## **SENATE BILL 680**

P1, D3 <u>EMERGENCY BILL</u>

 $\begin{array}{c} 4 lr 2692 \\ CF HB 922 \end{array}$ 

By: The President (By Request - Office of the Attorney General)

Introduced and read first time: January 29, 2024

Assigned to: Judicial Proceedings

Committee Report: Favorable with amendments Senate action: Adopted with floor amendments

Read second time: March 25, 2024

CHAPTER

1 AN ACT concerning

## State Government - Public Welfare Actions Attorney General - Determinations and Settlements

- FOR the purpose of requiring the factfinder judge or jury in a public welfare action certain 4 5 actions to make a certain determination and assign responsibility and liability in a 6 certain manner; authorizing the State to continue to pursue certain actions if it does 7 not obtain complete relief from certain responsible persons; establishing that certain 8 provisions of law requiring uniform contribution among joint tort-feasors do not 9 apply to public welfare claims certain actions; establishing the impact of a certain 10 settlement on the liability of certain responsible persons; and generally relating to 11 determinations and settlements by the Attorney General of public welfare actions 12 certain actions.
- 13 BY adding to
- 14 Article Courts and Judicial Proceedings
- 15 Section 3–1401.1
- 16 Annotated Code of Maryland
- 17 (2020 Replacement Volume and 2023 Supplement)
- 18 BY adding to
- 19 Article State Government
- 20 Section 6–106.2
- 21 Annotated Code of Maryland
- 22 (2021 Replacement Volume and 2023 Supplement)

## EXPLANATION: CAPITALS INDICATE MATTER ADDED TO EXISTING LAW.

[Brackets] indicate matter deleted from existing law.

<u>Underlining</u> indicates amendments to bill.

Strike out indicates matter stricken from the bill by amendment or deleted from the law by amendment.

- 1 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows: Article - Courts and Judicial Proceedings 3 3-1401.1. 4 5 THIS TITLE DOES NOT APPLY TO A PUBLIC WELFARE CLAIM BROUGHT UNDER § 6–106.2 OF THE STATE GOVERNMENT ARTICLE. 7 Article - State Government 8 6-106.2.9 THIS SECTION APPLIES TO AN ACTION BROUGHT OR ASSERTED BY THE 10 STATE ARISING FROM OR RELATED TO ALLEGED OR THREATENED INJURIES TO THE ENVIRONMENT, INFRASTRUCTURE, OR THE NATURAL RESOURCES OF THE STATE 11 ASSOCIATED WITH THE ALLISION BETWEEN THE VESSEL KNOWN AS THE DALI AND 12 THE FRANCIS SCOTT KEY BRIDGE ON MARCH 26, 2024. 13 14 **(1)** IN THIS SECTION THE FOLLOWING WORDS HAVE THE MEANINGS (B) 15 INDICATED. "PROPORTIONATE 16 **(2)** SHARE  $\mathbf{OF}$ LIABILITY" THE **MEANS** 17 PERCENTAGE OF COMPARATIVE RESPONSIBILITY ASSIGNED BY THE FACTFINDER A 18 JUDGE OR JURY TO A SETTLING PARTY UNDER IN ACCORDANCE WITH THIS SECTION. 19  $\frac{(3)}{}$ "PUBLIC WELFARE ACTION" MEANS ANY CIVIL ACTION IN WHICH 20 THE STATE OR THE ATTORNEY GENERAL HAS ASSERTED A PUBLIC WELFARE CLAIM. "PUBLIC WELFARE CLAIM" MEANS ANY CLAIM, COUNTERCLAIM, 21 <del>(4)</del> CROSS CLAIM, OR OTHER DEMAND FOR RELIEF OF ANY KIND BROUGHT OR 22ASSERTED BY THE ATTORNEY GENERAL OR THE STATE UNDER COMMON LAW, 23 24**STATUTORY LAW, OR ANY OTHER BASIS:** 25 FOR CONSUMER PROTECTION; OR 26 <del>(II)</del> ARISING FROM OR RELATED TO ALLEGED INJURIES TO OR 27THREATENED INJURIES TO THE HEALTH, SAFETY, ENVIRONMENT, OR WELFARE OF
- 29 (5) (3) "RESPONSIBLE PERSON" MEANS ANY A PERSON 30 ALLEGED TO BE LIABLE IN WHOLE OR IN PART FOR ANY PUBLIC 31 WELFARE CLAIM AN ACTION GOVERNED BY THIS SECTION.

THE RESIDENTS OF MARYLAND.

