

Rep. Daniel Didech

## Filed: 3/1/2023

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1	AMENDMENT TO HC	USE BILL 1166
2	AMENDMENT NO Amend	House Bill 1166 by replacing
3	everything after the enacting cl	ause with the following:
4 5	"Section 5. The Illinois Pradding Section 50-83 as follows:	rocurement Code is amended by
6	(30 ILCS 500/50-83 new)	
7	Sec. 50-83. Equal pay re	egistration certificate. For
8	procurements first solicited or	or after January 1, 2025, a
9	person who is required to obta	in an equal pay registration
10	certificate under Section 11 of	the Equal Pay Act of 2003 may
11	qualify as a bidder, offeror, or	contractor under this Code if
12	the person was issued an equal	pay registration certificate
13	from the Department of Labor d	uring the previous 2 calendar
14	years and includes a copy of th	e certificate with the bid or
15	offer. For any bid or offer for	a contract with a State agency
16	by a person required to obtain	n an equal pay registration

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1 certificate under Section 11 of the Equal Pay Act of 2003, the 2 chief procurement officer shall verify that the person holds 3 an equal pay registration certificate issued during the 4 previous 2 calendar years.

5 Section 10. The Equal Pay Act of 2003 is amended by 6 changing Section 11 as follows:

7 (820 ILCS 112/11)

8 Sec. 11. Equal pay registration certificate requirements; 9 application. For the purposes of this Section 11 only, "business" means any private employer who has 100 or more 10 11 employees in the State of Illinois and is required to file an 12 Annual Employer Information Report EEO-1 with the Equal 13 Employment Opportunity Commission, but does not include the 14 State of Illinois or any political subdivision, municipal corporation, or other governmental unit or agency. 15

16 (a) A business must obtain an equal pay registration17 certificate from the Department.

(b) Any business subject to the requirements of this Section that is authorized to transact business in this State on March 23, 2021 shall submit an application to obtain an equal pay registration certificate, between March 24, 2022 and March 23, 2024, and must recertify every 2 years thereafter. Any business subject to the requirements of this Section that is authorized to transact business in this State after March 10300HB1166ham001 -3- LRB103 04629 SPS 58290 a

1 23, 2021 must submit an application to obtain an equal pay registration certificate within 3 years of commencing business 2 operations, but not before January 1, 2024, and must recertify 3 4 every 2 years thereafter. The Department shall collect contact 5 information from each business subject to this Section. The Department shall assign each business a date by which it must 6 submit an application to obtain an equal pay registration 7 8 certificate. The business shall recertify every 2 years at a date to be determined by the Department. When a business 9 10 receives a notice from the Department to recertify for its 11 equal pay registration certificate, if the business has fewer than 100 employees, the business must certify in writing to 12 the Department that it is exempt from this Section. Any new 13 14 business that is subject to this Section and authorized to 15 conduct business in this State, after the effective date of 16 this amendatory Act of the 102nd General Assembly, shall submit its contact information to the Department by January 1 17 18 of the following year and shall be assigned a date by which it must submit an application to obtain an equal pay registration 19 20 certificate. The Department's failure to assign a business a registration date does not exempt the business from compliance 21 22 with this Section. The failure of the Department to notify a 23 business of its recertification deadline may be a mitigating 24 factor when making a determination of a violation of this 25 Section.

26 (c) Application.

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(1) A business shall apply for an equal pay registration certificate by paying a \$150 filing fee and submitting wage records and an equal pay compliance statement to the Director as follows:

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5 (A) Wage Records. Any business that is required to file an annual Employer Information Report EEO-1 with 6 the Equal Employment Opportunity Commission must also 7 8 submit to the Director a copy of the business's most 9 recently filed Employer Information Report EEO-1. The 10 business shall also compile a list of all employees 11 during the past calendar year, separated by gender and the race and ethnicity categories as reported in the 12 13 business's most recently filed Employer Information 14 Report EEO-1, and the county in which the employee 15 works, the date the employee started working for the 16 business, any other information the Department deems necessary to determine if pay equity exists among 17 18 employees, and report the total wages as defined by Section 2 of the Illinois Wage Payment and Collection 19 20 Act paid to each employee during the past calendar 21 year, rounded to the nearest \$100, to the Director.

(B) Equal Pay Compliance Statement. The business
must submit a statement signed by a corporate officer,
legal counsel, or authorized agent of the business
certifying:

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(i) that the business is in compliance with

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this Act and other relevant laws, including but not limited to: Title VII of the Civil Rights Act of 1964, the Equal Pay Act of 1963, the Illinois Human Rights Act, and the Equal Wage Act;

5 (ii) that the average compensation for its female and minority employees is not consistently 6 7 below the average compensation, as determined by 8 rule by the United States Department of Labor, for 9 its male and non-minority employees within each of 10 job categories in major the Employer the 11 Information Report EEO-1 for which an employee is expected to perform work, taking into account 12 13 factors such as length of service, requirements of 14 specific jobs, experience, skill, effort, 15 responsibility, working conditions of the job, 16 education or training, job location, use of a 17 collective bargaining agreement, or other mitigating factors; as used in this subparagraph, 18 19 "minority" has the meaning ascribed to that term 20 in paragraph (1) of subsection (A) of Section 2 of 21 the Business Enterprise for Minorities, Women, and Persons with Disabilities Act; 22

(iii) that the business does not restrict
employees of one sex to certain job
classifications, and makes retention and promotion
decisions without regard to sex;

1 (iv) that wage and benefit disparities are corrected when identified to ensure compliance 2 with the Acts cited in item (i); 3 4 (V) how often wages and benefits are 5 evaluated; and (vi) the approach the business takes 6 in determining what level of wages and benefits to 7 8 pay its employees; acceptable approaches include, 9 but are not limited to, a wage and salary survey. 10 (C) Filing fee. The business shall pay to the 11 Department a filing fee of \$150. Proceeds from the fees collected under this Section shall be deposited 12 13 into the Equal Pay Registration Fund, a special fund 14 created in the State treasury. Moneys in the Fund 15 shall be appropriated to the Department for the 16 purposes of this Section.

