HOUSE BILL 1510

P2 $7 \ln 2939$ HB 977/16 - ECM

By: Delegates Glenn, Barkley, Brooks, Carey, Carr, Chang, Fennell, Frick, Hettleman, Lierman, Luedtke, McCray, Moon, Patterson, Robinson, Rosenberg, Tarlau, Valderrama, and Waldstreicher

Introduced and read first time: February 10, 2017

Assigned to: Economic Matters

A BILL ENTITLED

1 AN ACT concerning

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Procurement - Public Work Contracts - Contractor Occupational Safety and Health Requirements

FOR the purpose of requiring a prospective bidder or offeror when submitting a bid or offer for a public work contract to submit to the public body a certain contractor safety and health plan and a certain attestation; requiring that a contractor safety and health plan include certain information; requiring a prospective bidder or offeror to provide a copy of the contractor safety and health plan to the Commissioner of Labor and Industry on request; requiring the Commissioner to develop a certain safety and health calculation worksheet and specified safety and health rating system; requiring each contractor and subcontractor working under a public work contract to complete a certain safety and health calculation worksheet within a certain number of days after entering into the public work contract and implement certain additional safety and health measures; requiring the Commissioner to adopt regulations to carry out this Act; authorizing the Commissioner to require by regulation that a prospective bidder or offeror, a contractor, or a subcontractor subject to this Act maintain certain records; requiring the Commissioner to investigate as necessary to determine whether certain persons are complying with this Act; authorizing the Commissioner to enter a place of business or a work site for certain purposes; requiring the Commissioner to issue a certain citation and proposed order to a prospective bidder or offeror, a contractor, or a subcontractor under certain circumstances; requiring the citation and proposed order to be sent by certified mail and contain certain information; authorizing a certain prospective bidder, contractor, or subcontractor to request a certain hearing within a certain number of days after receiving the citation and proposed order; requiring the Commissioner to schedule a hearing on receipt of a request for a hearing; providing that a certain proposed order becomes a final order under certain circumstances; providing that a certain decision of the Commissioner is final except under certain circumstances; requiring the Commissioner to assess certain civil penalties under

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



1 certain circumstances; requiring the Commissioner to consider certain factors in 2 determining the amount of a penalty to be assessed; authorizing the Commissioner, 3 under certain circumstances, to recommend to a public body that a prospective 4 bidder or offeror, contractor, or subcontractor be debarred from entering into a 5 certain public work contract for a certain time period; prohibiting a prospective 6 bidder or offeror, contractor, or subcontractor from taking certain action against an 7 employee for certain reasons; authorizing a certain employee to submit to the 8 Commissioner a certain written complaint; requiring that an employee submit a 9 certain complaint within a certain time period; requiring the Commissioner to 10 investigate a certain complaint; requiring the Commissioner, under certain circumstances, to refer a certain matter to the Office of Administrative Hearings for 11 12 findings of fact and a proposed decision under certain provisions of law; providing for the application of a certain provision of this Act; defining certain terms; and 13 generally relating to contractor occupational safety and health requirements on 14 15 public work contracts.

- 16 BY adding to
- 17 Article State Finance and Procurement
- Section 17–801 through 17–807 to be under the new subtitle "Subtitle 8. Contractor
- 19 Occupational Safety and Health Requirements"
- 20 Annotated Code of Maryland
- 21 (2015 Replacement Volume and 2016 Supplement)
- 22 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.
- 23 That the Laws of Maryland read as follows:
- 24 Article State Finance and Procurement
- 25 SUBTITLE 8. CONTRACTOR OCCUPATIONAL SAFETY AND HEALTH REQUIREMENTS.
- 27 **17–801.**
- 28 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 29 INDICATED.
- 30 (B) "COMMISSIONER" MEANS THE COMMISSIONER OF LABOR AND 31 INDUSTRY.
- 32 (C) "CONSTRUCTION" INCLUDES ALL:
- 33 **(1) BUILDING**;
- 34 (2) RECONSTRUCTING;

