## **HOUSE BILL 723**

G1 9lr2811

By: Delegates Barve and Cardin, Cardin, Frick, and Ivey

Introduced and read first time: February 10, 2009

Assigned to: Ways and Means

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 3, 2009

CHAPTER \_\_\_\_

|   | 4 3 T | 4 00           |            |
|---|-------|----------------|------------|
| L | AN    | $\mathbf{ACT}$ | concerning |

## Election Law - Campaign Finance Entity - Authority of Chairman to Make a Disbursement Officers Authorized to Perform Duties of Treasurer

- 4 FOR the purpose of providing that, in certain circumstances, the chairman, rather than the treasurer, of a campaign finance entity, may repealing the office of 5 6 subtreasurer of a campaign finance entity; authorizing the chairman of a 7 campaign finance entity to make a disbursement for the campaign finance 8 entity; requiring the chairman a chairman who makes a disbursement to submit 9 a certain report to the treasurer of the campaign finance entity within a certain 10 number of days after the occurrence of certain events; prohibiting a chairman who is a candidate from making a disbursement; and generally relating to the 11 authority of a chairman to make a disbursement for a campaign finance entity 12 officers of a campaign finance entity who are authorized to perform the duties of 13 the treasurer. 14
- 15 BY repealing
- 16 Article Election Law
- 17 Section 13–211 and 13–219
- 18 Annotated Code of Maryland
- 19 (2003 Volume and 2008 Supplement)
- 20 BY repealing and reenacting, with amendments,
- 21 Article Election Law
- 22 Section 13–215 and 13–218
- 23 Annotated Code of Maryland
- 24 (2003 Volume and 2008 Supplement)

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



29 30

committee.

| $\begin{array}{c} 1 \\ 2 \end{array}$   | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:  |
|---|---|
| 3                                       | Article - Election Law  |
| 4                                       | [13–211.  |
| 5<br>6                                  | (a) A treasurer for a campaign finance entity may appoint a subtreasurer for any county or political subdivision.   |
| 7<br>8<br>9                             | (b) Notwithstanding subsection (a) of this section, as to any county, a treasurer of the State or county central committee of a political party may appoint a subtreasurer for each precinct in the county. |
| 10<br>11                                | (c) A treasurer may appoint a subtreasurer under subsection (a) or (b) of this section by:  |
| 12<br>13                                | (1) completing a form that the State Board prescribes and that includes the name and address of that subtreasurer; and  |
| 14<br>15                                | (2) filing the form with the board where the campaign finance entity is established.]   |
| 16                                      | 13–215.   |
| 17<br>18                                | (a) Each chairman, treasurer, [subtreasurer,] and campaign manager shall be a registered voter of the State.  |
| 19<br>20                                | (b) (1) Subject to paragraph (2) of this subsection, a candidate may not act:   |
| $\begin{array}{c} 21 \\ 22 \end{array}$ | (i) as the treasurer [or subtreasurer] of a campaign finance entity of the candidate; or  |
| 23                                      | (ii) with respect to any other campaign finance entity:   |
| 24<br>25                                | 1. as the campaign manager[, treasurer, or subtreasurer] <b>OR TREASURER</b> ; or   |
| 26<br>27                                | 2. in any other position that exercises general overall responsibility for the conduct of the entity.   |
| 28                                      | (2) (i) An incumbent member of a central committee who is a   |

candidate for election to party office may act as the treasurer of that central

| 1<br>2<br>3<br>4     |              | Conven   | (ii) With respect to any campaign finance entity other than the ampaign finance entity, a candidate for delegate to the Democratic tion or a candidate for delegate to the Republican National et:                |  |  |  |
|----------------------|--------------|--|---|--|--|--|
| 5<br>6               | subtreasure  | er] OR   | 1. as the campaign manager[, treasurer, or TREASURER; or  |  |  |  |
| 7<br>8               | responsibili | ty for t   | 2. in any other position that exercises general overall the conduct of the entity.  |  |  |  |
| 9<br>.0<br>.1<br>.2  |              | Subject to subsection (b) of this section, the chairman, treasurer, urer,] or campaign manager of a campaign finance entity may serve as the , treasurer, [subtreasurer,] or campaign manager of another campaign ntity. |   |  |  |  |
| .3                   | 13–218.      |  |   |  |  |  |
| 4                    | (a)          | All as   | ssets received by or on behalf of a campaign finance entity shall be:   |  |  |  |
| .5                   |              | (1)  | delivered to the treasurer; and   |  |  |  |
| .6<br>.7             | finance enti | (2) ity.   | maintained by the treasurer for the purposes of the campaign  |  |  |  |
| .8                   | (b)          | (1)  | Assets of a campaign finance entity may be disbursed only:  |  |  |  |
| 9                    |              |  | (i) if they have passed through the hands of the treasurer; and   |  |  |  |
| 20                   |              |  | (ii) in accordance with the purposes of the entity.   |  |  |  |
| 21<br>22<br>23       |              |  | Subject to § 13–220(b)(2) and (c) of this subtitle <b>AND EXCEPT AS UBSECTION</b> (D) OF THIS SECTION, the treasurer shall make all the campaign finance entity.  |  |  |  |
| 24<br>25<br>26<br>27 |              | ake a  | treasurer of a State or county central committee of a political party<br>ny disbursement of the central committee's assets, or incur any<br>alf, without authority and direction from the chairman of the central |  |  |  |
| 28                   | (D)          | (1)  | THIS SUBSECTION APPLIES ONLY WHEN THE TREASURER IS  |  |  |  |
| 29<br>80<br>81       |              | ED UN  | UNABLE TO PERFORM THE DUTIES AND RESPONSIBILITIES DER THIS TITLE BECAUSE THE TREASURER IS ILL OR OUTSIDE  |  |  |  |