17 (2) Receipt of the equal pay compliance application 18 and statement by the Director does not establish 19 compliance with the Acts set forth in item (i) of 20 subparagraph (B) of paragraph (1) of this subsection (c).

(3) A business that has employees in multiple
locations or facilities in Illinois shall submit a single
application to the Department regarding all of its
operations in Illinois.

25 (d) Issuance or rejection of registration certificate.
26 After January 1, 2022, the Director must issue an equal pay

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1 registration certificate, or a of statement why the application was rejected, within 45 calendar days of receipt 2 of the application. Applicants shall have the opportunity to 3 4 cure any deficiencies in its application that led to the 5 rejection, and re-submit the revised application to the 6 Department within 30 calendar days of receiving a rejection. Applicants shall have the ability to 7 appeal rejected 8 applications. An application may be rejected only if it does 9 not comply with the requirements of subsection (c), or the 10 business is otherwise found to be in violation of this Act. The 11 receipt of an application by the Department, or the issuance of a registration certificate by the Department, shall not 12 13 establish compliance with the Equal Pay Act of 2003 as to all 14 Sections except Section 11. The issuance of a registration 15 certificate shall not be a defense against any Equal Pay Act 16 violation found by the Department, nor a basis for mitigation 17 of damages.

(e) Revocation of registration certificate. An equal pay 18 registration certificate for a business may be suspended or 19 20 revoked by the Director when the business fails to make a good 21 faith effort to comply with the Acts identified in item (i) of 22 subparagraph (B) of paragraph (1) of subsection (c), fails to 23 make a good faith effort to comply with this Section, or has 24 multiple violations of this Section or the Acts identified in 25 item (i) of subparagraph (B) of paragraph (1) of subsection 26 (c). Prior to suspending or revoking a registration

1 certificate, the Director must first have sought to conciliate 2 with the business regarding wages and benefits due to 3 employees.

4 Consistent with Section 25, prior to or in connection with 5 the suspension or revocation of an equal pay registration certificate, the Director, or his or her 6 authorized representative, may interview workers, administer oaths, take 7 8 or cause to be taken the depositions of witnesses, and require 9 by subpoena the attendance and testimony of witnesses, and the 10 production of personnel and compensation information relative 11 the matter under investigation, hearing to or а department-initiated audit. 12

Neither the Department nor the Director shall be held liable for good faith errors in issuing, denying, suspending or revoking certificates.

16 Administrative review. A business may obtain an (f) administrative hearing in accordance with the 17 Illinois 18 Administrative Procedure Act before the suspension or 19 revocation of its certificate or imposition of civil penalties 20 as provided by subsection (i) is effective by filing a written request for hearing within 20 calendar days after service of 21 22 notice by the Director.

(g) Technical assistance. The Director must provide technical assistance to any business that requests assistance regarding this Section.

26 (h) Access to data.

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1 Any individually identifiable information (1)submitted to the Director within or related to an equal 2 3 pay registration application or otherwise provided by an employer in its equal pay compliance statement under 4 5 subsection (C) shall be considered confidential information and not subject to disclosure pursuant to the 6 Illinois Freedom of Information Act. As used in this 7 Section, "individually identifiable information" means 8 9 data submitted pursuant to this Section that is associated 10 with a specific person or business. Aggregate data or reports that are reasonably calculated to prevent the 11 association of any data with any individual business or 12 13 person are not confidential information. Aggregate data 14 shall include the job category and the average hourly wage 15 by county for each gender, race, and ethnicity category on the registration certificate applications. The Department 16 17 of Labor may compile aggregate data from registration certificate applications. 18

19 (2) The Director's decision to issue, not issue,
20 revoke, or suspend an equal pay registration certificate
21 is public information. <u>Beginning December 31, 2024, and</u>
22 <u>annually thereafter, the Director shall make publicly</u>
23 <u>available a list of businesses that were issued an equal</u>
24 <u>pay registration certificate by the Department in the</u>
25 <u>previous 2 calendar years.</u>

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(3) Notwithstanding this subsection (h), a current

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employee of a covered business may request anonymized data regarding their job classification or title and the pay for that classification. No individually identifiable information may be provided to an employee making a request under this paragraph.

Notwithstanding this subsection 6 (4)(h), the Department may share data and identifiable information 7 8 with the Department of Human Rights, pursuant to its 9 enforcement of Article 2 of the Illinois Human Rights Act, 10 or the Office of the Attorney General, pursuant to its 11 enforcement of Section 10-104 of the Illinois Human Rights 12 Act.

13 (5) Any Department employee who willfully and 14 knowingly divulges, except in accordance with a proper 15 judicial order or otherwise provided by law, confidential 16 information received by the Department from any business pursuant to this Act shall be deemed to have violated the 17 18 State Officials and Employees Ethics Act and be subject to the penalties established under subsections (e) and (f) of 19 50-5 of that Act after investigation and 20 Section 21 opportunity for hearing before the Executive Ethics Commission in accordance with Section 20-50 of that Act. 22

(i) Penalty. Falsification or misrepresentation of
 information on an application submitted to the Department
 shall constitute a violation of this Act and the Department
 may seek to suspend or revoke an equal pay registration

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- 1 certificate or impose civil penalties as provided under 2 subsection (c) of Section 30.
- 3 (Source: P.A. 101-656, eff. 3-23-21; 102-36, eff. 6-25-21;
- 4 102-705, eff. 4-22-22.)".