# SENATE BILL 555

K3, P2 3lr2113 HB 1330/11 - ECM CF HB 330

By: Senators Garagiola, Manno, Benson, Forehand, King, Klausmeier, Madaleno, Montgomery, Peters, Ramirez, Rosapepe, and Stone

Introduced and read first time: February 1, 2013

Assigned to: Finance

#### A BILL ENTITLED

1	AN	ACT	concerning
L	TII	1101	COLLCCLILLING

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## Construction Safety and Health Training - Public Work Contracts

3 FOR the purpose of requiring certain individuals performing work on certain public 4 work projects to complete certain construction safety training; requiring certain 5 contractors, before beginning work on a public work contract, to provide a 6 certification to a public body that certain individuals have received construction safety training; requiring the Commissioner of Labor and Industry to 7 8 investigate compliance with the training requirement; requiring a public body 9 to withhold certain liquidated damages to cover the liability of a contractor if 10 notified by the Commissioner of Labor and Industry of a violation; providing for 11 a hearing after completion of an investigation; providing for the imposition of 12 liquidated damages of certain amounts for certain violations; providing for 13 debarment of certain contractors under certain circumstances; authorizing the Commissioner to adopt certain regulations; defining certain terms; and 14 15 generally relating to construction safety training.

## 16 BY adding to

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- Article State Finance and Procurement
- Section 17–801 through 17–808 to be under the new subtitle "Subtitle 8.
- 19 Construction Safety and Health Training"
- 20 Annotated Code of Maryland
- 21 (2009 Replacement Volume and 2012 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 23 MARYLAND, That the Laws of Maryland read as follows:

#### **Article – State Finance and Procurement**

## SUBTITLE 8. CONSTRUCTION SAFETY AND HEALTH TRAINING.

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



- 1 **17–801.**
- 2 (A) IN THIS TITLE THE FOLLOWING WORDS HAVE THE MEANINGS
- 3 INDICATED.
- 4 (B) "COMMISSIONER" MEANS THE COMMISSIONER OF LABOR AND
- 5 INDUSTRY.
- 6 (C) "CONSTRUCTION" HAS THE MEANING STATED IN § 17–201(D) OF
- 7 THIS TITLE.
- 8 (D) "CONSTRUCTION SAFETY TRAINING" MEANS A LIVE PROGRAM OR
- 9 COURSE OF CONSTRUCTION SAFETY TRAINING THAT CONFORMS TO THE
- 10 30-HOUR CONSTRUCTION INDUSTRY SAFETY OUTREACH TRAINING PROGRAM
- 11 ESTABLISHED BY THE OCCUPATIONAL SAFETY AND HEALTH ADMINISTRATION
- 12 OF THE UNITED STATES DEPARTMENT OF LABOR.
- 13 (E) "FALSE STATEMENT" MEANS A STATEMENT THAT IS
- 14 INTENTIONALLY FALSE OR MADE WITH RECKLESS DISREGARD FOR TRUTH OR
- 15 ACCURACY.
- 16 (F) "KNOWINGLY" MEANS ACTUAL KNOWLEDGE, DELIBERATE
- 17 IGNORANCE, OR RECKLESS DISREGARD FOR THE TRUTH.
- 18 (G) "PUBLIC BODY" HAS THE MEANING STATED IN § 17–201(I) OF THIS
- 19 **TITLE.**
- 20 (H) "PUBLIC WORK" HAS THE MEANING STATED IN § 17–201(J) OF THIS
- 21 **TITLE.**
- 22 (I) "PUBLIC WORK CONTRACT" HAS THE MEANING STATED IN §
- 23 **17–201(K)** OF THIS TITLE.
- 24 **17–802.**
- 25 This subtitle applies only to work performed on a public work
- 26 CONTRACT AS PROVIDED FOR IN § 17–202 OF THIS TITLE.
- 27 **17–803.**
- 28 A CONTRACTOR ON A PUBLIC WORK CONTRACT SHALL:

