C2 (5lr0156)

ENROLLED BILL

-- Economic Matters/Education, Health, and Environmental Affairs --

Introduced by Chairman, Economic Matters Committee (By Request -

to the Office of Administrative Hearings; requiring the Boards to adopt

regulations establishing a schedule of certain civil penalties; authorizing the Boards to take certain disciplinary action against a licensee or permit holder if

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ı	Departmental - Labor, Licensing and Regulation)	
	Read and Examined by Proofreaders:	
		Proofreader.
	ith the Great Seal and presented to the Governor, for his approval this of at o'clock,M.	Proofreader.
		Speaker.
	CHAPTER	
1 AN A	ACT concerning	
2	State Board of Barbers - State Board of Cosmetologists - Citations	
3 FOR	the purpose of authorizing inspectors for the State Board of Barbers and	
	nspectors for the State Board of Cosmetologists to issue certain citations to and	
5 i	mpose certain civil penalties on licensees and permit holders for violations of	
	ertain laws and regulations; providing for the form, content, and service of the	
	itations; requiring the civil penalty set forth in the citation to be paid in a	
8 c	ertain period of time; establishing that the failure to pay the citation within a	
	ertain period of time will result in a certain increase of the penalty;	
	establishing that a citation and civil penalty shall be considered a final order of	
	he Boards unless the licensee or permit holder contests the citation in a certain nanner; requiring the Boards to hold a certain hearing if the licensee or permit	
	nolder contests the citation: prohibiting a certain hearing from being delegated	

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1 2 3	2 under this Act; and generall	r fails to pay a civil penalty imposed by the Boards y relating to the regulation of licensees and permit of Barbers and the State Board of Cosmetologists.					
4 5 6 7 8	6 Section 4-314, 4-513, 5-314 7 Annotated Code of Marylar	ons and Professions 4, and 5-522 ad					
9 10 11 12	Section 4-608 and 5-610 Annotated Code of Maryland						
15 17 18		n <u>d</u>) TED BY THE GENERAL ASSEMBLY OF					
20 21	20 MARYLAND, That the Laws o	of Maryland read as follows: Article - Business Occupations and Professions					
	22 4-314.						
24		the hearing provisions of § 4-315 of this subtitle, the Board cant, reprimand any licensee, or suspend or revoke a ee:					
	26 (i) f 27 license for the applicant or licer	raudulently or deceptively obtains or attempts to obtain a usee or for another;					
28	28 (ii) f	raudulently or deceptively uses a license;					
29	29 (iii) i	s incompetent;					
30	30 (iv) 1	nabitually is intoxicated or under the influence of any drug;					
31	(v) f	alsifies a record submitted to the Board;					
32	32 (vi) f	ails to use proper sanitary methods while practicing barbering;					

fails to keep a barbershop in a sanitary condition;

with respect to a felony, the relevance of the conviction to the fitness

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32 and qualification of the applicant or licensee to practice barbering;

the length of time since the conviction; and

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1	(5) after the conviction.	the beha	avior and activities of the applicant or licensee before and				
3 4	(c) The Board shall commence proceedings under this section on a complaint to the Board by a member of the Board or any person.						
5	(d) (1)	A comp	A complaint shall:				
6		(i)	be in writing;				
7		(ii)	be signed by the complainant;				
8		(iii)	state specifically the facts on which the complaint is based;				
9		(iv)	be submitted to the Executive Director of the Board; and				
10		(v)	be served on the person to whom it is directed:				
11			1. personally; or				
	postmark from the U as shown on the Bo		2. by certified mail, return receipt requested, bearing a tes Postal Service, to the person's last known address rds.				
15 16	(2) document shall file		the is made by certified mail, the person who mails the soard verified proof of mailing.				
	\ /		applaint is made by any person other than a member of the made under oath by the person who submits the				
22	that a complaint alle the Board shall act of	eges facts on the con	as provided in subsection (f) of this section, if the Board finds that are adequate grounds for action under this section, aplaint as provided under § 4-315 of this subtitle to ense, reprimand a licensee, or assess a penalty.				
24 25	(2) complaint.	If the B	oard does not make the finding, the Board shall dismiss the				
	for a violation that i	elates to t	oard makes the finding under subsection (e)(1) of this section he sanitary practice of barbering, the Board shall tunity to correct the alleged violation.				
	()	of the vio	censee fails to correct each alleged violation within 10 days of lation by the Board, the Board shall act on the complaint this subtitle.				
32 33	(3) the Board shall:	If the lie	censee corrects each alleged violation within 10 days of notice,				
34		(i)	dismiss the complaint; and				

