

General Assembly

January Session, 2025

## Committee Bill No. 1035

LCO No. **5558** 

Referred to Committee on LABOR AND PUBLIC EMPLOYEES

Introduced by: (LAB)

## AN ACT CONCERNING LIMITATIONS ON THE USE OF NONDISCLOSURE AGREEMENTS.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- Section 1. Section 46a-60 of the general statutes is repealed and the
   following is substituted in lieu thereof (*Effective October 1, 2025*):
- 3 (a) As used in this section:
- 4 (1) "Pregnancy" means pregnancy, childbirth or a related condition,5 including, but not limited to, lactation;
- 6 (2) "Reasonable accommodation" means, but is not limited to, being 7 permitted to sit while working, more frequent or longer breaks, periodic 8 rest, assistance with manual labor, job restructuring, light duty 9 assignments, modified work schedules, temporary transfers to less 10 strenuous or hazardous work, time off to recover from childbirth or 11 break time and appropriate facilities for expressing breast milk; and
- (3) "Undue hardship" means an action requiring significant difficulty
  or expense when considered in light of factors such as (A) the nature
  and cost of the accommodation; (B) the overall financial resources of the

employer; (C) the overall size of the business of the employer with respect to the number of employees, and the number, type and location of its facilities; and (D) the effect on expenses and resources or the impact otherwise of such accommodation upon the operation of the employer.

20 (b) It shall be a discriminatory practice in violation of this section:

21 (1) For an employer, by the employer or the employer's agent, except 22 in the case of a bona fide occupational qualification or need, to refuse to 23 hire or employ or to bar or to discharge from employment any 24 individual or to discriminate against any individual in compensation or 25 in terms, conditions or privileges of employment because of the 26 individual's race, color, religious creed, age, sex, gender identity or 27 expression, marital status, national origin, ancestry, present or past 28 history of mental disability, intellectual disability, learning disability, 29 physical disability, including, but not limited to, blindness, status as a 30 veteran or status as a victim of domestic violence;

31 (2) For any employment agency, except in the case of a bona fide 32 occupational qualification or need, to fail or refuse to classify properly 33 or refer for employment or otherwise to discriminate against any 34 individual because of such individual's race, color, religious creed, age, 35 sex, gender identity or expression, marital status, national origin, 36 ancestry, present or past history of mental disability, intellectual 37 disability, learning disability, physical disability, including, but not 38 limited to, blindness, status as a veteran or status as a victim of domestic 39 violence;

(3) For a labor organization, because of the race, color, religious creed,
age, sex, gender identity or expression, marital status, national origin,
ancestry, present or past history of mental disability, intellectual
disability, learning disability, physical disability, including, but not
limited to, blindness, status as a veteran or status as a victim of domestic
violence of any individual to exclude from full membership rights or to
expel from its membership such individual or to discriminate in any

47 way against any of its members or against any employer or any
48 individual employed by an employer, unless such action is based on a
49 bona fide occupational qualification;

(4) For any person, employer, labor organization or employment
agency to discharge, expel or otherwise discriminate against any person
because such person has opposed any discriminatory employment
practice or because such person has filed a complaint or testified or
assisted in any proceeding under section 46a-82, 46a-83 or 46a-84;

(5) For any person, whether an employer or an employee or not, to
aid, abet, incite, compel or coerce the doing of any act declared to be a
discriminatory employment practice or to attempt to do so;

58 (6) For any person, employer, employment agency or labor 59 organization, except in the case of a bona fide occupational qualification 60 or need, to advertise employment opportunities in such a manner as to 61 restrict such employment so as to discriminate against individuals 62 because of their race, color, religious creed, age, sex, gender identity or 63 expression, marital status, national origin, ancestry, present or past 64 history of mental disability, intellectual disability, learning disability, 65 physical disability, including, but not limited to, blindness, status as a 66 veteran or status as a victim of domestic violence;

67 (7) For an employer, by the employer or the employer's agent: (A) To 68 terminate a woman's employment because of her pregnancy; (B) to 69 refuse to grant to that employee a reasonable leave of absence for 70 disability resulting from her pregnancy; (C) to deny to that employee, 71 who is disabled as a result of pregnancy, any compensation to which 72 she is entitled as a result of the accumulation of disability or leave 73 benefits accrued pursuant to plans maintained by the employer; (D) to 74 fail or refuse to reinstate the employee to her original job or to an 75 equivalent position with equivalent pay and accumulated seniority, 76 retirement, fringe benefits and other service credits upon her signifying 77 her intent to return unless, in the case of a private employer, the 78 employer's circumstances have so changed as to make it impossible or

