

Major Maritime Operator Maersk Line Limited Revises Reporting Policy Following U.S. Department of Labor Investigation

## **Description**

In a landmark decision stemming from a U.S. Department of Labor investigation, Maersk Line Limited, a titan in global marine cargo services, has agreed to revamp its safety reporting policies. This development comes in the wake of the company's termination of a seaman who reported safety concerns directly to the U.S. Coast Guard without first informing Maersk.

### **Incident and Initial Investigation**

In December 2020, a seaman aboard the Safmarine Mafadi, a 50,000-ton container ship spanning 958 feet, flagged multiple safety issues to the U.S. Coast Guard. These concerns were substantial and multifaceted:

- Lifeboat equipment was in dire need of repair and replacement.
- Crew members were found possessing and potentially consuming alcohol.
- There was inadequate supervision of cadet seamen.
- The bilge system was malfunctioning, leading to the risk of cargo hold flooding.

The seaman's decision to bypass internal reporting channels and directly contact the Coast Guard triggered a rigorous investigation by the Department of Laborâ??s Occupational Safety and Health Administration (OSHA). OSHA concluded that Maersk's policy, which mandated employees to notify the company before approaching regulatory agencies, contravened the federal Seaman's Protection Act. This Act safeguards maritime workers from retaliation when reporting safety concerns directly to authorities.

# **Legal Proceedings and Settlement**

A pivotal three-day hearing in June 2024 saw Maersk contest OSHA's findings. However, the hearing upheld the conclusion that Maersk's reporting policy was unlawful. Consequently, as part of a settlement, Maersk agreed to the following significant changes:

- 1. **Policy Overhaul**: Abolishing the requirement for employees to notify the company before contacting the U.S. Coast Guard.
- 2. **Anti-Retaliation Measures**: Ensuring no reprisals against seamen who report safety issues to the Coast Guard.
- 3. Comprehensive Training: Training all supervisors on the updated reporting policy.
- 4. **Information Dissemination**: Distributing OSHAâ??s Seaman's Protection Act Fact Sheet to all seamen on U.S. flagged vessels for the next two years.

#### Statements from Officials



Seema Nanda, the Solicitor of Labor, stressed the importance of protecting workersâ?? rights: "The Department of Labor will enforce workers' protected rights as whistleblowers under federal law. Employers cannot create policies that require employees to notify them before reporting concerns to regulatory agencies. This seaman demonstrated the bravery mariners are known for by addressing issues that, if ignored, could have jeopardized the safety of all aboard the Safmarine Mafadi."

Rear Admiral Wayne Arguin, Assistant Commandant for Prevention Policy at the U.S. Coast Guard, highlighted the critical nature of collaborative safety efforts: "This case reaffirms that all mariners can directly contact the U.S. Coast Guard to address safety concerns. Safety necessitates a team approach, and the complexity of the marine transportation system demands cooperative efforts to prevent accidents and minimize supply chain disruptions."

### **Wider Implications for Safety Culture**

The repercussions of this settlement extend beyond the maritime industry, potentially influencing safety cultures in other high-risk sectors such as construction, agriculture, and manufacturing.

### **Construction Industry**

In construction, where workers often face hazardous conditions, this case underscores the importance of robust whistleblower protections. Workers must feel empowered to report safety violations without fear of retaliation. Enhanced policies and training programs, similar to those adopted by Maersk, could lead to safer working environments and reduce the incidence of accidents and injuries on construction sites.

### **Agriculture Sector**

Agriculture workers, who frequently deal with dangerous equipment and exposure to harmful chemicals, could greatly benefit from a strengthened culture of safety reporting. Ensuring that agricultural workers can report safety concerns directly to regulatory bodies without employer interference would foster a safer and more compliant industry.

#### Manufacturing

Manufacturing environments, with their inherent risks of machinery-related accidents and exposure to hazardous materials, could see significant improvements in safety standards by adopting policies that protect whistleblowers. Encouraging open communication about safety concerns and training supervisors to handle such reports appropriately can prevent accidents and promote a culture of safety.

## **Future Compliance and Compensation**

In addition to policy changes, Maersk agreed to compensate the terminated seaman for lost wages and damages. The settlement, however, did not include an admission of violations of the Seaman's Protection Act. This outcome serves as a reminder of the critical role of whistleblower protections in maintaining safety standards across various industries.



Douglas L. Parker, Assistant Secretary for Occupational Safety and Health, reflected on the broader impact: "This resolution is a triumph for mariners aboard U.S.-flagged vessels. Workers who brave the ocean's perils should never fear reporting safety concerns. The maritime industry is crucial to our nation's infrastructure, and safeguarding the rights of its workers is paramount."

#### **About Maersk Line Limited**

Headquartered in Norfolk, Maersk Line Limited operates the largest U.S. flag fleet in commercial service, employing approximately 700 U.S. mariners. It is the largest subsidiary of A.P. Moeller-Maersk, a global leader in maritime transport, logistics services, and terminal operations.

#### OSHAâ??s Role in Whistleblower Protections

OSHA enforces the whistleblower provisions of the Seaman's Protection Act and over 20 other statutes protecting employees who report violations across various sectors. These statutes cover workplace safety, health, airline, commercial motor carrier, consumer product, environmental, financial reform, food safety, health insurance reform, motor vehicle safety, nuclear, pipeline, public transportation agency, railroad, maritime, securities, tax, criminal antitrust, and anti-money laundering laws. For more information on whistleblower protections, visit OSHAâ??s Whistleblower Protection Programs webpage.

#### **CATEGORY**

1. United States

#### **POST TAG**

- 1. AP Moeller-Maersk
- 2. Maersk Line
- 3. Occupational Safety and Health Administration (OSHA)
- 4. Safmarine Mafadi
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