1	(3) IMPI	ROVING;	
2	(4) ENL	ARGING;	
3	(5) PAIN	ITING AND DECORATING;	
4	(6) ALTI	ERING;	
5	(7) MAII	NTAINING; AND	
6	(8) REP	AIRING.	
7 8 9	(D) "CONTRACTOR SAFETY AND HEALTH PLAN" MEANS THE WRITTEN CONTRACTOR SAFETY AND HEALTH PLAN REQUIRED UNDER § 17–802 OF THIS SUBTITLE.			
10	(E) "I	PROSPEC	TIVE BIDDER OR OFFEROR" INCLUDES A SUBCONTRACTOR.	
11	(F) "PUBLIC BODY" MEANS:			
12	(1) THE	STATE;	
13	(2) A PO	LITICAL SUBDIVISION; OR	
14 15	(3 SUBDIVISION.) A UN	IIT OR AN INSTRUMENTALITY OF THE STATE OR A POLITICAL	
16 17 18		SASTRU	JECT TO PARAGRAPH (2) OF THIS SUBSECTION, "PUBLIC CTURE OR WORK, INCLUDING A BRIDGE, A BUILDING, A DITCH, VATERWORK, OR A SEWAGE DISPOSAL PLANT, THAT:	
19		(I)	IS CONSTRUCTED FOR PUBLIC USE OR BENEFIT; OR	
20		(II)	IS PAID FOR WHOLLY OR PARTLY BY PUBLIC MONEY.	
21 22 23 24	SERVICE COM	OR WOR	BLIC WORK" DOES NOT INCLUDE, UNLESS LET TO CONTRACT, K, THE CONSTRUCTION OF WHICH IS PERFORMED BY A PUBLIC NDER ORDER OF THE PUBLIC SERVICE COMMISSION OR RITY REGARDLESS OF:	
25		(I)	PUBLIC SUPERVISION OR DIRECTION; OR	
26		(II)	PAYMENT WHOLLY OR PARTLY FROM PUBLIC MONEY.	

- 1 (H) "PUBLIC WORK CONTRACT" MEANS A CONTRACT FOR CONSTRUCTION 2 OF A PUBLIC WORK.
- 3 (I) "SAFETY AND HEALTH CALCULATION WORKSHEET" MEANS THE SAFETY
- 4 AND HEALTH CALCULATION WORKSHEET DEVELOPED UNDER § 17–803(B) OF THIS
- 5 SUBTITLE.
- 6 (J) "SAFETY AND HEALTH RATING SYSTEM" MEANS THE SAFETY AND 7 HEALTH RATING SYSTEM DEVELOPED UNDER § 17–803(B) OF THIS SUBTITLE.
- 8 **17–802.**
- 9 (A) WHEN SUBMITTING A BID OR AN OFFER FOR A PUBLIC WORK CONTRACT,
- 10 A PROSPECTIVE BIDDER OR OFFEROR SHALL SUBMIT TO THE PUBLIC BODY:
- 11 (1) A CONTRACTOR SAFETY AND HEALTH PLAN; AND
- 12 (2) AN ATTESTATION THAT:
- 13 (I) THE CONTRACTOR SAFETY AND HEALTH PLAN MEETS THE
- 14 REQUIREMENTS OF SUBSECTION (B) OF THIS SECTION; AND
- 15 (II) THE PROSPECTIVE BIDDER OR OFFEROR WILL IMPLEMENT
- 16 THE CONTRACTOR SAFETY AND HEALTH PLAN WHEN PERFORMING WORK UNDER
- 17 THE PUBLIC WORK CONTRACT.
- 18 (B) THE CONTRACTOR SAFETY AND HEALTH PLAN THAT A PROSPECTIVE
- 19 BIDDER OR OFFEROR IS REQUIRED TO SUBMIT UNDER SUBSECTION (A) OF THIS
- 20 SECTION SHALL INCLUDE:
- 21 (1) A STATEMENT OF THE COMMITMENT OF THE PROSPECTIVE
- 22 BIDDER OR OFFEROR TO OCCUPATIONAL SAFETY AND HEALTH ON THE PROJECT;
- 23 (2) THE NAME OF A REPRESENTATIVE OF THE PROSPECTIVE BIDDER
- 24 OR OFFEROR WHO WILL BE RESPONSIBLE FOR OCCUPATIONAL SAFETY AND HEALTH
- 25 ON THE PROJECT:
- 26 (3) METHODS THAT WILL BE USED TO IDENTIFY, ASSESS, AND
- 27 DOCUMENT POTENTIAL OCCUPATIONAL SAFETY AND HEALTH HAZARDS ON THE
- 28 PROJECT:

- 1 (4) METHODS THAT WILL BE USED TO PREVENT AND CONTROL 2 OCCUPATIONAL SAFETY AND HEALTH HAZARDS ON THE PROJECT;
- 3 (5) METHODS THAT WILL BE USED TO COMMUNICATE INFORMATION
- 4 TO AND TRAIN EMPLOYEES IN ISSUES RELATED TO OCCUPATIONAL SAFETY AND
- 5 HEALTH HAZARDS ON THE PROJECT;
- 6 (6) METHODS THAT WILL BE USED TO INVOLVE EMPLOYEES IN
- 7 IDENTIFYING AND RESOLVING OCCUPATIONAL SAFETY AND HEALTH ISSUES ON THE
- 8 PROJECT; AND
- 9 (7) METHODS THAT WILL BE USED TO CONTINUALLY EVALUATE AND
- 10 ASSESS OCCUPATIONAL SAFETY AND HEALTH HAZARDS ON THE PROJECT AND
- 11 PROVIDE FOR MODIFICATION OF THE CONTRACTOR SAFETY AND HEALTH PLAN
- 12 BASED ON THE CONTINUING EVALUATION AND ASSESSMENT.
- 13 (C) ON REQUEST, THE PROSPECTIVE BIDDER OR OFFEROR SHALL PROVIDE
- 14 A COPY OF THE CONTRACTOR SAFETY AND HEALTH PLAN TO THE COMMISSIONER.
- 15 **17–803.**
- 16 (A) THIS SECTION APPLIES TO PUBLIC WORK CONTRACTS VALUED AT \$100,000 OR MORE.
- 18 **(B)** THE COMMISSIONER SHALL DEVELOP:
- 19 (1) A SAFETY AND HEALTH CALCULATION WORKSHEET TO EVALUATE
- 20 THE SAFETY AND HEALTH PERFORMANCE INDICATORS OF CONTRACTORS AND
- 21 SUBCONTRACTORS THAT PERFORM WORK UNDER A PUBLIC WORK CONTRACT; AND
- 22 (2) A SAFETY AND HEALTH RATING SYSTEM TO SPECIFY ADDITIONAL
- 23 SAFETY AND HEALTH MEASURES THAT A CONTRACTOR OR SUBCONTRACTOR IS
- 24 REQUIRED TO IMPLEMENT BASED ON THE SCORE THE CONTRACTOR OR
- 25 SUBCONTRACTOR RECEIVES ON THE SAFETY AND HEALTH CALCULATION
- 26 WORKSHEET.
- 27 (C) EACH CONTRACTOR AND SUBCONTRACTOR WORKING UNDER A PUBLIC
- 28 WORK CONTRACT SHALL:
- 29 (1) WITHIN 7 DAYS AFTER ENTERING INTO THE PUBLIC WORK
- 30 CONTRACT, COMPLETE A SAFETY AND HEALTH CALCULATION WORKSHEET; AND

