## SENATE BILL 557

M3, N1 8lr1717 HB 1020/07 – ENV CF HB 589

By: Senator Gladden

Introduced and read first time: February 1, 2008

Assigned to: Judicial Proceedings

## A BILL ENTITLED

## 1 AN ACT concerning

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## **Lead Poisoning Prevention Act of 2008**

3 FOR the purpose of requiring a certain application form for a contractor license to 4 require a certain lead paint abatement accreditation number and accreditation 5 expiration date if the applicant provides certain lead paint abatement services; 6 requiring a certain licensee applying for a license renewal to submit to the 7 Maryland Home Improvement Commission a certain lead paint abatement 8 accreditation number and expiration date if the licensee performs certain lead 9 paint abatement services; prohibiting a certain licensee from violating certain 10 lead paint abatement accreditation requirements; requiring an owner of a 11 certain property who fails to comply with certain standards, on written request of a tenant, under certain circumstances to release a tenant from a certain lease 12 13 and pay to the tenant certain relocation expenses not to exceed a certain 14 amount; providing that an owner may provide certain information to a tenant in 15 response to a certain request; providing a tenant with a certain action in district 16 court under certain circumstances; providing that certain actions, inaction, or 17 findings may not be construed to have any effect on any civil action or any 18 administrative proceeding brought under certain provision of law; altering 19 certain definitions; and generally relating to eliminating lead risk in housing.

BY repealing and reenacting, without amendments,

21 Article – Business Regulation

22 Section 8–301, 8–303(a), and 8–620

23 Annotated Code of Maryland

24 (2004 Replacement Volume and 2007 Supplement)

25 BY repealing and reenacting, with amendments,

26 Article – Business Regulation

27 Section 8–303(b), 8–308, and 8–611

28 Annotated Code of Maryland

29 (2004 Replacement Volume and 2007 Supplement)

EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.



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1 2 3 4 5	BY repealing and reenacting, with amendments, Article – Environment Section 6–801(m) Annotated Code of Maryland (2007 Replacement Volume and 2007 Supplement)
6 7 8 9 10	BY adding to Article – Real Property Section 8–215 Annotated Code of Maryland (2003 Replacement Volume and 2007 Supplement)
11	Preamble
12 13	WHEREAS, Childhood lead poisoning is a major public health threat in Maryland, poisoning over 1,300 children in Maryland as of 2005; and
14 15	WHEREAS, Lead poisoning severely and irreversibly impacts the cognitive and physical development of young children; and
16 17	WHEREAS, The Governor and the State have endorsed plans to meet the federal strategy to eliminate childhood lead poisoning by 2010; and
18 19	WHEREAS, Children are exposed to lead through ingesting and inhaling lead dust, eating lead paint chips, or absorbing lead while in utero; and
$\begin{array}{c} 20 \\ 21 \end{array}$	WHEREAS, Most of the exposures to lead can be eliminated by removing lead hazards and reducing exposure to toxic lead dust in the home; and
22 23 24	WHEREAS, Although the number of cases of childhood lead poisoning in Maryland has decreased significantly over the past few years, lead paint remains a significant health issue; now, therefore,
25 26	SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:
27	Article - Business Regulation
28	8–301.
29	(a) Except as otherwise provided in this title, a person must have a

31 (b) Except as otherwise provided in this title, a person must have a 32 subcontractor license or contractor license whenever the person acts as a 33 subcontractor in the State.

contractor license whenever the person acts as a contractor in the State.

1 2 3	(c) Except as otherwise provided in this title, a person must have a salesperson license or contractor license whenever the person sells a home improvement in the State.
4	(d) This section does not apply to:
5 6	(1) an individual who works for a contractor or subcontractor for a salary or wages but who is not a salesperson for the contractor;
7 8 9	(2) a clerical employee, retail clerk, or other employee of a licensed contractor who is not a salesperson, as to a transaction on the premises of the licensed contractor;
10	(3) a solicitor for a contractor who calls an owner by telephone only;
11 12	(4) an architect, electrician, plumber, heating, ventilation, air–conditioning, or refrigeration contractor, or other person who:
13 14	(i) is required by State or local law to meet standards of competency or experience before engaging in an occupation or profession;
15 16	(ii) currently is licensed in that occupation or profession under State or local law; and
17	(iii) is:
18 19	1. acting only within the scope of that occupation or profession; or
20 21	2. installing a central heating or air-conditioning system;
22 23	(5) a security systems technician licensed under Title 18 of the Business Occupations and Professions Article; or
24 25	(6) a person who is selling a home improvement to be performed by a person described in item (4) of this subsection.
26	8–303.
27	(a) (1) An applicant for a license shall:
28 29	(i) submit to the Commission an application on the form that the Commission provides;