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1	(ii)	provide the licensee written notification of the dismissal.
2	4-513.	
		t to the hearing provisions of § 4-514 of this subtitle, the Board t to any applicant, reprimand any permit holder, or op permit:
6	(i)	for any applicable ground under § 4-314 of this title;
7 8	(ii) attempts to obtain a barbersho	if the applicant or holder fraudulently or deceptively obtains or op permit for the applicant or holder or for another; [or]
9 10	(iii) barbershop permit; OR	if the applicant or holder fraudulently or deceptively uses a
11 12	(IV) THE BOARD UNDER § 4-6	IF THE HOLDER FAILS TO PAY A CIVIL PENALTY IMPOSED BY 08 OF THIS TITLE.
		Instead of or in addition to reprimanding a permit holder or mit under this subsection, the Board may impose a or all violations cited on a single date.
16 17	(ii) subsection, the Board shall c	To determine the amount of penalty imposed under this onsider the following:
18		1. the seriousness of the violation;
19		2. the good faith of the violator;
20		3. the violator's history of previous violations;
21 22	the public, and the barber inc	4. the deleterious effect of the violation on the complainant, ustry; and
23 24	financial penalty.	5. any other factors relevant to the determination of the
25 26	(3) The Bo the General Fund of the State	pard shall pay any penalty collected under this subsection into
27 28	(b) The Board shall to the Board by a member of	commence proceedings under this section on a complaint the Board or any person.
29	(c) (1) A com	plaint shall:
30	(i)	be in writing;
31	(ii)	be signed by the complainant;
32	(iii)	state specifically the facts on which the complaint is based;

6 **UNOFFICIAL COPY OF HOUSE BILL 727** 1 (iv) be submitted to the Executive Director of the Board; and 2 be served on the person to whom it is directed: (v) 3 1. personally; or 4 2. by certified mail, return receipt requested, bearing a 5 postmark from the United States Postal Service, to the person's last known address 6 as shown on the Board's records. 7 (2)If service is made by certified mail, the person who mails the document shall file with the Board verified proof of mailing. 8 (3) 9 If a complaint is made by any person other than a member of the 10 Board, the complaint shall be made under oath by the person who submits the complaint. 12 (d) Except as provided in subsection (e) of this section, if the Board finds (1) 13 that a complaint alleges facts that are adequate grounds for action under § 4-514 of 14 this subtitle, the Board shall act on the complaint as provided under § 4-514 of this 15 subtitle to deny, suspend, or revoke a barbershop permit, or reprimand or assess a 16 penalty against the holder of the permit. 17 If the Board does not make the finding, the Board shall dismiss the (2) 18 complaint. 19 (e) (1) If the Board makes the finding under subsection (d)(1) of this section 20 for a violation that relates to the sanitary condition of the barbershop, the Board shall 21 provide the owner of the barbershop an opportunity to correct the alleged violation. 22 If the barbershop owner fails to correct each alleged violation within 23 10 days of written notification by the Board, the Board shall act on the complaint as 24 provided under § 4-514 of this subtitle. If the barbershop owner corrects each alleged violation within 10 25 26 days of notice, the Board shall: 27 (i) dismiss the complaint; and

- 28 (ii) provide the barbershop owner written notification of dismissal.
- 29 4-608.
- 30 (A) FOLLOWING AN INSPECTION OF A BARBERSHOP, IF A BOARD INSPECTOR
- 31 DETERMINES THAT A LICENSEE OR PERMIT HOLDER HAS VIOLATED THIS TITLE OR A
- 32 REGULATION ADOPTED BY THE BOARD, THE INSPECTOR MAY ISSUE A CITATION TO
- 33 THE LICENSEE OR PERMIT HOLDER.
- 34 (B) A CITATION ISSUED BY A BOARD INSPECTOR SHALL BE IN WRITING AND
- 35 SHALL STATE:

- 2 (2) THE AMOUNT OF A CIVIL PENALTY, AS PRESCRIBED BY REGULATION,
 3 FOR EACH VIOLATION; AND
 4 (3) AS PROVIDED IN THIS SECTION:
- 6 (II) THE OPPORTUNITY TO CONTEST THE CITATION: AND
- 7 (III) THE FINALITY OF THE CITATION IF IT IS NOT CONTESTED; AND.

