## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## SENATE BILL

No. 487

Session of 2025

INTRODUCED BY HUGHES, KANE, TARTAGLIONE, L. WILLIAMS, SAVAL, KEARNEY, HAYWOOD AND SANTARSIERO, MARCH 21, 2025

REFERRED TO LABOR AND INDUSTRY, MARCH 21, 2025

## AN ACT

- 1 Providing for notification of wage theft and for protection for
- employees who report wage theft; imposing duties on the
- Department of Labor and Industry; establishing the Wage Theft
- 4 Notification and Protection Restricted Account; and imposing
- 5 penalties and other relief.
- 6 The General Assembly of the Commonwealth of Pennsylvania
- 7 hereby enacts as follows:
- 8 Section 1. Short title.
- 9 This act shall be known and may be cited as the Wage Theft
- 10 Notification and Protection Act.
- 11 Section 2. Definitions.
- 12 The following words and phrases when used in this act shall
- 13 have the meanings given to them in this section unless the
- 14 context clearly indicates otherwise:
- 15 "Account." The Wage Theft Notification and Protection
- 16 Restricted Account established under section 8.
- 17 "Construction Workplace Misclassification Act." The act of
- 18 October 13, 2010 (P.L.506, No.72), known as the Construction
- 19 Workplace Misclassification Act.

- 1 "Department." The Department of Labor and Industry of the
- 2 Commonwealth.
- 3 "Employee." As the term "employe" is defined in section 3 of
- 4 The Minimum Wage Act.
- 5 "Employer." An employer as defined in any of the following:
- 6 (1) The Wage Payment and Collection Law.
- 7 (2) The Minimum Wage Act.
- 8 "Secretary." The Secretary of Labor and Industry of the
- 9 Commonwealth or a designee.
- "The Minimum Wage Act." The act of January 17, 1968 (P.L.11,
- 11 No.5), known as The Minimum Wage Act of 1968.
- "Wage Payment and Collection Law." The act of July 14, 1961
- 13 (P.L.637, No.329), known as the Wage Payment and Collection Law.
- 14 "Wage theft." The failure to pay, withholding or
- 15 deprivation, including the aiding thereof, of wages, gratuities,
- 16 benefits or other compensation, lawfully due to an employee
- 17 under the Wage Payment and Collection Law, The Minimum Wage Act,
- 18 the Construction Workplace Misclassification Act or other State
- 19 law regulating wages, gratuities, benefits or other compensation
- 20 lawfully due to employees.
- 21 Section 3. Notice.
- 22 (a) Summary. -- The department shall develop and make
- 23 available to employers on the department's publicly accessible
- 24 Internet website a plain language, easy-to-understand summary on
- 25 wage theft. The department shall furnish, on request by an
- 26 employer, a copy of the summary without charging a fee. The
- 27 summary shall include:
- 28 (1) Examples of wage theft.
- 29 (2) Citations to State law applicable to the examples.
- 30 (3) Remedies and penalties applicable to the examples of

- 1 wage theft.
- 2 (4) A statement indicating that wage theft is not
- 3 limited to the examples and how to access information on
- 4 other types of violations.
- 5 (5) Information indicating how to report wage theft and
- 6 limitations for filing a complaint.
- 7 (6) A statement of employee protections for reporting
- 8 wage theft and participating in a related investigation.
- 9 (7) A reference to the requirements, penalties and
- 10 protections established under this act.
- 11 (8) Any other information deemed necessary by the
- 12 department.
- 13 (b) Notice of summary. -- An employer shall provide notice to
- 14 its employees no later than 90 days from the effective date of
- 15 this section or at the time of hiring, of the summary under
- 16 subsection (a).
- 17 Section 4. Additional notice requirements.
- 18 (a) Additional requirements. -- An employer shall:
- 19 (1) post the summary described under section 3(a) at the
- 20 workplace in a conspicuous place where employees normally
- 21 pass and can read it; or
- 22 (2) make the summary continuously available to employees
- through a website, intranet, mobile application or other
- 24 electronic or Internet service regularly used by the employer
- to communicate with employees. The employer shall notify each
- 26 employee that the notice is available electronically,
- including how to access it.
- 28 (b) Updates to information. -- The department shall update as
- 29 necessary the summary described under section 3(a) and post the
- 30 updated summary on its publicly accessible Internet website in

