# **HOUSE BILL 579**

D5 0lr2568 HB 317/19 – HGO CF SB 364

By: Delegate Cullison

Introduced and read first time: January 27, 2020 Assigned to: Health and Government Operations

Committee Report: Favorable

House action: Adopted

Read second time: March 8, 2020

CHAPTER

### 1 AN ACT concerning

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## Maryland Commission on Civil Rights - Civil Penalties

3 FOR the purpose of providing that certain maximum penalty amounts the Maryland 4 Commission on Civil Rights is authorized to seek if the Commission finds that a 5 respondent has engaged in a discriminatory act under certain provisions of law 6 regarding public accommodations and persons licensed or regulated by a certain unit 7 in the Maryland Department of Labor do not apply under certain circumstances; 8 prohibiting the Commission from seeking a civil penalty against a respondent if the 9 discriminatory act relates to accessibility, the respondent takes certain action, and 10 the respondent has not previously been the subject of a certain complaint; requiring 11 an administrative law judge to consider certain information when determining the 12 amount of a certain civil penalty; requiring certain civil penalties to be paid to a 13 certain complainant; requiring the Commission to report certain information to the Governor and the General Assembly on or before a certain date in certain years; and 14 15 generally relating to the Maryland Commission on Civil Rights and civil penalties.

- 16 BY repealing and reenacting, without amendments,
- 17 Article State Government
- 18 Section 20–304 and 20–402
- 19 Annotated Code of Maryland
- 20 (2014 Replacement Volume and 2019 Supplement)
- 21 BY repealing and reenacting, with amendments,
- 22 Article State Government
- 23 Section 20–1016

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

[Brackets] indicate matter deleted from existing law.

Underlining indicates amendments to bill.

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

1 Annotated Code of Maryland

- 2 (2014 Replacement Volume and 2019 Supplement)
- 3 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, 4 That the Laws of Maryland read as follows:

#### Article - State Government

6 20-304.

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An owner or operator of a place of public accommodation or an agent or employee of the owner or operator may not refuse, withhold from, or deny to any person any of the accommodations, advantages, facilities, or privileges of the place of public accommodation because of the person's race, sex, age, color, creed, national origin, marital status, sexual orientation, gender identity, or disability.

12 20-402.

A person that is licensed or regulated by a unit in the Maryland Department of Labor listed in § 2–108 of the Business Regulation Article may not refuse, withhold from, or deny any person any of the accommodations, advantages, facilities, privileges, sales, or services of the licensed or regulated person or discriminate against any person because of the person's race, sex, creed, color, national origin, marital status, sexual orientation, age, gender identity, or disability.

- 19 20–1016.
- 20 (a) Except as provided in [subsection] SUBSECTIONS (b) AND (C) of this section, 21 in addition to any other relief authorized, if the Commission finds that a respondent has 22 engaged in a discriminatory act under Subtitle 3 or Subtitle 4 of this title, the Commission 23 may seek an order assessing a civil penalty against the respondent:
- 24 (1) if the respondent has not been adjudicated to have committed any prior 25 discriminatory act, in an amount not exceeding \$500;
- 26 (2) if the respondent has been adjudicated to have committed one other 27 discriminatory act during the 5-year period ending on the date of the filing of the current 28 charge, in an amount not exceeding \$1,000; and
- 29 (3) if the respondent has been adjudicated to have committed two or more discriminatory acts during the 7-year period ending on the date of the filing of the current charge, in an amount not exceeding \$2,500.
- 32 (b) **(1)** If the discriminatory act is committed by an individual who has been 33 previously adjudicated to have committed one or more discriminatory acts, the time periods 34 set forth in subsection (a)(2) and (3) of this section do not apply.

- IF THE DISCRIMINATORY ACT IS COMMITTED BY THE AGENT OR 1 2EMPLOYEE OF A RESPONDENT, THE MAXIMUM AMOUNTS SET FORTH IN SUBSECTION (A)(2) AND (3) OF THIS SECTION DO NOT APPLY AND THE COMMISSION MAY SEEK AN 3 ORDER ASSESSING A CIVIL PENALTY IN AN AMOUNT NOT EXCEEDING \$25,000, 4 5 PROVIDED THAT: 6 **(I)** THE DISCRIMINATORY ACT COMMITTED BY THE AGENT OR 7 EMPLOYEE IS DETERMINED TO BE MALICIOUS; AND 8 (II)THE RESPONDENT HAS NOT REASONABLY MITIGATED HARM 9 CAUSED BY THE DISCRIMINATORY ACT. THE MAXIMUM AMOUNTS SET FORTH IN SUBSECTION (A)(2) AND 10 **(3)** (3) OF THIS SECTION DO NOT APPLY IF THE DISCRIMINATORY ACT IS FOUND TO BE 11 12 MALICIOUS. 13 THE COMMISSION MAY NOT SEEK AN ORDER ASSESSING A CIVIL 14 PENALTY AGAINST A RESPONDENT IF: 15 THE DISCRIMINATORY ACT WAS LIMITED TO A VIOLATION **(1)** 16 RELATING TO ACCESSIBILITY; 17 **(2)** THE RESPONDENT, AFTER BEING SERVED, TAKES PROMPT CORRECTIVE ACTION; AND 18 19 THE RESPONDENT HAS NOT PREVIOUSLY BEEN THE SUBJECT OF A 20COMPLAINT UNDER § 20–1004 OF THIS SUBTITLE. 21(D) IF THE COMMISSION SEEKS AN ORDER ASSESSING A CIVIL PENALTY 22 BEFORE AN ADMINISTRATIVE LAW JUDGE UNDER § 20–1008 OF THIS SUBTITLE, IN DETERMINING THE AMOUNT OF THE CIVIL PENALTY TO BE IMPOSED, THE 23ADMINISTRATIVE LAW JUDGE SHALL CONSIDER: 2425 **(1)** THE SERIOUSNESS OF THE DISCRIMINATORY ACT; 26 **(2)** THE GOOD FAITH OF THE RESPONDENT; 27 **(3)** THE HARMFUL EFFECT TO THE PUBLIC OF THE DISCRIMINATORY
- 29 (4) THE HARMFUL EFFECT OF THE RESPONDENT'S ACTIONS ON THE 30 INVESTIGATORY PROCESS OF THE COMMISSION; AND
  - (5) THE RESPONDENT'S ASSETS.

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ACT;

$\frac{1}{2}$	[(c)] (E) Any civil penalties collected under this section shall be paid to the [General Fund of the State] COMPLAINANT.
3 4 5 6 7 8	SECTION 2. AND BE IT FURTHER ENACTED, That, on or before July 1, 2021, and on or before July 1 of each of the immediately following 4 years, the Maryland Commission on Civil Rights shall submit a report to the Governor and, in accordance with § 2–1257 of the State Government Article, the General Assembly regarding the effect Section 1 of this Act has had on persons against whom complaints have been filed under Title 20 of the State Government Article.
9 10	SECTION 3. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2020.
	Approved:
	Governor.
	Speaker of the House of Delegates.
	President of the Senate.