THE PUBLIC
- 3 CONTRIBUTION THAT THE CANDIDATE DID NOT SPEND FOR THE PRIMARY ELECTION.
- 4 (B) (1) WITHIN 72 HOURS AFTER THE STATE BOARD CERTIFIES THE
- 5 RESULTS OF THE PRIMARY ELECTION, THE COMMISSION SHALL AUTHORIZE THE
- 6 COMPTROLLER TO DISBURSE A PUBLIC CONTRIBUTION TO EACH PARTICIPATING
- 7 CANDIDATE WHO HAS BEEN CERTIFIED BY THE COMMISSION TO RECEIVE A PUBLIC
- 8 CONTRIBUTION FOR THE GENERAL ELECTION.
- 9 (2) WITHIN 45 DAYS AFTER THE GENERAL ELECTION, A PARTICIPATING
- 10 CANDIDATE SHALL RETURN TO THE COMMISSION ANY PORTION OF THE PUBLIC
- 11 CONTRIBUTION THAT THE CANDIDATE DID NOT SPEND FOR THE GENERAL
- 12 ELECTION.
- 13 (C) A PARTICIPATING CANDIDATE NOMINATED BY PETITION IS ELIGIBLE TO
- 14 RECEIVE A PUBLIC CONTRIBUTION FROM THE FUND FOR THE GENERAL ELECTION
- 15 AFTER MAY 1 OF THE YEAR OF THE ELECTION IF:
- 16 (1) THE PARTICIPATING CANDIDATE'S NOMINATION HAS BEEN
- 17 CERTIFIED BY THE STATE BOARD; AND
- 18 (2) THE PARTICIPATING CANDIDATE DOES NOT PARTICIPATE IN A
- 19 PRIMARY ELECTION.
- 20 (D) THE COMPTROLLER SHALL DEPOSIT A PUBLIC CONTRIBUTION IN THE
- 21 PUBLICLY FUNDED CAMPAIGN ACCOUNT OF A PARTICIPATING CANDIDATE NO
- 22 LATER THAN 5 DAYS AFTER THE COMMISSION DIRECTS THAT THE DISBURSEMENT
- 23 BE MADE.
- 24 15.5-114. POLITICAL PARTY CONTRIBUTIONS AND EXPENDITURES.
- 25 (A) (1) A PARTICIPATING CANDIDATE MAY ACCEPT A CONTRIBUTION FROM
- 26 A STATE OR LOCAL CENTRAL COMMITTEE IF THE AGGREGATE AMOUNT OF THE
- 27 CONTRIBUTIONS FROM ALL POLITICAL PARTY CENTRAL COMMITTEES TO THE
- 28 PARTICIPATING CANDIDATE DO NOT EXCEED 2.5% OF THE PUBLIC FINANCING
- 29 AMOUNT FOR THAT OFFICE.
- 30 (2) A PARTICIPATING CANDIDATE WHO RECEIVES A MONETARY
- 31 CONTRIBUTION UNDER THIS SUBSECTION SHALL DEPOSIT THE CONTRIBUTION IN
- 32 THE CANDIDATE'S PUBLICLY FUNDED CAMPAIGN ACCOUNT.
- 33 (B) IN ACCORDANCE WITH THE REGULATIONS OF THE COMMISSION, A
- 34 POLITICAL PARTY SHALL REPORT TO THE COMMISSION EACH CONTRIBUTION MADE
- 35 TO, AND EACH EXPENDITURE MADE ON BEHALF OF, A PARTICIPATING CANDIDATE
- 36 DURING A PRIMARY OR GENERAL ELECTION.