THE TIME WITHIN WHICH THE CIVIL PENALTY IS TO BE PAID;

- 8 (IV) THAT THE CIVIL PENALTY WILL BE DOUBLED IF NOT PAID OR 9 CONTESTED WITHIN 30 60 DAYS.
- 10 (C) THE CITATION SHALL BE SERVED ON THE LICENSEE OR PERMIT HOLDER 11 ALLEGED TO HAVE COMMITTED THE VIOLATION BY:
- 12 (1) HAND-DELIVERY; OR

(I)

- 13 (2) CERTIFIED MAIL TO THE LAST KNOWN ADDRESS OF THE LICENSEE 14 OR PERMIT HOLDER.
- 15 (D) SUBJECT TO SUBSECTIONS (E) AND (F) OF THIS SECTION:
- 18 (2) THE FAILURE TO PAY THE CIVIL PENALTY WITHIN 30 60 DAYS OF ITS
 19 RECEIPT SHALL RESULT IN THE AMOUNT OF THE CIVIL PENALTY BEING DOUBLED.
- 20 (E) A CITATION AND THE APPLICABLE CIVIL PENALTY SHALL BE CONSIDERED
- 21 A FINAL ORDER OF THE BOARD UNLESS, WITHIN 30 60 DAYS OF BEING SERVED WITH
- 22 THE CITATION, THE LICENSEE OR PERMIT HOLDER NOTIFIES THE BOARD IN
- 23 WRITING OF AN INTENT TO CONTEST THE CITATION.
- 24 (F) (1) UPON THE RECEIPT OF A WRITTEN NOTICE OF A LICENSEE OR
- 25 PERMIT HOLDER'S INTENT TO CONTEST A CITATION, THE BOARD SHALL HOLD A
- 26 HEARING, IN ACCORDANCE WITH § 4-315 OR § 4-514 OF THIS TITLE, REGARDING THE
- 27 CITED VIOLATIONS.

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- 28 (2) A HEARING HELD IN ACCORDANCE WITH PARAGRAPH (1) OF THIS
- 29 <u>SUBSECTION MAY NOT BE DELEGATED TO THE OFFICE OF ADMINISTRATIVE</u>
- 30 HEARINGS UNDER TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.
- 31 (G) (1) THE BOARD SHALL ESTABLISH BY REGULATION A SCHEDULE OF
- 32 CIVIL PENALTIES FOR VIOLATIONS OF THIS TITLE AND REGULATIONS ADOPTED BY
- 33 THE BOARD.

1 2	(2) EXCEED \$300 FOR A			ALTIES IMPOSED UNDER THIS SUBSECTION MAY NOT IS CITED ON A SINGLE DAY.
3	5-314.			
	(a) (1) may deny a license to license if the applicant	any appl	icant, rep	rimand any licensee, or suspend or revoke a
7 8	license for the applica	(i) nt or lice		ntly or deceptively obtains or attempts to obtain a or another;
9		(ii)	fraudule	ntly or deceptively uses a license;
10		(iii)	is incom	petent;
11 12	conduct;	(iv)	engages	in dishonest, unethical, immoral, or unprofessional
13 14	practice cosmetology:	(v) ;	is addict	ed to alcohol or drugs to the extent of being unfit to
15		(vi)	advertise	es by means of knowingly false or deceptive statements;
16 17	of:	(vii)	under the	e laws of the United States or of any state, is convicted
18			1.	a felony; or
19 20		oplicant o	2. or licenses	a misdemeanor that is directly related to the fitness and e to practice cosmetology; [or]
21 22	the Board under this t	(viii) itle; OR	violates	any provision of this title or any regulation adopted by
23 24	UNDER § 5-610 OF	(IX) THIS TI		TO PAY A CIVIL PENALTY IMPOSED BY THE BOARD
	suspending or revokir		se under	of or in addition to reprimanding a licensee or this subsection, the Board may impose a tions cited on a single day.
28 29	subsection, the Board	(ii) shall cor		mine the amount of the penalty imposed under this
30			1.	the seriousness of the violation;
31			2.	the good faith of the violator;
32			3.	the violator's history of previous violations;

