THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No. 129

Session of 2017

INTRODUCED BY EICHELBERGER, BROOKS, SCARNATI, GREENLEAF, SCAVELLO, VOGEL, BREWSTER, VULAKOVICH, RESCHENTHALER, WARD, COSTA, STEFANO, McGARRIGLE, AUMENT, HUTCHINSON, FOLMER, RAFFERTY AND LAUGHLIN, JANUARY 20, 2017

REFERRED TO STATE GOVERNMENT, JANUARY 20, 2017

AN ACT

- 1 Prohibiting bonuses for employees of Commonwealth agencies.
- 2 The General Assembly of the Commonwealth of Pennsylvania
- 3 hereby enacts as follows:
- 4 Section 1. Short title.
- 5 This act shall be known and may be cited as the Commonwealth
- 6 Agency Bonus Ban Act.
- 7 Section 2. Definitions.
- 8 The following words and phrases when used in this act shall
- 9 have the meanings given to them in this section unless the
- 10 context clearly indicates otherwise:
- 11 "Bonus." Any monetary compensation given to an employee
- 12 above and beyond the employee's annual salary or other rate of
- 13 pay. The term does not include the following:
- 14 (1) Reimbursement or payments for expenses related to
- official business, including meals, housing, uniforms, car
- 16 allowance and other expenses.

- 1 (2) Severance payments pursuant to a personnel
- 2 compensation plan, contract or collective bargaining
- 3 agreement.
- 4 (3) Payments for unused vacation or sick leave.
- 5 (4) An annual cost-of-living adjustment equivalency
- 6 payment made to an individual, at the maximum of a salary
- 7 range, adopted pursuant to a personnel compensation plan or a
- 8 collective bargaining agreement.
- 9 (5) An arbitration award.
- 10 (6) Payments made pursuant to litigation.
- 11 (7) Overtime payments required for work performed in
- 12 excess of the maximum workweek.
- 13 (8) Shift differential payments, standby or call-time
- 14 payments or extra duty payments made pursuant to a collective
- 15 bargaining agreement.
- 16 A personnel compensation plan, contract or collective bargaining
- 17 agreement under this definition shall be in writing and shall be
- 18 open for public inspection.
- "Commonwealth agency." Any of the following:
- 20 (1) The Governor, Lieutenant Governor, Attorney General,
- 21 Auditor General, State Treasurer and the departments,
- offices, boards, authorities, commissions and other agencies
- of the executive branch of the Commonwealth, whether or not
- 24 subject to the supervision and control of the Governor.
- 25 (2) The legislative branch of the Commonwealth.
- 26 (3) Any court and any office of the unified judicial
- 27 system of this Commonwealth.
- 28 Section 3. Bonus ban.
- No Commonwealth agency may pay a bonus to any of its
- 30 employees.

- 1 Section 4. Penalties.
- 2 (a) Reimbursement. -- Employees of Commonwealth agencies who
- 3 are paid a bonus after the effective date of this section shall
- 4 reimburse their employer for the full amount of the bonus.
- 5 (b) Penalty. -- An individual who intentionally approves or
- 6 authorizes a bonus prohibited by this act commits a misdemeanor
- 7 of the third degree.
- 8 (c) Effect on compensation. -- A bonus payment made in
- 9 violation of section 3 as determined by the Commonwealth agency
- 10 or by a court of competent jurisdiction shall not be deemed to
- 11 be compensation under 71 Pa.C.S. Pt. XXV (relating to retirement
- 12 for State employees and officers). This act shall not affect the
- 13 definition of "compensation" under 71 Pa.C.S. Pt. XXV or 24
- 14 Pa.C.S. Pt. IV (relating to retirement for school employees).
- 15 Section 5. Applicability.
- 16 The provisions of this act shall not abrogate any provision
- 17 of an existing collective bargaining agreement or employment
- 18 contract.
- 19 Section 6. Effective date.
- This act shall take effect in 30 days.