- 1 (1) ENSURE THAT ALL INDIVIDUALS PERFORMING MANUAL WORK 2 AT THE JOB SITE UNDER THE PUBLIC WORK CONTRACT HAVE COMPLETED 3 SUCCESSFULLY CONSTRUCTION SAFETY TRAINING OR WILL HAVE COMPLETED 4 SUCCESSFULLY THE TRAINING BEFORE WORKING ON THE CONTRACT;
- 5 (2) ENSURE THAT THE CONSTRUCTION SAFETY TRAINING
  6 REQUIRED BY THIS SECTION IS ADMINISTERED BY AN ENTITY AUTHORIZED TO
  7 PROVIDE THE TRAINING BY THE OCCUPATIONAL SAFETY AND HEALTH
  8 ADMINISTRATION OF THE UNITED STATES DEPARTMENT OF LABOR; AND
- 9 (3) CONFIRM THAT EACH INDIVIDUAL PERFORMING WORK AT THE 10 JOB SITE UNDER THE PUBLIC WORK CONTRACT HAS COMPLETED THE 11 CONSTRUCTION SAFETY TRAINING COURSE WITHIN THE PAST 5 YEARS.
- 12 **17–804.**
- (A) BEFORE BEGINNING WORK ON A PUBLIC WORK CONTRACT, A CONTRACTOR SHALL SUBMIT A CERTIFICATION OF COMPLETION OF THE CONSTRUCTION SAFETY TRAINING COURSE TO THE PUBLIC BODY RESPONSIBLE FOR THE CONTRACT ATTESTING THAT ALL INDIVIDUALS WORKING ON THE SITE, INCLUDING SUBCONTRACTORS, MEET OR WILL MEET THE SAFETY QUALIFICATIONS REQUIRED UNDER § 17–803 OF THIS SUBTITLE.
- 19 **(B) (1)** A CONTRACTOR SHALL MAINTAIN PROOF OF COMPLETION OF 20 THE CONSTRUCTION SAFETY TRAINING COURSE AS REQUIRED BY THIS SECTION 21 UNTIL THE PUBLIC WORK CONTRACT IS COMPLETED.
- 22 (2) THE COMMISSIONER MAY REQUIRE A CONTRACTOR OR 23 SUBCONTRACTOR TO SUBMIT PROOF OF COMPLIANCE WITH THIS SECTION ON 24 REQUEST.
- 25 **17–805**.
- 26 (A) THE COMMISSIONER SHALL INVESTIGATE AS NECESSARY TO DETERMINE COMPLIANCE WITH THIS SUBTITLE AND REGULATIONS ADOPTED UNDER THIS SUBTITLE.
- (B) IF, AFTER INVESTIGATION, THE COMMISSIONER DETERMINES THAT
  A CONTRACTOR OR SUBCONTRACTOR HAS VIOLATED THIS SUBTITLE OR A
  REGULATION ADOPTED UNDER THIS SUBTITLE, THE COMMISSIONER PROMPTLY
  SHALL NOTIFY THE PUBLIC BODY.

- 1 (C) (1) ON NOTIFICATION, THE PUBLIC BODY SHALL WITHHOLD FROM PAYMENT DUE THE CONTRACTOR OR SUBCONTRACTOR AN AMOUNT SUFFICIENT TO SATISFY A LIABILITY OF A CONTRACTOR OR SUBCONTRACTOR FOR LIQUIDATED DAMAGES, IN ACCORDANCE WITH § 17–806 OF THIS SUBTITLE, PENDING A FINAL ORDER.
- 6 (2) If A SUBCONTRACTOR IS RESPONSIBLE FOR A VIOLATION OF THIS SUBTITLE, THE CONTRACTOR:
- 8 (I) MAY WITHHOLD FROM PAYMENT TO THE 9 SUBCONTRACTOR AN AMOUNT EQUAL TO THE AMOUNT WITHHELD FROM THE 10 CONTRACTOR UNDER PARAGRAPH (1) OF THIS SUBSECTION; OR
- 11 (II) IF PAYMENT HAS BEEN MADE TO THE SUBCONTRACTOR,
  12 MAY SUE TO RECOVER THAT AMOUNT.
- 13 (D) (1) THE COMMISSIONER SHALL ISSUE A NOTICE OF HEARING WITHIN 30 DAYS AFTER COMPLETING AN INVESTIGATION.
- 15 (2) THE NOTICE OF HEARING SHALL:
- 16 (I) INCLUDE A STATEMENT OF FACTS DISCLOSED IN THE 17 INVESTIGATION;
- 18 (II) INCLUDE THE TIME AND PLACE OF THE HEARING; AND
- 19 (III) BE SERVED ON ALL INTERESTED PERSONS, INCLUDING 20 THE PUBLIC BODY.
- 21 (3) THE COMMISSIONER MAY DELEGATE TO THE OFFICE OF 22 ADMINISTRATIVE HEARINGS THE AUTHORITY TO HOLD A HEARING AND ISSUE 23 PROPOSED FINDINGS OF FACT, CONCLUSIONS OF LAW, AND AN ORDER 24 INCLUDING LIQUIDATED DAMAGES, IF ANY, IN ACCORDANCE WITH TITLE 10,
- 25 SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.
- 26 (4) A DECISION OF AN ADMINISTRATIVE LAW JUDGE ISSUED IN
  27 ACCORDANCE WITH TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT
  28 ARTICLE SHALL BECOME A FINAL ORDER OF THE COMMISSIONER UNLESS,
  29 WITHIN 15 DAYS OF THE ISSUANCE OF THE PROPOSED DECISION:
- 30 (I) THE COMMISSIONER ORDERS REVIEW OF THE 31 PROPOSED DECISION; OR

