SENATE BILL 32

R2 (PRE–FILED)

By: Chair, Judicial Proceedings Committee (By Request - Departmental - Transportation)

Requested: September 23, 2020

Introduced and read first time: January 13, 2021

Assigned to: Judicial Proceedings

A BILL ENTITLED

1 AN ACT concerning

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Maryland Transit Administration – Limitation of Liability

- 3 FOR the purpose of limiting, in tort actions against the Maryland Transit Administration,
- 4 the liability of the Administration to certain liability limits under certain
- 5 circumstances; providing for the application of this Act; and generally relating to
- 6 limiting the liability of the Maryland Transit Administration in tort actions.
- 7 BY repealing and reenacting, with amendments,
- 8 Article Transportation
- 9 Section 7–702
- 10 Annotated Code of Maryland
- 11 (2020 Replacement Volume)
- 12 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND.
- 13 That the Laws of Maryland read as follows:

14 Article – Transportation

- 15 7-702.
- 16 (a) Subject to the provisions of this section, the Administration is liable for its
- 17 contracts and torts and for the torts of its officers, agents, and employees in connection with
- 18 the performance of the duties and functions of the Administration under this title.
- 19 (b) The exclusive remedy for a breach of contract or for a tort committed by the
- 20 Administration, its officers, agents, or employees is a suit against the Administration. No
- 21 execution may be levied on any property of this State or of the Administration.



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- 1 (C) THE LIABILITY OF THE ADMINISTRATION IN A TORT ACTION MAY NOT 2 EXCEED \$800,000 TO A SINGLE CLAIMANT FOR INJURIES ARISING FROM A SINGLE 3 INCIDENT OR OCCURRENCE.
- 4 **[(c)] (D)** Subsection **[(d)] (E)** of this section does not apply to a tort claim that is asserted by cross-claim, counterclaim, or third-party claim.
- 6 [(d)] (E) A tort claimant may not institute an action under this section unless:
- 7 (1) The claimant submits a written notice of claim to the Administrator or 8 the Administrator's designee within 1 year after the injury to person or property that is the 9 basis of the claim;
- 10 (2) The Administrator or the Administrator's designee denies the claim; 11 and
- 12 (3) The action is filed within 3 years after the cause of action arises.
- 13 **[(e)] (F)** A notice of claim under this section shall:
- 14 (1) Contain a concise statement of facts that sets forth the nature of the 15 claim, including the date and place of the alleged tort;
- 16 (2) State the name and address of the claimant;
- 17 (3) State the name, address, and telephone number of counsel for the 18 claimant, if any; and
- 19 (4) Be signed by the claimant, or the legal representative or counsel for the 20 claimant.
- 21 [(f)] (G) A claim under this section is denied:
- 22 (1) If the Administrator or the Administrator's designee sends the 23 claimant, or the legal representative or counsel for the claimant, written notice of denial; 24 or
- 25 (2) If the Administrator or the Administrator's designee fails to give notice 26 of a denial within 6 months after the sending of the notice of claim.
- [(g)] (H) Notwithstanding any other provision of this section, unless the Administration affirmatively shows that its defense has been prejudiced by the lack of the required notice, a court may allow the action to proceed even if the written notice of claim was not submitted.
 - SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall be construed to

- apply only prospectively and may not be applied or interpreted to have any effect on or application to any cause of action arising before the effective date of this Act.
- 3 SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect 4 October 1, 2021.