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1 2	the public, and the	e cosmetolog	4. y industr	the deleterious effect of the violation on the complainant, y; and
3	financial penalty.		5.	any other factors relevant to the determination of the
5 6	(3) the General Fund		ard shall	pay any penalty collected under this subsection into
9	renewal, suspensi	on, or revoca see is convict	tion of a	the following facts in the granting, denial, license or the reprimand of a licensee when an elony or misdemeanor described in subsection
11	(1)	the natu	re of the	crime;
12 13	(2) license;	the relat	ionship o	of the crime to the activities authorized by the
14 15	(3) and qualification			felony, the relevance of the conviction to the fitness ensee to practice cosmetology;
16	(4)	the leng	th of time	e since the conviction; and
17 18	(5) after the convicti		vior and	activities of the applicant or licensee before and
19 20	()			commence proceedings under this section on a f the Board or any person.
21	(2)	A comp	laint shal	11:
22		(i)	be in wi	riting;
23		(ii)	be signe	ed by the complainant;
24		(iii)	state spe	ecifically the facts on which the complaint is based;
25		(iv)	be subm	nitted to the Executive Director of the Board; and
26		(v)	be serve	ed on the person to whom it is directed:
27			1.	personally; or
	postmark from the			by certified mail, return receipt requested, bearing a l Service, to the person's last known address
31 32	(3) document shall f			e by certified mail, the person who mails the ified proof of mailing.

3	(d) (1) Except as provided in subsection (e) of this section, if the Board finds that a complaint alleges facts that are adequate grounds for action under this section, the Board shall act on the complaint as provided under § 5-315 of this subtitle to deny, suspend, or revoke a license, reprimand a licensee, or assess a penalty.						
5 6	complaint.	(2)	If the Bo	oard does	s not make the finding, the Board shall dismiss the		
	(e) (1) If the Board makes the finding under subsection (d)(1) of this section for a violation that relates to the sanitary practice of cosmetology, the Board shall provide the licensee an opportunity to correct the alleged violation.						
	written noting		f the viol	ation by	ls to correct each alleged violation within 10 days of the Board, the Board shall act on the complaint ile.		
13 14	the Board sl	(3) hall:	If the lic	censee co	rrects each alleged violation within 10 days of notice,		
15			(i)	dismiss	the complaint; and		
16			(ii)	provide	the licensee written notification of the dismissal.		
17	5-522.						
	(a) may deny a suspend or i		ılon perm	nit to any	aring provisions of § 5-523 of this subtitle, the Board applicant, reprimand any permit holder, or it:		
21			(i)	for any	applicable ground under § 5-314 of this title;		
	attempts to [or]	obtain a b	(ii) beauty sal		plicant or holder fraudulently or deceptively obtains or it for the applicant or holder or for another;		
25 26	beauty salor	n permit;	(iii) OR	if the ap	plicant or holder fraudulently or deceptively uses a		
27 28	THE BOAR	RD UNDE	(IV) ER § 5-61		HOLDER FAILS TO PAY A CIVIL PENALTY IMPOSED BY IIS TITLE.		
				ıty salon	of or in addition to reprimanding a permit holder or permit, the Board may impose a penalty not on a single date.		
32 33	subsection,	the Board	(ii) d shall co		rmine the amount of penalty imposed under this		
34				1.	the seriousness of the violation;		
35				2.	the good faith of the violator;		

