

Committee: GO

Committee Review: At a future date

Staff: Christine Wellons, Legislative Attorney

Purpose: To introduce agenda item – no vote expected

Keywords: #CampaignFinance

AGENDA ITEM #8B November 16, 0221 Introduction

SUBJECT

Bill 45-21, Elections – Public Campaign Financing – Restrictions

Lead Sponsors: Councilmembers Glass, Katz, and Riemer, and Council Vice-President Albornoz

EXPECTED ATTENDEES

None

COUNCIL DECISION POINTS & COMMITTEE RECOMMENDATION

• N/A

DESCRIPTION/ISSUE

Council Bill 45-21 would amend the County's public campaign finance law to permit certain limited inkind donations (equivalent to \$10,000 or less) from state or County central committees to publicly financed candidates. The underlying purpose of the bill is to permit the central committees to display or distribute the literature of publicly financed candidates under certain conditions.

SUMMARY OF KEY DISCUSSION POINTS

N/A

This report contains:

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LRR	© 4

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MEMORANDUM

November 10, 2021

TO: County Council

FROM: Christine Wellons, Legislative Attorney

SUBJECT: Expedited Bill 45-21, Elections – Public Campaign Financing – Restrictions

PURPOSE: Introduction – no Council votes required

Expedited Bill 45-21, Elections – Public Campaign Financing – Restrictions, sponsored by Lead Sponsors Councilmembers Glass, Katz, and Riemer, and Council Vice-President Albornoz is scheduled to be introduced on November 16, 2021. A public hearing is tentatively scheduled for December 7, 2021 at 1:30 p.m.¹

Expedited Bill 45-21 would amend the County's public campaign finance law to permit certain limited in-kind donations (equivalent to \$10,000 or less) from state or County central committees to publicly financed candidates.

PURPOSE

The underlying purpose of the bill is to permit the central committees to display or distribute the literature of publicly financed candidates under certain conditions. Currently, the central committees are precluded from displaying or distributing literature for publicly financed candidates.

BILL DESCRIPTION

Under current County law, a publicly financed candidate must not accept a private contribution from any group or organization, including a political action committee, a corporation, a labor organization, or a State or local central committee of a political party. (County Code, Section 16-26).

Expedited Bill 45-21 would carve out an exception to this prohibition for "an in-kind contribution equal to or less than \$10,000 from a State or a Montgomery County central committee of a political party." By creating this exception, a central committee would be permitted to display or distribute a publicly financed candidate's literature — or otherwise make a limited in-kind contribution to a publicly financed candidate as long as the contribution does not exceed \$10,000

¹#CampaignFinance

in value. The bill also would prevent publicly financed candidates from fundraising for central committees.

State law generally authorizes the County to create a public campaign finance system, and to set eligibility and parameters of the program within certain limitations. *See* Md. Code Ann., Election Law Article Section 13-505. Expedited Bill 45-21 would be consistent with the limitations set forth in state law.

This packet contains:	<u>Circle #</u>
Bill 45-21	1
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Expedited Bill No.	45-21	
Concerning: Elections	_	<u>Public</u>
Campaign Financing	- Restricti	ons
Revised: 10/21/2021	Draft N	o. <u>2</u>
Introduced:		
Expires:		
Enacted:		
Executive:		
Effective:		
Sunset Date: None		
Ch Laws of Mont	Co	

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsors: Councilmembers Glass, Katz, and Riemer, and Council Vice-President Albornoz

AN EXPEDITED ACT to:

- (1) permit applicant candidates and participating candidates to accept certain in-kind contributions from a state or County central committee of a political party; and
- (2) generally amend campaign finance law.

By mending

Montgomery County Code Chapter 16, Elections Section 16-26

Boldface	Heading or defined term.
<u>Underlining</u>	Added to existing law by original bill.
[Single boldface brackets]	Deleted from existing law by original bill.
Double underlining	Added by amendment.
[[Double boldface brackets]]	Deleted from existing law or the bill by amendment.
* * *	Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act:

Sec. 1. Section 16-26 is amended as follows:

16-26. Applicar	nt and na	rticinating	candidate	restrictions.
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An applicant candidate or a participating candidate must not:

- (a) accept a private contribution from any group or organization, including a political action committee, a corporation, a labor organization, or a State or local central committee of a political party, except that an applicant candidate or a participating candidate may accept an in-kind contribution equal to or less than \$10,000 from a State or a Montgomery County central committee of a political party;
- (b) accept private contributions from an individual in an aggregate greater than \$150 during a 4-year election cycle, or the maximum amount of an eligible contribution, as adjusted by Section 16-23(i);
- (c) pay for any campaign expense after filing a notice of intent with the Board to seek public funding with any campaign finance account other than the candidate's publicly funded campaign account;
- (d) be a member of a slate in any election in which the candidate receives a public contribution;
- (e) accept a loan from anyone other than the candidate or the candidate's spouse; [or]
- (f) solicit funds for a State or a Montgomery County central committee of a political party; or
- (g) transfer funds:
 - (1) to the candidate's publicly funded campaign account from any other campaign finance entity established for the candidate; and
 - (2) from the candidate's publicly funded campaign account to any other campaign finance entity.

- Sec. 2. Expedited Effective Date. The Council declares that this legislation
- 28 is necessary for the immediate protection of the public interest. This Act takes effect
- on the date on which it becomes law.

LEGISLATIVE REQUEST REPORT

Bill 45-21

Elections – Public Campaign Financing – Restrictions

DESCRIPTION: Bill 45-21 would amend the County's public campaign finance law to

permit certain limited in-kind donations (equivalent to \$10,000 or less) from state or County central committees to publicly financed

candidates.

PROBLEM: Central committees are not permitted to display or distribute

campaign literature for publicly financed candidates.

GOALS AND Permit limited, in-kind donations from central committees to publicly

OBJECTIVES: financed candidates.

COORDINATION:

FISCAL IMPACT: OMB

ECONOMIC Office of Legislative Oversight (OLO)

IMPACT:

EVALUATION: To be done.

EXPERIENCE To be researched.

ELSEWHERE:

SOURCE OF Christine Wellons, Legislative Attorney

INFORMATION:

APPLICATION N/A

WITHIN

MUNICIPALITIES:

PENALTIES: N/A

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