HOUSE BILL 879

D3, M3 HB 1191/19 – ENT & JUD

By: Delegates Mosby, Anderson, Attar, C. Branch, Bridges, Conaway, R. Lewis, Lierman, McIntosh, Rosenberg, Smith, and Wells

Introduced and read first time: February 3, 2020

Assigned to: Judiciary

A BILL ENTITLED

1 AN ACT concerning

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Baltimore City - Civil Actions - Liability of Toxic Substance Manufacturers

FOR the purpose of establishing that this Act applies only to an action brought against a certain manufacturer of a toxic substance for certain damages allegedly caused by the presence of paint or surface coatings containing the toxic substance in a residential building located in Baltimore City; providing that this Act does not apply to certain actions for certain damages arising from personal injury or death, certain actions against a person other than a manufacturer, or certain actions brought by a person other than the City of Baltimore, the Housing Authority of Baltimore City, or an owner of a residential building located in Baltimore City; providing that a plaintiff in an action under this Act is not required to prove that a specific manufacturer manufactured or produced the toxic substance used in the paint or surface coating alleged to have caused the plaintiff's harm; providing that a certain manufacturer may be held liable for certain damages in an action under this Act under certain circumstances; establishing certain defenses to an action under this Act; providing for the apportionment of certain damages among certain manufacturers under certain circumstances; providing that failure to join a certain manufacturer in a certain action does not constitute failure to join a required party for any purpose; prohibiting a counterclaim or cross-claim from being filed in an action under this Act, subject to a certain exception; providing that certain provisions of this Act may not be construed or interpreted to prohibit a manufacturer from bringing certain claims against another manufacturer; providing that an action under this Act is not exclusive and is independent of and in addition to certain other rights, remedies, and causes of action; declaring a certain intent of the General Assembly; defining certain terms; providing for the application of this Act; and generally relating to the liability of manufacturers for damage caused in Baltimore City by toxic substances in paint and other surface coatings.

28 BY adding to

Article – Courts and Judicial Proceedings

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1 2 3 4	Section 3–2201 through 3–2205 to be under the new subtitle "Subtitle 22. Baltimore City – Liability of Toxic Substance Manufacturers" Annotated Code of Maryland (2013 Replacement Volume and 2019 Supplement)
5 6	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
7	Article - Courts and Judicial Proceedings
8	SUBTITLE 22. BALTIMORE CITY – LIABILITY OF TOXIC SUBSTANCE MANUFACTURERS.
10	3–2201.
11 12	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
13 14 15	(B) (1) "ABATEMENT" MEANS A SET OF MEASURES THAT ELIMINATE OR REDUCE TOXIC HAZARDS IN A RESIDENTIAL BUILDING IN ACCORDANCE WITH STANDARDS ESTABLISHED BY THE DEPARTMENT OF THE ENVIRONMENT.
16	(2) "ABATEMENT" INCLUDES:
17 18 19 20 21 22	(I) THE REMOVAL OF A TOXIC SUBSTANCE AND DUST CONTAMINATED WITH A TOXIC SUBSTANCE, THE CONTAINMENT OR ENCAPSULATION OF A TOXIC SUBSTANCE, THE REPLACEMENT OR DEMOLITION OF SURFACES OR FIXTURES PAINTED OR COATED WITH A PRODUCT CONTAINING A TOXIC SUBSTANCE, AND THE REMOVAL OR COVERING OF SOIL CONTAMINATED WITH A TOXIC SUBSTANCE; AND
23 24 25	(II) PREPARATION, CLEANUP, DISPOSAL, AND POST-ABATEMENT CLEARANCE TESTING ACTIVITIES ASSOCIATED WITH THE MEASURES DESCRIBED IN ITEM (I) OF THIS PARAGRAPH.
26 27 28	(C) (1) "MANUFACTURER" MEANS A PERSON THAT MANUFACTURED OR PRODUCED A TOXIC SUBSTANCE FOR SALE OR USE AS A COMPONENT OF PAINT OR OTHER SURFACE COATINGS, OR A PREDECESSOR IN INTEREST OF THE PERSON.
29 30	(2) "MANUFACTURER" DOES NOT INCLUDE A PERSON OR A PREDECESSOR IN INTEREST OF THE PERSON THAT ONLY:

31 (I) SOLD A TOXIC SUBSTANCE OR PRODUCT CONTAINING A 32 TOXIC SUBSTANCE AT RETAIL OR WHOLESALE; OR

1 2	(II) APPLIED A PRODUCT CONTAINING A TOXIC SUBSTANCE IN A RESIDENTIAL BUILDING.
3	(D) (1) "TOXIC SUBSTANCE" MEANS A COMPONENT USED IN PAINT OR
5	ENVIRONMENT.
6	(2) "TOXIC SUBSTANCE" INCLUDES LEAD PIGMENT.
7	3–2202.
8	(A) (1) THIS SUBTITLE APPLIES ONLY TO AN ACTION AGAINST A
9	MANUFACTURER FOR PROPERTY DAMAGE OR CONSEQUENTIAL ECONOMIC DAMAGE
0	ALLEGEDLY CAUSED BY THE PRESENCE OF PAINT OR OTHER SURFACE COATINGS
1	CONTAINING A TOXIC SUBSTANCE IN A RESIDENTIAL BUILDING LOCATED IN
2	BALTIMORE CITY.
.3	(2) DAMAGES THAT MAY BE CLAIMED IN AN ACTION UNDER THIS
4	SUBTITLE INCLUDE:
15	(I) DAMAGES SUSTAINED BY THE HOUSING AUTHORITY OF
6	BALTIMORE CITY OR THE OWNER OF A RESIDENTIAL BUILDING LOCATED IN
7	BALTIMORE CITY REQUIRED TO COMPLY WITH:
8	1. THE REQUIREMENTS OF TITLE 6, SUBTITLE 8 OF THE
9	ENVIRONMENT ARTICLE;
20	2. AN ABATEMENT ORDER ISSUED BY A UNIT OF THE
21	STATE OR A LOCAL GOVERNMENT; OR
22	3. A REQUIREMENT TO REPAIR ANY DEFECT UNDER §
23	8-211 OR § 8-211.1 OF THE REAL PROPERTY ARTICLE;
24	(II) EXPENSES VOLUNTARILY INCURRED BY THE HOUSING
25	AUTHORITY OF BALTIMORE CITY OR THE OWNER OF A RESIDENTIAL BUILDING
26	LOCATED IN BALTIMORE CITY TO ABATE TOXIC HAZARDS;
27	(III) EXPENSES INCURRED BY THE CITY OF BALTIMORE TO:

29 RAISE AWARENESS ABOUT THE PRESENCE OF TOXIC

ENFORCE LEAD-BASED PAINT LAWS;

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1 SUBSTANCES IN HOUSING; AND

- 2 3. CONDUCT OUTREACH AND SCREENING EFFORTS
- 3 AIMED AT POPULATIONS AT RISK FOR POISONING FROM PAINTS AND SURFACE
- 4 COATINGS CONTAINING TOXIC SUBSTANCES;
- 5 (IV) THE REASONABLE FUTURE COSTS ASSOCIATED WITH THE
- 6 TESTING, REMOVAL, ABATEMENT, OR ELIMINATION OF TOXIC HAZARDS THAT EXIST
- 7 IN A RESIDENTIAL BUILDING LOCATED IN BALTIMORE CITY AT THE TIME AN ACTION
- 8 IS FILED; AND
- 9 (V) LOST RENT ATTRIBUTABLE TO THE PRESENCE OF
- 10 PAINT OR SURFACE COATINGS CONTAINING A TOXIC SUBSTANCE IN A RESIDENTIAL
- 11 BUILDING LOCATED IN BALTIMORE CITY.
- 12 (B) THIS SUBTITLE DOES NOT APPLY TO AN ACTION:
- 13 (1) AGAINST A MANUFACTURER FOR DAMAGES ARISING FROM
- 14 PERSONAL INJURY OR DEATH ALLEGEDLY CAUSED BY THE PRESENCE OF
- 15 PAINT OR SURFACE COATINGS CONTAINING A TOXIC SUBSTANCE IN A RESIDENTIAL
- 16 BUILDING LOCATED IN BALTIMORE CITY;
- 17 (2) AGAINST ANY PERSON OTHER THAN A MANUFACTURER; OR
- 18 **(3) Brought by any person other than:**
- 19 (I) THE CITY OF BALTIMORE;
- 20 (II) THE HOUSING AUTHORITY OF BALTIMORE CITY; OR
- 21 (III) AN OWNER OF A RESIDENTIAL BUILDING LOCATED IN
- 22 BALTIMORE CITY.
- 23 **3–2203.**

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- 24 (A) (1) IN AN ACTION UNDER THIS SUBTITLE:
- 25 (I) A PLAINTIFF IS NOT REQUIRED TO PROVE THAT A SPECIFIC
- 26 MANUFACTURER MANUFACTURED OR PRODUCED THE TOXIC SUBSTANCE
- 27 CONTAINED IN THE PAINT OR SURFACE COATING ALLEGED TO HAVE CAUSED THE
- 28 PLAINTIFF'S HARM; AND
 - (II) A MANUFACTURER MAY BE HELD LIABLE FOR DAMAGES

