## **HOUSE BILL 1250**

D3 0lr1394 CF SB 990

By: Delegates Hucker, Rosenberg, Glenn, Ali, Anderson, Barnes, Benson, Bobo, Carr, Feldman, Gutierrez, Hecht, Holmes, Hubbard, Ivey, Jones, Lee, Levi, Manno, McHale, Montgomery, Niemann, Pena-Melnyk, Ramirez, Reznik, Rice, Ross, Schuler, Stukes, Taylor, V. Turner, Valderrama, and Vaughn

Introduced and read first time: February 18, 2010

Assigned to: Judiciary

Committee Report: Favorable with amendments

House action: Adopted

Read second time: March 24, 2010

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## Courts and Judicial Proceedings – Strategic Lawsuits Against Public Participation

FOR the purpose of altering the remedies available to a defendant in an alleged strategic lawsuit against public participation (SLAPP suit); establishing certain burdens of proof and procedures in an alleged SLAPP suit; requiring a court to consider certain evidence in ruling on a motion to dismiss an alleged SLAPP suit; authorizing the Office of the Attorney General or a government body to intervene to defend or support a certain party in an alleged SLAPP suit; requiring a court to stay any discovery and pending hearings or motions in an alleged SLAPP suit on the filing of a motion to dismiss and until the court rules on the motion; requiring a court to award certain attorney's fees, costs, and other relief under certain circumstances; modifying a defined term; modifying a certain definition of a strategic lawsuit against public participation (SLAPP suit); providing that a defendant in a SLAPP suit is not civilly liable under certain circumstances; providing for the application of this Act; and generally relating to SLAPP suits.

BY repealing and reenacting, without amendments,

Article – Courts and Judicial Proceedings

20 Section 5–807(a)

## 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.



$\frac{1}{2}$	Annotated Code of Maryland (2006 Replacement Volume and 2009 Supplement)
3 4 5 6 7	BY repealing and reenacting, with amendments, Article – Courts and Judicial Proceedings Section 5–807 5–807(b) and (c) Annotated Code of Maryland (2006 Replacement Volume and 2009 Supplement)
8 9	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
10	Article - Courts and Judicial Proceedings
11	5–807.
12 13	(a) In this section, "SLAPP suit" means a strategic lawsuit against public participation.
14	(b) A lawsuit is a SLAPP suit if it is:
15 16 17 18 19 20	(1) Brought in bad faith against a party who has communicated with a federal, State, or local government body or the public at large to report on, comment on, rule on, challenge, oppose, or in any other way exercise rights under the First Amendment of the U.S. Constitution or Article 10, Article 13, or Article 40 of the Maryland Declaration of Rights regarding any matter within the authority of a government body OR ANY ISSUE OF PUBLIC CONCERN; AND
21	(2) Materially related to the defendant's communication [4; and
22 23 24	(3) Intended to inhibit <u>OR INHIBITS</u> the exercise of rights under the First Amendment of the U.S. Constitution or Article 10, Article 13, or Article 40 of the Maryland Declaration of Rights].
25 26 27 28 29 30 31	(c) A defendant in a SLAPP suit is not civilly liable for communicating with a federal, State, or local government body or the public at large, if the defendant, without constitutional malice, reports on, comments on, rules on, challenges, opposes, or in any other way exercises rights under the First Amendment of the U.S. Constitution or Article 10, Article 13, or Article 40 of the Maryland Declaration of Rights regarding any matter within the authority of a government body <u>OR ANY ISSUE OF PUBLIC CONCERN</u> .
32	(d) (1) A defendant in an alleged SLAPP suit may move to [:
33	(1) Dismiss] DISMISS the alleged SLAPP suit, in which case the court
34	shall hold a hearing on the motion to dismiss as soon as practicable [; or