submit to the Commission with the license application proof

of compliance with the insurance requirement of § 8-302.1 of this subtitle, if the

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(ii)

applicant is applying for a contractor license;

$\frac{1}{2}$	title, if the applica	(iii) pay into the Fund the fee required under § 8–404(a) of this nt is applying for a contractor license; and
3		(iv) pay to the Commission an application fee.
4	(2)	The application fee:
5 6	the contractor;	(i) for a contractor license is \$225 for each place of business of
7		(ii) for a subcontractor license is \$125; or
8		(iii) for a salesperson license is \$75.
9 L0	(3) application fee is r	To cover the cost of processing an application, \$15 of the conrefundable.
$egin{array}{c} 11 \ 12 \end{array}$	(b) In ad form shall require	dition to any other information required on an application form, the
13	(1)	for an individual applicant, the name and address of the applicant;
L <b>4</b>	(2)	for a corporate applicant, the name and address of each officer;
<b>L</b> 5	(3)	for a partnership applicant, the name and address of each partner;
L6 L7	(4) the joint venture;	for a joint venture applicant, the name and address of each party to
18 19 20	_	if the applicant acts as a contractor or subcontractor through a ited partnership, the name and address of the resident agent of the ted partnership in the State;
21 22 23	(6) license, a comple applicant;	if the applicant is applying for a contractor license or subcontractor te description of the nature of the contracting business of the
24 25	(7) description of the d	if the applicant is applying for a salesperson license, a complete duties of the applicant;
26 27 28	_	a record of the applicant's experience in the field of home ther construction work, including dates when and addresses where resided and done business;

$\begin{matrix} 1 \\ 2 \\ 3 \end{matrix}$	SERVICES, T	HE D	EPART	E APPLICANT PROVIDES LEAD PAINT ABATEMENT MENT OF THE ENVIRONMENT LEAD PAINT ABATEMENT R AND ACCREDITATION EXPIRATION DATE;
4 5				whether the applicant has ever held a professional or rany other state; and
6 7	license denied			whether the applicant has had a professional or vocational or revoked.
8	8–308.			
9	(a) '	The Se	ecretary	may stagger the terms of licenses.
10 11	(b) I the license ex		s a licen	ase is renewed for a 2-year term as provided in this section,
12 13	Secretary sets		if the S	ecretary staggers the terms of licenses, on the date that the
14 15	,			Secretary does not stagger the terms of licenses, on the first he effective date of the license in an odd–numbered year.
16 17				onth before a license expires, the Commission shall mail to own address of the licensee:
18	(	(1)	a renev	val application form; and
19	(	(2)	a notice	e that states:
20			(i) t	he date on which the current license expires;
21 22	application fo			the date by which the Commission must receive the renewal to be issued and mailed before the license expires; and
23			(iii) t	he amount of the renewal fee.
24 25	• • •			a license expires, the licensee periodically may renew it for if the licensee:
26			(i) o	otherwise is entitled to be licensed;
27 28	form that the			submits to the Commission a renewal application on the provides;