- 37 (C) THIS TITLE MAY NOT BE CONSTRUED TO PREVENT A POLITICAL PARTY
- 38 FROM USING ITS FUNDS FOR EXPENSES FOR:

# 1 UNOFFICIAL COPY OF HOUSE BILL 1054 1 (1) THE GENERAL OPERATING EXPENSES OF THE POLITICAL PARTY; 2 (2) A POLITICAL PARTY CONVENTION; 3 (3) NOMINATING AND ENDORSING CANDIDATES; 4 (4) IDENTIFYING, RESEARCHING, AND DEVELOPING THE PARTY'S

6 (5) PARTY PLATFORM ACTIVITIES;

5 POSITIONS ON ISSUES:

- 7 (6) VOTER REGISTRATION ACTIVITIES THAT ARE NOT 8 CANDIDATE-SPECIFIC;
- 9 (7) GET-OUT-THE-VOTE ACTIVITIES THAT ARE NOT 10 CANDIDATE-SPECIFIC;
- 11 (8) TRAVEL EXPENSES FOR LEADERS AND STAFF OF THE POLITICAL 12 PARTY WHO ARE NOT CANDIDATES; OR
- 13 (9) OTHER PARTY-BUILDING ACTIVITIES THAT ARE NOT 14 CANDIDATE-SPECIFIC.
- 15 15.5-115. COORDINATED EXPENDITURES.
- 16 (A) A COORDINATED EXPENDITURE MADE BY OR ON BEHALF OF A 17 PARTICIPATING CANDIDATE SHALL BE MADE ONLY WITH PUBLIC FUNDS.
- 18 (B) A NONPARTICIPATING CANDIDATE SHALL REPORT TO THE STATE BOARD 19 EACH COORDINATED EXPENDITURE IN A CUMULATIVE AMOUNT OF MORE THAN \$250 20 THAT IS MADE ON BEHALF OF A PARTICIPATING CANDIDATE.
- 21 (C) IN ADDITION TO THE REPORTING REQUIREMENT UNDER SUBSECTION (B) 22 OF THIS SECTION, DURING THE 30 DAYS IMMEDIATELY PRECEDING AN ELECTION, A
- 23 NONPARTICIPATING CANDIDATE SHALL REPORT TO THE STATE BOARD WITHIN 48
- 24 HOURS AFTER THE EXPENDITURE IS MADE, OR OBLIGATED TO BE MADE, EACH
- 25 INDIVIDUAL COORDINATED EXPENDITURE OF MORE THAN \$250.
- 23 INDIVIDUAL COORDINATED EXPENDITURE OF MORE THAN \$230.
- 26 (D) IN ACCORDANCE WITH ITS REGULATIONS OR GUIDELINES, THE STATE 27 BOARD MAY MAKE A DETERMINATION WHETHER A COORDINATED EXPENDITURE
- 28 HAS BEEN MADE BY A PARTICIPATING CANDIDATE OR A NONPARTICIPATING
- 29 CANDIDATE.
- 30 (E) (1) IF, ON RECEIPT OF A COORDINATED EXPENDITURE REPORT FROM A
- 31 NONPARTICIPATING CANDIDATE, THE STATE BOARD DETERMINES THAT THE
- 32 EXPENDITURE CAUSES THE NONPARTICIPATING CANDIDATE'S EXPENDITURES TO
- 33 EXCEED THE PUBLIC EXPENDITURE LIMITATION APPLICABLE TO THE
- 34 PARTICIPATING CANDIDATE FOR THAT SAME OFFICE, THE STATE BOARD SHALL
- 35 CAUSE AN IMMEDIATE RELEASE FROM THE FUND OF A SUPPLEMENTAL

- 1 CONTRIBUTION TO THE OPPOSING PARTICIPATING CANDIDATE, SUBJECT TO THE
- 2 LIMITATION IN PARAGRAPH (2) OF THIS SUBSECTION.
- 3 (2) THE SUPPLEMENTAL CONTRIBUTION RELEASED TO THE OPPOSING
- 4 PARTICIPATING CANDIDATE UNDER THIS SUBSECTION SHALL EQUAL THE AMOUNT
- 5 BY WHICH THE COORDINATED EXPENDITURE EXCEEDED THE EXPENDITURE
- 6 LIMITATION APPLICABLE TO THE PARTICIPATING CANDIDATE, BUT MAY NOT
- 7 EXCEED THE LIMIT SPECIFIED IN § 15.5-111 OF THIS TITLE.
