By: Menéndez S.B. No. 108

A BILL TO BE ENTITLED
AN ACT
relating to unlawful employment practices with respect to
compensation and wage history.
BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
SECTION 1. Section 21.202, Labor Code, is amended by adding
Subsection (a-2) to read as follows:
(a-2) With respect to an allegation of discrimination in
payment of compensation in violation of this chapter, an unlawful
<pre>employment practice occurs each time:</pre>
(1) a discriminatory compensation decision or other
discriminatory practice affecting compensation is adopted;
(2) an individual becomes subject to a discriminatory
compensation decision or other discriminatory practice affecting
<pre>compensation; or</pre>
(3) an individual is adversely affected by application
of a discriminatory compensation decision or other discriminatory
practice affecting compensation, including each time wages

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- affected wholly or partly by the decision or other practice are 18
- 19 paid.
- SECTION 2. Section 21.258, Labor Code, is amended by adding 20
- 21 Subsection (d) to read as follows:
- (d) Liability may accrue, and an aggrieved individual may 22
- 23 obtain relief as provided by this subchapter, including recovery of
- back pay for the period allowed under this section, if the unlawful 24

- 1 employment practices that occurred during the period for filing a
- 2 complaint are similar or related to unlawful employment practices
- 3 with regard to discrimination in payment of compensation that
- 4 occurred outside the period for filing a complaint.
- 5 SECTION 3. Subtitle A, Title 2, Labor Code, is amended by
- 6 adding Chapter 24 to read as follows:
- 7 <u>CHAPTER 24. EMPLOYMENT DISCRIMINATION REGARDING COMPENSATION</u>
- 8 Sec. 24.001. DEFINITIONS. In this chapter:
- 9 (1) "Applicant" means an individual who has made an
- 10 oral or written application with an employer, or has sent a resume
- 11 or other correspondence to an employer, indicating an interest in
- 12 employment.
- 13 (2) "Commission" means the Texas Workforce
- 14 Commission.
- 15 (3) "Employee" and "employer" have the meanings
- 16 <u>assigned by Section 21.002.</u>
- 17 (4) "Wages" has the meaning assigned by Section
- 18 61.001.
- 19 Sec. 24.002. EMPLOYER INQUIRIES INTO AND CONSIDERATION OF
- 20 WAGE HISTORY INFORMATION. An employer commits an unlawful
- 21 employment practice in violation of this chapter and Chapter 21 if
- 22 <u>the employer:</u>
- 23 (1) verbally or in writing inquires into an
- 24 applicant's wage history information from the applicant or from a
- 25 previous employer of the applicant; or
- 26 (2) requires disclosure of an applicant's wage history
- 27 information as a condition of employment.

- 1 Sec. 24.003. EMPLOYER ACTIONS REGARDING WAGE DISCLOSURE BY
- 2 EMPLOYEE OR APPLICANT. (a) An employer commits an unlawful
- 3 employment practice in violation of this chapter and Chapter 21 if
- 4 the employer discharges or in any other manner discriminates
- 5 against, coerces, intimidates, threatens, or interferes with an
- 6 employee, applicant, or other individual because the individual
- 7 inquired about, disclosed, compared, or otherwise discussed an
- 8 employee's wages or an applicant's prospective wages.
- 9 (b) This section does not require an employee to disclose
- 10 the employee's wages or an applicant to disclose the applicant's
- 11 prospective wages.
- 12 Sec. 24.004. COMPLAINT; ENFORCEMENT. (a) An individual
- 13 aggrieved by an unlawful employment practice under this chapter may
- 14 <u>file a complaint with the commission. A complaint filed under this</u>
- 15 <u>section is subject to Subchapters E and F, Chapter 21.</u>
- 16 (b) The commission shall enforce this chapter in accordance
- 17 with Chapter 21.
- 18 SECTION 4. (a) Sections 21.202 and 21.258, Labor Code, as
- 19 amended by this Act, apply only to a discriminatory compensation
- 20 decision or other discriminatory practice affecting compensation
- 21 that occurs on or after the effective date of this Act.
- 22 (b) Chapter 24, Labor Code, as added by this Act, applies
- 23 only to an unlawful employment practice that occurs on or after
- 24 January 1, 2024.
- 25 SECTION 5. This Act takes effect immediately if it receives
- 26 a vote of two-thirds of all the members elected to each house, as
- 27 provided by Section 39, Article III, Texas Constitution. If this

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- 1 Act does not receive the vote necessary for immediate effect, this
- 2 Act takes effect September 1, 2023.