P2, K3, J1 HB 977/16 – ECM

(PRE-FILED)

By: Delegate Glenn

Requested: November 20, 2018 Introduced and read first time: January 9, 2019 Assigned to: Health and Government Operations and Economic Matters

A BILL ENTITLED

1 AN ACT concerning

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

4 FOR the purpose of requiring a prospective bidder or offeror when submitting a bid or offer $\mathbf{5}$ for a public work contract to submit to the public body a certain contractor safety 6 and health plan and a certain attestation; requiring that a contractor safety and 7 health plan include certain information; requiring a prospective bidder or offeror to 8 provide a copy of the contractor safety and health plan to the Commissioner of Labor 9 and Industry on request; requiring the Commissioner to develop a certain safety and 10 health calculation worksheet and specified safety and health rating system; 11 requiring each contractor and subcontractor working under a public work contract 12to complete a certain safety and health calculation worksheet within a certain 13 number of days after entering into the public work contract and implement certain 14 additional safety and health measures; requiring the Commissioner to adopt 15regulations to carry out this Act; authorizing the Commissioner to require by 16regulation that a prospective bidder or offeror, a contractor, or a subcontractor 17subject to this Act maintain certain records; requiring the Commissioner to 18 investigate as necessary to determine whether certain persons are complying with 19this Act; authorizing the Commissioner to enter a place of business or a work site for 20certain purposes; requiring the Commissioner to issue a certain citation and 21proposed order to a prospective bidder or offeror, a contractor, or a subcontractor 22under certain circumstances; requiring the citation and proposed order to be sent by 23certified mail and contain certain information; authorizing a certain prospective 24bidder or offeror, contractor, or subcontractor to request a certain hearing within a 25certain number of days after receiving the citation and proposed order; requiring the 26Commissioner to schedule a hearing on receipt of a request for a hearing; providing 27that a certain proposed order becomes a final order under certain circumstances; 28providing that a certain decision of the Commissioner is final except under certain 29circumstances; requiring the Commissioner to assess certain civil penalties under 30 certain circumstances; requiring the Commissioner to consider certain factors in

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW. [Brackets] indicate matter deleted from existing law.



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

15 BY adding to

- 16 Article State Finance and Procurement
- Section 17–801 through 17–807 to be under the new subtitle "Subtitle 8. Contractor
 Occupational Safety and Health Requirements"
- 19 Annotated Code of Maryland
- 20 (2015 Replacement Volume and 2018 Supplement)
- SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
 That the Laws of Maryland read as follows:
- Article State Finance and Procurement
 SUBTITLE 8. CONTRACTOR OCCUPATIONAL SAFETY AND HEALTH
- 25
- 26 **17–801.**

27 (A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS 28 INDICATED.

REQUIREMENTS.

29 (B) "COMMISSIONER" MEANS THE COMMISSIONER OF LABOR AND 30 INDUSTRY.

- 31 (C) "CONSTRUCTION" INCLUDES ALL:
- 32 **(1)** BUILDING;
- 33 (2) RECONSTRUCTING;
- **34 (3) IMPROVING;**

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1	(4) ENLARGING;
2	(5) PAINTING AND DECORATING;
3	(6) ALTERING;
4	(7) MAINTAINING; AND
5	(8) REPAIRING.
6 7 8	(D) "CONTRACTOR SAFETY AND HEALTH PLAN" MEANS THE WRITTEN CONTRACTOR SAFETY AND HEALTH PLAN REQUIRED UNDER § 17–802 OF THIS SUBTITLE.
9 10	(E) "PROSPECTIVE BIDDER OR OFFEROR" INCLUDES A PROSPECTIVE SUBCONTRACTOR.
11	(F) "PUBLIC BODY" MEANS:
12	(1) THE STATE;
13	(2) A POLITICAL SUBDIVISION; OR
$\begin{array}{c} 14 \\ 15 \end{array}$	(3) A UNIT OR AN INSTRUMENTALITY OF THE STATE OR A POLITICAL SUBDIVISION.
16 17 18	(G) (1) "PUBLIC WORK" MEANS A STRUCTURE OR WORK, INCLUDING A BRIDGE, A BUILDING, A DITCH, A ROAD, AN ALLEY, A WATERWORK, 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	(2) "PUBLIC WORK" DOES NOT INCLUDE, UNLESS LET TO CONTRACT, A STRUCTURE OR WORK, THE CONSTRUCTION OF WHICH IS PERFORMED BY A PUBLIC SERVICE COMPANY UNDER ORDER OF THE PUBLIC SERVICE COMMISSION OR OTHER PUBLIC AUTHORITY REGARDLESS OF:
25	(I) PUBLIC SUPERVISION OR DIRECTION; OR
26	(II) PAYMENT WHOLLY OR PARTLY FROM PUBLIC MONEY.