- 8 (F) (1) AN EXPENDITURE MADE BY OR ON BEHALF OF A SLATE THAT
- 9 INCLUDES A PARTICIPATING CANDIDATE:
- 10 (I) IS DEEMED TO BE A COORDINATED EXPENDITURE; AND
- 11 (II) IS SUBJECT TO THE EXPENDITURE LIMIT APPLICABLE TO THE
- 12 PARTICIPATING CANDIDATE UNDER THIS TITLE AS PROVIDED IN PARAGRAPH (2) OF
- 13 THIS SUBSECTION.
- 14 (2) THE PRO RATA AMOUNT OF THE EXPENDITURE MADE BY OR ON
- 15 BEHALF OF A SLATE UNDER THIS SUBSECTION THAT IS TO BE ATTRIBUTED TO THE
- 16 PARTICIPATING CANDIDATE SHALL BE CALCULATED BY DIVIDING THE AMOUNT OF
- 17 THE EXPENDITURE MADE BY OR ON BEHALF OF THE SLATE BY THE NUMBER OF
- 18 CANDIDATES WHO ARE MEMBERS OF THE SLATE.
- 19 15.5-116. ADDITIONAL REPORTING REQUIREMENTS.
- 20 (A) IN ADDITION TO THE REPORTING REQUIREMENTS FOR CAMPAIGN
- 21 FINANCE ENTITIES SPECIFIED UNDER § 13-309 OF THIS ARTICLE, A PARTICIPATING
- 22 CANDIDATE SHALL FILE A CAMPAIGN FINANCE REPORT WITH THE COMMISSION ON
- 23 OR BEFORE MAY 1 OF THE YEAR OF THE ELECTION TO DISCLOSE:
- 24 (1) ALL SEED MONEY CONTRIBUTIONS RECEIVED AND EXPENDITURES
- 25 MADE; AND
- 26 (2) ALL QUALIFYING CONTRIBUTIONS RECEIVED BY THE CANDIDATE.
- 27 (B) (1) IF A NONPARTICIPATING CANDIDATE MAKES EXPENDITURES THAT
- 28 EXCEED THE EXPENDITURE LIMIT ESTABLISHED FOR A PARTICIPATING CANDIDATE
- $29\,$  FOR THAT OFFICE, THE NONPARTICIPATING CANDIDATE THEREAFTER SHALL FILE A
- 30 CAMPAIGN FINANCE REPORT OF ALL OF THE CANDIDATE'S EXPENDITURES EACH
- 31 WEEK THROUGH AND INCLUDING THE WEEK AFTER THE ELECTION.
- 32 (2) IN ADDITION TO THE REQUIREMENTS OF PARAGRAPH (1) OF THIS
- 33 SUBSECTION, DURING THE 30 DAYS PRECEDING AN ELECTION, A NONPARTICIPATING
- 34 CANDIDATE SHALL NOTIFY THE COMMISSION WITHIN 24 HOURS OF EACH
- 35 EXPENDITURE EXCEEDING \$500 THAT THE CANDIDATE MAKES OR BECOMES
- 36 OBLIGATED TO MAKE.
- 37 (C) IN ACCORDANCE WITH REGULATIONS OR WRITTEN GUIDELINES THAT
- 38 THE COMMISSION ADOPTS AND PUBLISHES, THE COMMISSION MAY MAKE AN

- 1 INDEPENDENT DETERMINATION WHETHER A NONPARTICIPATING CANDIDATE HAS
- 2 MADE AN EXPENDITURE THAT IS SUBJECT TO THIS SECTION.
