### HB0062/916286/1

BY: Health and Government Operations Committee

### AMENDMENTS TO HOUSE BILL 62

(First Reading File Bill)

### AMENDMENT NO. 1

On page 1, at the top of the page, strike "EMERGENCY BILL"; in the sponsor line, strike "Delegate Hubbard" and substitute "Delegates Hubbard, Hammen, Pendergrass, Beitzel, Benson, Bromwell, Costa, Donoghue, Elliott, Kach, Kipke, Kullen, McDonough, Mizeur, Montgomery, Morhaim, Nathan-Pulliam, Oaks, Pena-Melnyk, Reznik, Riley, Tarrant, V. Turner, and Weldon"; in line 2, after "Lead-Containing" insert "Children's"; strike beginning with "or" in line 4 down through "products" in line 5 and substitute "in a certain manner"; in line 6, after "devices" insert ", certain distribution operations or activities, or certain vehicles, products, parts, or equipment"; strike beginning with "authorizing" in line 6 down through "product;" in line 16; in line 16, after "Department" insert "of the Environment"; in the same line, strike "issue and"; in line 17, after "circumstances;" insert "requiring a manufacturer of a children's product to conduct a certain testing of the product and issue a certain certificate under certain circumstances; requiring a person to ensure that the certificate is transmitted to certain distributors and retailers in a certain manner; requiring certain manufacturers and retailers to maintain certain documents and to provide certain documents to the Department or any person on request; prohibiting a person from selling or offering for sale a children's product that is not accompanied by a certain certificate;"; in line 21, after "penalties;" insert "authorizing the Comptroller to assess a certain fine against a certain person; requiring the Comptroller to distribute certain fines to a certain fund; providing that a violation of this Act is an unfair or deceptive trade practice within the meaning of the Maryland Consumer Protection Act and is subject to certain enforcement and penalty provisions;"; in line 22, strike "Health and Mental Hygiene" and substitute "the Environment"; in line 23, strike "making this Act an emergency measure;"; in line 24, after "lead-containing" insert "children's"; after line 24, insert:

"BY repealing and reenacting, with amendments,

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Article – Commercial Law
Section 13-301(14)
Annotated Code of Maryland
(2005 Replacement Volume and 2007 Supplement)";

in line 26, strike "Health – General" and substitute "Environment"; in line 27, strike "22-601" and substitute "6-1301"; in the same line, strike "22-609" and substitute "6-1311"; in the same line, strike "6." and substitute "13."; and in line 28, after "Lead–Containing" insert "Children's".

On page 2, in line 1, strike "2005" and substitute "2007".

# AMENDMENT NO. 2

On page 2, after line 3, insert:

"Article - Commercial Law

<u>13–301.</u>

<u>Unfair or deceptive trade practices include any:</u>

- (14) Violation of a provision of:
  - (i) This title;
- (ii) An order of the Attorney General or agreement of a party relating to unit pricing under Title 14, Subtitle 1 of this article;
- (iii) Title 14, Subtitle 2 of this article, the Maryland Consumer Debt Collection Act;

# HB0062/916286/1 **HGO** Amendments to HB 62 **Page 3 of 11** Title 14, Subtitle 3 of this article, the Maryland Door-to-(iv) Door Sales Act; Title 14, Subtitle 9 of this article, Kosher Products; $(\mathbf{v})$ Title 14, Subtitle 10 of this article, Automotive Repair <u>(vi)</u> Facilities; Section 14–1302 of this article; (vii) (viii) Title 14, Subtitle 11 of this article, Maryland Layaway Sales Act; Section 22–415 of the Transportation Article; (ix) $(\mathbf{x})$ Title 14, Subtitle 20 of this article; (xi)Title 14, Subtitle 15 of this article, the Automotive Warranty Enforcement Act; (xii) Title 14, Subtitle 21 of this article;

- (xiii) Section 18–107 of the Transportation Article;
- (xiv) Title 14, Subtitle 22 of this article, the Maryland Telephone

# Solicitations Act;

(xv) Title 14, Subtitle 23 of this article, the Automotive Crash

### Parts Act;

(xvi) Title 10, Subtitle 6 of the Real Property Article;

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(xvii) Title 14, Subtitle 25 of this article, the Hearing Aid Sales Act;

(xviii) Title 14, Subtitle 26 of this article, the Maryland Door-to-Door Solicitations Act;

(xix) Title 14, Subtitle 31 of this article, the Maryland Household Goods Movers Act;

(xx) <u>Title 14, Subtitle 32 of this article, the Maryland Telephone</u> Consumer Protection Act;

(xxi) <u>Title 14, Subtitle 33 of this article, the Social Security Number Privacy Act;</u>

(xxii) Section 14–1319 or § 14–1320 of this article; [or]

(xxiii) Section 7–304 of the Criminal Law Article; or

(XXIV) TITLE 6, SUBTITLE 13 OF THE ENVIRONMENT ARTICLE; OR".