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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 THE14REQUIREMENTS OF SUBSECTION (B) OF THIS SECTION; AND

(II) THE PROSPECTIVE BIDDER OR OFFEROR WILL IMPLEMENT
 THE CONTRACTOR SAFETY AND HEALTH PLAN WHEN PERFORMING WORK UNDER
 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;

(2) THE NAME OF A REPRESENTATIVE OF THE PROSPECTIVE BIDDER
 OR OFFEROR WHO WILL BE RESPONSIBLE FOR OCCUPATIONAL SAFETY AND HEALTH
 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;

29 (4) METHODS THAT WILL BE USED TO PREVENT AND CONTROL

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1 OCCUPATIONAL SAFETY AND HEALTH HAZARDS ON THE PROJECT; $\mathbf{2}$ (5) METHODS THAT WILL BE USED TO COMMUNICATE INFORMATION 3 TO EMPLOYEES AND TRAIN EMPLOYEES IN ISSUES RELATED TO OCCUPATIONAL 4 SAFETY AND HEALTH HAZARDS ON THE PROJECT; $\mathbf{5}$ (6) METHODS THAT WILL BE USED TO INVOLVE EMPLOYEES IN 6 **IDENTIFYING AND RESOLVING OCCUPATIONAL SAFETY AND HEALTH ISSUES ON THE** 7 **PROJECT; AND** 8 METHODS THAT WILL BE USED TO CONTINUALLY EVALUATE AND (7) 9 ASSESS OCCUPATIONAL SAFETY AND HEALTH HAZARDS ON THE PROJECT AND 10 PROVIDE FOR MODIFICATION OF THE CONTRACTOR SAFETY AND HEALTH PLAN 11 BASED ON THE CONTINUING EVALUATION AND ASSESSMENT. 12**(C) ON REQUEST, THE PROSPECTIVE BIDDER OR OFFEROR SHALL PROVIDE** A COPY OF THE CONTRACTOR SAFETY AND HEALTH PLAN TO THE COMMISSIONER. 13 14 17 - 803.15THIS SECTION APPLIES ONLY TO PUBLIC WORK CONTRACTS VALUED AT (A) 16 \$100,000 OR MORE. 17THE COMMISSIONER SHALL DEVELOP: **(B)** 18 (1) A SAFETY AND HEALTH CALCULATION WORKSHEET TO EVALUATE 19 THE SAFETY AND HEALTH PERFORMANCE INDICATORS OF CONTRACTORS AND SUBCONTRACTORS THAT PERFORM WORK UNDER A PUBLIC WORK CONTRACT; AND 2021(2) A SAFETY AND HEALTH RATING SYSTEM TO SPECIFY ADDITIONAL 22SAFETY AND HEALTH MEASURES THAT A CONTRACTOR OR SUBCONTRACTOR IS 23REQUIRED TO IMPLEMENT BASED ON THE SCORE THE CONTRACTOR OR 24SUBCONTRACTOR RECEIVES ON THE SAFETY CALCULATION WORKSHEET. 25**(C)** EACH CONTRACTOR AND SUBCONTRACTOR WORKING UNDER A PUBLIC 26WORK CONTRACT SHALL: 27(1) WITHIN 7 DAYS AFTER ENTERING INTO THE PUBLIC WORK 28CONTRACT, COMPLETE A SAFETY AND HEALTH CALCULATION WORKSHEET; AND 29(2) IMPLEMENT ANY ADDITIONAL SAFETY AND HEALTH MEASURES 30 REQUIRED TO BE IMPLEMENTED BASED ON THE SAFETY AND HEALTH RATING

31 SYSTEM.

1 **17–804.**

2 (A) THE COMMISSIONER SHALL ADOPT REGULATIONS TO CARRY OUT THIS 3 SUBTITLE.