79 unreasonable to do so; (E) to limit, segregate or classify the employee in a way that would deprive her of employment opportunities due to her 80 81 pregnancy; (F) to discriminate against an employee or person seeking 82 employment on the basis of her pregnancy in the terms or conditions of her employment; (G) to fail or refuse to make a reasonable 83 84 accommodation for an employee or person seeking employment due to 85 her pregnancy, unless the employer can demonstrate that such 86 accommodation would impose an undue hardship on such employer; 87 (H) to deny employment opportunities to an employee or person 88 seeking employment if such denial is due to the employee's request for 89 a reasonable accommodation due to her pregnancy; (I) to force an 90 employee or person seeking employment affected by pregnancy to 91 accept a reasonable accommodation if such employee or person seeking 92 employment (i) does not have a known limitation related to her 93 pregnancy, or (ii) does not require a reasonable accommodation to 94 perform the essential duties related to her employment; (J) to require an 95 employee to take a leave of absence if a reasonable accommodation can 96 be provided in lieu of such leave; and (K) to retaliate against an 97 employee in the terms, conditions or privileges of her employment 98 based upon such employee's request for a reasonable accommodation;

99 (8) For an employer, by the employer or the employer's agent, for an 100 employment agency, by itself or its agent, or for any labor organization, 101 by itself or its agent, to harass any employee, person seeking 102 employment or member on the basis of sex or gender identity or 103 expression. If an employer takes immediate corrective action in 104 response to an employee's claim of sexual harassment, such corrective 105 action shall not modify the conditions of employment of the employee 106 making the claim of sexual harassment unless such employee agrees, in 107 writing, to any modification in the conditions of employment. 108 "Corrective action" taken by an employer, includes, but is not limited to, 109 employee relocation, assigning an employee to a different work 110 schedule or other substantive changes to an employee's terms and 111 conditions of employment. Notwithstanding an employer's failure to 112 obtain a written agreement from an employee concerning a modification 113 in the conditions of employment, the commission may find that 114 corrective action taken by an employer was reasonable and not of 115 detriment to the complainant based on the evidence presented to the 116 commission by the complainant and respondent. As used in this 117 subdivision, "sexual harassment" means any unwelcome sexual 118 advances or requests for sexual favors or any conduct of a sexual nature 119 when (A) submission to such conduct is made either explicitly or 120 implicitly a term or condition of an individual's employment, (B) 121 submission to or rejection of such conduct by an individual is used as 122 the basis for employment decisions affecting such individual, or (C) 123 such conduct has the purpose or effect of substantially interfering with 124 an individual's work performance or creating an intimidating, hostile or 125 offensive working environment;

126 (9) For an employer, by the employer or the employer's agent, for an 127 employment agency, by itself or its agent, or for any labor organization, 128 by itself or its agent, to request or require information from an 129 employee, person seeking employment or member relating to the 130 individual's child-bearing age or plans, pregnancy, function of the 131 individual's reproductive system, use of birth control methods, or the 132 individual's familial responsibilities, unless such information is directly 133 related to a bona fide occupational qualification or need, provided an 134 employer, through a physician may request from an employee any such 135 information which is directly related to workplace exposure to 136 substances which may cause birth defects or constitute a hazard to an 137 individual's reproductive system or to a fetus if the employer first 138 informs the employee of the hazards involved in exposure to such 139 substances;

(10) For an employer, by the employer or the employer's agent, after
informing an employee, pursuant to subdivision (9) of this subsection,
of a workplace exposure to substances which may cause birth defects or
constitute a hazard to an employee's reproductive system or to a fetus,
to fail or refuse, upon the employee's request, to take reasonable
measures to protect the employee from the exposure or hazard

146 identified, or to fail or refuse to inform the employee that the measures taken may be the subject of a complaint filed under the provisions of 147 148 this chapter. Nothing in this subdivision is intended to prohibit an 149 employer from taking reasonable measures to protect an employee from 150 exposure to such substances. For the purpose of this subdivision, 151 "reasonable measures" are those measures which are consistent with 152 business necessity and are least disruptive of the terms and conditions 153 of the employee's employment;

