SENATE BILL 990

D3 0lr3421 CF HB 1250

By: Senators Forehand, Madaleno, Pinsky, and Raskin

Introduced and read first time: February 22, 2010

Assigned to: Rules

Re-referred to: Judicial Proceedings, March 5, 2010

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: April 6, 2010

CHAPTER

1 AN ACT concerning

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Courts and Judicial Proceedings – Strategic Lawsuits Against Public Participation

4 FOR the purpose of altering the remedies available to a defendant in an alleged strategic lawsuit against public participation (SLAPP suit); establishing certain 5 6 burdens of proof and procedures in an alleged SLAPP suit; requiring a court to 7 consider certain evidence in ruling on a motion to dismiss an alleged SLAPP 8 suit: authorizing the Office of the Attorney General or a government body to 9 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 10 11 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 12 13 other relief under certain circumstances; modifying a defined term; modifying a certain definition of a strategic lawsuit against public participation (SLAPP 14 suit); providing that a defendant in a SLAPP suit is not civilly liable under 15 16 certain circumstances; providing for the application of this Act; and generally 17 relating to SLAPP suits.

18 BY repealing and reenacting, without amendments,

- <u>Article Courts and Judicial Proceedings</u>
- 20 Section 5–807(a)
- 21 Annotated Code of Maryland
- 22 (2006 Replacement Volume and 2009 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.

1 2 3 4 5	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)
6 7	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
8	Article - Courts and Judicial Proceedings
9	5–807.
10 11	(a) In this section, "SLAPP suit" means a strategic lawsuit against public participation.
12	(b) A lawsuit is a SLAPP suit if it is:
13 14 15 16 17 18	(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
19	(2) Materially related to the defendant's communication {}; and
20 21 22	(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.
23 24 25 26 27 28 29	(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> .
30	(d) (1) A defendant in an alleged SLAPP suit may move to [:
31 32	(1) Dismiss] DISMISS the alleged SLAPP suit, in which case the court shall hold a hearing on the motion to dismiss as soon as practicable[; or
33 34	(2) Stay all court proceedings until the matter about which the defendant communicated to the government body or the public at large is resolved].

1	(2) (1) A PARTY BRINGING A MOTION TO DISMISS UNDER THIS
2	SUBSECTION SHALL BEAR THE INITIAL BURDEN OF MAKING A PRIMA FACIE
3	SHOWING THAT THE LAWSUIT IS A SLAPP SUIT.
4	(II) IF THE MOVING PARTY MEETS THE INITIAL BURDEN
5	DESCRIBED IN SUBPARAGRAPH (I) OF THIS PARAGRAPH, THE RESPONDING
6	PARTY SHALL BEAR THE BURDEN OF ESTABLISHING A PROBABILITY OF
7	PREVAILING IN THE LAWSUIT BY PRESENTING SUBSTANTIAL EVIDENCE TO
8	SUPPORT A PRIMA FACIE CASE.
9	(HI) IF THE RESPONDING PARTY MEETS THE BURDEN
10	DESCRIBED IN SUBPARAGRAPH (II) OF THIS PARAGRAPH, THE COURT SHALL
11	DENY THE MOTION TO DISMISS.
12	(3) IN RULING ON A MOTION TO DISMISS UNDER THIS
13	SUBSECTION, THE COURT SHALL CONSIDER PLEADINGS, SUPPORTING
14	AFFIDAVITS, AND OPPOSING AFFIDAVITS THAT STATE THE FACTS ON WHICH THE
15	LIABILITY OR DEFENSE IS BASED.
16	(4) IF THE COURT FINDS THAT THE RESPONDING PARTY HAS
17	ESTABLISHED A PROBABILITY OF PREVAILING IN THE LAWSUIT:
18	(I) THE FACT THAT THE FINDING HAS BEEN MADE AND THE
19	SUBSTANCE OF THE FINDING IS NOT ADMISSIBLE IN EVIDENCE AT ANY LATER
20	STAGE IN THE LAWSUIT; AND
21	(II) THE FINDING MAY NOT AFFECT THE BURDEN OF PROOF
22	APPLIED IN THE LAWSUIT.
23	(5) THE OFFICE OF THE ATTORNEY GENERAL, OR ANY
24	GOVERNMENT BODY TO WHICH THE MOVING PARTY'S COMMUNICATION WAS
25	DIRECTED, MAY INTERVENE TO DEFEND OR SUPPORT THE MOVING PARTY.
26	(E) (1) THE COURT SHALL STAY DISCOVERY AND ANY PENDING
27	HEARINGS OR MOTIONS IN THE LAWSUIT ON THE FILING OF A MOTION TO
28	DISMISS UNDER SUBSECTION (D) OF THIS SECTION.
29	(2) A STAY UNDER THIS SUBSECTION SHALL REMAIN IN EFFECT
30	UNTIL THE COURT RULES ON A MOTION TO DISMISS UNDER SUBSECTION (D) OF
31	THIS SECTION.
32	(3) Notwithstanding a stay ordered under this

SUBSECTION, THE COURT, ON MOTION AND FOR GOOD CAUSE SHOWN, MAY

ORDER DISCOVERY OR OTHER HEARINGS OR MOTIONS TO BE CONDUCTED.

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1	(F) (1) THE COURT SHALL AWARD A MOVING PARTY WHO PREVAILS
2	ON A MOTION TO DISMISS UNDER SUBSECTION (D) OF THIS SECTION, WITHOUT
3	REGARD TO ANY LIMITS UNDER STATE LAW:
4	(I) LITIGATION COSTS AND REASONABLE ATTORNEY'S FEES
5	IN CONNECTION WITH THE MOTION TO DISMISS UNDER SUBSECTION (D) OF THIS
6	SECTION; AND
7	(II) ANY ADDITIONAL RELIEF, INCLUDING SANCTIONS OF
8	THE RESPONDING PARTY AND ITS ATTORNEYS, AS THE COURT FINDS
9	NECESSARY TO DETER REPETITION OF THE CONDUCT BY OTHERS SIMILARLY
10	SITUATED.
11	(2) IF THE COURT FINDS A MOTION TO DISMISS UNDER
12	SUBSECTION (D) OF THIS SECTION IS FRIVOLOUS OR SOLELY INTENDED TO
13	CAUSE UNNECESSARY DELAY, THE COURT SHALL AWARD REASONABLE
14	ATTORNEY'S FEES AND LITIGATION COSTS TO THE RESPONDING PARTY.
15	[(e)] (G) This section:
16	(1) Is applicable to SLAPP suits notwithstanding any other law or
17	rule; and
18	(2) Does not diminish any equitable or legal right or remedy otherwise
19	available to a defendant in a SLAPP suit.
20	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be
$\begin{array}{c} 21 \\ 22 \end{array}$	construed to apply only prospectively and may not be applied or interpreted to have any effect on or application to any cause of action arising before the effective date of
23	this Act.
$\begin{array}{c} 24 \\ 25 \end{array}$	SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2010.
	Approved:
	Governor.
	President of the Senate.