## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 608

Session of 2023

INTRODUCED BY KHAN, BULLOCK, INNAMORATO, GREEN, SIEGEL, HADDOCK, MUNROE, WAXMAN, HOWARD, RABB, KAZEEM, MADDEN, SANCHEZ, HILL-EVANS, DELLOSO, PARKER, KINSEY, MCNEILL, TAKAC, OTTEN, SMITH-WADE-EL AND CEPEDA-FREYTIZ, MARCH 21, 2023

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, MARCH 21, 2023

## AN ACT

- 1 Protecting workers from training repayment agreement provisions;
- conferring powers and imposing duties on the Department of
- 3 Labor and Industry; and imposing penalties.
- 4 The General Assembly of the Commonwealth of Pennsylvania
- 5 hereby enacts as follows:
- 6 Section 1. Short title.
- 7 This act shall be known and may be cited as the Protect
- 8 Workers from Training Repayment Agreement Provisions Act.
- 9 Section 2. Definitions.
- 10 The following words and phrases when used in this act shall
- 11 have the meanings given to them in this section unless the
- 12 context clearly indicates otherwise:
- 13 "Department." The Department of Labor and Industry of the
- 14 Commonwealth.
- "Employee." An individual employed by an employer.
- 16 "Employer." As follows:
- 17 (1) As defined in section 3(g) of the act of January 17,

- 1 1968 (P.L.11, No.5), known as The Minimum Wage Act of 1968.
- 2 (2) The term does not include a governmental or quasi-
- 3 governmental body.
- 4 "Training repayment agreement." As follows:
- 5 (1) An agreement requiring an employee to pay an
- 6 employer, or a training provider or other third party, a sum
- 7 of money if the employee voluntarily or involuntarily leaves
- 8 employment with the employer, including an agreement
- 9 requiring the employee to reimburse the employer, training
- 10 provider or other third party for training previously
- 11 provided to the employee.
- 12 (2) The term does not include a cash advance to an
- employee, a payment for equipment sold or leased to an
- 14 employee, an educational sabbatical leave contract or a
- training repayment agreement entered into as part of a
- 16 collective bargaining agreement.
- 17 Section 3. Training repayment agreement.
- 18 (a) Prohibition. -- An employer may not require, as a
- 19 condition of employment, an employee or prospective employee to
- 20 enter into a training repayment agreement.
- 21 (b) Effect.--A training repayment agreement involving an
- 22 employee is void, and the employee shall not be obligated to
- 23 make any payment under the training repayment agreement.
- 24 Section 4. Enforcement.
- 25 The department shall enforce this act and may conduct
- 26 investigations as it deems necessary for enforcement.
- 27 Section 5. Penalties.
- 28 (a) Civil penalty for violation. -- An employer found to be in
- 29 violation of any provision of this act is subject to a civil
- 30 penalty of not more than \$25,000 for each violation.

- 1 (b) Subsequent violation. -- For each subsequent violation of
- 2 any provision of this act, an employer is subject to an
- 3 additional civil penalty of \$25,000 per employee.
- 4 Section 6. Applicability.
- 5 This act shall apply to a training repayment agreement
- 6 entered into on or after the effective date of this section.
- 7 Section 7. Effective date.
- 8 This act shall take effect in 60 days.