- 1 downloadable format. An employer shall, within 120 days of the
- 2 date on which the department posts the updated summary on its
- 3 publicly accessible Internet website, update the notices
- 4 required under subsection (a) and section 3(a).
- 5 Section 5. Criminal penalties.
- 6 An employer that fails to provide notice to an employee as
- 7 required under section 3(a), fails to comply with the
- 8 requirements of section 4(a) and (b) or is found to be in
- 9 violation of section 7(a) when a criminal penalty for the
- 10 violation is not provided for under existing State law or
- 11 regulation, commits a summary offense and, upon conviction,
- 12 shall be sentenced to pay a fine of not more than \$500.
- 13 Section 6. Administrative penalties and civil enforcement.
- 14 (a) Penalties.--If the secretary finds that an employer has
- 15 violated this act and an administrative penalty for the
- 16 violation is not provided for under existing State law or
- 17 regulation, the secretary may assess and collect a civil penalty
- 18 of not more than \$500 per violation.
- 19 (b) Factors to be considered. -- When determining the amount
- 20 of the penalty to be imposed, the secretary shall consider
- 21 factors, including, but not limited to:
- 22 (1) The history of previous violations.
- 23 (2) The good faith of the employer.
- 24 (3) The size of the employer's business.
- 25 (c) Use of penalty funds. -- Penalties collected under this
- 26 section shall be paid into the account.
- 27 (d) Enforcement proceedings. -- The secretary may enforce this
- 28 act in an enforcement proceeding authorized by and brought under
- 29 The Minimum Wage Act, the Wage Payment and Collection Law, the
- 30 Construction Workplace Misclassification Act or other State law

- 1 regulating wages, gratuities, benefits or other compensation
- 2 lawfully due to employees.
- 3 Section 7. Retaliation prohibited.
- 4 (a) Prohibition. -- It shall be unlawful for an employer or
- 5 officer or agent of an employer to take adverse action against a
- 6 person in retaliation for exercising rights protected under this
- 7 act, The Minimum Wage Act, the Wage Payment and Collection Law,
- 8 the Construction Workplace Misclassification Act or other State
- 9 law regulating wages, gratuities, benefits or other compensation
- 10 lawfully due to employees. Rights protected under this section
- 11 include, but are not limited to, the right to file a complaint,
- 12 participate in an investigation or to inform any person about
- 13 the provisions of, or an employer's noncompliance with, this
- 14 act, The Minimum Wage Act, the Wage Payment and Collection Law,
- 15 the Construction Workplace Misclassification Act or other State
- 16 law regulating wages, gratuities, benefits or other compensation
- 17 lawfully due to employees.
- 18 (b) Rebuttable presumption. -- Adverse action against a person
- 19 within 90 days of the person's exercise of a right protected
- 20 under this act, The Minimum Wage Act, the Wage Payment and
- 21 Collection Law, the Construction Workplace Misclassification Act
- 22 or other State law regulating wages, gratuities, benefits or
- 23 other compensation lawfully due to employees, shall raise a
- 24 rebuttable presumption of having done so in retaliation for the
- 25 exercise of the right.
- 26 (c) Relief authorized. -- The secretary may order any relief
- 27 necessary to make an employee whole for retaliation, including,
- 28 but not limited to, payment of lost wages and benefits,
- 29 reinstatement or other equitable relief.
- 30 Section 8. Wage Theft Notification and Protection Restricted

- 1 Account.
- 2 The Wage Theft Notification and Protection Restricted Account
- 3 is established as a restricted account within the General Fund.
- 4 The money in the account is appropriated to the department on a
- 5 continuing basis for the purposes of administering this act, The
- 6 Minimum Wage Act, the Wage Payment and Collection Law, the
- 7 Construction Workplace Misclassification Act or other State law
- 8 regulating wages, gratuities, benefits or other compensation
- 9 lawfully due to employees.
- 10 Section 9. Report.
- By July 31, 2028, and every year thereafter, the department
- 12 shall submit a report to the chairperson and minority
- 13 chairperson of the Labor and Industry Committee of the Senate
- 14 and the chairperson and minority chairperson of the Labor and
- 15 Industry Committee of the House of Representatives. The report
- 16 shall be posted on the department's publicly accessible Internet
- 17 website. The report shall contain information on violations
- 18 under this act from the preceding calendar year. The report
- 19 shall also contain information on wage theft violations from the
- 20 preceding calendar year, including:
- 21 (1) The total number of violations.
- 22 (2) A listing of employers classified by the nature of
- 23 the violations and business industry.
- 24 (3) A brief description of the violations for the
- employers listed.
- 26 (4) The total number of workers impacted under each
- 27 violation classification.
- 28 (5) The total amount of wages and tax revenue unlawfully
- 29 withheld from the violations.
- 30 (6) A listing of other forms of compensation unlawfully

- 1 withheld from the violations.
- 2 (7) A summary of enforcement actions collectively taken
- 3 in response to the violations.
- 4 (8) Other information deemed necessary by the
- 5 department.
- 6 Section 10. Effective date.
- 7 This act shall take effect in four months.