Bill No. 32-21

Concerning: Personnel – Employee
Settlement Agreements with NoRehire Clause – Prohibited

Revised: 12/13/21 Draft No. 3
Introduced: July 20, 2021

Enacted: January 11, 2022

Executive: January 20, 2022

Effective: April 21, 2022

Sunset Date: None

Ch. 1 , Laws of Mont. Co. 2022

COUNTY COUNCIL FOR MONTGOMERY COUNTY, MARYLAND

Lead Sponsor: Council President Hucker

AN ACT to:

- (1) prohibit the County from entering into an employee settlement agreement with a County employee in a personnel dispute that includes a "no-rehire" clause under certain circumstances;
- (2) provide the Chief Administrative Officer or agency head the authority to include a norehire clause under certain circumstances; and
- (3) establish a right to appeal the inclusion of a no-rehire clause.

By amending

Montgomery County Code Chapter 33, Personnel and Human Resources Section 33-22

Boldface *Heading or defined term.*

<u>Underlining</u>
Added to existing law by original bill.
[Single boldface brackets]
Deleted from existing law by original bill.

<u>Double underlining</u> *Added by amendment.*

[[Double boldface brackets]] Deleted from existing law or the bill by amendment.

* * Existing law unaffected by bill.

The County Council for Montgomery County, Maryland approves the following Act:

1	Sec.	1. Section 33-22 is added as follows:	
2	33-22. [Reserved] County Employee Settlement Agreements; right to appeal =		
3	<u>established</u>	<u>•</u>	
4	<u>(a)</u>	Definitions. For purposes of this Section, the following terms have the	
5		meanings indicated:	
6		Employment dispute means any grievance [[claim or lawsuit]] or appeal	
7		filed by the employee against the County where a dismissal action	
8		under COMCOR 33.07.01.33 or 33.07.01.35, is challenged.	
9		No-rehire clause: a provision prohibiting, preventing, or otherwise	
10		restricting an employee from obtaining future employment.	
11	<u>(b)</u>	An agreement to settle an employment dispute must not contain a no-	
12		rehire clause from County employment.	
13	<u>(c)</u>	Except as provided in subsection (b), a settlement agreement may	
14		include a no-rehire clause if:	
15		(1) the provision is mutually agreed upon to end the current	
16		employment relationship; [[or]]	
17		(2) the employee voluntarily resigns after a formal disciplinary	
18		action has been initiated by an agency head; or	
19		(3) the Chief Administrative Officer or agency head has made a	
20		finding that there are sufficient grounds to [[terminate the	
21		employment]] dismiss the employee for cause.	
22	<u>(d)</u>	[[Appeal. If an employee disagrees with the decision to include a no-	
23		rehire clause, within ten days from the receipt of the decision, the	
24		aggrieved employee may in writing, appeal to the County's Merit	
25		System Protection Board.]] Appeal of No-Rehire Clause. An aggrieved	
26		employee may file an appeal with the County's Merit System	
27		Protection Board to challenge the decision of the Chief Administrative	

28	<u>Off</u>	icer or agency head to include a no-rehire clause in a proposed
29	<u>sett</u>	lement agreement under subsection (c)(3). The appeal must:
30	<u>(1)</u>	be in writing; and
31	<u>(2)</u>	filed within 10 working days from the employee's receipt of the
32		proposed settlement agreement which included a no-rehire
33		<u>clause.</u>
34	<u>(e)</u> <u>Bur</u>	rden of Proof. The County, upon appeal, has the burden of proof by a
35	<u>pre</u>	ponderance of evidence to provide a legitimate, nondiscriminatory
36	<u>reas</u>	son for its decision.
37	Sec. 2. Tr	ansition.
38	This Act	does not apply to any County employee settlement agreement that
39	was executed by	all parties before this Act took effect.

Approved:		
Stal Clay	01/14/2022	
Gabriel Albornoz, President, County Council	Date	
Approved:		
h (Q)		
Man h	1/20/2022	
Marc Elrich, County Executive	Date	
This is a correct copy of Council action.		
Sm Sinklets_	1/24/2022	
Selena Mendy Singleton, Esq., Clerk of the Council	Date	