- 1 (II) AN EMPLOYER SUBMITS TO THE COMMISSIONER A 2 WRITTEN REQUEST FOR REVIEW OF THE PROPOSED ORDER.
- 3 (5) AFTER REVIEW, WITH OR WITHOUT A HEARING, ON THE 4 RECORD, THE COMMISSIONER SHALL ISSUE AN ORDER THAT, ON THE BASIS OF 5 FINDINGS OF FACT AND CONCLUSIONS OF LAW, AFFIRMS, MODIFIES, OR VACATES THE PROPOSED DECISION.
- 7 (6) AN ORDER OF THE COMMISSIONER UNDER PARAGRAPH (5) 8 OF THIS SUBSECTION IS THE FINAL ADMINISTRATIVE ORDER.
- 9 (7) ON ISSUANCE OF A FINAL ORDER, THE PUBLIC BODY, FROM
  10 THE MONEY DUE THE CONTRACTOR OR SUBCONTRACTOR, SHALL SATISFY THE
  11 OBLIGATION OF THE CONTRACTOR OR SUBCONTRACTOR TO PAY LIQUIDATED
  12 DAMAGES IN ACCORDANCE WITH § 17–806 OF THIS SUBTITLE.
- 13 **17–806.**
- (A) A CONTRACTOR OR SUBCONTRACTOR IS LIABLE TO THE STATE
  GENERAL FUND FOR LIQUIDATED DAMAGES OF NO LESS THAN \$250 PER DAY
  AND NO MORE THAN \$500 PER DAY FOR EACH EMPLOYEE OF A CONTRACTOR OR
  SUBCONTRACTOR WHO IS NOT IN COMPLIANCE WITH THE CONSTRUCTION
  SAFETY TRAINING REQUIREMENT OF § 17–803 OF THIS SUBTITLE.
- (B) A CONTRACTOR OR SUBCONTRACTOR WHO IS FOUND TO HAVE KNOWINGLY SUBMITTED A FALSE STATEMENT OF CERTIFICATION OF COMPLETION OF THE CONSTRUCTION SAFETY TRAINING REQUIREMENT OF \$ 17–803 OF THIS SUBTITLE IS LIABLE TO THE STATE GENERAL FUND FOR LIQUIDATED DAMAGES OF NO LESS THAN \$1,000 PER DAY AND NO MORE THAN \$3,000 PER DAY FOR EACH DAY THAT THE CONTRACTOR OR SUBCONTRACTOR OPERATED UNDER A FALSE STATEMENT OF CERTIFICATION.
- 26 **17–807.**
- 27 (A) A CONTRACTOR OR SUBCONTRACTOR WHO HAS BEEN FOUND TO
  28 HAVE VIOLATED § 17–803 OF THIS SUBTITLE ON TWO OR MORE OCCASIONS
  29 SHALL BE PROHIBITED FROM ENTERING INTO A CONTRACT FOR CONSTRUCTION
  30 OF A PUBLIC WORK DIRECTLY OR INDIRECTLY FOR A PERIOD OF 3 YEARS.
- 31 (B) THE COMMISSIONER SHALL FILE WITH THE SECRETARY OF STATE 32 THE NAME OF ANY CONTRACTOR OR SUBCONTRACTOR WITH TWO OR MORE 33 VIOLATIONS WITHIN THE LAST 5 YEARS.

- 1 **17–808.**
- The Commissioner may adopt regulations necessary to administer the provisions of this subtitle.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 5 July 1, 2013.