HOUSE BILL 244

K3 4 lr 0 2 4 5CF 4lr0246 (PRE-FILED) By: Chair, Economic Matters Committee (By Request - Departmental - Labor) Requested: September 18, 2023 Introduced and read first time: January 10, 2024 Assigned to: Economic Matters Committee Report: Favorable with amendments House action: Adopted Read second time: February 14, 2024 CHAPTER AN ACT concerning Maryland Occupational Safety and Health Act - Civil Penalties - Alterations FOR the purpose of altering certain civil penalties for violations of the Maryland Occupational Safety and Health Act; requiring the Commissioner of Labor and Industry to annually increase the maximum and minimum civil penalties in a certain manner; and generally relating to civil penalties for violations of the Maryland Occupational Safety and Health Act. BY repealing and reenacting, with amendments, Article – Labor and Employment Section 5–810 Annotated Code of Maryland (2016 Replacement Volume and 2023 Supplement) SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: **Article – Labor and Employment** 5-810. Except as provided in paragraph (2) of this subsection, a civil penalty (1)under § 5–809 of this subtitle may not exceed:

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

1

2

3

4

5

6 7

8

9

10

11

12

13

14

15

16

17

18

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.



31

32

[\$7,000] BEFORE JULY 15, 2025, \$15,625 \$16,131 for 1 1. (i) 2 each violation; and 3 2. BEGINNING JULY 15, 2025, THE AMOUNT SET BY THE COMMISSIONER UNDER SUBSECTION (B) OF THIS SECTION FOR EACH VIOLATION; 4 5 AND 6 if an employer does not correct a violation within the period (ii) allowed for correction[, \$7,000]: 7 8 BEFORE JULY 15, 2025, \$15,625 \$16,131 for each day 1. 9 that the violation continues; AND BEGINNING JULY 15, 2025, THE AMOUNT SET BY THE 10 2. 11 COMMISSIONER UNDER SUBSECTION (B) OF THIS SECTION FOR EACH DAY THAT THE 12 VIOLATION CONTINUES. 13 A civil penalty for a willful or repeated violation of a provision of this (2)title, an order passed under this title, or a regulation adopted to carry out this title may not 14 15 exceed [\$70,000]: 16 **(I)** BEFORE JULY 15, 2025, \$156,259 \$161,323 for each 17 violation; AND 18 BEGINNING JULY 15, 2025, THE AMOUNT SET BY THE (II) COMMISSIONER UNDER SUBSECTION (B) OF THIS SECTION FOR EACH VIOLATION. 19 20 A civil penalty for a willful violation of a provision of this title, an order passed under this title, or a regulation adopted to carry out this title may not be less than 2122 [\$5,000]: 23**(I)** BEFORE JULY 15, 2025, \$11,162; AND 24BEGINNING JULY 15, 2025, THE AMOUNT SET BY THE (II)COMMISSIONER UNDER SUBSECTION (B) OF THIS SECTION. 25**(1)** 26 (B) SUBJECT TO PARAGRAPH (2) OF THIS SUBSECTION, BEGINNING 27 JANUARY 1, 2025, AND EACH CALENDAR YEAR THEREAFTER, THE COMMISSIONER SHALL INCREASE THE MINIMUM AND MAXIMUM PENALTIES IN EFFECT UNDER 28 29 SUBSECTION (A) OF THIS SECTION BY INCREASING EACH CIVIL PENALTY AMOUNT BY 30 THE PERCENTAGE INCREASE, IF ANY, IN THE CONSUMER PRICE INDEX FOR ALL

URBAN CONSUMERS OR A SUCCESSOR INDEX PUBLISHED BY THE FEDERAL BUREAU

OF LABOR STATISTICS AS NECESSARY TO COMPLY WITH FEDERAL LAW.

1 2	(2) SHALL BE EFFEC	THE ADJUSTMENT UNDER PARAGRAPH (1) OF THIS SUBSECTION CTIVE JULY 15 EACH YEAR.
3 4	[(b)] (C) subtitle, the Com	Before the Commissioner assesses a civil penalty under § 5–809 of this missioner shall consider the appropriateness of the penalty in relation to:
5 6	(1) be assessed;	the size of the business of the employer against whom the penalty is to
7	(2)	the gravity of the violation for which the penalty is to be assessed;
8	(3)	the good faith of the employer;
9	(4)	the history of violations by the employer;
0	(5)	the injury and illness experience of the employer;
1	(6)	the existence and quality of a safety and training program;
2	(7)	the actual harm to human health including injury or illness;
13 14	(8) of the same or sin	the extent to which the current violation is part of a recurrent pattern nilar type of violation; and
15 16	(9) employer but rem	the extent to which the existence of the violation was known to the ained not corrected.
17 18	SECTION 1, 2024.	2. AND BE IT FURTHER ENACTED, That this Act shall take effect July
	Approved:	
		Governor.
		Speaker of the House of Delegates.
		President of the Senate.