

## 101ST GENERAL ASSEMBLY State of Illinois 2019 and 2020 HB0834

by Rep. Anna Moeller

## SYNOPSIS AS INTRODUCED:

820 ILCS 112/10 820 ILCS 112/30

Amends the Equal Pay Act of 2003. Prohibits an employer from: (i) screening job applicants based on their wage or salary history, (ii) requiring that an applicant's prior wages satisfy minimum or maximum criteria, and (iii) requesting or requiring as a condition of being interviewed or as a condition of continuing to be considered for an offer of employment that an applicant disclose prior wages or salary. Prohibits an employer from seeking the salary, including benefits or other compensation or salary history, of a job applicant from any current or former employer, with some exceptions. Limits defenses. Provides for penalties and injunctive relief.

LRB101 06799 TAE 51826 b

1 AN ACT concerning employment.

## Be it enacted by the People of the State of Illinois, represented in the General Assembly:

- Section 5. The Equal Pay Act of 2003 is amended by changing

  Sections 10 and 30 as follows:
- 6 (820 ILCS 112/10)
- 7 Sec. 10. Prohibited acts.
- 8 (a) No employer may discriminate between employees on the
  9 basis of sex by paying wages to an employee at a rate less than
  10 the rate at which the employer pays wages to another employee
  11 of the opposite sex for the same or substantially similar work
  12 on jobs the performance of which requires substantially similar
  13 equal skill, effort, and responsibility, and which are
  14 performed under similar working conditions, except where the
  15 payment is made under:
- 16 (1) a seniority system;
- 17 (2) a merit system;

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- 18 (3) a system that measures earnings by quantity or quality of production; or
  - (4) a differential based on any other factor other than: (i) sex or (ii) a factor that would constitute unlawful discrimination under the Illinois Human Rights Act, provided that the factor:

1	(A) is not based on or derived from a differential
2	in compensation based on sex or another protected
3	<pre>characteristic;</pre>
4	(B) is job-related with respect to the position and
5	consistent with a business necessity; and
6	(C) accounts for the entire differential.
7	No employer may discriminate between employees by paying
8	wages to an African-American employee at a rate less than the
9	rate at which the employer pays wages to another employee who
10	is not African-American for the same or substantially similar
11	work on jobs the performance of which requires equal skill,
12	effort, and responsibility, and which are performed under
13	similar working conditions, except where the payment is made
14	under:
15	<pre>(1) a seniority system;</pre>
16	(2) a merit system;
17	(3) a system that measures earnings by quantity or
18	quality of production; or
19	(4) a differential based on any other factor other
20	than: (i) race or (ii) a factor that would constitute
21	unlawful discrimination under the Illinois Human Rights
22	Act.
23	An employer who is paying wages in violation of this Act
24	may not, to comply with this Act, reduce the wages of any other
25	employee.
26	Nothing in this Act may be construed to require an employer

- to pay, to any employee at a workplace in a particular county, wages that are equal to the wages paid by that employer at a workplace in another county to employees in jobs the performance of which requires equal skill, effort, and responsibility, and which are performed under similar working conditions.
  - (b) It is unlawful for any employer to interfere with, restrain, or deny the exercise of or the attempt to exercise any right provided under this Act. It is unlawful for any employer to discharge or in any other manner discriminate against any individual for inquiring about, disclosing, comparing, or otherwise discussing the employee's wages or the wages of any other employee, or aiding or encouraging any person to exercise his or her rights under this Act. It is unlawful for an employer to require an employee to sign a contract or waiver that would prohibit the employee from disclosing or discussing information about the employee's wages, salary, benefits, or other compensation.
  - (b-5) It is unlawful for an employer, employment agency, or employee or agent thereof to screen job applicants based on their current or prior wage or salary history, including benefits or other compensation, by requiring that such wage or salary history of an applicant satisfy minimum or maximum criteria; or to request or require such wage or salary history as a condition of being considered for employment, such as when applying online or talking with a headhunter, as a condition of

