THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 821

Session of 2021

INTRODUCED BY BULLOCK, SHUSTERMAN, O'MARA, GALLOWAY, SAPPEY, KOSIEROWSKI, ISAACSON, HOHENSTEIN, McNEILL, SANCHEZ, KINSEY, HANBIDGE, ZABEL, HILL-EVANS, GUENST, DALEY, KRAJEWSKI, PASHINSKI, HARRIS, T. DAVIS, N. NELSON, DEASY, DeLUCA, GUZMAN, D. WILLIAMS, CIRESI, SCHWEYER, ROZZI, McCLINTON, LEE AND KINKEAD, MARCH 8, 2021

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, MARCH 8, 2021

AN ACT

- Amending the act of December 17, 1959 (P.L.1913, No.694),
 entitled "An act prohibiting discrimination in rate of pay
 because of sex; conferring powers and imposing duties on the
 Department of Labor and Industry; and prescribing penalties,"
 further providing for definitions and for wage rates;
 providing for additional violations; and further providing
 for collection of unpaid wages and for penalties.

 The General Assembly of the Commonwealth of Pennsylvania
- 8 The General Assembly of the Commonwealth of Pennsylvania
- 9 hereby enacts as follows:
- 10 Section 1. Section 2(a) of the act of December 17, 1959
- 11 (P.L.1913, No.694), known as the Equal Pay Law, is amended and
- 12 the section is amended by adding definitions to read:
- 13 Section 2. Definitions.--(a) The term "employe," as used in
- 14 this act, shall mean any person employed for hire in any lawful
- 15 business, industry, trade or profession, or in any other lawful
- 16 enterprise in which individuals are gainfully employed;
- 17 including individuals employed by the Commonwealth or any of its
- 18 political subdivisions, including public bodies[: Provided,

- 1 however, That the term "employe" as used in this act shall not
- 2 apply to any person or persons who is or are subject to section
- 3 6 of the Federal Fair Labor Standards Act (Act of June 25, 1938,
- 4 as amended)].
- 5 * * *
- 6 (e.1) "Comparable work" means work that is substantially_
- 7 <u>similar</u>, <u>including substantially similar skill levels</u>, <u>effort</u>
- 8 and responsibility. The term includes work that is performed
- 9 <u>under similar working conditions.</u>
- 10 (e.2) "Working conditions" means the physical surroundings
- 11 and hazards encountered by employes performing a job, including
- 12 toxic chemicals or fumes, extreme temperatures and lack
- 13 of ventilation.
- 14 (e.3) "Wages" means the earnings of an employe, regardless
- 15 of whether determined on time, task, piece, commission or other
- 16 method of calculation, including salaries based on an annual or
- 17 other basis. The term "wages" also includes fringe benefits,
- 18 wage supplements or other compensation, whether payable by the
- 19 employer from funds of the employer or from amounts withheld
- 20 from the employe's pay by the employer.
- 21 * * *
- 22 Section 2. Section 3 of the act is amended to read:
- 23 Section 3. Wage Rates. -- (a) No employer having employes
- 24 subject to any provisions of this section shall discriminate[,
- 25 within any establishment in which such employes are employed,
- 26 between employes] on the basis of sex, race or ethnicity by
- 27 paying <u>different</u> wages to employes [in such establishment at a
- 28 rate less than the rate at which he pays wages to employes of
- 29 the opposite sex in such establishment for equal work on jobs,
- 30 the performance of which, requires equal skill, effort, and