#### AMENDMENT NO. 3

On page 2, in line 4, strike "Health – General" and substitute "Environment"; in line 5, strike "6." and substitute "13."; in the same line, after "LEAD-CONTAINING" insert "CHILDREN'S"; in line 6, strike "22-601." and substitute "6-1301."; in line 9, after "(B)" insert "(1) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION,"; in the same line, strike "CHILD" and substitute "CHILD"; in the same line, strike "7" and substitute "6"; after line 10, insert:

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"(2) IF A FEDERAL LAW ESTABLISHING THE PERMISSIBLE LEVEL OF LEAD IN CHILDREN'S PRODUCTS IS ENACTED, "CHILD" SHALL MEAN AN INDIVIDUAL WHO IS THE AGE SPECIFIED IN THE FEDERAL LAW.";

in line 11, after "(C)" insert "(1)"; in line 12, strike "(1)" and substitute "(I)"; in line 13, strike "(2)" and substitute "(II)"; after line 13, insert:

"(2) "CHILDREN'S PRODUCT" DOES NOT INCLUDE FOOD AS DEFINED IN § 21-101 OF THE HEALTH – GENERAL ARTICLE.";

strike in their entirety lines 14 through 24, inclusive; and in line 25, strike "(G)" and substitute "(D)".

### AMENDMENT NO. 4

On page 2, in line 27, strike the colon.

On page 3, in line 1, strike "(1) **GREATER**" and substitute "**GREATER**"; in the same line, strike "**0.02**%" and substitute "**THE LESSER OF:** 

# (1) <u>0.06%</u>";

strike line 3 in its entirety and substitute:

"(2) THE STANDARD ESTABLISHED UNDER FEDERAL LAW REGARDING THE PERMISSIBLE LEVEL OF LEAD IN CHILDREN'S PRODUCTS.":

after line 3, insert:

"(E) "MANUFACTURER" MEANS A PERSON THAT IS THE BRAND OWNER OF A PRODUCT.":

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in line 4, strike "(H)" and substitute "(F)"; in line 9, strike "HOMEOPATHIC REMEDIES" and substitute "LUNCH BOXES AND EATING UTENSILS"; in line 11, strike "WRAPPERS" and substitute "ANY OTHER ITEM SPECIFIED BY THE DEPARTMENT IN REGULATION"; strike in their entirety lines 12 through 21, inclusive; and in line 22, strike "22-602." and substitute "6-1302.".

### AMENDMENT NO. 5

On page 4, in line 5, strike "AND"; strike beginning with "FACTORY" in line 6 down through "TERMINAL" in line 7 and substitute "DISTRIBUTION OPERATION OR ACTIVITY PERFORMED IN A FACTORY, WAREHOUSE, OR ESTABLISHMENT, OR, IN THE COURSE OF SURFACE TRANSPORTATION, AT A PORT FACILITY AS DEFINED IN § 6-101 OF THE TRANSPORTATION ARTICLE; AND

(3) A VEHICLE AS DEFINED IN § 11-176 OF THE TRANSPORTATION ARTICLE, A PRODUCT OR PART FOR USE IN A VEHICLE, OR TRANSPORTATION EQUIPMENT";

in line 8, strike "22-603." and substitute "6-1303."; in line 9, strike "MANUFACTURE," and substitute ":

(1) MANUFACTURE A CHILDREN'S PRODUCT THAT IS A LEAD-CONTAINING PRODUCT; OR";

in the same line, strike "SELL," and substitute:

# "(2) SELL,";

strike beginning with the colon in line 10 down through "A" in line 11 and substitute ", BY ANY MEANS, INCLUDING THROUGH A SALES OUTLET, A CATALOG, OR THE

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**INTERNET, A**"; and strike beginning with the semicolon in line 12 down through "**PRODUCT**" in line 13.

### AMENDMENT NO. 6

On pages 4 and 5, strike in their entirety the lines beginning with line 14 on page 4 through line 11 on page 5, inclusive, and substitute:

### **"6-1304.**

### (A) A MANUFACTURER OF A CHILDREN'S PRODUCT SHALL:

- (1) TEST WHETHER THE CHILDREN'S PRODUCT IS A LEAD-CONTAINING PRODUCT BY USING AN INDEPENDENT THIRD PARTY QUALIFIED TESTING ENTITY THAT:
- (I) IS NOT OWNED, MANAGED, CONTROLLED, OR DIRECTED
  BY THE MANUFACTURER; AND
- (II) IS ACCREDITED IN ACCORDANCE WITH AN ACCREDITATION PROCESS ESTABLISHED OR RECOGNIZED BY THE DEPARTMENT; AND
- (2) If the children's product tested under item (1) of this subsection is not a lead-containing product, issue a certificate that certifies that the children's product is not a lead-containing product.
- (B) A PERSON SHALL ENSURE THAT THE CERTIFICATE ISSUED IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION IS TRANSMITTED WITH

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THE CHILDREN'S PRODUCT TO ANY DISTRIBUTOR OR RETAILER WHO RECEIVES THE CHILDREN'S PRODUCT.

