K3 7lr2192

## By: Delegates McCray, Frick, Glenn, Hayes, Impallaria, Lierman, Tarlau, and Valderrama

Introduced and read first time: February 9, 2017

Assigned to: Economic Matters

## A BILL ENTITLED

| 1                          | AN ACT concerning  |
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| 2 3                        | Labor and Employment – General Contractor Liability for Nonpayment of Wages  |
| 4<br>5<br>6<br>7           | FOR the purpose of providing that certain contractors are jointly and severally liable for certain violations of the wage payment and collection law by certain subcontractors under certain circumstances; and generally relating to the liability of general contractors for nonpayment of wages.  |
| 8<br>9<br>10<br>11<br>12   | BY repealing and reenacting, with amendments, Article – Labor and Employment Section 3–507.2 Annotated Code of Maryland (2016 Replacement Volume)  |
| 13<br>14                   | SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND That the Laws of Maryland read as follows:  |
| 15                         | Article – Labor and Employment   |
| 16                         | 3–507.2.   |
| 17<br>18<br>19<br>20<br>21 | (a) Notwithstanding any remedy available under § 3–507 of this subtitle, if are employer fails to pay an employee in accordance with § 3–502 or § 3–505 of this subtitle after 2 weeks have elapsed from the date on which the employer is required to have paid the wages, the employee may bring an action against the employer to recover the unpaid wages. |

If, in an action under subsection (a) of this section, a court finds that an

employer withheld the wage of an employee in violation of this subtitle and not as a result

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- of a bona fide dispute, the court may award the employee an amount not exceeding 3 times the wage, and reasonable counsel fees and other costs.
- 3 (C) IN AN ACTION UNDER SUBSECTION (A) OF THIS SECTION, A GENERAL 4 CONTRACTOR IS JOINTLY AND SEVERALLY LIABLE FOR VIOLATIONS OF THIS 5 SUBTITLE COMMITTED BY ITS SUBCONTRACTORS AND THE SUBCONTRACTORS' 6 SUBCONTRACTORS.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 8 October 1, 2017.