1	being	intervi	ewed,	as	a	condit	ion	of	con	tinuin	ıg	to	be
2	conside	ered for	an o	ffer	of	employ	ment,	, as	a c	condit	ion	of	an
3	offer	of emplo	oyment	or	an	offer	of	comp	ensa	ation,	or	as	а
4	condit	ion of em	nploym	ent t	hat	an app	licar	nt di	sclo	ose su	ch w	age	or
5	salary	history.	<u>-</u>										

- (b-10) It is unlawful for an employer to seek the wage or salary history, including benefits or other compensation, of any job applicant from any current or former employer. This subsection (b-10) does not apply if:
  - (1) the job applicant's wage or salary history is a matter of public record under the Freedom of Information Act, or any other equivalent State or federal law, or is contained in a document completed by the job applicant's current or former employer and then made available to the public by the employer, or submitted or posted by the employer to comply with State or federal law; or
  - (2) the job applicant is a current employee and is applying for a position with the same current employer.
- (c) It is unlawful for any person to discharge or in any other manner discriminate against any individual because the individual:
  - (1) has filed any charge or has instituted or caused to be instituted any proceeding under or related to this Act;
  - (2) has given, or is about to give, any information in connection with any inquiry or proceeding relating to any right provided under this Act; or

- 1 (3) has testified, or is about to testify, in any inquiry or proceeding relating to any right provided under this Act; or -
- 4 (4) fails to comply with any wage history inquiry.
- 5 (Source: P.A. 100-1140, eff. 1-1-19.)
- 6 (820 ILCS 112/30)
- 7 Sec. 30. Violations; fines and penalties.
- 8 (a) If an employee is paid by his or her employer less than 9 the wage to which he or she is entitled in violation of Section 10 10 of this Act, the employee may recover in a civil action the 11 entire amount of any underpayment together with interest, 12 compensatory damages if the employee demonstrates that the employer acted with malice or reckless indifference, punitive 1.3 damages as may be appropriate, injunctive relief as may be 14 15 appropriate, and the costs and reasonable attorney's fees as 16 may be allowed by the court and as necessary to make the employee whole. At the request of the employee or on a motion 17 of the Director, the Department may make an assignment of the 18 wage claim in trust for the assigning employee and may bring 19 20 any legal action necessary to collect the claim, and the 21 employer shall be required to pay the costs incurred in 22 collecting the claim. Every such action shall be brought within 5 years from the date of the underpayment. For purposes of this 23 24 Act, "date of the underpayment" means each time wages are 25 underpaid.

- (a-5) If an employer violates subsection (b), (b-5), or (b-10) of Section 10, the employee may recover in a civil action any damages incurred, special damages not to exceed \$10,000, injunctive relief as may be appropriate, and costs and reasonable attorney's fees as may be allowed by the court and as necessary to make the employee whole. If special damages are available, an employee may recover compensatory damages only to the extent such damages exceed the amount of special damages. Such action shall be brought within 5 years from the date of the violation.
- (b) The Director is authorized to supervise the payment of the unpaid wages <u>under subsection</u> (a) or <u>damages under subsection</u> (b), (b-5), or (b-10) of Section 10 owing to any employee or employees under this Act and may bring any legal action necessary to recover the amount of unpaid wages, <u>damages</u>, and penalties or to seek injunctive relief, and the employer shall be required to pay the costs. Any sums recovered by the Director on behalf of an employee under this Section shall be paid to the employee or employees affected.
- (c) Employers who violate any provision of this Act or any rule adopted under the Act are subject to a civil penalty for each employee affected as follows:
  - (1) An employer with fewer than 4 employees: first offense, a fine not to exceed \$500; second offense, a fine not to exceed \$2,500; third or subsequent offense, a fine not to exceed \$5,000.

1	(2) An employer with 4 or more employees: first
2	offense, a fine not to exceed \$2,500; second offense, a
3	fine not to exceed \$3,000; third or subsequent offense, a
4	fine not to exceed \$5,000.

An employer or person who violates subsection (b), (b-5), (b-10), or (c) of Section 10 is subject to a civil penalty not to exceed \$5,000 for each violation for each employee affected.

- (d) In determining the amount of the penalty, the appropriateness of the penalty to the size of the business of the employer charged and the gravity of the violation shall be considered. The penalty may be recovered in a civil action brought by the Director in any circuit court.
- 13 (Source: P.A. 99-418, eff. 1-1-16.)