GENERAL ASSEMBLY OF NORTH CAROLINA SESSION 2021

FILED SENATE
Apr 6, 2021
S.B. 573
PRINCIPAL CLERK
D

S

SENATE BILL DRS35248-LR-83

Short Title:	Equal Pay Act.	(Public)
Sponsors:	Senators Marcus, deViere, and Salvador (Prima	ary Sponsors).
Referred to:		
-		
A BILL TO BE ENTITLED		
AN ACT TO PROHIBIT DISCRIMINATION IN THE PAYMENT OF WAGES ON THE		
BASIS OF THE GENDER OF THE EMPLOYEE.		
	Assembly of North Carolina enacts:	
	ECTION 1. This act shall be known and may be	cited as the "North Carolina Equal
Pay Act."	TECTION 2 Autials 2A of Chapter 05 of the Con	and Ctatates is amonded by adding
	ECTION 2. Article 2A of Chapter 95 of the Gen	erai Statutes is amended by adding
a new section to read: "§ 95-25.6A. Discrimination in payment of wages on basis of gender of employee		
prohibited.		
_	Definitions. – The following definitions apply in the	nis section:
	1) Comparable work. – Work that is substa	
_	substantially similar skill, effort, and resp	-
	similar working conditions; however, a job	· · · · · · · · · · · · · · · · · · ·
	not determine comparability.	
<u>(</u>	<u>Working conditions. – The circumst</u>	
	consideration in setting salary or wa	
	differentials, physical surroundings, and ha	zards encountered in performing a
4)	job.	
	Comparable Pay Required. – No employer shall di	• •
	the payment of salary or wages, including benefit	
any person salary or wage rates less than the rates paid to employees of a different gender for comparable work, except that the following variations in salary and wages, including benefits or		
other compensation, are not prohibited by this section if the variations are based upon:		
-	1) A bona fide system that rewards seniority v	
7	leave due to a pregnancy-related condition a	
	medical leave shall not reduce seniority.	and protected parental, runniy, and
C	2) A bona fide merit system.	
	A bona fide system that measures earn	nings by quantity or quality of
_	production or sales.	
(4	The geographic location in which a job is p	<u>erformed.</u>
	Education, training, or experience to the	
	related to the particular job in question and	consistent with business necessity.
	<u>Travel, if the travel is a regular and necessary</u>	•
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) <u>Unlawful Practices. It is an unlawful practice for an employer to do any of the following:</u>
 - (1) Require, as a condition of employment, that an employee refrain from inquiring about, discussing, or disclosing information about either the employee's own wages, including benefits or other compensation, or about any other employee's wages.
 - (2) Screen job applicants based upon their wage, including benefits or other compensation, or salary histories, including by requiring that an applicant's prior wages, including benefits or other compensation or salary history, satisfy minimum or maximum criteria.
 - (3) Seek the salary history of any prospective employee from any current or former employer. A prospective employee may provide written authorization to a prospective employer to confirm prior wages only after any offer of employment with compensation has been made to the prospective employee.
 - (4) Discharge or in any manner retaliate against any employee because the employee (i) opposed any act or practice made unlawful by this section, (ii) made or is about to make a complaint or has caused or is about to cause to be instituted any proceeding under this section, (iii) testified or is about to testify, assist, or participate in any manner in an investigation or proceeding under this section, or (iv) disclosed the employee's wages, benefits, or other compensation or has inquired about or discussed the wages of any other employee.
- (d) Violations. Any employer who violates this section shall be liable to the employee affected in the amount of the employee's unpaid salary or wages, including benefits or other compensation. Any agreement between the employer and any employee to work for less than the wage to which such employee is entitled under this section shall be no defense to an action. An employee's previous wage or salary history shall not be a defense to an action. The court may, in addition to any judgment awarded to the plaintiff, allow a reasonable attorneys' fee and the costs of the action to be paid by the defendant.

Any action arising under this section shall be commenced within three years after the date of the alleged violation. For the purposes of this section, a violation occurs when (i) a discriminatory compensation decision is made or other practice is adopted, (ii) an employee becomes subject to a discriminatory compensation decision or other practice, or (iii) an employee is affected by application of a discriminatory compensation decision or practice, including each time wages, benefits, or other compensation are paid, resulting in whole or in part from such a decision or practice.

- (e) Notices. Employers shall post a notice in their workplaces notifying employees of their rights under this section. The notice shall be posted in a conspicuous place in at least one location where employees congregate."
 - **SECTION 3.** This act becomes effective January 1, 2022.

Page 2 DRS35248-LR-83