# SENATE BILL 551

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1lr1181 CF 1lr1896

# By: Senators Kelley, Benson, Jones–Rodwell, Madaleno, Manno, Montgomery, Pugh, and Raskin

Introduced and read first time: February 4, 2011 Assigned to: Finance

# A BILL ENTITLED

# 1 AN ACT concerning

# Maryland Wage and Hour Law – Prohibited Acts of Employers – Adverse Action

# FOR the purpose of prohibiting an employer from taking adverse action against an employee who makes a complaint, brings an action, or testifies in an action under the Maryland Wage and Hour Law; specifying that the adverse action prohibited includes certain retaliatory actions; defining a certain term; and generally relating to prohibited acts of employers under the Maryland Wage and Hour Law.

- 10 BY repealing and reenacting, without amendments,
- 11 Article Labor and Employment
- 12 Section 3–401
- 13 Annotated Code of Maryland
- 14 (2008 Replacement Volume and 2010 Supplement)
- 15 BY repealing and reenacting, with amendments,
- 16 Article Labor and Employment
- 17 Section 3–428
- 18 Annotated Code of Maryland
- 19 (2008 Replacement Volume and 2010 Supplement)

## 20 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF 21 MARYLAND, That the Laws of Maryland read as follows:

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# Article – Labor and Employment

- 23 3-401.
- 24 (a) In this subtitle the following words have the meanings indicated.



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"Employer" includes a person who acts directly or indirectly in the

3 (c) "Federal Act" means the federal Fair Labor Standards Act of 1938. 4 "Wage" means all compensation that is due to an employee for (d) employment.  $\mathbf{5}$ 6 3-428.7 IN THIS SECTION, "COMPLAINT" INCLUDES A WRITTEN OR ORAL (a) COMPLAINT, CLAIM, OR ASSERTION OF RIGHT BY AN EMPLOYEE, REGARDING 8 THE PAYMENT OF WAGES UNDER THIS SUBTITLE, THAT IS MADE TO: 9 10 (1) THE EMPLOYER OR A SUPERVISOR, MANAGER, OR FOREMAN EMPLOYED BY THE EMPLOYER WHETHER IT IS MADE THROUGH THE 11 **EMPLOYER'S INTERNAL GRIEVANCE PROCESS OR OTHERWISE;** 1213 (2) THE EMPLOYEE'S UNION REPRESENTATIVE; 14(3) Α REPRESENTATIVE OF A LABOR UNION OR LABOR ORGANIZATION WHO IS CONSULTED BY THE EMPLOYEE WITH RESPECT TO A 1516 COMPLAINT IF THE LABOR UNION OR LABOR ORGANIZATION IS IN THE PROCESS OF ORGANIZING AT THE EMPLOYEE'S WORKSITE; 1718 AN ATTORNEY WHO IS CONSULTED OR RETAINED BY THE (4) 19**EMPLOYEE WITH RESPECT TO A COMPLAINT; OR** 20(5) THE COMMISSIONER OR AN AUTHORIZED REPRESENTATIVE OF THE COMMISSIONER. 2122**(B)** (1) An employer may not: 23(1) **(I)** pay or agree to pay less than the wage required under this 24subtitle; 25**(**(2)**] (II)** hinder or delay the Commissioner or an authorized representative of the Commissioner in the enforcement of this subtitle; 2627[discharge] TAKE ADVERSE ACTION AGAINST an employee **(**(3)**] (III)** 28because the employee:

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(b)

interest of another employer with an employee.

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$egin{array}{c} 1 \\ 2 \\ 3 \end{array}$	[(i)] 1. makes [to the employer, the Commissioner, or an authorized representative of the Commissioner] a complaint that the employee has not been paid in accordance with this subtitle;
45	[(ii)] <b>2.</b> brings an action under this subtitle or a proceeding that relates to the subject of this subtitle; or
$6 \\ 7$	[(iii)] <b>3.</b> has testified in an action under this subtitle or a proceeding related to the subject of this subtitle; or
8	[(4)] (IV) violate any other provision of this subtitle.
9 10	(2) ADVERSE ACTION PROHIBITED UNDER PARAGRAPH (1) OF THIS SUBSECTION INCLUDES:
11	(I) DISCHARGE;
12	(II) DEMOTION;
$\frac{13}{14}$	(III) THREATENING THE EMPLOYEE WITH DISCHARGE OR DEMOTION; AND
15 16 17 18	(IV) ANY OTHER RETALIATORY ACTION THAT RESULTS IN A CHANGE TO THE TERMS OR CONDITIONS OF EMPLOYMENT THAT WOULD DISSUADE A REASONABLE EMPLOYEE FROM MAKING A COMPLAINT, BRINGING AN ACTION, OR TESTIFYING IN AN ACTION UNDER THIS SUBTITLE.
19	[(b)] (C) An employee may not:
$\begin{array}{c} 20\\ 21 \end{array}$	(1) make a groundless or malicious complaint to the Commissioner or an authorized representative of the Commissioner;
$\frac{22}{23}$	(2) in bad faith, bring an action under this subtitle or a proceeding related to the subject of this subtitle; or
$\begin{array}{c} 24 \\ 25 \end{array}$	(3) in bad faith, testify in an action under this subtitle or a proceeding related to the subject of this subtitle.
$26 \\ 27$	[(c)] (D) A person who violates any provision of this section is guilty of a misdemeanor and on conviction is subject to a fine not exceeding \$1,000.
$28 \\ 29$	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2011.