154 (11) For an employer, by the employer or the employer's agent, for an 155 employment agency, by itself or its agent, or for any labor organization, 156 by itself or its agent: (A) To request or require genetic information from 157 an employee, person seeking employment or member, or (B) to 158 discharge, expel or otherwise discriminate against any person on the 159 basis of genetic information. For the purpose of this subdivision, 160 "genetic information" means the information about genes, gene products or inherited characteristics that may derive from an individual 161 162 or a family member;

163 (12) For an employer, by the employer or the employer's agent, to 164 request or require a prospective employee's age, date of birth, dates of 165 attendance at or date of graduation from an educational institution on 166 an initial employment application, provided the provisions of this 167 subdivision shall not apply to any employer requesting or requiring 168 such information (A) based on a bona fide occupational qualification or 169 need, or (B) when such information is required to comply with any 170 provision of state or federal law; [and]

(13) (A) For an employer or the employer's agent to deny an employee
a reasonable leave of absence in order to: (i) Seek attention for injuries
caused by domestic violence including for a child who is a victim of
domestic violence, provided the employee is not the perpetrator of the
domestic violence against the child; (ii) obtain services including safety
planning from a domestic violence agency or rape crisis center, as those
terms are defined in section 52-146k, as a result of domestic violence;

178 (iii) obtain psychological counseling related to an incident or incidents 179 of domestic violence, including for a child who is a victim of domestic 180 violence, provided the employee is not the perpetrator of the domestic 181 violence against the child; (iv) take other actions to increase safety from 182 future incidents of domestic violence, including temporary or 183 permanent relocation; or (v) obtain legal services, assisting in the 184 prosecution of the offense, or otherwise participate in legal proceedings 185 in relation to the incident or incidents of domestic violence.

186 (B) An employee who is absent from work in accordance with the 187 provisions of subparagraph (A) of this subdivision shall, within a 188 reasonable time after the absence, provide a certification to the employer 189 when requested by the employer. Such certification shall be in the form 190 of: (i) A police report indicating that the employee or the employee's 191 child was a victim of domestic violence; (ii) a court order protecting or 192 separating the employee or employee's child from the perpetrator of an 193 act of domestic violence; (iii) other evidence from the court or 194 prosecuting attorney that the employee appeared in court; or (iv) 195 documentation from a medical professional, domestic violence 196 counselor, as defined in section 52-146k, or other health care provider, 197 that the employee or the employee's child was receiving services, 198 counseling or treatment for physical or mental injuries or abuse 199 resulting in victimization from an act of domestic violence.

(C) Where an employee has a physical or mental disability resulting
from an incident or series of incidents of domestic violence, such
employee shall be treated in the same manner as an employee with any
other disability.

(D) To the extent permitted by law, employers shall maintain the
confidentiality of any information regarding an employee's status as a
victim of domestic violence; [.]and

207 (14) For an employer, by the employer or the employer's agent to: (A)
 208 <u>Refuse to hire or employ, discriminate in compensation or in terms,</u>
 209 conditions or privileges of employment, or bar or discharge from

210 employment, any employee or independent contractor because such 211 person disclosed conduct the person reasonably believes to be a 212 discriminatory employment practice, or because such person 213 disparaged the employer for engaging in conduct the person reasonably 214 believes to be a discriminatory employment practice, or (B) require or 215 request a prospective, current or former employee or independent 216 contractor to enter into an agreement containing a provision that is void pursuant to subsection (e) of this section, or for an employer to attempt 217 to enforce such provision. An employer who violates the provisions of 218 219 this subdivision shall be liable to an employee or independent 220 contractor for actual damages or statutory damages of ten thousand 221 dollars, whichever is more, as well as other remedies provided under 222 law, including, but not limited to, the remedies prescribed in section 2 223 of this act. The provisions of this subdivision and subsection (e) of this 224 section shall be liberally construed so as to effectuate their remedial 225 purpose and such provisions shall extend to an intern, who is paid or unpaid, and any volunteer engaged in service to an employer in this 226 227 state in the business of the employer.