4 **(B)** THE COMMISSIONER MAY REQUIRE BY REGULATION THAT A 5 PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR 6 SUBJECT TO THIS SUBTITLE MAINTAIN ANY RECORDS NECESSARY FOR THE 7 IMPLEMENTATION OF THIS SUBTITLE.

8 **17–805.**

9 (A) THE COMMISSIONER SHALL INVESTIGATE AS NECESSARY TO 10 DETERMINE WHETHER A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A 11 SUBCONTRACTOR IS COMPLYING WITH THIS SUBTITLE.

12 **(B)** THE COMMISSIONER MAY ENTER A PLACE OF BUSINESS OR A WORK SITE 13 TO:

14(1)OBSERVE THE SAFETY AND HEALTH MEASURES IN PLACE ON THE15WORK SITE;

16(2)INTERVIEW INDIVIDUALS ON THE WORK SITE REGARDING SAFETY17AND HEALTH MEASURES IN PLACE ON THE WORK SITE; AND

18(3) REVIEW AND COPY RECORDS NECESSARY FOR DETERMINING19COMPLIANCE WITH THIS SUBTITLE.

(C) (1) IF, AFTER AN INVESTIGATION, THE COMMISSIONER DETERMINES
THAT A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR
HAS VIOLATED THIS SUBTITLE, THE COMMISSIONER SHALL ISSUE A CITATION AND
PROPOSED ORDER TO THE PROSPECTIVE BIDDER OR OFFEROR, CONTRACTOR, OR
SUBCONTRACTOR.

25 (2) THE CITATION AND PROPOSED ORDER ISSUED UNDER 26 PARAGRAPH (1) OF THIS SUBSECTION SHALL:

27(I) BE SENT TO THE PROSPECTIVE BIDDER OR OFFEROR,28CONTRACTOR, OR SUBCONTRACTOR BY CERTIFIED MAIL;

29 (II) DESCRIBE THE NATURE OF THE VIOLATION;

1 (III) CITE THE PROVISION OF LAW THAT THE PROSPECTIVE 2 BIDDER OR OFFEROR, CONTRACTOR, OR SUBCONTRACTOR HAS VIOLATED;

3 (IV) STATE THE PENALTY THAT THE COMMISSIONER PROPOSES
 4 TO ASSESS; AND

5 (V) PROVIDE NOTICE OF THE OPPORTUNITY TO REQUEST A 6 HEARING.

7 WITHIN 30 DAYS AFTER A PROSPECTIVE BIDDER OR OFFEROR, A **(D)** (1) CONTRACTOR, OR A SUBCONTRACTOR RECEIVES THE CITATION AND PROPOSED 8 THE PROSPECTIVE BIDDER OR OFFEROR, 9 ORDER. CONTRACTOR, OR SUBCONTRACTOR MAY REQUEST A DE NOVO ADMINISTRATIVE HEARING UNDER THE 10 **ADMINISTRATIVE PROCEDURE ACT.** 11

12(2)ON RECEIPT OF A REQUEST FOR A HEARING UNDER PARAGRAPH13(1) OF THIS SUBSECTION, THE COMMISSIONER SHALL SCHEDULE A HEARING.

14(3)IF A HEARING IS NOT REQUESTED UNDER PARAGRAPH (1) OF THIS15SUBSECTION, THE PROPOSED ORDER SHALL BECOME A FINAL ORDER.

16 (4) IF A HEARING IS REQUESTED UNDER PARAGRAPH (1) OF THIS 17 SUBSECTION, THE DECISION OF THE COMMISSIONER THAT IS ISSUED AFTER THE 18 HEARING SHALL BECOME FINAL UNLESS THE PROSPECTIVE BIDDER OR OFFEROR, 19 CONTRACTOR, OR SUBCONTRACTOR SEEKS JUDICIAL REVIEW UNDER THE 20 ADMINISTRATIVE PROCEDURE ACT WITHIN 30 DAYS AFTER THE DECISION IS 21 ISSUED.

