{deleted text} shows text that was in HB0204 but was deleted in HB0204S01. Inserted text shows text that was not in HB0204 but was inserted into HB0204S01.

DISCLAIMER: This document is provided to assist you in your comparison of the two bills. Sometimes this automated comparison will NOT be completely accurate. Therefore, you need to read the actual bills. This automatically generated document could contain inaccuracies caused by: limitations of the compare program; bad input data; or other causes.

Representative Mark A. Wheatley proposes the following substitute bill:

EMPLOYMENT SELECTION PROCEDURES ACT

AMENDMENTS

2019 GENERAL SESSION

STATE OF UTAH

Chief Sponsor: Mark A. Wheatley

Senate Sponsor:

LONG TITLE

General Description:

This bill amends the Employment Selection Procedures Act to prohibit an employer

from inquiring into an applicant's compensation history.

Highlighted Provisions:

This bill:

- defines terms;
- prohibits an employer from seeking information regarding an applicant's employment history;
- gives the Labor Commission's Division of Antidiscrimination and Labor enforcement power;

- permits an aggrieved individual to file a request for agency action;
- permits either party to appeal an order made under the Employment Selection Procedures Act;
- provides for the Labor Commission to obtain representation on any appeal or to enforce any judgment of an order made under the Employment Selection Procedures Act; and
- makes technical and conforming changes.

Money Appropriated in this Bill:

None

Other Special Clauses:

None

Utah Code Sections Affected:

AMENDS:

34-46-102, as last amended by Laws of Utah 2010, Chapter 218

34-46-301, as enacted by Laws of Utah 2009, Chapter 174

ENACTS:

34-46-401, Utah Code Annotated 1953

Be it enacted by the Legislature of the state of Utah:

Section 1. Section **34-46-102** is amended to read:

34-46-102. Definitions.

As used in this chapter:

(1) "Applicant" means an individual that provides information to an employer for the purpose of obtaining employment.

(2) "Compensation" means the amounts or benefits due an employee for labor or services, whether the amount is fixed or ascertained on a time, task, piece, commission basis or other method of calculating the amount.

[(2)] (3) "Division" means the Labor Commission's Division of Antidiscrimination and Labor.

[(3)] (4) "Employer" means a person employing 15 or more employees within the state for each working day in each of 20 calendar weeks or more in the current or preceding calendar

year.

[(4)] (5) "Employment selection process" means the process by which an employer selects an individual to be an employee for the employer.

[(5)] (6) "Initial selection process" means the receipt of information in a record from an applicant that the employer uses to determine whether the applicant will be considered for a second review for the position for which the applicant is applying.

[(6)] (7) "Record" means information that is:

(a) inscribed on a tangible medium; or

(b) (i) received or stored in an electronic or other medium; and

(ii) retrievable in perceivable form.

Section 2. Section **34-46-301** is amended to read:

34-46-301. Investigations -- Complaints -- Sanctions -- Rulemaking.

(1) The division may investigate an alleged violation of this chapter.

(2) (a) An individual claiming to be aggrieved by an action of an employer in violation of this chapter may file with the division a request for agency action.

(b) On receipt of a request for agency action under Subsection (2)(a), the division:

(i) shall conduct an adjudicative proceeding pursuant to Title 63G, Chapter 4,

Administrative Procedures Act; and

(ii) may attempt to reach a settlement between the parties through a settlement conference.

(3) (a) If the division determines that a violation has occurred[;]:

(i) in violation of Part 2, Requirements Related to Information, the division may order that the employer:

[(i)] (A) cease and desist the action;

[(ii)] (B) pay a fine to the division of up to \$500 for a violation, regardless of the number of applicants affected by the violation; or

[(iii)] (C) comply with a combination of Subsections (3)(a)(i)(A) and [(ii)] (B); or

(ii) in violation of Part 4, Prohibition on Inquiry into Compensation History, the division shall order that the employer pay a penalty of:

(A) for the first offense, $\frac{\text{tat least}}{1,000 \text{ but not to exceed } 5},000;$ and

(B) for the second or subsequent offense, $\frac{1}{1000}$ but not to exceed

\$10},000.

(b) The division shall:

(i) retain 40% of a penalty payment described in Subsection (3)(a)(ii); and

(ii) pay 60% of a penalty payment described in Subsection (3)(a)(ii) to the aggrieved individual.

[(b)] (c) Money [received] the division retains under this section shall be deposited as a dedicated credit to the division to pay for the costs of administering this chapter.

(4) The commission may make rules in accordance with Title 63G, Chapter 3, Utah Administrative Rulemaking Act, regarding:

(a) [the process to file a written complaint with the division; {[}and] procedures under this chapter;

(b) the terms defined in Section 34-46-102[.]; and

(c) the amount of a penalty imposed under Subsection (3)(a)(ii).

(5) Either party may file with the Division of Adjudication created in Section

<u>34A-1-202 a written request for review of an order issued under Subsection (3), in accordance</u> <u>with:</u>

(a) Section 63G-4-301; and

(b) Title 34A, Chapter 1, Part 3, Adjudicative Proceedings.

 $(\frac{15}{6})$ (a) The commission may employ counsel, appoint a representative, or request the attorney general, or the county attorney for the county in which the final order is filed and docketed, to represent the commission on any appeal or to enforce any judgment related to an order under this section.

(b) {The}If employed by or representing the commission outside the administrative process, the counsel the commission employs, the attorney general, or the county representing the commission, shall be awarded:

(i) reasonable attorney fees {, as specified by the commission}; and

(ii) costs for:

(A) appeals when the {plaintiff}commission prevails; and

(B) judgment enforcement proceedings.

Section 3. Section **34-46-401** is enacted to read:

Part 4. Prohibition on Inquiry into Compensation History

<u>34-46-401.</u> Prohibited inquiry.

(1) An employer may not seek information regarding an applicant's compensation history from the applicant or anyone connected with the applicant's current or former employer.

(2) This section does not apply to any compensation history available to the public under federal or state law.

(3) Nothing in this section prohibits an applicant from voluntarily disclosing the applicant's compensation history to a prospective employer.