SENATE BILL 216

G1 0lr1870

SB 157/09 - EHE

By: Senators Frosh, Brochin, Dyson, Lenett, Pinsky, and Raskin

Introduced and read first time: January 21, 2010

Assigned to: Education, Health, and Environmental Affairs

| | A BILL ENTITLED |
|--------------------------|---|
| 1 | AN ACT concerning |
| 2 3 | Campaign Finance – Affiliated Business Entities – Attribution of Contributions |
| 4 5 6 7 | FOR the purpose of requiring that certain campaign finance contributions be attributed to one business entity contributor under certain circumstances; defining a certain term; providing for the application of this Act; and generally relating to the attribution of certain campaign finance contributions. |
| 8 9 10 11 12 | BY repealing and reenacting, with amendments, Article – Election Law Section 13–226(e) Annotated Code of Maryland (2003 Volume and 2009 Supplement) |
| 13 14 | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: |
| 15 | Article - Election Law |
| 16 | 13–226. |
| 17 18 19 | (e) (1) IN THIS SUBSECTION, "BUSINESS ENTITY" INCLUDES A CORPORATION, A GENERAL OR LIMITED PARTNERSHIP, A LIMITED LIABILITY COMPANY, OR A REAL ESTATE INVESTMENT TRUST. |
| 20 21 22 23 | (2) Contributions by [a corporation and any wholly—owned subsidiary of the corporation, or by two or more corporations owned by the same stockholders,] TWO OR MORE BUSINESS ENTITIES shall be considered as being made by one contributor IF: |

| $\frac{1}{2}$ | (I) ONE BUSINESS ENTITY IS A WHOLLY-OWNED SUBSIDIARY OF ANOTHER; OR |
|---------------|---|
| 4 | SUBSIDIANT OF ANOTHER, OR |
| 3 | (II) THE BUSINESS ENTITIES ARE OWNED OR CONTROLLED |
| 4 | BY AT LEAST 80% OF THE SAME INDIVIDUALS. |
| 5 | SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be |
| 6 | construed to apply only prospectively and may not be applied or interpreted to have |
| 7 | any effect on or application to any contribution made by a business entity before the |
| 8 | effective date of this Act. |
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| 9 | SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect |
| 10 | June 1, 2010. |