1	(2) Stay all court proceedings until the matter about which the
2	defendant communicated to the government body or the public at large is resolved].
0	(9) (1) A DADWY DDINGING A MOMION TO DIGMIGG HANDED THIS
3	(2) (I) A PARTY BRINGING A MOTION TO DISMISS UNDER THIS
4	SUBSECTION SHALL BEAR THE INITIAL BURDEN OF MAKING A PRIMA FACIE SHOWING THAT THE LAWSUIT IS A SLAPP SUIT.
5	SHOWING THAT THE LAWSUIT IS A SLAYPP SUIT.
6	(II) IF THE MOVING PARTY MEETS THE INITIAL BURDEN
7	DESCRIBED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE RESPONDING
8	PARTY SHALL BEAR THE BURDEN OF ESTABLISHING A PROBABILITY OF
9	PREVAILING IN THE LAWSUIT BY PRESENTING SUBSTANTIAL EVIDENCE TO
10	SUPPORT A PRIMA FACIE CASE.
11	(HI) IF THE RESPONDING PARTY MEETS THE BURDEN
$\frac{12}{12}$	DESCRIBED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE COURT SHALL
13	DENY THE MOTION TO DISMISS.
14	(3) In ruling on a motion to dismiss under this
15	SUBSECTION, THE COURT SHALL CONSIDER PLEADINGS, SUPPORTING
16	AFFIDAVITS, AND OPPOSING AFFIDAVITS THAT STATE THE FACTS ON WHICH THE
17	<del>LIABILITY OR DEFENSE IS BASED.</del>
18	(4) IF THE COURT FINDS THAT THE RESPONDING PARTY HAS
19	ESTABLISHED A PROBABILITY OF PREVAILING IN THE LAWSUIT:
10	ESTABLISHED IT RODADIDIT OF TREVILLING IN THE EAWSOIT
20	(I) THE FACT THAT THE FINDING HAS BEEN MADE AND THE
21	SUBSTANCE OF THE FINDING IS NOT ADMISSIBLE IN EVIDENCE AT ANY LATER
22	STAGE IN THE LAWSUIT; AND
23	(II) THE FINDING MAY NOT AFFECT THE BURDEN OF PROOF
24	APPLIED IN THE LAWSUIT.
25	(5) THE OFFICE OF THE ATTORNEY GENERAL, OR ANY
26	GOVERNMENT BODY TO WHICH THE MOVING PARTY'S COMMUNICATION WAS
27	DIRECTED, MAY INTERVENE TO DEFEND OR SUPPORT THE MOVING PARTY.
28	(E) (1) THE COURT SHALL STAY DISCOVERY AND ANY PENDING
29	HEARINGS OR MOTIONS IN THE LAWSUIT ON THE FILING OF A MOTION TO
30	DISMISS UNDER SUBSECTION (D) OF THIS SECTION.
31	(2) A STAY UNDER THIS SUBSECTION SHALL REMAIN IN EFFECT
32	UNTIL THE COURT RULES ON A MOTION TO DISMISS UNDER SUBSECTION (D) OF
33	THIS SECTION.

1	(3) Notwithstanding a stay ordered under this
2	SUBSECTION, THE COURT, ON MOTION AND FOR GOOD CAUSE SHOWN, MAY
3	ORDER DISCOVERY OR OTHER HEARINGS OR MOTIONS TO BE CONDUCTED.
4	(f) (1) The court shall award a moving party who prevails
5	ON A MOTION TO DISMISS UNDER SUBSECTION (D) OF THIS SECTION, WITHOUT
6	REGARD TO ANY LIMITS UNDER STATE LAW:
U	WEGARD TO ANT DIMITIS UNDER STATE LAW.
7	(I) LITIGATION COSTS AND REASONABLE ATTORNEY'S FEES
8	IN CONNECTION WITH THE MOTION TO DISMISS UNDER SUBSECTION (D) OF THIS
9	SECTION; AND
10	(II) ANY ADDITIONAL RELIEF, INCLUDING SANCTIONS ON
11	THE RESPONDING PARTY AND ITS ATTORNEYS, AS THE COURT FINDS
12	NECESSARY TO DETER REPETITION OF THE CONDUCT BY OTHERS SIMILARLY
13	SITUATED.
14	(2) If the court finds a motion to dismiss under
15	SUBSECTION (D) OF THIS SECTION IS FRIVOLOUS OR SOLELY INTENDED TO
16	CAUSE UNNECESSARY DELAY, THE COURT SHALL AWARD REASONABLE
17	ATTORNEY'S FEES AND LITIGATION COSTS TO THE RESPONDING PARTY.
18	(e) (G) This section:
10	(1) In analyzable to CLADD soite activities a line constitution of the constitution of
19 20	(1) Is applicable to SLAPP suits notwithstanding any other law or
20	<del>rule; and</del>
21	(2) Does not diminish any equitable or legal right or remedy otherwise
22	available to a defendant in a SLAPP suit.
23	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be
24	construed to apply only prospectively and may not be applied or interpreted to have
25	any effect on or application to any cause of action arising before the effective date of
26	this Act.
27	SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
28	October 1, 2010.