## Virginia's New Pay Transparency Law

By Adam L. Lounsbury & Teresa Burke Wright
June 15, 2020

## Meet the Authors



Adam L. Lounsbury
(He/Him)
Office Managing Principal and
Office Litigation Manager
804-212-2863
Adam.Lounsbury@jacksonlewis.com



Teresa Burke Wright
(She/Her)
Principal
(703) 483-8310
Teresa.Wright@jacksonlewis.com

## **Related Services**

Employment Litigation Wage and Hour Virginia has adopted a pay transparency law that prohibits employers from discharging or taking any other retaliatory action against an employee for discussing wages or compensation with another employee. The new law was passed on April 22, 2020, and becomes effective on July 1, 2020.

Employees are protected when they inquire about, discuss or disclose information about their own or any other employee's wages, or when they file a complaint with the Department of Labor alleging a violation of this law.

The new law does not apply to "employees who have access to the compensation information of other employees or applicants ... as part of their essential job functions who disclose the pay of other employees or applicants to individuals who do not otherwise have access to compensation information," unless that disclosure is in response to a formal complaint or charge, made in connection with an investigation, proceeding, hearing or action, or is consistent with a legal duty to disclose the information.

The Department of Labor and Industry may assess a civil penalty of up to \$100 per violation against an employer that violates the new law. Alleged violators may request an "informal conference" with the Labor Commissioner to contest alleged violations.

The pay transparency law is one of the many substantial changes Virginia has made to its discrimination, minimum wage, wage theft, and employee misclassification laws thus far in 2020. See our articles for details:

- Virginia Minimum Wage Increase Will Take Effect on May 1, 2021
- Virginia to Gradually Raise Minimum Wage
- <u>Virginia Enacts Wage Theft, Non-Compete Laws Amidst Flurry of New Employee</u>
  Protections
- Virginia Enacts Three Bills on Employee Misclassification
- Virginia Enacts Comprehensive Whistleblower Protection
- Virginia's Values Act Fundamentally Rewrites the Human Rights Act
- <u>Virginia Passes Law Defining Racial Discrimination to Include Hairstyles, Other</u> Historic Traits
- <u>Virginia Clarifies New Requirement for Wage Payment Statements Applies to All Employees</u>

For additional guidance on the new law or any other employment issue, please contact a Jackson Lewis attorney.

© 2020 Jackson Lewis P.C. This material is provided for informational purposes only. It is not intended to constitute legal advice nor does it create a client-lawyer relationship between Jackson Lewis and any recipients. Recipients should consult with counsel before taking any actions based on the information contained within this material. This material may be considered attorney advertising in some jurisdictions. Prior results do not guarantee a similar outcome.

Focused on employment and labor law since 1958, Jackson Lewis P.C.'s 1,000+ attorneys located in major cities nationwide consistently identify and respond to new ways workplace law intersects business. We help employers develop proactive strategies, strong policies and business-oriented solutions to cultivate high-functioning workforces that are engaged and stable, and share our clients' goals to emphasize belonging and respect for the contributions of every employee. For more information, visit <a href="https://www.jacksonlewis.com">https://www.jacksonlewis.com</a>.