228 (c) (1) The provisions of this section concerning age shall not apply 229 to: (A) The termination of employment of any person with a contract of 230 unlimited tenure at an independent institution of higher education who 231 is mandatorily retired, on or before July 1, 1993, after having attained 232 the age of seventy; (B) the termination of employment of any person 233 who has attained the age of sixty-five and who, for the two years 234 immediately preceding such termination, is employed in a bona fide 235 executive or a high policy-making position, if such person is entitled to 236 an immediate nonforfeitable annual retirement benefit under a pension, 237 profit-sharing, savings or deferred compensation plan, or any 238 combination of such plans, from such person's employer, which equals, 239 in aggregate, at least forty-four thousand dollars; (C) the termination of 240 employment of persons in occupations, including police work and fire-241 fighting, in which age is a bona fide occupational qualification; (D) the 242 operation of any bona fide apprenticeship system or plan; or (E) the 243 observance of the terms of a bona fide seniority system or any bona fide 244 employee benefit plan for retirement, pensions or insurance which is not 245 adopted for the purpose of evading said provisions, except that no such 246 plan may excuse the failure to hire any individual and no such system 247 or plan may require or permit the termination of employment on the 248 basis of age. No such plan which covers less than twenty employees may 249 reduce the group hospital, surgical or medical insurance coverage 250 provided under the plan to any employee who has reached the age of 251 sixty-five and is eligible for Medicare benefits or any employee's spouse 252 who has reached age sixty-five and is eligible for Medicare benefits 253 except to the extent such coverage is provided by Medicare. The terms 254 of any such plan which covers twenty or more employees shall entitle 255 any employee who has attained the age of sixty-five and any employee's 256 spouse who has attained the age of sixty-five to group hospital, surgical 257 or medical insurance coverage under the same conditions as any 258 covered employee or spouse who is under the age of sixty-five.

259 (2) No employee retirement or pension plan may exclude any 260 employee from membership in such plan or cease or reduce the 261 employee's benefit accruals or allocations under such plan on the basis 262 of age. The provisions of this subdivision shall be applicable to plan 263 years beginning on or after January 1, 1988, except that for any 264 collectively bargained plan this subdivision shall be applicable on the 265 earlier of (A) January 1, 1990, or (B) the later of (i) the expiration date of 266 the collective bargaining agreement, or (ii) January 1, 1988.

(3) The provisions of this section concerning age shall not prohibit an
employer from requiring medical examinations for employees for the
purpose of determining such employees' physical qualification for
continued employment.

(4) Any employee who continues employment beyond the normal
retirement age in the applicable retirement or pension plan shall give
notice of intent to retire, in writing, to such employee's employer not
less than thirty days prior to the date of such retirement.

275 (d) (1) An employer shall provide written notice of the right to be free

276 from discrimination in relation to pregnancy, childbirth and related 277 conditions, including the right to a reasonable accommodation to the 278 known limitations related to pregnancy pursuant to subdivision (7) of 279 subsection (b) of this section to: (A) New employees at the 280 commencement of employment; (B) existing employees within one 281 hundred twenty days of October 1, 2017; and (C) any employee who 282 notifies the employer of her pregnancy within ten days of such 283 notification. An employer may comply with the provisions of this 284 section by displaying a poster in a conspicuous place, accessible to 285 employees, at the employer's place of business that contains the 286 information required by this section in both English and Spanish. The 287 Labor Commissioner may adopt regulations, in accordance with 288 chapter 54, to establish additional requirements concerning the means 289 by which employers shall provide such notice.

(2) The Commission on Human Rights and Opportunities shall
develop courses of instruction and conduct ongoing public education
efforts as necessary to inform employers, employees, employment
agencies and persons seeking employment about their rights and
responsibilities under this section.

(e) Any provision in an agreement between an employer and a
 prospective, current or former employee or independent contractor
 shall be void as against public policy if such provision prohibits
 disparagement or disclosure relating to conduct the employee or
 independent contractor reasonably believes to be a discriminatory
 employment practice.

301 Sec. 2. (NEW) (*Effective October 1, 2025*) (a) As used in this section:

(1) "Employee" has the same meaning as provided in subdivision (9)
of section 46a-51 of the general statutes. "Employee" includes a current,
former or prospective employee, or an independent contractor;

305 (2) "Employer" has the same meaning as provided in subdivision (10)
306 of section 46a-51 of the general statutes. "Employer" includes any person

who acts, directly or indirectly, in the interest of an employer to any of
the employees of such employer and any successor in interest of an
employer; and

(3) "Volunteer" means any person who provides services to an
employer without compensation for such services. "Volunteer" includes
an intern providing service to an employer.