- 3 (D) A CAMPAIGN FINANCE REPORT REQUIRED UNDER THIS SECTION SHALL
- 4 BE FILED IN AN ELECTRONIC STORAGE FORMAT IN ACCORDANCE WITH THE
- 5 REQUIREMENTS OF TITLE 13 OF THIS ARTICLE.
- 6 15.5-117. CITIZEN ACTIONS.
- 7 (A) AN INDIVIDUAL WHO BELIEVES THAT A CANDIDATE HAS VIOLATED THIS 8 TITLE MAY PURSUE A CIVIL ACTION IN A COURT OF COMPETENT JURISDICTION IF:
- 9 (1) THE INDIVIDUAL HAS FIRST FILED A COMPLAINT REGARDING THE 10 ALLEGED VIOLATION WITH THE COMMISSION; AND
- 11 (2) THE COMMISSION FAILS TO MAKE A DETERMINATION AND ISSUE A
- 12 WRITTEN STATEMENT OF ITS FINDINGS WITHIN 30 DAYS OF THE DATE OF THE
- 13 FILING OF THE COMPLAINT.
- 14 (B) A COMPLAINANT WHO PREVAILS IN AN ACTION FILED UNDER THIS
- 15 SECTION IS ENTITLED TO RECOVER REASONABLE ATTORNEY'S FEES AND COURT
- 16 COSTS FROM ANY PARTY DEFENDANT.
- 17 15.5-118. JUDICIAL REVIEW.
- 18 (A) AN ACTION OF THE COMMISSION UNDER THIS TITLE MAY BE REVIEWED 19 BY A CIRCUIT COURT IN ACCORDANCE WITH § 10-222(C) OF THE STATE GOVERNMENT 20 ARTICLE.
- 21 (B) A PETITION TO REVIEW AN ACTION OF THE COMMISSION UNDER THIS
- 22 SECTION SHALL BE FILED NO LATER THAN 60 DAYS AFTER THE COMMISSION HAS
- 23 ISSUED ITS FINDINGS.
- 24 15.5-119. PENALTIES.
- 25 (A) A PARTICIPATING CANDIDATE MAY NOT KNOWINGLY OR INTENTIONALLY:
- 26 (1) ACCEPT A CONTRIBUTION TO WHICH THE CANDIDATE IS NOT 27 ENTITLED;
- 28 (2) MAKE AN EXPENDITURE IN AN AMOUNT THAT IS GREATER THAN 29 THE AMOUNT THAT THE CANDIDATE RECEIVES FROM THE FUND; OR
- 30 (3) MISUSE A CONTRIBUTION OR MONEY RECEIVED FROM THE FUND.
- 31 (B) (1) IF THE COMMISSION DETERMINES THAT A PARTICIPATING
- 32 CANDIDATE KNOWINGLY OR INTENTIONALLY RECEIVED A CONTRIBUTION OR MADE
- 33 AN EXPENDITURE THAT IS MORE THAN 4% OF THE EXPENDITURE LIMIT APPLICABLE
- 34 TO THE OFFICE OR FAILED TO DISCLOSE THE CONTRIBUTION OR EXPENDITURE, THE
- 35 PARTICIPATING CANDIDATE IS GUILTY OF A MISDEMEANOR AND ON CONVICTION IS
- 36 SUBJECT TO A PERSONAL FINE OF THREE TIMES THE AMOUNT OF THE EXCESS

- 1 CONTRIBUTION OR EXPENDITURE, OR IMPRISONMENT FOR NOT MORE THAN 2 YEARS 2 OR BOTH.
- 3 (2) IF THE COMMISSION DETERMINES THAT A PARTICIPATING
- 4 CANDIDATE KNOWINGLY OR INTENTIONALLY VIOLATED THIS SECTION, THAT THE
- 5 AMOUNT OF THE EXCESS CONTRIBUTION OR EXPENDITURE IS MORE THAN 4% OF
- 6 THE EXPENDITURE LIMIT APPLICABLE TO THE OFFICE, AND THAT THE VIOLATION
- 7 CONTRIBUTED TO THE PARTICIPATING CANDIDATE'S VICTORY IN THE ELECTION,
- 8 THE COMMISSION MAY RECOMMEND TO THE GENERAL ASSEMBLY THAT THE
- 9 RESULTS OF THE ELECTION BE NULLIFIED AND THE OFFICE DECLARED VACANT.
