SENATE BILL 743

G1 9lr0744

By: Senators Pinsky, Kagan, King, Lam, Lee, Rosapepe, West, Young, and Zucker

Introduced and read first time: February 4, 2019

Assigned to: Education, Health, and Environmental Affairs

Committee Report: Favorable

Senate action: Adopted

Read second time: March 5, 2019

CHAPTER	
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- 1 AN ACT concerning
- 2 Election Law Election Service Providers Contract Clauses and Termination of Contract
 - FOR the purpose of prohibiting the State Board of Elections from approving a contract with an election service provider unless the contract includes a certain clause regarding notice of ownership of or investment in the election service provider or control of the election service provider by a foreign national; requiring that the notice include certain information; authorizing the State Administrator of Elections to terminate, in whole or in part, the contract with an election service provider on the making of a certain determination; defining certain terms; and generally relating to election service provider contracts.
- 12 BY adding to

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- 13 Article Election Law
- 14 Section 2–109
- 15 Annotated Code of Maryland
- 16 (2017 Replacement Volume and 2018 Supplement)
- 17 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 18 That the Laws of Maryland read as follows:
- 19 Article Election Law
- 20 **2–109.**

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.

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A FOREIGN COUNTRY.

- 1 (A) **(1)** IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED. "CONTRACT" MEANS AN AGREEMENT IN ANY FORM ENTERED 3 4 INTO BY A GOVERNMENTAL ENTITY FOR A PROCUREMENT AS DEFINED IN § 11-101(M)(1) OF THE STATE FINANCE AND PROCUREMENT ARTICLE. 5 6 "ELECTION SERVICE PROVIDER" MEANS ANY PERSON 7 PROVIDING, SUPPORTING, OR MAINTAINING AN ELECTION SYSTEM ON BEHALF OF THE STATE BOARD. "ELECTION SERVICE PROVIDER" INCLUDES A CONTRACTOR 9 (II)10 AND VENDOR. 11 **(4)** "ELECTION SYSTEM" INCLUDES: 12 (I)A VOTING SYSTEM; (II)13 AN ELECTION MANAGEMENT SYSTEM; 14 (III) A VOTER REGISTRATION WEBSITE OR DATABASE; (IV) AN ELECTRONIC POLLBOOK; 15 16 A SYSTEM FOR TABULATING OR REPORTING ELECTION (V) 17 **RESULTS: AND** 18 (VI) ANY OTHER INFORMATION SYSTEM THAT IS DETERMINED 19 TO BE CENTRAL TO THE MANAGEMENT, SUPPORT, OR ADMINISTRATION OF AN 20 ELECTION. "FOREIGN NATIONAL" INCLUDES: 21**(5)** 22AN INDIVIDUAL WHO IS A CITIZEN OF A FOREIGN COUNTRY; **(I)** 23AND 24AN INDIVIDUAL, A PARTNERSHIP, AN ASSOCIATION, A CORPORATION, AN ORGANIZATION, OR ANY OTHER COMBINATION OF INDIVIDUALS 2526ORGANIZED UNDER THE LAWS OF OR HAVING ITS PRINCIPAL PLACE OF BUSINESS IN
- 28 (B) THE STATE BOARD MAY NOT APPROVE A CONTRACT WITH AN ELECTION 29 SERVICE PROVIDER UNLESS THE CONTRACT INCLUDES A CLAUSE REQUIRING THE

1	ELECTION SERVICE PROVIDER TO PROVIDE THE STATE BOARD NOTICE OF:
2	(1) ANY OWNERSHIP OF OR INVESTMENT IN THE ELECTION SERVICE
3	PROVIDER OR CONTROL OF THE ELECTION SERVICE PROVIDER BY A FOREIGN
4	NATIONAL AT THE TIME OF THE AWARD OF THE CONTRACT; AND
5	(2) ANY MATERIAL CHANGE IN ANY OWNERSHIP OF OR INVESTMENT
6	IN THE ELECTION SERVICE PROVIDER OR CONTROL OF THE ELECTION SERVICE
7	PROVIDER BY A FOREIGN NATIONAL AT ANY TIME FOR THE DURATION OF THE
8	CONTRACT.
9	(C) THE NOTICE REQUIRED UNDER SUBSECTION (B) OF THIS SECTION
10	SHALL INCLUDE:
11	(1) THE NAME AND NATIONALITY OF THE FOREIGN NATIONAL THAT
12	HAS OWNERSHIP OF OR INVESTMENT IN OR CONTROL OF THE ELECTION SERVICE
13	PROVIDER; AND
14	(2) THE NATURE AND EXTENT OF THE OWNERSHIP, INVESTMENT, OF
15	CONTROL.
16	(D) ON A DETERMINATION BY THE STATE ADMINISTRATOR THAT THE
17	FOREIGN NATIONAL HAS THE ABILITY TO CONTROL, INFLUENCE, OR DIRECT THE
18	ELECTION SERVICE PROVIDER IN ANY MANNER THAT WOULD COMPROMISE OF
19	INFLUENCE, OR GIVE THE APPEARANCE OF COMPROMISING OR INFLUENCING, THE
20	INDEPENDENCE AND INTEGRITY OF AN ELECTION, THE STATE ADMINISTRATOR MAY
21	TERMINATE, IN WHOLE OR IN PART, THE CONTRACT WITH THE ELECTION SERVICE

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect

Governor.

President of the Senate.

Speaker of the House of Delegates. $\,$

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PROVIDER.

Approved:

October 1, 2019.