1			3.	the violator's history of previous violations;
2 3	the public, and the cos	smetolog	4. y industr	the deleterious effect of the violation on the complainant, y; and
4 5	financial penalty.		5.	any other factors relevant to the determination of the
6 7	(3) the General Fund of the		ard shall j	pay any penalty collected under this subsection into
8 9	(b) The Boat to the Board by a men			re proceedings under this section on a complaint or any person.
10	(1)	A comp	laint shal	1:
11		(i)	be in wr	iting;
12		(ii)	be signe	d by the complainant;
13		(iii)	state spe	ecifically the facts on which the complaint is based;
14		(iv)	be subm	nitted to the Executive Director of the Board; and
15		(v)	be serve	d on the person to whom it is directed:
16			1.	personally; or
	postmark from the Unas shown on the Boar			by certified mail, return receipt requested, bearing a Service, to the person's last known address
20 21	(2) document shall file w			e by certified mail, the person who mails the fied proof of mailing.
24	the Board shall act or	ges facts to the com	hat are a	ed in subsection (d) of this section, if the Board finds dequate grounds for action under this section, provided under § 5-523 of this subtitle to rimand a licensee, or assess a penalty.
26 27	(2) complaint.	If the Bo	oard does	s not make the finding, the Board shall dismiss the
30		lates to the	ne sanitar Board sha	es the finding under subsection (c)(1) of this section by condition of a beauty salon or the sanitary ll provide the owner of the salon an opportunity
	(2) written notification o as provided under § 5	f the viol	ation by	to correct each alleged violation within 10 days of the Board, the Board shall act on the complaint ile.

SUBJECT TO SUBSECTIONS (E) AND (F) OF THIS SECTION:

30 RECEIPT SHALL RESULT IN THE AMOUNT OF THE CIVIL PENALTY BEING DOUBLED.

32 A FINAL ORDER OF THE BOARD UNLESS, WITHIN 30 60 DAYS OF BEING SERVED WITH

THE CIVIL PENALTY SET FORTH IN A CITATION SHALL BE PAID

A CITATION AND THE APPLICABLE CIVIL PENALTY SHALL BE CONSIDERED

THE FAILURE TO PAY THE CIVIL PENALTY WITHIN 30 60 DAYS OF ITS

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(D)

(E)

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28 WITHIN 30 60 DAYS OF ITS RECEIPT; AND

	THE CITATION, THE LICENSEE OR PERMIT HOLDER NOTIFIES THE BOARD IN WRITING OF AN INTENT TO CONTEST THE CITATION.
5	(F) (1) UPON THE RECEIPT OF A WRITTEN NOTICE OF A LICENSEE OR PERMIT HOLDER'S INTENT TO CONTEST A CITATION, THE BOARD SHALL HOLD A HEARING, IN ACCORDANCE WITH § 5-315 OR § 5-523 OF THIS TITLE, REGARDING THE CITED VIOLATIONS.
	(2) <u>A HEARING HELD IN ACCORDANCE WITH PARAGRAPH (1) OF THIS</u> SUBSECTION MAY NOT BE DELEGATED TO THE OFFICE OF ADMINISTRATIVE HEARINGS UNDER TITLE 10, SUBTITLE 2 OF THE STATE GOVERNMENT ARTICLE.
	(G) (1) THE BOARD SHALL ESTABLISH BY REGULATION A SCHEDULE OF CIVIL PENALTIES FOR VIOLATIONS OF THIS TITLE AND REGULATIONS ADOPTED BY THE BOARD.
13 14	(2) THE CIVIL PENALTIES IMPOSED UNDER THIS SUBSECTION MAY NOT EXCEED \$300 FOR ALL VIOLATIONS CITED ON A SINGLE DAY.
15	Article - State Government
16	<u>10-205.</u>
	(a) (1) [A] EXCEPT AS PROVIDED IN PARAGRAPH (2) OF THIS SUBSECTION, A board, commission, or agency head authorized to conduct a contested case hearing shall:
20	(i) conduct the hearing; or
21	(ii) <u>delegate the authority to conduct the contested case hearing to:</u>
22	<u>1.</u> <u>the Office; or</u>
23 24	2. with the prior written approval of the Chief Administrative Law Judge, a person not employed by the Office.
	(2) <u>A HEARING HELD IN ACCORDANCE WITH § 4-608(F) OR § 5-610(F) OF THE BUSINESS OCCUPATIONS AND PROFESSIONS ARTICLE MAY NOT BE DELEGATED TO THE OFFICE.</u>
	[(2)] (3) With the written approval of the Chief Administrative Law Judge, a class of contested case hearings may be delegated as provided in paragraph (1)(ii)2 of this subsection.
	[(3)] (4) This subsection is not intended to restrict the right of an individual, expressly authorized by a statute in effect on October 1, 1993, to conduct a contested case hearing.
34 35	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2005.