House File 367 - Introduced

HOUSE FILE 367 BY KELLEY

## A BILL FOR

- 1 An Act prohibiting employment discrimination based on
- 2 unemployment status and providing remedies.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 2429YH (1) 85 je/rj 1 Section 1. FINDINGS — PURPOSE.

2 1. The general assembly finds that denial of employment 3 opportunities to individuals because of their status as 4 unemployed is discriminatory and burdens commerce by doing one 5 or more of the following:

6 a. Reducing personal consumption and undermining economic7 stability and growth.

8 b. Squandering human capital essential to the state's9 economic vibrancy and growth.

10 c. Increasing demands for unemployment insurance benefits, 11 reducing unemployment trust fund assets, and leading to higher 12 payroll taxes for employers or cuts in unemployment insurance 13 benefits for jobless workers, or both.

14 d. Imposing additional burdens on publicly funded health and 15 welfare programs.

16 e. Depressing income, property, and other tax revenues that 17 the states and local governments rely on to support operations 18 and institutions essential to commerce.

2. The purposes of this Act are all of the following:
 a. To prohibit employers and employment agencies from
 21 disqualifying an individual from employment opportunities
 22 because of that individual's status as unemployed.

b. To prohibit employers and employment agencies from publishing or posting any advertisement or announcement for an employment opportunity that indicates that an individual's status as unemployed disgualifies that individual for the opportunity.

28 c. To eliminate the burdens imposed on commerce due to the29 exclusion of such individuals from employment.

30 Sec. 2. Section 216.2, Code 2013, is amended by adding the 31 following new subsection:

32 <u>NEW SUBSECTION</u>. 14A. "*Status as unemployed"* means that an 33 individual, at the time of application for employment or at the 34 time of action alleged to violate this chapter, does not have a 35 job, is available for work, and is searching for work.

-1-

LSB 2429YH (1) 85 je/rj 1 Sec. 3. Section 216.2, subsection 15, Code 2013, is amended
2 to read as follows:

3 15. "Unfair practice" or "discriminatory practice" means
4 those practices specified as unfair or discriminatory in
5 sections 216.6, 216.6A, <u>216.6B</u>, 216.7, 216.8, 216.8A, 216.9,
6 216.10, 216.11, and 216.11A.

Sec. 4. <u>NEW SECTION</u>. 216.6B Additional unfair or
8 discriminatory practice — unemployment status discrimination in
9 employment.

10 l. It shall be an unfair or discriminatory practice for an 11 employer to do any of the following:

12 a. Publish in print, on the internet, or in any other13 medium, an advertisement or announcement for an employee for14 any job that includes any of the following:

15 (1) Any provision stating or indicating that an 16 individual's status as unemployed disqualifies the individual 17 for any employment opportunity.

18 (2) Any provision stating or indicating that the employer
19 will not consider or hire an individual for any employment
20 opportunity based on that individual's status as unemployed.
21 b. Fail or refuse to consider for employment, or fail or

22 refuse to hire, an individual as an employee because of the 23 individual's status as unemployed.

*c.* Direct or request that an employment agency take an individual's status as unemployed into account to disqualify an applicant for consideration, screening, or referral for employment as an employee.

28 2. It shall be an unfair or discriminatory practice for an29 employment agency to do any of the following:

*a.* Publish in print, on the internet, or in any other
medium, an advertisement or announcement for an employee for
any vacancy in a job, that includes any of the following:
(1) Any provision stating or indicating that an
individual's status as unemployed disqualifies the individual
for any employment opportunity.

-2-

LSB 2429YH (1) 85 je/rj (2) Any provision stating or indicating that the employment
 2 agency or an employer will not consider or hire an individual
 3 for any employment opportunity based on that individual's
 4 status as unemployed.

5 b. Screen, fail or refuse to consider, or fail or refuse to
6 refer an individual for employment as an employee because of
7 the individual's status as unemployed.

8 c. Limit, segregate, or classify an individual in any 9 manner that would limit or tend to limit the individual's 10 access to information about jobs, or consideration, screening, 11 or referral for jobs, as an employee, solely because of the 12 individual's status as unemployed.