313 (b) Any provision in an agreement between an employer and an 314 employee or volunteer not to disclose or discuss conduct, or the 315 existence of a settlement involving conduct, that the employee or 316 volunteer reasonably believed under state, federal or common law to be: 317 Legally impermissible discrimination, legally impermissible 318 harassment, legally impermissible retaliation directed at an employee or 319 volunteer, a wage and hour violation or a sexual assault, or that is 320 recognized as against a clear mandate of public policy, shall be void and 321 unenforceable. Prohibited nondisclosure and nondisparagement 322 provisions in an agreement between an employee or volunteer and an 323 employer are those provisions concerning legally impermissible 324 conduct that occurs at the workplace, at work-related events 325 coordinated by or through the employer, between employees or 326 volunteers, or between an employer and an employee or volunteer, 327 whether on or off the employment premises. Prohibited nondisclosure 328 and nondisparagement provisions include those contained in 329 employment agreements, independent contractor agreements, 330 agreements to pay compensation in exchange for the release of a legal 331 claim, or any other form of agreement between the employer and an 332 employee or a volunteer.

333 (c) It shall be a violation of this section for an employer to: (1) 334 Discharge or otherwise discriminate or retaliate against an employee or 335 volunteer for disclosing or discussing conduct that the employee or 336 volunteer reasonably believed to be legally impermissible 337 discrimination, legally impermissible harassment, legally impermissible 338 retaliation directed at an employee or volunteer, a wage and hour

339 violation or a sexual assault, or that is recognized as against a clear 340 mandate of public policy, occurring in the workplace, at work-related 341 events coordinated by or through the employer, between employees or 342 volunteers, or between the employer and an employee or volunteer, 343 whether on or off the employment premises; (2) request or require that 344 an employee or volunteer enter into any agreement provision that is 345 prohibited by this section; or (3) enforce a provision of an agreement 346 prohibited by this section, whether through a lawsuit, a threat to enforce 347 or any other attempt to influence a party to comply with a provision in 348 any agreement that is prohibited by this section.

349 (d) The provisions of this section shall not prohibit: (1) An employer 350 and an employee or volunteer from protecting trade secrets, proprietary 351 information or confidential information that does not involve illegal 352 acts; (2) an employee or volunteer from requesting that the employee 353 and employer enter into a binding written agreement, which may 354 include terms and conditions that preclude the employer from 355 disclosing certain confidential information relating to an employee or a 356 volunteer that does not involve illegal acts; and (3) the enforcement of a 357 provision in any agreement that prohibits the disclosure of the amount 358 paid in settlement of a claim.

(e) Any employer who, on or after October 1, 2025, violates the
provisions of this section shall be liable in a civil cause of action for
actual damages or statutory damages of ten thousand dollars,
whichever is more, as well as reasonable attorneys' fees and costs.

363 (f) A nondisclosure or nondisparagement provision prohibited under 364 subsection (b) of this section and entered into prior to October 1, 2025, 365 shall be void and unenforceable only where such provision was entered 366 into at the outset of employment or during the course of employment. 367 For a nondisclosure or nondisparagement provision void and unenforceable under this subsection, an employee may recover only 368 369 damages relating to preventing the enforcement of the provision. The 370 provisions of this subsection shall not apply to a nondisclosure or

nondisparagement provision contained in an agreement to settle a legalclaim.

373 (g) A nondisclosure or nondisparagement provision in any
374 agreement signed by an employee or volunteer who is a resident of this
375 state is governed by the laws of this state.

(h) The provisions of this section are to be liberally construed so as to
effectuate its remedial purpose. The remedies provided by this section
are cumulative and shall not be construed as restricting any other
remedy that is available under any other law.

This act shall take effect as follows and shall amend the following sections:		
Section 1	October 1, 2025	46a-60
Sec. 2	October 1, 2025	New section

## Statement of Purpose:

To limit the misuse of nondisclosure agreements by adopting similar provisions from California, New Jersey and Washington law regarding limitations on the use of nondisclosure agreements.

[Proposed deletions are enclosed in brackets. Proposed additions are indicated by underline, except that when the entire text of a bill or resolution or a section of a bill or resolution is new, it is not underlined.]

Co-Sponsors: SEN. FLEXER, 29th Dist.; REP. BLUMENTHAL, 147th Dist.

<u>S.B. 1035</u>