#### SB0692/533421/1

BY: Conference Committee

# AMENDMENTS TO SENATE BILL 692

(Third Reading File Bill)

### AMENDMENT NO. 1

On page 2, in line 4, strike "a"; in line 5, strike "provision" and substitute "provisions"; in the same line, strike "penalties imposed" and substitute "corrective action taken"; in line 14, before "declaring" insert "altering the maximum daily civil penalty that may be imposed on a public service company for certain violations; altering the maximum daily civil penalty that may be imposed on a public service company for certain safety violations; removing a certain cap on the total civil penalty that may be imposed for a related series of safety violations;"; in line 22, after "recommendations;" insert "providing that this Act may not be construed to limit the Commission's authority to impose penalties for certain violations;"; strike beginning with "requiring" in line 22 down through "date;" in line 24; and after line 36, insert:

"BY repealing and reenacting, with amendments,

<u>Article - Public Utilities</u>

Section 13-201 and 13-202

Annotated Code of Maryland

(2010 Replacement Volume)".

### AMENDMENT NO. 2

On page 5, in line 26, strike "<u>MAY IMPOSE A PENALTY</u>" and substitute "<u>SHALL TAKE APPROPRIATE CORRECTIVE ACTION</u>".

On pages 5 and 6, strike beginning with "IN" in line 30 on page 5 down through "YEAR" in line 1 on page 6 and substitute ", INCLUDING THE IMPOSITION OF APPROPRIATE CIVIL PENALTIES FOR NONCOMPLIANCE AS PROVIDED IN § 13-201 OF THIS ARTICLE".

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On page 9, after line 12, insert:

## "13–201.

- (a) This section does not apply to a violation of the following provisions of this article:
  - (1) Title 5, Subtitle 4;
  - (2) Title 7, Subtitle 1;
  - (3) § 7-213 AS IT APPLIES TO ELECTRIC COOPERATIVES;
  - (4) Title 8, Subtitles 1 and 3;
  - <u>[(4)] (5)</u> <u>Title 9, Subtitle 3; and</u>
  - [(5)] **(6)** <u>Title 8, Subtitle 4.</u>
- (b) (1) Except as provided in paragraph (2) of this subsection, the Commission may impose a civil penalty not exceeding [\$10,000] **\$25,000** against a person who violates a provision of this division, or an effective and outstanding direction, ruling, order, rule, or regulation of the Commission.
- (2) The civil penalty that the Commission may impose on a common carrier for each violation may not exceed \$2,500.
- (c) (1) A civil penalty may be imposed in addition to any other penalty authorized by this division.
  - (2) Each violation is a separate offense.

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- (3) Each day or part of a day the violation continues is a separate offense.
- (d) The Commission shall determine the amount of any civil penalty after considering:
  - (1) the number of previous violations of any provision of this article;
  - (2) the gravity of the current violation;
- (3) the good faith efforts of the violator in attempting to achieve compliance after notification of the violation; and
- (4) any other matter that the Commission considers appropriate and relevant.
- (e) A civil penalty collected under this section shall be paid into the General Fund of the State.

# 13–202.

- (a) In this section, "safety violation" means a condition or activity likely to cause injury or harm to an individual or property.
- (b) This section does not apply to a safety violation by a gas company that is subject to § 13–203 of this subtitle.
- (c) (1) Subject to paragraph (2) of this subsection, a public service company that violates a provision of this division that relates to safety is subject to a civil penalty not exceeding [\$500] \$25,000 for each violation for each day that the violation persists.

- (2) [The maximum civil penalty may not exceed:
  - (i) \$50,000 for a related series of violations; or
- (ii) for FOR a common carrier, THE MAXIMUM CIVIL PENALTY MAY NOT EXCEED \$500 for each violation or related series of violations stemming from a single safety inspection.
- (d) In determining the amount of a civil penalty imposed under this section, the Commission shall consider the:
- (1) appropriateness of the penalty to the size of the public service company;
- (2) <u>number of previous violations of this article by the public service</u> <u>company;</u>
  - (3) gravity of the current violation; and
- (4) good faith of the public service company in attempting to achieve compliance after notification of the violation.
- (e) The public service company involved may request reconsideration of a penalty imposed under this section within 30 days after the date of notification of the determination.".

### AMENDMENT NO. 3

On page 9, after line 30, insert:

"SECTION 4. AND BE IT FURTHER ENACTED, That nothing in this Act shall be construed as limiting the authority of the Public Service Commission to impose

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penalties for violations of law or regulation in existence before the effective date of this Act.";

and in line 31, strike "4." and substitute "5.".