- 1 responsibility, and which are] for comparable work performed
- 2 under similar working conditions, except where such payment is
- 3 made pursuant to [(1) a seniority system; (2) a merit system;
- 4 (3) a system which measures earnings by quantity or quality of
- 5 production; or (4) a differential based on any other factor
- 6 other than sex: Provided, That any employer who is paying a wage
- 7 rate differential in violation of this subsection shall not in
- 8 order to comply with the provisions of this subsection, reduce
- 9 the wage rate of any employe.]:
- 10 (1) a bona fide seniority system that shall not reduce
- 11 <u>seniority for time spent on leave due to a pregnancy-related</u>
- 12 condition or protected parental, family or medical leave;
- 13 <u>(2) a bona fide merit system;</u>
- 14 (3) a bona fide system which measures earnings by quantity
- 15 or quality of production; or
- 16 (4) a bona fide factor other than sex, race or ethnicity,
- 17 <u>such as education, training or experience, to the extent that</u>
- 18 the factor is reasonably related to the job and consistent with
- 19 business necessity.
- 20 (a.1) An employer who is paying a wage rate differential in
- 21 violation of this subsection shall not in order to comply with
- 22 the provisions of this subsection, reduce the wage rate of any
- 23 <u>employe</u>.
- 24 (a.2) A job title or job description alone shall not
- 25 determine if two jobs are comparable.
- 26 (b) No labor organization, or its agents, representing
- 27 employes of an employer having employes subject to any
- 28 provisions of this section, shall cause or attempt to cause such
- 29 an employer to discriminate against an employe in violation of
- 30 subsection (a) of this section.

- 1 (c) For purposes of this section, the term "business
- 2 <u>necessity" means an overriding legitimate business purpose such</u>
- 3 that the factor relied upon effectively fulfills the business
- 4 purpose it is supposed to serve. A factor will not be considered
- 5 consistent with business necessity if an employe demonstrates
- 6 that an alternative business practice exists that would serve
- 7 the same business purpose without producing the wage
- 8 differential.
- 9 Section 3. The act is amended by adding a section to read:
- 10 Section 3.1. Additional Violations. -- (a) An employer
- 11 may not do any of the following with respect to an applicant's
- 12 <u>or employe's prior wages:</u>
- 13 (1) Require, as a condition of employment, that an
- 14 employe refrain from inquiring about, discussing or disclosing
- 15 <u>information about the employe's own wages, including benefits or</u>
- 16 other compensation, or about any other employe's wages.
- 17 (2) Rely on the wage history of a prospective employe from
- 18 any current or former employer of the individual in determining
- 19 whether to offer employment to or the amount of wages to offer
- 20 to the individual, except that an employer may rely on prior
- 21 wage history if it is provided voluntarily and without prompting
- 22 by a prospective employe to support a wage higher than the wage
- 23 offered by the employer.
- 24 (3) Request or require as a condition of being interviewed,
- 25 or as a condition of continuing to be considered for an offer of
- 26 employment or as a condition of employment, that a
- 27 prospective employe disclose wages from a current or former
- 28 employer.
- 29 (4) Seek from a current or former employer the previous
- 30 wages of a prospective employe, except that an employer may seek

- 1 to confirm prior wage information after an offer of employment
- 2 with compensation has been made to the prospective employe and
- 3 the prospective employe responds to the offer by providing prior
- 4 wage information to support a wage higher than offered by the
- 5 employer. Under these circumstances, the employer may only seek
- 6 to confirm prior wages after obtaining written authorization by
- 7 the prospective employe to do so.
- 8 (b) An employer may not retaliate against or discharge
- 9 <u>an employe for any of the following:</u>
- 10 (1) Complaining about, opposing, instituting a
- 11 proceeding based on, or attempting or planning to complain about
- 12 or oppose or institute a proceeding based on, a violation of
- 13 this act.
- 14 (2) Testifying or planning to testify against an employer in
- 15 an action under this act.
- 16 (3) Assisting an investigation or otherwise participating in
- 17 an action under this act.
- 18 (4) Disclosing, inquiring about or discussing
- 19 wages, benefits or other compensation of the employe or
- 20 another employe.
- 21 (c) An employer may not contract with an employe to avoid
- 22 complying with this act.
- 23 (d) An employer shall include the expected compensation or
- 24 the range of expected compensation:
- 25 (1) for any position the employer publicly advertises as a
- 26 job opening; and
- 27 (2) to a prospective employe applying for employment upon
- 28 reasonable request.
- 29 Section 4. Sections 5 and 8 of the act are amended to read:
- 30 Section 5. [Collection of Unpaid Wages] Relief.--(a) An