- 1 (2) IN ACCORDANCE WITH THIS SUBSECTION, THE CHAIRMAN OF
  2 A CAMPAIGN FINANCE ENTITY MAY MAKE A DISBURSEMENT ON BEHALF OF THE
  3 CAMPAIGN FINANCE ENTITY IN THE SAME MANNER AS THE TREASURER.
- 4 (3) (2) IF EXCEPT AS PROVIDED IN PARAGRAPH (3) OF THIS
  5 SUBSECTION, IF THE CHAIRMAN MAKES A DISBURSEMENT UNDER THIS
  6 SUBSECTION, WITHIN 7 DAYS AFTER THE TREASURER RESUMES THE DUTIES OF
  7 THE OFFICE MAKING THE DISBURSEMENT, THE CHAIRMAN SHALL SUBMIT A
  8 REPORT TO THE TREASURER FOR THE ACCOUNT BOOK OF THE CAMPAIGN
  9 FINANCE ENTITY, INCLUDING:
- 10 (I) A STATEMENT OF ALL EXPENDITURES MADE AND 11 OBLIGATIONS INCURRED THE EXPENDITURE MADE UNDER THE AUTHORITY OF 12 THE CHAIRMAN;
- 13 (II) THE NAME AND ADDRESS OF <del>EACH</del> THE PERSON TO 14 WHOM <del>AN</del> THE EXPENDITURE WAS MADE;
- 15 (III) THE PURPOSE FOR WHICH  $\overline{\text{EACH}}$  THE EXPENDITURE 16 WAS MADE; AND
- 17 (IV) A COPY OF THE RECEIPT FOR <del>EACH</del> <u>THE</u> EXPENDITURE 18 THAT WAS MADE.
- 19 (3) (I) IF THE TREASURER IS TEMPORARILY UNABLE TO
  20 PERFORM THE DUTIES OF THE OFFICE AT THE TIME THE CHAIRMAN MAKES A
  21 DISBURSEMENT UNDER THIS SUBSECTION, THE CHAIRMAN SHALL SUBMIT A
  22 REPORT TO THE TREASURER FOR THE ACCOUNT BOOK OF THE CAMPAIGN
  23 FINANCE ENTITY WITHIN 7 DAYS AFTER THE TREASURER RESUMES THE DUTIES
  24 OF THE OFFICE.
- 25 (II) THE REPORT SHALL INCLUDE THE INFORMATION
  26 REQUIRED UNDER PARAGRAPH (2) OF THIS SUBSECTION FOR EACH
  27 EXPENDITURE MADE UNDER THE AUTHORITY OF THE CHAIRMAN DURING THE
  28 PERIOD THAT THE TREASURER WAS UNABLE TO PERFORM THE DUTIES OF THE
  29 OFFICE.
- $30\,$  (4) A CHAIRMAN WHO IS A CANDIDATE MAY NOT MAKE A  $31\,$  DISBURSEMENT FOR A CAMPAIGN FINANCE ENTITY.
- 32 [13–219.
- 33 (a) A subtreasurer shall:

| 1<br>2        | (1) deposit, disburse, and account for funds in the same manner as, and under the authority of, the treasurer;   |
|---------------|--|
| 3<br><b>4</b> | (2) submit a campaign finance report under oath to the treasurer on a form that the State Board prescribes; and  |
| 5<br>6        | (3) include with the report a copy of each campaign contribution receipt issued.   |
| 7<br>8<br>9   | (b) The campaign finance report filed by the campaign finance entity under Subtitle 3 of this title shall have attached to it a copy of the campaign finance report of the subtreasurer and account for the items in the subtreasurer's report.] |
| )<br>1        | SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2009.   |
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|               | Approved:  |
|               | Governor.  |
|               | Speaker of the House of Delegates.   |
|               | President of the Senate.   |