## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 2003 Session of 2018

INTRODUCED BY D. COSTA, READSHAW, SCHLOSSBERG, KAUFER, J. McNEILL, ENGLISH, KAVULICH, THOMAS, DRISCOLL, JAMES, DUNBAR, HILL-EVANS, WARNER, CALTAGIRONE, NEILSON, JOZWIAK, W. KELLER, M. QUINN AND SCHWEYER, JANUARY 9, 2018

REFERRED TO COMMITTEE ON LABOR AND INDUSTRY, JANUARY 9, 2018

## AN ACT

Amending the act of July 14, 1961 (P.L.637, No.329), entitled "An act relating to the payment of wages or compensation for labor or services; providing for regular pay days; conferring powers and duties upon the Department of Labor and Industry, including powers and duties with respect to the civil 5 collection of wages; providing civil and criminal penalties 6 for violations of the act; providing for their collection and 7 disposition and providing for additional civil damages," further providing for definitions; and providing for 9 gratuities. 10 The General Assembly of the Commonwealth of Pennsylvania 11 12 hereby enacts as follows: 13 Section 1. Section 2.1 of the act of July 14, 1961 (P.L.637, No.329), known as the Wage Payment and Collection Law, is 14 15 amended by adding a definition to read: 16 Section 2.1. Definitions .-- The following words and phrases 17 when used in this act shall have, unless the context clearly 18 indicates otherwise, the meanings given to them in this section: 19 \* \* \* 20 "Gratuity." A voluntary, monetary contribution received by an employe from a quest, patron or customer for services 21

- 1 <u>rendered</u>.
- 2 \* \* \*
- 3 Section 2. The act is amended by adding a section to read:
- 4 <u>Section 3.1. Gratuities.--(a) A gratuity is the sole</u>
- 5 property of the employe to whom it is paid, given or left. An
- 6 employer may not take a gratuity or a part of a gratuity that is
- 7 paid, given to or left for an employe by a patron or require an
- 8 employe to credit the gratuity against the wages due the employe
- 9 <u>from the employer.</u>
- 10 (b) An employer that permits patrons to pay gratuities by
- 11 credit card shall pay the employes the full amount of the
- 12 gratuity that the patron indicated on the credit card slip,
- 13 <u>without a deduction for any credit card payment processing fees</u>
- 14 or costs that may be charged to the employer by the credit card
- 15 company. Payment of gratuities made by patrons using credit
- 16 cards shall be made to the employes not later than the next
- 17 regular payday following the date the patron authorized the
- 18 <u>credit card payment.</u>
- 19 Section 3. This act shall take effect in 60 days.