HB5561 Engrossed

1 AN ACT concerning civil law.

## 2 Be it enacted by the People of the State of Illinois, 3 represented in the General Assembly:

4 Section 5. The Whistleblower Act is amended by changing 5 Sections 5, 15, 20, 20.1, 20.2, 25, and 30 and by adding 6 Section 31 and 32 as follows:

7 (740 ILCS 174/5)

8 Sec. 5. Definitions. As used in this Act:

9 <u>"Adverse employment action" means an action that a</u> 10 <u>reasonable employee would find materially adverse. An action</u> 11 <u>is materially adverse when it could dissuade a reasonable</u> 12 <u>worker from disclosing or threatening to disclose information</u> 13 protected by Section 15 or from refusing under Section 20.

14 "Employer" means: an individual, sole proprietorship, partnership, firm, corporation, association, and any other 15 16 entity that has one or more employees in this State, including a political subdivision of the State; a unit of local 17 school district, combination of 18 government; a school 19 districts, or governing body of a joint agreement of any type 20 formed by two or more school districts; a community college district, State college or university, or any State agency 21 whose major function is providing educational services; any 22 authority including a department, division, bureau, board, 23

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commission, or other agency of these entities; and any person acting within the scope of his or her authority, express or implied, on behalf of those entities in dealing with its employees within the scope of his or her authority express or implied on behalf of those entities in dealing with its employees.

7 "Employee" means any individual <u>permitted to work</u> who is
8 employed on a full time, part time, or contractual basis by an
9 employer <u>unless:</u>

10 (1) the individual has been and will continue to be 11 free from control and direction over the performance of 12 his or her work, both under his or her contract of service 13 with his or her employer and in fact;

14 (2) the individual performs work which is either 15 outside the usual course of business or is performed 16 outside all of the places of business of the employer 17 unless the employer is in the business of contracting with 18 parties for the placement of employees; and

19 (3) the individual is in an independently established
 20 trade, occupation, profession, or business.

21 <u>"Employee" also includes, but is not limited to, a</u> 22 <u>licensed physician who practices his or her profession, in</u> 23 <u>whole or in part, at a hospital, nursing home, clinic, or any</u> 24 <u>medical facility that is a health care facility funded, in</u> 25 <u>whole or in part, by the State.</u>

26 "Public body" means any of the following: the State; any

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officer, board, political subdivision, or commission of the
 State; any institution supported in whole or in part by public
 funds; units of local government; and school districts.

4 <u>"Retaliatory action" means an adverse employment action or</u>
5 <u>the threat of an adverse employment action by an employer or</u>
6 <u>his or her agent to penalize or any non-employment action that</u>
7 <u>would dissuade a reasonable worker from disclosing information</u>
8 <u>under this Act. "Retaliatory action" includes, but is not</u>
9 limited to:

10 <u>(1) taking, or threatening to take, any action that</u> 11 <u>would intentionally interfere with an employee's ability</u> 12 <u>to obtain future employment or post-termination</u> 13 <u>retaliation to intentionally interfere with a former</u> 14 <u>employee's employment;</u>

15 (2) taking, or threatening to take, any action
 16 prohibited by subsection (G) of Section 2-102 of the
 17 Illinois Human Rights Act; or

18 (3) contacting, or threatening to contact, United 19 States immigration authorities, or otherwise reporting, or 20 threatening to report, an employee's suspected or actual citizenship or immigration status or the suspected or 21 22 actual citizenship or immigration status of an employee's 23 family or household member to a federal, State, or local 24 agency. 25 "Retaliatory action" does not include:

26 (1) conduct undertaken at the express and specific

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direction or request of the federal government; 1 (2) truthful, performance-related information about an 2 employee or former employee provided in good faith to a 3 prospective employer at the request of the prospective 4 5 employer; or-(3) conduct undertaken if specifically required by 6 7 State or federal law. "Employee" also includes, but is not 8 limited to, a licensed physician who practices his or her 9 profession, in whole or in part, at a hospital, nursing 10 home, clinic, or any medical facility that is a health 11 care facility funded, in whole or in part, by the State. 12 "Supervisor" means any individual who has the authority to direct and control the work performance of the affected 13 14 employee; or any individual who has managerial authority to take corrective action regarding a violation of the law, rule, 15 or regulation disclosed by an employee in accordance with 16 17 Section 15. (Source: P.A. 95-128, eff. 1-1-08; 96-1253, eff. 1-1-11.) 18 19 (740 ILCS 174/15)

Sec. 15. Retaliation for certain disclosures prohibited. (a) An employer may not <u>take retaliatory action</u> <del>retaliate</del> against an employee who discloses <u>or threatens to disclose to</u> <u>a public body conducting an investigation, or in a court, an</u> <u>administrative hearing, or any other proceeding initiated by a</u> <u>public body, information related to an activity, policy, or</u> HB5561 Engrossed - 5 - LRB103 39293 JRC 69447 b

practice of the employer where the employee has a good faith 1 belief that the activity, policy, or practice (i) violates in 2 a court, an administrative hearing, or before a legislative 3 commission or committee, or in any other proceeding, where 4 5 employee has reasonable cause to believe that the information discloses a violation of a State or federal law, rule, or 6 7 regulation or (ii) poses a substantial and specific danger to employees, public health, or safety. 8

9 (b) An employer may not take retaliatory action retaliate 10 against an employee for disclosing or threatening to disclose 11 information to a government or law enforcement agency 12 information related to an activity, policy, or practice of the 13 employer, where the employee has a good faith belief that the activity, policy, or practice of the employer (i) violates 14 reasonable cause to believe that the information discloses a 15 violation of a State or federal law, rule, or regulation or 16 17 (ii) poses a substantial and specific danger to employees, public health, or safety. 18

19 (c) An employer may not take retaliatory action against an 20 employee for disclosing or threatening to disclose to any supervisor, principal officer, board member, or supervisor in 21 22 an organization that has a contractual relationship with the 23 employer who makes the employer aware of the disclosure, information related to an activity, policy, or practice of the 24 25 employer if the employee has a good faith belief that the activity, policy, or practice (i) violates a State or federal 26

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law, rule, or regulation or (ii) poses a substantial and
 specific danger to employees, public health, or safety.