## (C) A MANUFACTURER SHALL:

- (1) MAINTAIN A COPY OF ANY DOCUMENTS RELATED TO LEAD TESTING AND ANY CERTIFICATE ISSUED IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION; AND
- (2) PROVIDE A COPY TO THE DEPARTMENT OR ANY PERSON ON REQUEST.

### (D) A RETAILER SHALL:

- (1) MAINTAIN A COPY OF ANY CERTIFICATE ISSUED IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION; AND
- (2) PROVIDE A COPY TO THE DEPARTMENT OR ANY PERSON ON REQUEST.
- (E) A PERSON MAY NOT SELL OR OFFER FOR SALE IN THE STATE, BY ANY MEANS, INCLUDING TRANSACTIONS CONDUCTED THROUGH A SALES OUTLET, A CATALOG, OR THE INTERNET, A CHILDREN'S PRODUCT FOR WHICH THERE IS NO CERTIFICATE ISSUED IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION.
- (F) A CERTIFICATE ISSUED IN ACCORDANCE WITH SUBSECTION (A) OF THIS SECTION SHALL BE:

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- (1) BASED ON A TEST OF EACH CHILDREN'S PRODUCT OR ON A TESTING PROTOCOL THAT IS ESTABLISHED OR RECOGNIZED BY THE DEPARTMENT; AND
  - (2) ON A FORM CREATED OR APPROVED BY THE DEPARTMENT.".

#### AMENDMENT NO. 7

On page 5, in line 12, strike "**22-605.**" and substitute "**6-1305.**"; in line 14, strike "**22-603**" and substitute "**6-1303**"; strike beginning with the colon in line 14 down through "**GIVE**" in line 17 and substitute "**GIVE**"; in line 18, strike "**22-603**" and substitute "**6-1303**"; strike beginning with "**OR**" in line 19 down through "**HAZARD**" in line 20; in line 22, strike "**(A)(2)**" and substitute "**(A)**"; in line 24, after "**ALL**" insert "**CHILDREN'S**"; strike beginning with "**AS**" in line 25 down through "**SUBTITLE**" in line 26; strike beginning with "**OR**" in line 29 down through "**PRODUCT**" in line 30; and in line 31, strike "**PERSON**" and substitute "**DISTRIBUTOR OR RETAILER**".

# **AMENDMENT NO. 8**

On page 6, in line 1, strike "OR THE LEAD-ADULTERATED CONSUMABLE PRODUCT"; in line 3, strike "22-606." and substitute "6-1306."; in line 5, after "A" insert "CHILDREN'S"; in line 6, strike "22-603" and substitute "6-1303"; in line 9, strike "22-607." and substitute "6-1307."; and in line 17, strike "\$1,000" and substitute "\$10,000".

### AMENDMENT NO. 9

On page 6, after line 18, insert:

### **"6-1308.**

(A) IN ADDITION TO ANY OTHER PENALTY PROVIDED BY LAW, THE COMPTROLLER MAY ASSESS AGAINST A PERSON WHO VIOLATES § 6-1304(E) OF

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THIS SUBTITLE A FINE NOT EXCEEDING \$1,000 FOR EACH VIOLATION, UP TO A MAXIMUM OF \$50,000.

- (B) A FINE ASSESSED UNDER SUBSECTION (A) OF THIS SECTION MAY NOT BE ASSESSED UNTIL THE PERSON WHO COMMITTED THE VIOLATION HAS BEEN ISSUED THREE WARNINGS REGARDING THE VIOLATION.
- (C) EACH DAY ON WHICH A VIOLATION OCCURS OR CONTINUES IS A SEPARATE VIOLATION UNDER THIS SECTION.
- (D) AT THE END OF EACH QUARTER, THE COMPTROLLER SHALL DISTRIBUTE ALL FINES ASSESSED UNDER THIS SECTION TO THE LEAD POISONING PREVENTION FUND IN A MANNER DETERMINED BY THE DEPARTMENT AND THE COMPTROLLER.

6-1309.

IN ADDITION TO ANY OTHER PENALTY PROVIDED BY LAW, A VIOLATION OF THIS SUBTITLE IS:

- (1) AN UNFAIR OR DECEPTIVE TRADE PRACTICE WITHIN THE MEANING OF TITLE 13 OF THE COMMERCIAL LAW ARTICLE; AND
- (2) SUBJECT TO THE ENFORCEMENT AND PENALTY PROVISIONS CONTAINED IN TITLE 13 OF THE COMMERCIAL LAW ARTICLE.".

# AMENDMENT NO. 10

On page 6, in line 19, strike "**22-608.**" and substitute "**6-1310.**"; in line 20, strike "**(A)**"; strike beginning with "**THAT**" in line 20 down through

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"ADMINISTRATION" in line 25 and substitute "TO CARRY OUT THE PROVISIONS OF THIS SUBTITLE"; and in line 26, strike "22-609." and substitute "6-1311.".

# AMENDMENT NO. 11

On pages 6 and 7, strike beginning with "is" in line 31 on page 6 down through "enacted" in line 3 on page 7 and substitute "shall take effect July 1, 2008".