1	STATE OF OKLAHOMA
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3	2nd Session of the 56th Legislature (2018)
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5	COMMITTEE SUBSTITUTE
6	FOR
7	HOUSE BILL NO. 2534 By: Walke
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L 4	COMMITTEE SUBSTITUTE
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L 6	An Act relating to labor; amending 40 O.S. 2011,
L7	Sections 198.1 and 198.2, which relate to discriminatory wages; prohibiting certain actions by
L8	employer; increasing penalties; authorizing recovery
L 9	of costs; providing exceptions; and providing an effective date.
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BE IT ENACTED BY THE PEOPLE OF THE STATE OF OKLAHOMA:

40 O.S. 2011, Section 198.1, is SECTION 1. AMENDATORY amended to read as follows:

Section 198.1 It shall be unlawful for any A. No employer within the State of Oklahoma to willfully pay wages to women employees at a rate less than the rate at which he pays any employee of the opposite sex for comparable work on jobs which have comparable requirements relating to skill, effort and responsibility, except where such payment is made pursuant to a seniority system; a merit system; a system which measures earnings by quantity or quality of production; or a differential based on any factor other than sex shall discriminate in any way in the payment of wages, benefits or other compensation, as between the sexes, or pay any employee a salary or wage at rates less than the rates paid to employees of the opposite sex for work of like or comparable character or work on like or comparable operations; provided, however, that variations in wages, benefits or other compensations, shall not be prohibited if based upon:

1. A system that rewards seniority with the employer; provided however, that time spent on leave due to a pregnancy-related condition and federally protected parental, family and medical leave shall not reduce seniority;

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2. A merit system;

3. A system which measures earnings by quantity or quality of production or sales;

- 4. The geographic location in which a job is performed;
- 5. Education, training or experience to the extent such factors are reasonably related to the particular job in question and consistent with business necessity;
- 6. Travel, if the travel is a regular and necessary condition of the particular job; or
- 7. A differential based on any factor other than sex, so long as the differential is based on a factor reasonably related to the performance of the work.
- B. An employer who is paying a wage differential in violation of this section shall not reduce the pay of any employee in order to comply with this section.
- C. Any action based upon or arising pursuant to this section shall be instituted within three (3) years of the employee becoming aware of the alleged violation. For purposes of this section, a violation occurs when a discriminatory compensation decision is adopted or when an employee becomes subject to a discrimination decision.

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D. The employer shall not discharge or in any other manner discriminate against an employee who inquires about or discusses his or her own pay or the pay of another employee. However, employees who have access to the compensation information of other employees or applicants as part of their essential job functions shall not disclose the pay of other employees to individuals who do not otherwise have access to the compensation information, unless the disclosure is:

- 1. In response to a formal complaint or charge;
- 2. In furtherance of an investigation, proceedings, hearing or action, including an investigation conducted by the employer; or
- 3. Consistent with the employer's legal duty to furnish information.
- SECTION 2. AMENDATORY 40 O.S. 2011, Section 198.2, is amended to read as follows:

Section 198.2 It shall be the duty of the Commissioner of Labor to enforce the provisions of this act. Whenever the Commissioner is informed of any violations thereof, it shall be his <u>or her</u> duty to investigate <u>same</u> and, in his <u>or her</u> discretion, <u>said</u> the

Commissioner is hereby authorized to <u>institute proceedings for the</u>

enforcement of penalties herein provided before any court of

competent jurisdiction. Any employer who violates the provisions of

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    this act shall be deemed quilty of a misdemeanor and shall upon
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    conviction thereof, be punished by a issue an administrative fine of
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    not less than <del>Twenty-five Dollars ($25.00)</del> Fifty Dollars ($50.00)
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    nor more than One Hundred Dollars ($100.00) Two Hundred Dollars
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    ($200.00) for employers with twenty-five or fewer full-time
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    employees or Five Hundred Dollars ($500.00) for employers with more
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    than twenty-five full-time employees. In addition, upon a finding
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    by the Commissioner of Labor of a violation under this act, the
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    employer shall pay any back pay found to be owed to the employee.
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        SECTION 3. This act shall become effective November 1, 2018.
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        56-2-9854 JBH 02/20/18
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