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- 1 (B) (C) IN A PUBLIC WELFARE ACTION AN ACTION GOVERNED BY THIS
  2 SECTION, THE FACTFINDER JUDGE OR JURY SHALL:
- 3 (1) MAKE A DETERMINATION OF THE TOTAL LIABILITY, INCLUDING 4 DAMAGES, COSTS, AND <del>ALL</del> ANY OTHER AVAILABLE RELIEF;
- 5 (2) ASSIGN COMPARATIVE RESPONSIBILITY TO ALL PARTIES EACH
- 6 PARTY JOINED IN THE PUBLIC WELFARE ACTION, INCLUDING ALL DEFENDANTS,
- 7 THIRD-PARTY DEFENDANTS, INTERVENORS, AND ANY OTHER NAMED PARTY, BASED
- 8 ON THE PARTY'S RELATIVE DEGREE OF FAULT OR RESPONSIBILITY FOR THE TOTAL
- 9 LIABILITY; AND
- 10 (3) IF EQUITY REQUIRES, DETERMINE THE LIABILITY OF A GROUP OF 11 RELATED PERSONS ON A COLLECTIVE BASIS.
- 12 (C) (D) IF THE STATE HAS NOT OBTAINED COMPLETE RELIEF FROM A
- 13 RESPONSIBLE PERSON WHO HAS RESOLVED THE PERSON'S LIABILITY TO THE STATE
- 14 IN A SETTLEMENT <del>FOR A PUBLIC WELFARE CLAIM</del> OF AN ACTION GOVERNED BY THIS
- 15 SECTION, THE STATE MAY:
- 16 (1) CONTINUE TO PURSUE AN ONGOING PUBLIC WELFARE ACTION
- 17 AGAINST ANY OTHER RESPONSIBLE PERSON WHO HAS NOT RESOLVED THE
- 18 PERSON'S LIABILITY TO THE STATE FOR THE PUBLIC WELFARE CLAIM THAT IS THE
- 19 SUBJECT OF THE PUBLIC WELFARE ACTION; OR
- 20 (2) BRING A NEW <del>PUBLIC WELFARE</del> ACTION AGAINST ANY OTHER
- 21 RESPONSIBLE PERSON WHO HAS NOT RESOLVED THE PERSON'S LIABILITY TO THE
- 22 STATE FOR THE PUBLIC WELFARE CLAIM THAT IS THE SUBJECT OF THE PUBLIC
- 23 **WELFARE ACTION**.
- 24 (D) (E) NOTWITHSTANDING ANY OTHER PROVISION OF STATE LAW:
- 25 (1) THE MARYLAND UNIFORM CONTRIBUTION AMONG JOINT
- 26 TORT-FEASORS ACT UNDER TITLE 3, SUBTITLE 14 OF THE COURTS ARTICLE DOES
- 27 NOT APPLY TO PUBLIC WELFARE CLAIMS AN ACTION GOVERNED BY THIS SECTION;
- 28 (2) IF A RESPONSIBLE PERSON RESOLVES THE PERSON'S LIABILITY
- 29 TO THE STATE IN A SETTLEMENT OF A PUBLIC WELFARE CLAIM AN ACTION
- 30 GOVERNED BY THIS SECTION, THE PERSON MAY NOT BE LIABLE FOR CLAIMS FOR
- 31 NONCONTRACTUAL CONTRIBUTION OR INDEMNITY REGARDING ANY MATTER
- 32 ACTION OR CLAIM <del>ADDRESSED</del> RESOLVED IN THE SETTLEMENT<del>, INCLUDING ANY</del>
- 33 STATUTORY OR COMMON LAW CLAIM; AND

1 2 3	(3) A SETTLEMENT OF <del>A PUBLIC WELFARE CLAIM</del> <u>AN ACTION</u> GOVERNED BY THIS SECTION THAT RESOLVES THE LIABILITY OF A RESPONSIBLE PERSON:
4 5 6	(I) DOES NOT RELEASE FROM LIABILITY ANY OTHER RESPONSIBLE PERSON EXCEPT AS SPECIFICALLY PROVIDED IN THE TERMS OF THE SETTLEMENT; BUT
7 8 9	(II) REDUCES THE POTENTIAL LIABILITY OF ALL OTHER RESPONSIBLE PERSONS LIABLE IN WHOLE OR IN PART <del>FOR THE PUBLIC WELFARE</del> <del>CLAIM THAT IS THE SUBJECT OF THE SETTLEMENT BY THE</del> <u>BY THE LARGER OF:</u>
10 11 12	1. THE SETTLING PERSON'S PROPORTIONATE SHARE OF LIABILITY FOR ALL SETTLED PUBLIC WELFARE CLAIMS, INCLUDING ALL STATUTORY AND COMMON LAW CLAIMS; OR
13 14	2. THE AMOUNT THE SETTLING PERSON PAYS TO SETTLE THE ACTION.
15	(E) $(F)$ This section may not be construed to:
16	(1) IMPAIR ANY EXPRESS CONTRACTUAL RIGHTS; OR
17	(2) CREATE NEW TYPES OF ACTIONS OR CLAIMS;
18 19	(3) ALTER THE BURDEN OF PROOF, CAUSATION STANDARD, OR ELEMENTS OF AN ACTION OR CLAIM GOVERNED BY THIS SECTION; OR
20 21	(2) (4) GRANT AUTHORITY TO THE STATE OR THE ATTORNEY GENERAL TO BRING ACTIONS OR CLAIMS NOT OTHERWISE AUTHORIZED BY LAW.
22 23 24 25	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 settlement of a public welfare <u>an</u> action finalized before the effective date of this Act.
26 27	SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect July $\frac{1,2024}{}$ .
28 29 30 31 32	SECTION 3. 2. AND BE IT FURTHER ENACTED, That this Act is an emergency measure, is necessary for the immediate preservation of the public health or safety, has been passed by a yea and nay vote supported by three–fifths of all the members elected to each of the two Houses of the General Assembly, and shall take effect from the date it is enacted.