- 1 (2) IMPLEMENT ANY ADDITIONAL SAFETY AND HEALTH MEASURES
- 2 REQUIRED TO BE IMPLEMENTED BASED ON THE SAFETY AND HEALTH RATING
- 3 SYSTEM.
- 4 **17–804.**
- 5 (A) THE COMMISSIONER SHALL ADOPT REGULATIONS TO CARRY OUT THIS
- 6 SUBTITLE.
- 7 (B) THE COMMISSIONER MAY REQUIRE BY REGULATION THAT A
- 8 PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR
- 9 SUBJECT TO THIS SUBTITLE MAINTAIN ANY RECORDS NECESSARY FOR THE
- 10 IMPLEMENTATION OF THIS SUBTITLE.
- 11 **17–805.**
- 12 (A) THE COMMISSIONER SHALL INVESTIGATE AS NECESSARY TO
- 13 DETERMINE WHETHER A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A
- 14 SUBCONTRACTOR IS COMPLYING WITH THIS SUBTITLE.
- 15 (B) THE COMMISSIONER MAY ENTER A PLACE OF BUSINESS OR A WORK SITE
- 16 **TO:**
- 17 (1) OBSERVE THE SAFETY AND HEALTH MEASURES IN PLACE ON THE
- 18 WORK SITE;
- 19 (2) INTERVIEW INDIVIDUALS ON THE WORK SITE REGARDING SAFETY
- 20 AND HEALTH MEASURES IN PLACE ON THE WORK SITE; AND
- 21 (3) REVIEW AND COPY RECORDS NECESSARY FOR DETERMINING
- 22 COMPLIANCE WITH THIS SUBTITLE.
- 23 (C) (1) IF, AFTER AN INVESTIGATION, THE COMMISSIONER DETERMINES
- 24 THAT A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR
- 25 HAS VIOLATED THIS SUBTITLE, THE COMMISSIONER SHALL ISSUE A CITATION AND
- 26 PROPOSED ORDER TO THE PROSPECTIVE BIDDER OR OFFEROR, CONTRACTOR, OR
- 27 SUBCONTRACTOR.
- 28 (2) THE CITATION AND PROPOSED ORDER ISSUED UNDER
- 29 PARAGRAPH (1) OF THIS SUBSECTION SHALL:
- 30 (I) BE SENT TO THE PROSPECTIVE BIDDER OR OFFEROR,
- 31 CONTRACTOR, OR SUBCONTRACTOR BY CERTIFIED MAIL;

1	(II) DESCRIBE THE NATURE OF THE VIOLATION;
2 3	(III) CITE THE PROVISION OF LAW THAT THE PROSPECTIVE BIDDER OR OFFEROR, CONTRACTOR, OR SUBCONTRACTOR HAS VIOLATED;
4 5	(IV) STATE THE PENALTY THAT THE COMMISSIONER PROPOSES TO ASSESS; AND
6 7	(V) PROVIDE NOTICE OF THE OPPORTUNITY TO REQUEST A HEARING.
8 9 10 11	(D) (1) WITHIN 30 DAYS AFTER A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR RECEIVES THE CITATION AND PROPOSED ORDER, THE PROSPECTIVE BIDDER OR OFFEROR, CONTRACTOR, OR SUBCONTRACTOR MAY REQUEST A DE NOVO ADMINISTRATIVE HEARING UNDER THE ADMINISTRATIVE PROCEDURE ACT.
$\frac{13}{4}$	(2) ON RECEIPT OF A REQUEST FOR A HEARING UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE COMMISSIONER SHALL SCHEDULE A HEARING.
15 16	(3) If A HEARING IS NOT REQUESTED UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE PROPOSED ORDER SHALL BECOME A FINAL ORDER.
17 18 19 20 21 22	(4) If a hearing is requested under paragraph (1) of this subsection, the decision of the Commissioner that is issued after the hearing shall become final unless the prospective bidder or offeror contractor, or subcontractor seeks judicial review under the Administrative Procedure Act within 30 days after the decision is issued.
23	17–806.
24 25 26	(A) (1) IF THE COMMISSIONER DETERMINES THAT A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR VIOLATED THIS SUBTITLE, THE COMMISSIONER SHALL ASSESS:
27 28	(I) FOR A FIRST VIOLATION, A CIVIL PENALTY NOT TO EXCEED \$5,000; AND

FOR EACH SUBSEQUENT VIOLATION, A CIVIL PENALTY NOT

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(II)

TO EXCEED \$10,000.

