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By: Delegates Rosenberg and Weldon
Introduced and read first time: February 12, 2004
Assigned to: Appropriations

Committee Report: Favorable with amendments
House action: Adopted
Read second time: March 16, 2004

CHAPTER____

1 AN ACT concerning

2 **Procurement - State Contractor Employees - Whistleblower Protection**

- 3 FOR the purpose of requiring certain employers that enter certain State procurement
- 4 contracts to provide written notice of certain protections and remedies to
- 5 employees; prohibiting an employer from taking or refusing to take certain
- 6 personnel actions against employees who disclose unlawful behavior, refuse to
- 7 participate in unlawful behavior, or seek certain remedies following certain
- 8 disclosures; authorizing certain employees to institute a civil action in the
- 9 county where a certain violation occurred, where the employee resides, or where
- the employer maintains its principal office in the State; requiring certain
- employees to file a civil action under this Act within a certain period after the
- 12 retaliatory personnel action allegedly occurred or within a certain period after
- the employee first became aware of the alleged retaliatory personnel action;
- establishing the remedies for certain employees that a court may grant;
- providing a defense that the personnel action was based on grounds other than
- those protected under this Act; defining certain terms; providing for the
- application of this Act; and generally relating to whistleblower protection for
- 18 State contractor employees.
- 19 BY adding to
- 20 Article State Finance and Procurement
- 21 Section 11-301 through 11-306, inclusive, to be under the new subtitle "Subtitle
- 22 3. State Contractor Employees' Whistleblower Protection"
- 23 Annotated Code of Maryland
- 24 (2001 Replacement Volume and 2003 Supplement)
- 25 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF
- 26 MARYLAND, That the Laws of Maryland read as follows:

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1	Article - State Finance and Procurement
2	SUBTITLE 3. STATE CONTRACTOR EMPLOYEES' WHISTLEBLOWER PROTECTION.
3	11-301.
4 5	(A) IN THIS SUBTITLE THE FOLLOWING WORDS HAVE THE MEANINGS INDICATED.
	(B) (1) "EMPLOYEE" MEANS ANY INDIVIDUAL WHO PERFORMS SERVICES FOR, OR UNDER THE CONTROL AND DIRECTION OF, AN EMPLOYER FOR WAGES OR OTHER REMUNERATION.
9 10	(2) "EMPLOYEE" DOES NOT INCLUDE AN EMPLOYEE AS DEFINED IN § 1-501(C)(1) OF THE HEALTH OCCUPATIONS ARTICLE.
13	(C) (1) "EMPLOYER" MEANS A PERSON ENGAGED IN A BUSINESS, INDUSTRY, PROFESSION, TRADE, OR OTHER ENTERPRISE THAT ENTERS A PROCUREMENT CONTRACT WITH A UNIT TO PROVIDE SUPPLIES OR SERVICES UNDER THIS DIVISION II.
15 16	(2) "EMPLOYER" INCLUDES AGENTS, CONTRACTORS, AND SUBCONTRACTORS OF AN EMPLOYER.
	(3) "EMPLOYER" DOES NOT INCLUDE A UNIT OF STATE GOVERNMENT SUBJECT TO THE PROVISIONS OF TITLE 5, SUBTITLE 3 OF THE STATE PERSONNEL AND PENSIONS ARTICLE OR THE JUDICIAL BRANCH OF STATE GOVERNMENT.
20	11-302.
	AN EMPLOYER SUBJECT TO THIS SUBTITLE SHALL PROVIDE EMPLOYEES WITH WRITTEN NOTICE OF THE PROTECTIONS AND REMEDIES PROVIDED BY THIS SUBTITLE.
24	11-303.
25 26	AN EMPLOYER MAY NOT TAKE OR REFUSE TO TAKE ANY PERSONNEL ACTION AS A REPRISAL AGAINST AN EMPLOYEE BECAUSE THE EMPLOYEE:
27 28	(1) DISCLOSES INFORMATION THAT THE EMPLOYEE REASONABLY BELIEVES EVIDENCES:
29 30	(I) AN ABUSE OF AUTHORITY, GROSS MISMANAGEMENT, OR GROSS WASTE OF MONEY;
31 32	(II) A SUBSTANTIAL AND SPECIFIC DANGER TO PUBLIC HEALTH OR SAFETY; OR
33	(III) A VIOLATION OF LAW;

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- 1 (2) OBJECTS TO OR REFUSES TO PARTICIPATE IN ANY ACTIVITY, POLICY, 2 OR PRACTICE IN VIOLATION OF LAW; OR
- 3 (3) FOLLOWING A DISCLOSURE UNDER ITEM (1) OF THIS SECTION,
- 4 SEEKS A REMEDY PROVIDED UNDER THIS SUBTITLE.
- 5 11-304.
- 6 (A) ANY EMPLOYEE WHO IS SUBJECT TO A PERSONNEL ACTION IN VIOLATION
- 7 OF § 11-303 OF THIS SUBTITLE MAY INSTITUTE A CIVIL ACTION IN THE COUNTY
- 8 WHERE:
- 9 (1) THE ALLEGED VIOLATION OCCURRED;
- 10 (2) THE EMPLOYEE RESIDES; OR
- 11 (3) THE EMPLOYER MAINTAINS ITS PRINCIPAL OFFICE IN THE STATE.
- 12 (B) THE ACTION SHALL BE BROUGHT WITHIN 1 YEAR AFTER THE ALLEGED
- 13 VIOLATION OF § 11-303 OF THIS SUBTITLE OCCURRED OR WITHIN 1 YEAR AFTER THE
- 14 EMPLOYEE FIRST BECAME AWARE OF THE ALLEGED VIOLATION OF \$ 10 1203 § 11-303
- 15 OF THIS SUBTITLE.
- 16 11-305.
- 17 IN ANY ACTION BROUGHT UNDER THIS SUBTITLE, A COURT MAY:
- 18 (1) ISSUE AN INJUNCTION TO RESTRAIN CONTINUED VIOLATION OF §
- 19 11-303 OF THIS SUBTITLE;
- 20 (2) REINSTATE THE EMPLOYEE TO THE SAME OR AN EQUIVALENT
- 21 POSITION HELD BEFORE THE VIOLATION OF § 11-303 OF THIS SUBTITLE;
- 22 (3) REMOVE ANY ADVERSE PERSONNEL RECORD ENTRIES BASED ON OR
- 23 RELATED TO THE VIOLATION OF § 11-303 OF THIS SUBTITLE:
- 24 (4) REINSTATE FULL FRINGE BENEFITS AND SENIORITY RIGHTS;
- 25 (5) REQUIRE COMPENSATION FOR LOST WAGES, BENEFITS, AND OTHER
- 26 REMUNERATION;
- 27 (6) AWARD COSTS OF LITIGATION AND REASONABLE ATTORNEY'S FEES
- 28 TO THE PREVAILING EMPLOYEE; AND
- 29 (7) AWARD ANY OTHER APPROPRIATE DAMAGES AND RELIEF.
- 30 11-306.
- 31 IN ANY ACTION BROUGHT UNDER THIS SUBTITLE, IT IS A DEFENSE THAT THE
- 32 PERSONNEL ACTION WAS BASED ON GROUNDS OTHER THAN THE EMPLOYEE'S
- 33 EXERCISE OF ANY RIGHTS PROTECTED UNDER THIS SUBTITLE.

- 1 SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be
- 2 construed to apply retroactively and shall be applied to and interpreted to affect any
- 3 personnel action allegedly taken as a reprisal against any State contractor employee 4 subject to this Act on or after February 17, 2003.
- 5 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take
- 6 effect July 1, 2004.