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, for wage rates and for
collection of unpaid wages.

- 7 The General Assembly of the Commonwealth of Pennsylvania
- 8 hereby enacts as follows:
- 9 Section 1. Section 2(a) of the act of December 17, 1959
- 10 (P.L.1913, No.694), known as the Equal Pay Law, is amended and
- 11 the section is amended by adding subsections to read:
- 12 Section 2. Definitions.--(a) The term "employe," as used in
- 13 this act, shall mean any person employed for hire in any
- 14 [lawful] business, industry, trade or profession, or in any
- 15 other [lawful] enterprise in which individuals are gainfully
- 16 employed; including individuals employed by the Commonwealth or
- 17 any of its political subdivisions, including public bodies[:
- 18 Provided, however, That the term "employe" as used in this act
- 19 shall not apply to any person or persons who is or are subject

- 1 to section 6 of the Federal Fair Labor Standards Act (Act of
- 2 June 25, 1938, as amended)].
- 3 * * *
- 4 (e.1) The term "wages" includes all earnings of an employe,
- 5 regardless of whether determined on time, task, piece,
- 6 commission or other method of calculation, including salaries
- 7 based on annual or other basis. The term "wages" also includes
- 8 fringe benefits, wage supplements or other compensation, whether
- 9 payable by the employer from funds of the employer or from
- 10 amounts withheld from the employe's pay by the employer.
- 11 (e.2) The term "comparable work" shall mean work that is
- 12 <u>substantially similar in that it requires substantially similar</u>
- 13 skill, effort and responsibility and is performed under similar
- 14 working conditions. A job title or job description alone shall
- 15 not determine comparability.
- 16 (e.3) The term "working conditions" shall include the
- 17 circumstances customarily taken into consideration in setting
- 18 salary or wages, including, but not limited to, reasonable shift
- 19 differentials, physical surroundings and hazards encountered by
- 20 employes performing a job.
- 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 by paying wages to employes
- 27 [in such establishment] at a rate less than the rate at which
- 28 [he] the employer pays wages to employes of the opposite sex [in
- 29 such establishment] for [equal] comparable work [on jobs, the
- 30 performance of which, requires equal skill, effort, and

- 1 responsibility, and which are performed under similar working
- 2 conditions], except where [such payment is made pursuant to (1)
- 3 a seniority system; (2) a merit system; (3) a system which
- 4 measures earnings by quantity or quality of production; or (4) a
- 5 differential based on any other factor other than sex: Provided,
- 6 That any | the employer demonstrates that:
- 7 (1) The wage differential is based upon one or more of the
- 8 <u>following factors:</u>
- 9 (i) A bona fide seniority system. Time spent on leave due to
- 10 a pregnancy-related condition and protected parental, family and
- 11 medical leave shall not reduce seniority.
- 12 (ii) A bona fide merit system.
- 13 (iii) A bona fide system which measures earnings by quantity
- 14 or quality of production or sales.
- 15 (iv) A bona fide factor other than sex, including education,
- 16 training or experience.
- 17 (2) Each factor relied upon is applied reasonably.
- 18 (3) The one or more factors relied upon account for the
- 19 <u>entire wage differential.</u>
- 20 (4) The job title or job description alone does not
- 21 <u>determine if two jobs are comparable.</u>
- 22 (a.1) Any employer who is paying a wage rate differential in
- 23 violation of [this] subsection (a) shall not, in order to comply
- 24 with the provisions of [this] subsection (a), reduce the wage
- 25 rate of any employe.
- 26 (a.2) The bona fide factor defense described under
- 27 subsection (a) (1) (iv):
- 28 (1) Shall apply only if the employer demonstrates that the
- 29 <u>bona fide factor:</u>
- 30 (i) is not based upon or derived from a sex-based

- 1 <u>differential in compensation;</u>
- 2 (ii) is job-related with respect to the position in
- 3 <u>question; and</u>
- 4 (iii) is consistent with business necessity. For purposes of
- 5 this subparagraph, "business necessity" means an overriding
- 6 legitimate business purpose such that the factor relied upon
- 7 effectively fulfills the business purpose it is supposed to
- 8 serve.
- 9 (2) Shall not apply if the employe demonstrates that an
- 10 alternative business practice exists that would serve the same
- 11 business purpose without producing the wage differential.
- 12 (b) No labor organization, or its agents, representing
- 13 employes of an employer having employes subject to any
- 14 provisions of this section, shall cause or attempt to cause such
- 15 an employer to discriminate against an employe in violation of
- 16 subsection (a) of this section.
- 17 Section 3. Section 5(b) of the act is amended and the
- 18 section is amended by adding a subsection to read:
- 19 Section 5. Collection of Unpaid Wages.--* * *
- 20 (a.1) The Attorney General may also bring an action to
- 21 collect unpaid wages on behalf of one or more employes, as well
- 22 as damages, equitable relief and attorney fees and costs. The
- 23 costs and attorney fees shall be paid to the Commonwealth. The
- 24 Attorney General shall not be required to pay any filing fee or
- 25 other cost in connection with the action.
- 26 (b) Any action pursuant to the provisions of this act must
- 27 be brought within two years from the date upon which the
- 28 violation complained of occurs[.] unless the violation is a
- 29 wilful violation, in which case the action must be brought
- 30 within three years from the date of the violation. For the

- 1 purposes of this section, a violation occurs when:
- 2 (1) a discriminatory wage decision or practice is adopted;
- 3 (2) an individual is subject to a discriminatory wage
- 4 decision or practice; or
- 5 (3) an individual is affected by application of a
- 6 discriminatory wage decision or practice, including each time
- 7 wages paid result, in whole or in part, from a discriminatory
- 8 wage decision or practice.
- 9 Section 4. This act shall take effect in 30 days.