- 1 (2) IN DETERMINING THE AMOUNT OF PENALTY TO BE ASSESSED
- 2 UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE COMMISSIONER SHALL
- 3 CONSIDER:
- 4 (I) THE NATURE OF THE VIOLATION; AND
- 5 (II) WHETHER THE PROSPECTIVE BIDDER OR OFFEROR,
- 6 CONTRACTOR, OR SUBCONTRACTOR MADE GOOD-FAITH EFFORTS AT COMPLYING
- 7 WITH THE REQUIREMENTS OF THIS SUBTITLE.
- 8 (B) IN ADDITION TO ANY CIVIL PENALTY ASSESSED UNDER SUBSECTION (A)
- 9 OF THIS SECTION, IF A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A
- 10 SUBCONTRACTOR KNOWINGLY OR RECKLESSLY VIOLATES THIS SUBTITLE, THE
- 11 COMMISSIONER MAY RECOMMEND TO A PUBLIC BODY THAT THE PROSPECTIVE
- 12 BIDDER OR OFFEROR, CONTRACTOR, OR SUBCONTRACTOR BE DEBARRED FROM
- 13 ENTERING INTO A PUBLIC WORK CONTRACT WITH THE PUBLIC BODY FOR A PERIOD
- 14 **OF 2 YEARS.**
- 15 **17–807.**
- 16 (A) A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A
- 17 SUBCONTRACTOR MAY NOT DISCHARGE OR OTHERWISE DISCRIMINATE AGAINST AN
- 18 EMPLOYEE BECAUSE THE EMPLOYEE:
- 19 (1) FILES IN GOOD FAITH A COMPLAINT RELATED TO A VIOLATION OF
- 20 THIS SUBTITLE WITH THE COMMISSIONER; OR
- 21 (2) HAS TESTIFIED OR WILL TESTIFY IN A PROCEEDING RELATED TO
- 22 A VIOLATION OF THIS SUBTITLE.
- 23 (B) (1) IF AN EMPLOYEE BELIEVES IN GOOD FAITH THAT A PROSPECTIVE
- 24 BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR HAS TAKEN ACTION
- 25 AGAINST THE EMPLOYEE IN VIOLATION OF SUBSECTION (A) OF THIS SECTION, THE
- 26 EMPLOYEE MAY SUBMIT TO THE COMMISSIONER A WRITTEN COMPLAINT THAT
- 27 ALLEGES THE VIOLATION AND INCLUDES THE SIGNATURE OF THE EMPLOYEE.
- 28 (2) AN EMPLOYEE SHALL SUBMIT A COMPLAINT UNDER PARAGRAPH
- 29 (1) OF THIS SUBSECTION WITHIN 60 DAYS AFTER THE ALLEGED VIOLATION
- 30 OCCURRED.
- 31 (C) THE COMMISSIONER SHALL INVESTIGATE A COMPLAINT SUBMITTED
- 32 UNDER SUBSECTION (B) OF THIS SECTION.

- 1 (D) IF, AFTER AN INVESTIGATION, THE COMMISSIONER DETERMINES THAT
 2 THERE IS PROBABLE CAUSE TO BELIEVE THAT A PROSPECTIVE BIDDER OR
 3 OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR VIOLATED THIS SECTION, THE
 4 COMMISSIONER SHALL REFER THE MATTER TO THE OFFICE OF ADMINISTRATIVE
 5 HEARINGS FOR FINDINGS OF FACT AND A PROPOSED DECISION UNDER THE
 6 ADMINISTRATIVE PROCEDURE ACT.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July $8\,\,$ 1, 2017.