- 1 ALLEGEDLY CAUSED BY THE PRESENCE OF PAINT OR SURFACE COATINGS
- 2 CONTAINING A TOXIC SUBSTANCE IN A RESIDENTIAL BUILDING LOCATED IN
- 3 BALTIMORE CITY, IF THE PLAINTIFF SHOWS THAT:
- 4 1. THE PLAINTIFF'S ALLEGED HARM WAS CAUSED BY A
- 5 TOXIC SUBSTANCE USED AS A COMPONENT OF PAINT OR SURFACE COATINGS;
- 6 2. The manufacturer manufactured or
- 7 PRODUCED THE TOXIC SUBSTANCE FOR SALE OR USE AS A COMPONENT OF PAINT OR
- 8 SURFACE COATINGS; AND
- 9 3. The manufacturer breached a legally
- 10 RECOGNIZED DUTY TO THE PLAINTIFF UNDER MARYLAND LAW IN THE COURSE OF
- 11 SELLING, MANUFACTURING, PROMOTING, OR DISTRIBUTING THE TOXIC
- 12 SUBSTANCE.
- 13 (2) It is a defense to an action under this subtitle that the
- 14 MANUFACTURER DID NOT SELL, MANUFACTURE, PROMOTE, OR DISTRIBUTE THE
- 15 TOXIC SUBSTANCE:
- 16 (I) IN BALTIMORE CITY; OR
- 17 (II) DURING THE TIME PERIOD WHEN THE PAINT OR SURFACE
- 18 COATING ALLEGED TO HAVE CAUSED THE PLAINTIFF'S HARM WAS APPLIED.
- 19 (B) (1) EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, IF
- 20 MORE THAN ONE MANUFACTURER IS FOUND LIABLE IN AN ACTION UNDER THIS
- 21 SUBTITLE, LIABILITY SHALL BE JOINT AND SEVERAL.
- 22 (2) (I) A MANUFACTURER MAY REDUCE ITS SHARE OF LIABILITY
- 23 UNDER A VERDICT BY SHOWING THAT THE MANUFACTURER WAS RESPONSIBLE FOR
- 24 A PARTICULAR SHARE OF THE MARKET FOR A TOXIC SUBSTANCE DURING THE TIME
- 25 PERIOD WHEN THE PAINT OR SURFACE COATING ALLEGED TO HAVE CAUSED THE
- 26 PLAINTIFF'S HARM WAS APPLIED.
- 27 (II) IF A MANUFACTURER SHOWS THAT THE MANUFACTURER
- 28 WAS RESPONSIBLE FOR A PARTICULAR SHARE OF THE MARKET IN ACCORDANCE
- 29 WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH:
- 30 THE COURT SHALL REDUCE THE MANUFACTURER'S
- 31 SHARE OF THE VERDICT TO BE THE SAME AS THE MANUFACTURER'S SHARE OF THE
- 32 MARKET; AND

- 2. ANY MANUFACTURERS THAT HAVE NOT SHOWN THAT
- 2 THEY WERE RESPONSIBLE FOR A PARTICULAR SHARE OF THE MARKET IN
- 3 ACCORDANCE WITH SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL BE JOINTLY
- 4 AND SEVERALLY RESPONSIBLE FOR THE REMAINING AMOUNT OF THE VERDICT.
- 5 (C) FAILURE TO JOIN A SPECIFIC MANUFACTURER IN AN ACTION UNDER
- 6 THIS SUBTITLE DOES NOT CONSTITUTE FAILURE TO JOIN A REQUIRED PARTY FOR
- 7 ANY PURPOSE.
- 8 (D) EXCEPT AS PROVIDED IN SUBSECTION (E) OF THIS SECTION, A
- 9 COUNTERCLAIM OR CROSS-CLAIM MAY NOT BE FILED IN AN ACTION BROUGHT
- 10 UNDER THIS SUBTITLE.
- 11 (E) THIS SECTION MAY NOT BE CONSTRUED OR INTERPRETED TO PROHIBIT
- 12 A MANUFACTURER FROM BRINGING CLAIMS AGAINST ANOTHER MANUFACTURER
- 13 FOR CONTRIBUTION OR INDEMNIFICATION.
- 14 **3–2204.**
- AN ACTION UNDER THIS SUBTITLE IS NOT EXCLUSIVE AND IS INDEPENDENT
- 16 OF AND IN ADDITION TO ANY RIGHT, REMEDY, OR CAUSE OF ACTION AVAILABLE TO
- 17 ANY PERSON OR PUBLIC ENTITY TO RECOVER DAMAGES CAUSED BY PAINT OR
- 18 SURFACE COATINGS CONTAINING A TOXIC SUBSTANCE.
- 19 **3–2205.**
- 20 THE GENERAL ASSEMBLY DECLARES THAT:
- 21 (1) THE PURPOSE OF THIS SUBTITLE IS REMEDIAL AND ESSENTIAL TO
- 22 THE PUBLIC INTEREST; AND
- 23 (2) It is the intent of the General Assembly that this
- 24 SUBTITLE BE LIBERALLY CONSTRUED BY THE COURTS.
- 25 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to
- 26 apply only prospectively and may not be applied or interpreted to have any effect on or
- 27 application to any case filed before the effective date of this Act.
- SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect
- 29 October 1, 2020.