# **Department of Legislative Services**

Maryland General Assembly 2007 Session

#### FISCAL AND POLICY NOTE

House Bill 1380

(Delegate Heller)

Ways and Means

Education, Health, and Environmental Affairs

### **Election Law - Campaign Account - Debit Card Disbursements**

This bill allows a campaign finance entity to make a disbursement by debit card from a designated campaign account.

The bill takes effect July 1, 2007.

## **Fiscal Summary**

**State Effect:** Any cost to change campaign finance report electronic filing software would be minimal and could be handled with existing resources.

Local Effect: None.

Small Business Effect: None.

### **Analysis**

**Current Law:** A campaign finance entity generally may not directly or indirectly make a disbursement except by check from a designated campaign account. However, a campaign finance entity or individual authorized by the entity may pay an expense of the entity from funds other than the campaign account if: (1) the expense is supported by a receipt provided to the campaign finance entity; and (2) the campaign finance entity reimburses the person who paid the expense by check from the campaign account and reports the expense as an expenditure of the campaign.

**Background:** An increasing number of vendors no longer accept paper checks for payment. Currently, check card, credit card, or debit card expenditures are made for a campaign by individuals, who are then reimbursed by check from the campaign account.

#### **Additional Information**

**Prior Introductions:** HB 357 of 2005, a similar bill, was passed by the House but received an unfavorable report from the Senate Education, Health, and Environmental Affairs Committee. HB 141 of 2005, also a similar bill, received an unfavorable report from the House Ways and Means Committee. HB 457 of 2005, another similar bill, received a hearing from Ways and Means but was subsequently withdrawn. HB 170 of 2004 and HB 476 of 2003, also similar bills, were passed by the House but received unfavorable reports from Education, Health, and Environmental Affairs.

Cross File: None.

**Information Source(s):** State Board of Elections, Department of Legislative Services

**Fiscal Note History:** First Reader - March 21, 2007

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