3. This section shall not be construed to preclude an employer or employment agency from considering an individual's employment history, or from examining the reasons underlying an individual's status as unemployed, in assessing an rindividual's ability to perform a job or in otherwise making employment decisions about that individual. Such consideration or examination may include an assessment of whether an individual's employment history in a similar or related job for a period of time reasonably proximate to the time of consideration of the individual for new employment is job-related or consistent with business necessity in relation to that new employment.

Sec. 5. Section 216.15, subsection 9, paragraph a, Code 26 2013, is amended by adding the following new subparagraph: <u>NEW SUBPARAGRAPH</u>. (10) For an unfair or discriminatory 28 practice relating to unemployment status discrimination 29 pursuant to section 216.6B, payment to the complainant of 30 damages for an injury caused by the unfair or discriminatory 31 practice which damages shall include but are not limited to 32 actual damages, court costs, reasonable attorney fees, and any 33 of the following, if applicable:

34 (a) For an unfair or discriminatory practice relating to35 unemployment status discrimination pursuant to section 216.6B,

-3-

LSB 2429YH (1) 85 je/rj

3/5

1 subsection 1, paragraph "a", or subsection 2, paragraph "a", 2 damages in an amount not to exceed one thousand dollars for 3 each day the unfair or discriminatory practice occurs. 4 (b) For an unfair or discriminatory practice relating to 5 unemployment status discrimination pursuant to section 216.6B, 6 subsection 1, paragraph "b'' or "c'', or subsection 2, paragraph 7 "b" or "c", if wages, salary, employment benefits, or other 8 compensation have not been denied or lost to the individual, 9 damages in an amount not to exceed five thousand dollars. 10 EXPLANATION 11 This bill prohibits employment discrimination based on 12 an individual's status as unemployed. The bill defines 13 "status as unemployed" as an individual who, at the time 14 of application for employment or at the time of an alleged 15 violation, does not have a job, is available for work, and 16 is searching for work. The Iowa civil rights commission is 17 charged with administration of the bill via existing procedures 18 for employment discrimination complaints. 19 The bill prohibits an employer from engaging in certain 20 unfair or discriminatory employment practices. An employer is 21 prohibited from publishing an advertisement or announcement 22 for employment that includes any provision stating that an 23 individual's status as unemployed disqualifies the individual 24 for any employment opportunity or any provision stating that 25 the employer will not consider or hire an individual for any 26 employment opportunity based on that individual's status as 27 unemployed. An employer is prohibited from failing or refusing 28 to consider for employment or failing or refusing to hire an 29 individual because of the individual's status as unemployed. 30 An employer is prohibited from directing or requesting that an 31 employment agency take an individual's status as unemployed 32 into account to disqualify an applicant for consideration, 33 screening, or referral for employment.

The bill also prohibits an employment agency from engaging in certain unfair or discriminatory employment practices.

-4-

LSB 2429YH (1) 85 je/rj

4/5

H.F. 367

1 An employment agency is prohibited from publishing an 2 advertisement or announcement for any vacancy in a job that 3 includes any provision stating that an individual's status 4 as unemployed disqualifies the individual for any employment 5 opportunity or any provision stating that the employment agency 6 or an employer will not consider or hire an individual for any 7 employment opportunity based on that individual's status as 8 unemployed. An employment agency is prohibited from screening, 9 or failing or refusing to consider, or failing or refusing to 10 refer an individual for employment because of the individual's 11 status as unemployed. An employment agency is prohibited from 12 limiting, segregating, or classifying an individual in any 13 manner that would limit the individual's access to information 14 about jobs, or consideration, screening, or referral for jobs 15 solely because of the individual's status as unemployed. 16 The bill provides that a prevailing complainant is entitled 17 to damages including but not limited to actual damages; 18 court costs; reasonable attorney fees; and for a violation 19 relating to publication of an advertisement or announcement for 20 employment, up to \$1,000 for each day the violation occurs; and 21 for any other violation, if wages, salary, employment benefits,

23 complainant, up to \$5,000.

The bill is not to be construed to preclude an employer or employment agency from considering an individual's employment history, or from examining the reasons underlying an individual's status as unemployed, in assessing an individual's ability to perform a job or in otherwise making employment decisions about that individual. Such consideration or examination may include an assessment of whether an individual's employment history in a similar or related job for a period of time reasonably proximate to the time of consideration for new employment is job-related or consistent with business necessity in relation to that new employment.

-5-

22 or other compensation have not been denied or lost to the

LSB 2429YH (1) 85 je/rj

5/5