$\begin{matrix} 1 \\ 2 \\ 3 \end{matrix}$	(iii) submits to the Commission proof of compliance with the insurance requirement of § 8–302.1 of this subtitle, if the licensee is renewing a contractor license; [and]			
4 5 6 7	(IV) SUBMITS TO THE COMMISSION THE DEPARTMENT OF THE ENVIRONMENT LEAD PAINT ABATEMENT ACCREDITATION NUMBER AND ACCREDITATION EXPIRATION DATE, IF THE LICENSEE PROVIDES LEAD PAINT ABATEMENT SERVICES; AND			
8	[(iv)] (V) pays to the Commission a renewal fee.			
9	(2) The renewal fee:			
10 11	(i) for a contractor license is \$225 for each place of business of the contractor;			
12	(ii) for a subcontractor license is \$125; or			
13	(iii) for a salesperson license is \$75.			
14 15 16 17	(3) Notwithstanding paragraph (2) of this subsection, a licensee that is incorporated or has its principal office in another state shall pay to the Commission the fee imposed in that state on a similar nonresident business if that fee is higher than the renewal fee under paragraph (2) of this subsection.			
18	(e) For renewal of a contractor license, the licensee shall:			
19 20 21	(1) submit to the Commission, by a credit reporting agency approved by the Commission, a credit report that contains the information required by the Commission; or			
22 23 24 25	(2) pay to the Commission or the Commission's designee a credit report fee in an amount not to exceed the cost charged by a credit reporting agency approved by the Commission to obtain a credit report that contains the information required by the Commission for renewal of a contractor license.			
26 27	$\begin{tabular}{ll} (f) & (1) & The Commission shall renew the license of each licensee who meets the requirements of this section. \end{tabular}$			
28 29 30	(2) The Commission may not renew a contractor license unless the contractor submits proof of compliance with the insurance requirement of $\S$ 8–302.1 of this subtitle.			
31 32 33	(g) A licensed contractor shall give the Commission notice of the cancellation of insurance required under § 8–302.1 of this subtitle at least 10 days before the effective date of the cancellation.			

1	8–611.					
2	A licensee may not violate:					
3	(1)	a building law of the State or a political subdivision of the State;				
4	(2)	a safety or labor law of the State; [or]				
5	(3)	the Maryland Workers' Compensation Act; OR				
6 7 8	(4) THE LEAD PAINT ABATEMENT ACCREDITATION REQUIREMENT UNDER § 6–1002 OF THE ENVIRONMENT ARTICLE OR ANY REGULATION ADOPTED UNDER THAT SECTION.					
9	8–620.					
10 11 12	including § 8–6	e Commission may impose on a person who violates this title, $607(4)$ of this subtitle, a civil penalty not exceeding \$5,000 for each ner or not the person is licensed under this title.				
13	(b) In	setting the amount of a civil penalty, the Commission shall consider:				
14	(1)	the seriousness of the violation;				
15	(2)	the good faith of the violator;				
16	(3)	any previous violations;				
17 18	and the busines	the harmful effect of the violation on the complainant, the public, as of home improvement;				
19	(5)	the assets of the violator; and				
20	(6)	any other relevant factors.				
21		Article - Environment				
22	6–801.					
23	(m) "L	ead–safe housing" means a rental dwelling unit that:				
24 25	subtitle;	Is certified to be lead–free in accordance with § 6–804 of this				
26	(2)	Was constructed after 1978:				

- 1 (3)Is deemed to be lead-safe by the Department in accordance with  $\mathbf{2}$ criteria established by the Department by regulation; or 3 (4) Is certified to be in compliance with § 6–815(a) of this subtitle and: In which all windows are either lead-free or have been 4 treated so that all friction surfaces are lead-free; 5 6 In which lead [particulate] **CONTAMINATED DUST** levels (ii) 7 are determined to be within abatement clearance levels established by the 8 Department by regulation, [within 15 days prior to the relocation of a person at risk to 9 the rental dwelling unit in accordance with a qualified offer made under Part V of this 10 subtitle] WITHIN A TIME FRAME ESTABLISHED BY THE DEPARTMENT BY 11 **REGULATION**: and 12 Which is subject to ongoing maintenance and testing as (iii) specified by the Department by regulation. 13 14 **Article - Real Property** 15 8-215. 16 IN THIS SECTION, "AFFECTED PROPERTY" AND "OWNER" HAVE THE 17 MEANINGS STATED IN § 6-801 OF THE ENVIRONMENT ARTICLE. 18 **(1)** IF AN OWNER OF AN AFFECTED PROPERTY FAILS TO COMPLY 19 WITH THE APPLICABLE RISK REDUCTION STANDARDS UNDER §§ 6-815 AND 20 6-819 OF THE ENVIRONMENT ARTICLE, THE OWNER, ON THE WRITTEN 21REQUEST OF THE TENANT, SHALL: 22IMMEDIATELY RELEASE THE TENANT FROM THE TERMS (I)23OF THE LEASE OR RENTAL AGREEMENT FOR THAT PROPERTY; AND 24(II)PAY TO THE TENANT ALL REASONABLE RELOCATION 25EXPENSES, NOT TO EXCEED \$2,500, DIRECTLY RELATED TO THE PERMANENT 26 RELOCATION OF THE TENANT TO A LEAD-FREE DWELLING UNIT OR ANOTHER 27 DWELLING UNIT THAT HAS SATISFIED THE RISK REDUCTION STANDARD IN 28 ACCORDANCE WITH § 6–815 OF THE ENVIRONMENT ARTICLE.
- 29 (2) A TENANT'S WRITTEN REQUEST TO THE LANDLORD UNDER 30 PARAGRAPH (1) OF THIS SUBSECTION SHALL INCLUDE ANY RISK REDUCTION 31 CERTIFICATION INFORMATION PROVIDED BY THE DEPARTMENT OF THE 32 ENVIRONMENT.

