SENATE BILL 911

D5 1lr2705

By: Senator Smith

Introduced and read first time: February 9, 2021

Assigned to: Judicial Proceedings

Committee Report: Favorable with amendments

Senate action: Adopted

Read second time: February 24, 2021

CHAPTER

- 1 AN ACT concerning
- 2 Unlawful Employment Practice Statute of Limitations and Remedies
- FOR the purpose of repealing increasing the limitations on the amount of compensatory damages and punitive damages that may be awarded to a complainant in a certain unlawful employment case; increasing the period of time for which a complainant may recover certain back pay in a certain unlawful employment case; increasing the period of time during which a complainant may file a civil action that alleges an unlawful employment practice that does not allege harassment; making conforming changes; and generally relating to unlawful employment practices.

BY repealing and reenacting, with amendments,

- 11 Article State Government
- 12 Section 20–1009 and 20–1013
- 13 Annotated Code of Maryland
- 14 (2014 Replacement Volume and 2020 Supplement)
- 15 SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND,
- 16 That the Laws of Maryland read as follows:
- 17 Article State Government
- 18 20–1009.

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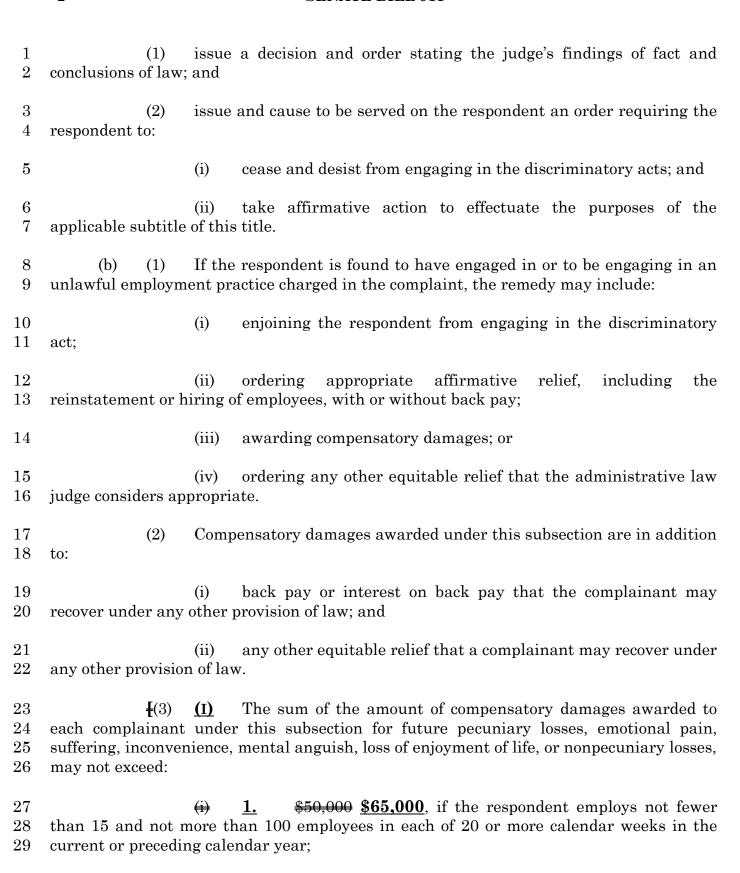
19 (a) If, after reviewing all of the evidence, the administrative law judge finds that 20 the respondent has engaged in a discriminatory act, the administrative law judge shall:

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.



30 (ii) 2. \$100,000 \$130,000, if the respondent employs not fewer 31 than 101 and not more than 200 employees in each of 20 or more calendar weeks in the 32 current or preceding calendar year;