3 (Source: P.A. 95-128, eff. 1-1-08.)

4 (740 ILCS 174/20)

5 Sec. 20. Retaliation for certain refusals prohibited. An 6 employer may not <u>take retaliatory action</u> <del>retaliate</del> against an 7 employee for refusing to participate in an activity that <u>the</u> 8 <u>employee has a good faith belief that such participation</u> would 9 result in a violation of a State or federal law, rule, or 10 regulation, including, but not limited to, violations of the 11 Freedom of Information Act.

12 (Source: P.A. 96-555, eff. 8-18-09.)

## 13 (740 ILCS 174/20.1)

Sec. 20.1. Other retaliation. Any other act or omission not otherwise specifically set forth in this Act, whether within or without the workplace, also constitutes <u>retaliatory</u> <u>action</u> <del>retaliation</del> by an employer under this Act if the act or omission would be materially adverse to a reasonable employee and is because of the employee disclosing or attempting to disclose public corruption or wrongdoing.

21 (Source: P.A. 96-555, eff. 8-18-09.)

22 (740 ILCS 174/20.2)

23 Sec. 20.2. Threatening retaliation. An employer may not

threaten any employee with any act or omission if that act or omission would constitute <u>retaliatory action</u> <del>retaliation</del> against the employee under this Act.

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4 (Source: P.A. 96-555, eff. 8-18-09.)

5 (740 ILCS 174/25)

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6 Sec. 25. <u>Criminal</u> <del>Civil</del> penalty. Violation of this Act is 7 a Class A misdemeanor.

8 (Source: P.A. 93-544, eff. 1-1-04.)

9 (740 ILCS 174/30)

10 Sec. 30. Damages <u>and penalties for the employee</u>. If an 11 employer takes any <u>retaliatory</u> action against an employee in 12 violation of Section 15 or 20, the employee may bring a civil 13 action against the employer for all relief necessary to make 14 the employee whole, including but not limited to the 15 following, as appropriate:

16

## (1) permanent or preliminary injunctive relief;

17 (2) reinstatement with the same seniority status that
 18 the employee would have had, but for the violation;

19 <u>(3) (2)</u> back pay, with interest of 9% per annum up to 90 20 <u>calendar days from the date the complaint is filed and</u> 21 <u>front pay; and</u>

22 (4) liquidated damages of up to \$10,000;

23 (5)(3) compensation for any <u>costs incurred</u> damages
 24 sustained as a result of the violation, including

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1	(c) Service by the Attorney General of any notice
2	requiring a person or entity to file a statement or report, or
3	of a subpoena upon any person or entity, shall be made:
4	(1) personally by delivery of a duly executed copy
5	thereof to the person to be served or, if a person is not a
6	natural person, in the manner provided in the Code of
7	Civil Procedure when a complaint is filed; or
8	(2) by mailing by certified mail a duly executed copy
9	thereof to the person to be served at his or her last known
10	abode or principal place of business within this State or,
11	if the person is not a natural person, in the manner
12	provided in the Code of Civil Procedure when a complaint
13	is filed.
14	The Attorney General may compel compliance with
15	investigative demands under this Section through an order by
16	any court of competent jurisdiction.
17	(d)(1) In an action brought under this Act, the Attorney
18	General may obtain, as a remedy, monetary damages to the
19	State, restitution, and equitable relief, including any
20	permanent or preliminary injunction, temporary restraining
21	order, or other order, including an order enjoining the
22	defendant from engaging in a violation, or order any action as
23	may be appropriate.
24	The Attorney General may request, and the court may grant,
25	any remedy available under Section 30 of this Act to the
26	employee or employees affected by the violation. Additionally,

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1 the Attorney General may request and the court may impose a
2 civil penalty not to exceed \$10,000 for each repeat violation
3 within a 5-year period. For purposes of this Section, each
4 violation of this Act for each employee that the employer took
5 or threatened to take retaliatory action against shall
6 constitute a separate and distinct violation.

7 (2) A civil penalty imposed under this subsection shall be
 8 deposited into the Attorney General Court Ordered and
 9 Voluntary Compliance Payment Projects Fund.

10 (740 ILCS 174/32 new)

11 <u>Sec. 32. Defenses to actions. It shall be a defense to any</u> 12 <u>action brought under this Act that the retaliatory action was</u> 13 <u>predicated solely upon grounds other than the employee's</u> 14 <u>exercise of any rights protected by this Act.</u>

Section 90. Applicability. The changes made by this amendatory Act of the 103rd General Assembly apply to claims arising or complaints filed on or after January 1, 2025.

Section 99. Effective date. This Act takes effect on January 1, 2025.