1	(3) WITHIN 3 BUSINESS DAYS OF RECEIPT OF A TENANT'S				
2	WRITTEN REQUEST UNDER PARAGRAPH (1) OF THIS SUBSECTION, AN OWNER				
3	MAY PROVIDE TO THE TENANT:				
4	(I) A CURRENT AND VALID RISK REDUCTION CERTIFICATE;				
5	(II) A LEAD-FREE CERTIFICATE;				
6	(III) A STATEMENT OF VERIFICATION BY THE OWNER AND				
7	TENANT OF WORK PERFORMED IN ACCORDANCE WITH § 6-819(F)(1) OF THE				
8	ENVIRONMENT ARTICLE FOR THE AFFECTED PROPERTY; OR				
9	(IV) THE FINAL REPORT OF AN INSPECTOR VERIFYING THAT				
LO	WORK WAS PERFORMED ON THE AFFECTED PROPERTY IN ACCORDANCE WITH §				
1	6-819(F)(2) OF THE ENVIRONMENT ARTICLE.				
12	(C) (1) IF AN OWNER FAILS TO PROVIDE INFORMATION IN				
13	ACCORDANCE WITH SUBSECTION (B)(3) OF THIS SECTION OR TO COMPLY WITH				
L <b>4</b>	THE TENANT'S WRITTEN REQUEST UNDER SUBSECTION (B)(1) OF THIS SECTION				
<b>L</b> 5	WITHIN 3 BUSINESS DAYS OF RECEIPT OF THE REQUEST, THE TENANT MAY				
<b>L</b> 6	BRING AN ACTION IN DISTRICT COURT FOR THE:				
L <b>7</b>	(I) LEASE TERMINATION;				
18	(II) REIMBURSEMENT OF REASONABLE RELOCATION				
19	EXPENSES; AND				
20	(III) REASONABLE ATTORNEY'S FEES.				
21	(2) A TENANT DOES NOT HAVE A CAUSE OF ACTION UNDER THIS				
22	SUBSECTION IF THE OWNER OF AN AFFECTED PROPERTY PROVIDES				
23	INFORMATION IN ACCORDANCE WITH SUBSECTION(B)(3) OF THIS SECTION.				
24	(D) THE RIGHT OF A TENANT TO REQUEST RELEASE IN ACCORDANCE				
25	WITH SUBSECTION (B) OF THIS SECTION DOES NOT PRECLUDE THE TENANT				
26	FROM PURSUING ANY OTHER RIGHT OR REMEDY AVAILABLE TO THE TENANT AT				
27	LAW OR EQUITY AND IS IN ADDITION TO THEM.				
28	(E) ANY ACTION OR INACTION OF THE OWNER OF AN AFFECTED				
29	PROPERTY OR TENANT UNDER THIS SECTION OR ANY FINDING IN A				
30	PROCEEDING UNDER THIS SECTION MAY NOT BE CONSTRUED TO HAVE ANY				
31	EFFECT ON:				

- 1 (2) ANY ADMINISTRATIVE PROCEEDING BROUGHT UNDER THIS 2 TITLE OR TITLE 6 OF THE ENVIRONMENT ARTICLE.
- SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect 4 October 1, 2008.