## **SENATE . . . . . . . . . . . . . . . . No. 1215**

#### The Commonwealth of Massachusetts

PRESENTED BY:

Marc R. Pacheco

To the Honorable Senate and House of Representatives of the Commonwealth of Massachusetts in General Court assembled:

The undersigned legislators and/or citizens respectfully petition for the adoption of the accompanying bill:

An Act to promote pay transparency.

PETITION OF:

NAME:	DISTRICT/ADDRESS:	
Marc R. Pacheco	Third Bristol and Plymouth	
Sal N. DiDomenico	Middlesex and Suffolk	3/13/2023
Carol A. Doherty	3rd Bristol	3/27/2023

### **SENATE . . . . . . . . . . . . . . . No. 1215**

By Mr. Pacheco, a petition (accompanied by bill, Senate, No. 1215) of Marc R. Pacheco for legislation to promote pay transparency. Labor and Workforce Development.

# [SIMILAR MATTER FILED IN PREVIOUS SESSION SEE SENATE, NO. 1244 OF 2021-2022.]

#### The Commonwealth of Massachusetts

In the One Hundred and Ninety-Third General Court (2023-2024)

An Act to promote pay transparency.

Be it enacted by the Senate and House of Representatives in General Court assembled, and by the authority of the same, as follows:

- 1 SECTION 1. Chapter 149 of the General Laws, as appearing in the 2020 Official Edition,
- 2 is hereby amended by inserting after section 105A the following section:
- 3 Section 105A½. (a) As used in this section, the following words, unless the context
- 4 clearly requires otherwise, shall have the following meanings:-
- 5 "Covered Employer" shall mean any employer that employed 100 or more employees in
- 6 Massachusetts at any time during the prior calendar year;
- 7 "DOL", the United States Department of Labor;
- 8 "EOLWD", the executive office of labor and workforce development under chapter 23;

9 "PPOF" shall mean Pipeline Promotional Opportunities Fund as described by this 10 section.

- "Senior positions" shall mean employment positions at covered employers, as defined by the secretary of EOLWD, that are associated with a high degree of authority and leadership within a covered employer representing senior management and mid-level management;
- "Secretary", shall mean the secretary of labor and workforce development under chapter 23.
  - (b) On or before April 1 of each calendar year, every covered employer shall file a report with the EOLWD specifying the race and gender ratios of the employees within each senior position, as reported by such employees. Such positions include but are not limited to, executive vice president, senior vice president, assistant vice president, general manager, regional manager, division manager, manager, project manager, director, assistant director, and chief (c-level) officers.
  - (c) On or before April 1 of each calendar year, the EOLWD shall prepare and post on its website the gender and racial ratios of the labor force in the DOL's six metropolitan statistical areas of Massachusetts.
  - (d) Employees of a covered employer whose ratios of women or minority employees among senior positions is below the ratio of women or minorities in the labor force within the same metropolitan statistical area may apply to the Pipeline Promotional Opportunities Fund, as described under section 26 of chapter 23, for funds to pay for professional development and coaching services to enhance their prospects for promotion, where such promotion would advance gender and racial parity in the leadership of her or his employer.

31	SECTION 2. Chapter 23 of the General Laws, as appearing in the 2018 Official Edition,
32	is hereby amended by inserting after section 25 the following section:
33	Section 26. (a) As used in this section, the following words, unless the context clearly
34	requires otherwise, shall have the following meanings:-
35	"Covered Employer" shall mean any employer that employed 100 or more employees in
36	Massachusetts at any time during the prior calendar year;
37	"DOL", the United States Department of Labor;
38	"Employee" shall have the same meaning as described under section 1 of this chapter;
39	"EOLWD", the Executive Office of Labor and Workforce Development under chapter
40	23;
41	"PPOF" shall mean Pipeline Promotional Opportunities Fund as described by this
42	section;
43	"Qualified employees" shall mean employees of a covered employer, whose ratios of
44	women or minority employees among senior positions is below the average ratio of women or
45	minorities in the labor force within the same metropolitan statistical area;
46	"Secretary" shall mean the secretary of labor and workforce development as described
47	under section 1 of this chapter;
48	"Senior positions" shall mean employment positions at covered employers, as defined by
49	the secretary of EOLWD, that are associated with a high degree of authority and leadership
50	within a covered employer representing senior management and mid-level management

(b) Each year, the executive office of labor and workforce development shall prepare and publish, including by posting on its website, the gender and racial ratios of each senior position at all covered employers in each of the DOL's six metropolitan statistical areas of Massachusetts. The EOLWD shall also make available on its website annually the reports of gender and racial ratios of the senior positions filed by each covered employer. Such information shall be posted in a form that does not specify the identity of any individual person.

- (c) In order to facilitate the reporting of the race and gender ratios of those in senior positions at covered employers, the secretary shall issue a reporting form for each reporting year on which she or he defines the term "senior position" and list all job titles that she or he determines are associated with a high degree of authority and leadership at covered employers.
- (d) On or before April 1 of each calendar year, the EOLWD shall prepare and post on its website the gender and racial ratios of the labor force in the DOL's six metropolitan statistical areas of Massachusetts.
- (e) Subsections (f) (h) of this section shall be known and may be cited as the "Pipeline Promotional Opportunities Fund."
- (f) There shall be established a Pipeline Promotional Opportunities Fund by the EOLWD to provide covered employers with funds to provide qualified employees with financial aid for specified professional development or coaching services intended to help such qualified employees advance professionally. The PPOF shall be administered by the secretary.
- (g) The secretary shall set a standard allowable hourly fee for professional development or coaching services, establish a process for reviewing applications for funding to ascertain an employee's promotional prospect, and verify the covered employer's variance from proportional

gender and/or racial ratios in the metropolitan statistical area. The secretary shall further promulgate any rules and regulations necessary to effectuate the purposes of this section, including but not limited to those related to the determination of initial and continued eligibility requirements for qualified applicants and the allocation of funds to qualified applicants.

(h) All recipients of PPOF funds agree to make an equivalent contribution to the PPOF fund if, within 18 months of receiving funds from the PPOF, they realize a raise and/or promotion.

SECTION 3. Notwithstanding any general law or special law or regulation to the contrary, the legislature shall appropriate \$25 million dollars to the executive office of labor and workforce development for the establishment and maintenance of the Pipeline Promotional Opportunities Fund. The legislature shall replenish said fund annually to ensure adequate funds to satisfy all qualified applicants.