22 **17–806.**

(A) (1) IF THE COMMISSIONER DETERMINES THAT A PROSPECTIVE
BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR VIOLATED THIS
SUBTITLE, THE COMMISSIONER SHALL ASSESS:

26(I)FOR A FIRST VIOLATION, A CIVIL PENALTY NOT TO EXCEED27\$5,000; AND

28(II)FOR EACH SUBSEQUENT VIOLATION, A CIVIL PENALTY NOT29TO EXCEED \$10,000.

30 (2) IN DETERMINING THE AMOUNT OF PENALTY TO BE ASSESSED 31 UNDER PARAGRAPH (1) OF THIS SUBSECTION, THE COMMISSIONER SHALL 32 CONSIDER:

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(I) THE NATURE OF THE VIOLATION; AND

(II) WHETHER THE PROSPECTIVE BIDDER OR OFFEROR,
CONTRACTOR, OR SUBCONTRACTOR MADE GOOD-FAITH EFFORTS AT COMPLYING
WITH THE REQUIREMENTS OF THIS SUBTITLE.

5 (B) IN ADDITION TO ANY CIVIL PENALTY ASSESSED UNDER SUBSECTION (A) 6 OF THIS SECTION, IF A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A 7 SUBCONTRACTOR KNOWINGLY OR RECKLESSLY VIOLATES THIS SUBTITLE, THE 8 COMMISSIONER MAY RECOMMEND TO A PUBLIC BODY THAT THE PROSPECTIVE 9 BIDDER OR OFFEROR, CONTRACTOR, OR SUBCONTRACTOR BE DEBARRED FROM 10 ENTERING INTO A PUBLIC WORK CONTRACT WITH THE PUBLIC BODY FOR A PERIOD 11 OF 2 YEARS.

12 **17–807.**

(A) A PROSPECTIVE BIDDER OR OFFEROR, A CONTRACTOR, OR A
 SUBCONTRACTOR MAY NOT DISCHARGE OR OTHERWISE DISCRIMINATE AGAINST AN
 EMPLOYEE BECAUSE THE EMPLOYEE:

16(1)FILES IN GOOD FAITH A COMPLAINT RELATED TO A VIOLATION OF17THIS SUBTITLE WITH THE COMMISSIONER; OR

18(2)HAS TESTIFIED OR WILL TESTIFY IN A PROCEEDING RELATED TO19A VIOLATION OF THIS SUBTITLE.

(B) (1) IF AN EMPLOYEE BELIEVES IN GOOD FAITH THAT A PROSPECTIVE
BIDDER OR OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR HAS TAKEN ACTION
AGAINST THE EMPLOYEE IN VIOLATION OF SUBSECTION (A) OF THIS SECTION, THE
EMPLOYEE MAY SUBMIT TO THE COMMISSIONER A WRITTEN COMPLAINT THAT
ALLEGES THE VIOLATION AND INCLUDES THE SIGNATURE OF THE EMPLOYEE.

(2) AN EMPLOYEE SHALL SUBMIT A COMPLAINT UNDER PARAGRAPH
(1) OF THIS SUBSECTION WITHIN 60 DAYS AFTER THE ALLEGED VIOLATION
27 OCCURRED.

28 (C) THE COMMISSIONER SHALL INVESTIGATE A COMPLAINT SUBMITTED 29 UNDER SUBSECTION (B) OF THIS SECTION.

30 (D) IF, AFTER AN INVESTIGATION, THE COMMISSIONER DETERMINES THAT 31 THERE IS PROBABLE CAUSE TO BELIEVE THAT A PROSPECTIVE BIDDER OR 32 OFFEROR, A CONTRACTOR, OR A SUBCONTRACTOR VIOLATED THIS SECTION, THE

- 1 COMMISSIONER SHALL REFER THE MATTER TO THE OFFICE OF ADMINISTRATIVE
- 2 HEARINGS FOR FINDINGS OF FACT AND A PROPOSED DECISION UNDER THE 3 ADMINISTRATIVE PROCEDURE ACT.
- 4 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 5 1, 2019.