- 1 employer who wilfully and knowingly violates the provisions of
- 2 section 3 or 3.1 of this act shall be liable to the employe or
- 3 employes affected in the amount of their unpaid wages and in
- 4 addition, an equal amount as liquidated damages, punitive
- 5 damages if the violation is found to be intentional or committed
- 6 with reckless indifference to the employe's or prospective
- 7 <u>employe's rights under this act, and any other legal and</u>
- 8 <u>equitable relief as may be appropriate, including employment</u>
- 9 <u>reinstatement and promotion</u>. Action to recover such wages [and],
- 10 damages and legal or equitable relief may be maintained in any
- 11 court of competent jurisdiction by any one or more employes for
- 12 and in behalf of himself or themselves and other employes
- 13 similarly situated. Any agreement between the employer and an
- 14 employe to work for less than the wage to which such employe is
- 15 entitled under this act shall be no defense to such action. The
- 16 court in such action shall, in addition to any wages [and],
- 17 damages <u>and other relief</u>, allow a reasonable attorney's fee and
- 18 costs of the action to the plaintiff. At the request of any
- 19 employe paid less than the wage to which [he] the employe is
- 20 entitled under this act, the Secretary of Labor and Industry may
- 21 take an assignment of such wage claim for collection and shall
- 22 bring any legal action necessary to collect such claim. The
- 23 secretary shall not be required to pay the filing fee or other
- 24 costs in connection with such action. The secretary shall have
- 25 power to join various claimants against the employer in one
- 26 cause of action.
- 27 (b) [Any action pursuant to the provisions of this act must
- 28 be brought within two years from the date upon which the
- 29 violation complained of occurs.] An action under this act shall
- 30 be commenced within three years of the date of the alleged

- 1 <u>violation</u>. A violation shall be deemed to have occurred when any
- 2 of the following occurs:
- 3 (1) A discriminatory compensation decision or other practice
- 4 <u>is adopted.</u>
- 5 (2) An employe becomes subject to a discriminatory
- 6 <u>compensation decision or other practice.</u>
- 7 (3) An employe is affected by an application of a
- 8 <u>discriminatory compensation decision or practice, including</u>
- 9 <u>each time wages, benefits or other compensations are paid,</u>
- 10 resulting in whole or in part from a discriminatory decision or
- 11 practice.
- 12 Section 8. Penalties. -- (a) Any employer who wilfully and
- 13 knowingly violates any provisions of this act, or who
- 14 <u>retaliates</u>, discharges or in any other manner discriminates
- 15 against any employe because such employe has made any complaint
- 16 to his employer, the secretary or any other person who
- 17 instituted or caused to be instituted any proceeding under or
- 18 related to this act, or has testified or is about to testify in
- 19 any such proceedings, shall, upon conviction thereof in a
- 20 summary proceeding, be sentenced to pay a fine of not less than
- 21 [fifty dollars (\$50) nor more than two hundred dollars (\$200)]
- 22 two thousand five hundred dollars (\$2,500) nor more than five
- 23 thousand dollars (\$5,000), and, upon default in such fine and
- 24 costs, shall undergo imprisonment for not less than thirty days
- 25 nor more than sixty days. [Each] Discrimination against each
- 26 individual employe and each day such a violation continues shall
- 27 constitute a separate offense.
- 28 (b) Any employer who fails to keep the records required
- 29 under this act or to furnish such records to the secretary upon
- 30 request, or who falsifies such records or who hinders, delays or

- 1 otherwise interferes with the secretary or his authorized
- 2 representatives in the performance of his duties in the
- 3 enforcement of this act, or refuses such official entry into any
- 4 establishment which [he] the employe is authorized by this act
- 5 to inspect, shall, upon conviction thereof in a summary
- 6 proceeding, be sentenced to pay a fine of not less than [fifty
- 7 dollars (\$50) nor more than two hundred dollars (\$200)] two
- 8 thousand five hundred dollars (\$2,500) nor more than five
- 9 thousand dollars (\$5,000), and, upon default in such fine and
- 10 costs, shall undergo imprisonment for not less than thirty days
- 11 nor more than sixty days. Each day such a violation continues
- 12 shall constitute a separate offense.
- 13 Section 6. This act shall take effect in 60 days.