- 10 (C) AT THE DISCRETION OF THE COMMISSION, AN INDIVIDUAL WHO
- 11 VIOLATES THIS TITLE MAY BE BARRED FROM FURTHER PARTICIPATION AS A
- 12 PARTICIPATING CANDIDATE UNDER THIS TITLE.
- 13 (D) (1) A PERSON MAY NOT PROVIDE FALSE INFORMATION TO THE
- 14 COMMISSION OR CONCEAL OR WITHHOLD INFORMATION ABOUT A CONTRIBUTION
- 15 OR EXPENDITURE FROM THE COMMISSION.
- 16 (2) A PERSON WHO VIOLATES THIS SUBSECTION IS GUILTY OF A
- 17 MISDEMEANOR AND ON CONVICTION IS SUBJECT TO A PERSONAL FINE OF THREE
- 18 TIMES THE AMOUNT OF THE ILLEGAL CONTRIBUTION, EXPENDITURE, OR FALSE
- 19 DISCLOSURE, TO A MAXIMUM OF \$5,000 FOR EACH VIOLATION, OR IMPRISONMENT
- 20 FOR 2 YEARS OR BOTH.
- 21 15.5-120. SHORT TITLE.
- 22 THIS TITLE MAY BE CITED AS THE PUBLIC CAMPAIGN FINANCING ACT FOR
- 23 CANDIDATES FOR THE GENERAL ASSEMBLY.
- 24 SECTION 2. AND BE IT FURTHER ENACTED, That, no later than 1 year
- 25 after the end of the first election cycle in which the system of public financing of
- 26 election campaigns provided for under this Act is implemented, the Election
- 27 Financing Commission shall submit a written report to the Governor, and, in
- 28 accordance with § 2-1246 of the State Government Article, to the General Assembly,
- 29 concerning:
- 30 (1) The need for additional disclosure of campaign contributions or
- 31 expenditures under this Act;
- 32 (2) The effect and role of independent expenditures under this Act;
- 33 (3) Whether participating candidates under this Act should receive a
- 34 supplemental distribution from the Public Election Fund to match independent
- 35 expenditures that are made on behalf of an opposing candidate or against a
- 36 participating candidate; and
- 37 (4) The effectiveness of the regulations, guidelines, and policies
- 38 established by the State Board of Elections and the Election Financing Commission

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- 1 governing the disclosure and reporting of contributions and expenditures by
- 2 participating candidates and nonparticipating candidates in accordance with this Act.
- 3 SECTION 3. AND BE IT FURTHER ENACTED, That the terms of the initial
- 4 members of the Election Financing Commission shall expire as follows:
- 5 (1) Three of the members appointed by the Governor in 2007; and
- 6 (2) Two of the members appointed by the Governor in 2009.
- 7 SECTION 4. AND BE IT FURTHER ENACTED, That the catch lines contained
- 8 in this Act are not law and may not be considered to have been enacted as part of this
- 9 Act.
- SECTION 5. AND BE IT FURTHER ENACTED, That, notwithstanding the
- 11 provisions of § 15-108 of the Election Law Article, on the taking effect of this Act, the
- 12 Comptroller shall transfer and credit any unspent funds remaining in the Fair
- 13 Campaign Financing Fund to the Public Election Fund created under this Act to be
- 14 used for the purpose of, and in accordance with, the Public Campaign Financing Act
- 15 for Candidates for the General Assembly created by this Act.
- SECTION 6. AND BE IT FURTHER ENACTED, That this Act shall take effect 17 July 1, 2006.