

February 8, 2024

Senate Finance Committee Senator Pamela Beidle 3 East Miller Senate Office Building Annapolis, Maryland 21401

Re: SB 0436 – Workplace Fraud and Prevailing Wage - Violations - Penalties and Referrals - Oppose

## Dear Senator Beidle:

This bill would impose up to a \$5000 fine and 60 days jail time - in addition to existing penalties under various state and federal laws (Fair Labor Standards Act, Maryland Wage & Hour, Prevailing Wage Act, etc.). The federal Fair Labor Standards Act already includes possible jail time for violations.

It is not clear how these additional penalties will coordinate with existing penalties. It is also not clear how these additional penalties will actually lessen the likelihood a business will violate the laws. As is often the case, failure to properly *enforce* existing laws and regulations has much more impact on rates of violations than the statement of penalties.

The Carroll County Chamber of Commerce, a business advocacy organization of nearly 700 members, opposes this bill. We therefore request that you give this bill an unfavorable report.

Sincerely,

Mike McMullin

President

Carroll County Chamber of Commerce

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CC: Delegate April Rose

Senator Justin Ready