- 1 (iii) <u>3.</u> \$200,000 **\$260,000**, if the respondent employs not fewer 2 than 201 and not more than 500 employees in each of 20 or more calendar weeks in the 3 current or preceding calendar year; and 4 \$300,000 **\$385,000**, if the respondent employs not fewer 5 than 501 employees in each of 20 or more calendar weeks in the current or preceding 6 calendar year. 7 THE LIMITATION ON COMPENSATORY DAMAGES (II)1. PROVIDED UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH SHALL INCREASE BY 5% 8 9 ON OCTOBER 1 EACH YEAR BEGINNING OCTOBER 1, 2021. 10 **2**. THE INCREASED AMOUNT SHALL APPLY TO CAUSES OF ACTION ARISING BETWEEN OCTOBER 1 OF THAT YEAR AND SEPTEMBER 30 OF 11 12 THE FOLLOWING YEAR, INCLUSIVE. 13 If back pay is awarded under paragraph (1) of this subsection, 14 the award shall be reduced by any interim earnings or amounts earnable with reasonable 15 diligence by the person discriminated against. 16 **∮**(5)**∤** (4) In addition to any other relief authorized by this subsection, a 17 complainant may recover back pay for up to [2] 3 years preceding the filing of the 18 complaint, where the unlawful employment practice that has occurred during the complaint filing period is similar or related to an unlawful employment practice with regard 19 20 to discrimination in compensation that occurred outside the time for filing a complaint. 21 Except as provided in subparagraph (ii) of this paragraph, if the 22respondent is found to have engaged in or to be engaging in a discriminatory act other than 23an unlawful employment practice, in addition to an award of civil penalties as provided in 24§ 20–1016 of this subtitle, nonmonetary relief may be granted to the complainant. 25An order may not be issued that substantially affects the cost, (ii) 26 level, or type of any transportation services. 27 (2)In cases involving transportation services that are supported 28 fully or partially with funds from the Maryland Department of Transportation, an order 29 may not be issued that would require costs, level, or type of transportation services different 30 from or exceeding those required to meet U.S. Department of Transportation regulations 31 adopted under 29 U.S.C. § 794.
- 32 (ii) An order issued in violation of subparagraph (i) of this paragraph 33 is not enforceable under § 20–1011 of this subtitle.

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- 1 If, after reviewing all of the evidence, the administrative law judge finds that (d) 2 the respondent has not engaged in an alleged discriminatory act, the administrative law 3 judge shall: 4 (1) state findings of fact and conclusions of law; and 5 (2) issue an order dismissing the complaint. 6 Unless a timely appeal is filed with the Commission in accordance with the 7 Commission's regulations, a decision and order issued by the administrative law judge under this section shall become the final order of the Commission. 8 9 20-1013.10 In addition to the right to make an election under § 20–1007 of this subtitle, a (a) complainant may bring a civil action against the respondent alleging an unlawful 11 12 employment practice, if: 13 the complainant initially filed a timely administrative charge or a (1) complaint under federal, State, or local law alleging an unlawful employment practice by 14 15 the respondent; 16 (2)at least 180 days have elapsed since the filing of the administrative 17 charge or complaint; and 18 (3)(i) except as provided in item (ii) of this paragraph, the civil action 19 is filed within [2] 3 years after the alleged unlawful employment practice occurred [; or if the complaint is alleging harassment, the civil action is filed 2021within 3 years after the alleged harassment occurred. 22A civil action under this section shall be filed in the circuit court for the county 23 where the alleged unlawful employment practice occurred. 24(c) The filing of a civil action under this section automatically terminates any 25proceeding before the Commission based on the underlying administrative complaint and 26 any amendment to the complaint. 27 If the court finds that an unlawful employment practice occurred, the court 28 may provide the remedies specified in § 20–1009(b) of this subtitle.

the court may award punitive damages, if:

إ(1) In addition to the relief authorized under subsection (d) of this section,

$\frac{1}{2}$	{(ii)} (2) the court finds that the respondent has engaged in or is engaging in an unlawful employment practice with actual malice.
3 4 5	• [2] If the court awards punitive damages, the sum of the amount of compensatory damages awarded to each complainant under subsection (d) of this section and the amount of punitive damages awarded under this subsection may not exceed the
6	applicable limitation established under § 20–1009(b)(3) of this subtitle.
7	(f) If a complainant seeks compensatory or punitive damages under this section
8	(1)], any party may demand a trial by jury [; and
9 10	(2) the court may not inform the jury of the limitations on compensatory and punitive damages imposed under $\S 20-1009(b)(3)$ of this subtitle.
11 12 13 14	(g) When appropriate and to the extent authorized under law, in a dispute arising under this part, in which the complainant seeks compensatory or punitive damages, the parties are encouraged to use alternative means of dispute resolution, including settlement negotiations or mediation.
15 16	SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect October 1, 2021.
	Approved:
	Governor.
	President of the Senate.
	Speaker of the House of Delegates.