

Senate Bill 1045

Sponsored by Senator ROSENBAUM, Representative KOTEK; Senators BATES, BONAMICI, DINGFELDER, MORRISETTE, PROZANSKI, SHIELDS, Representatives BUCKLEY, DEMBROW, DOHERTY, GELSER, GREENLICK, HOLVEY, HOYLE, KAHL, KOMP, NOLAN, STIEGLER, TOMEI, VANORMAN (Presession filed.)

SUMMARY

The following summary is not prepared by the sponsors of the measure and is not a part of the body thereof subject to consideration by the Legislative Assembly. It is an editor's brief statement of the essential features of the measure **as introduced**.

Limits use of credit history for employment purposes to certain circumstances. Creates unlawful employment practice for violation.

Declares emergency, effective on passage.

A BILL FOR AN ACT

1
2 Relating to use of credit history for employment purposes; creating new provisions; amending ORS
3 659A.885; and declaring an emergency.

4 **Be It Enacted by the People of the State of Oregon:**

5 **SECTION 1. Section 2 of this 2010 Act is added to and made a part of ORS chapter 659A.**

6 **SECTION 2. (1) Except as provided in subsection (2) of this section, it is an unlawful**
7 **employment practice for an employer to obtain or use for employment purposes information**
8 **contained in the credit history of an applicant for employment or an employee, or to refuse**
9 **to hire, discharge, demote, suspend, retaliate or otherwise discriminate against an applicant**
10 **or an employee with regard to promotion, compensation or the terms, conditions or privi-**
11 **leges of employment based on information in the credit history of the applicant or employee.**

12 **(2) Subsection (1) of this section does not apply to:**

13 **(a) Employers that are federally insured banks or credit unions;**

14 **(b) Employers that are required by state or federal law to use individual credit history**
15 **for employment purposes;**

16 **(c) The employment of public safety officers as specified in ORS 236.350; or**

17 **(d) The obtainment or use by an employer of information in the credit history of an ap-**
18 **plicant or employee because the information is directly related to a bona fide occupational**
19 **qualification that is necessary to the operation of the employer's business and the informa-**
20 **tion in the credit history has a substantial relationship to the functions and responsibilities**
21 **of the position to which the bona fide occupational qualification applies.**

22 **(3) An employee or an applicant for employment may file a complaint under ORS 659A.820**
23 **for violations of this section and may bring a civil action under ORS 659A.885 and recover**
24 **the relief as provided by ORS 659A.885 (1) and (2).**

25 **(4) As used in this section, "credit history" means any written or other communication**
26 **of any information by a consumer reporting agency that bears on a consumer's**
27 **creditworthiness, credit standing or credit capacity.**

28 **SECTION 3. ORS 659A.885 is amended to read:**

29 **659A.885. (1) Any person claiming to be aggrieved by an unlawful practice specified in sub-**

NOTE: Matter in **boldfaced** type in an amended section is new; matter *[italic and bracketed]* is existing law to be omitted. New sections are in **boldfaced** type.

1 section (2) of this section may file a civil action in circuit court. In any action under this subsection,
2 the court may order injunctive relief and any other equitable relief that may be appropriate, in-
3 cluding but not limited to reinstatement or the hiring of employees with or without back pay. A
4 court may order back pay in an action under this subsection only for the two-year period imme-
5 diately preceding the filing of a complaint under ORS 659A.820 with the Commissioner of the Bureau
6 of Labor and Industries, or if a complaint was not filed before the action was commenced, the two-
7 year period immediately preceding the filing of the action. In any action under this subsection, the
8 court may allow the prevailing party costs and reasonable attorney fees at trial and on appeal. Ex-
9 cept as provided in subsection (3) of this section:

10 (a) The judge shall determine the facts in an action under this subsection; and

11 (b) Upon any appeal of a judgment in an action under this subsection, the appellate court shall
12 review the judgment pursuant to the standard established by ORS 19.415 (3).

13 (2) An action may be brought under subsection (1) of this section alleging a violation of ORS
14 25.337, 25.424, 171.120, 408.230, 476.574, 652.355, 653.060, 659A.030, 659A.040, 659A.043, 659A.046,
15 659A.063, 659A.069, 659A.082, 659A.088, 659A.103 to 659A.145, 659A.150 to 659A.186, 659A.194,
16 659A.199, 659A.203, 659A.218, 659A.230, 659A.233, 659A.236, 659A.250 to 659A.262, 659A.277,
17 659A.290, 659A.300, 659A.306, 659A.309, 659A.315, 659A.318 or 659A.421 **or section 2 of this 2010**
18 **Act.**

19 (3) In any action under subsection (1) of this section alleging a violation of ORS 25.337, 25.424,
20 659A.030, 659A.040, 659A.043, 659A.046, 659A.069, 659A.082, 659A.103 to 659A.145, 659A.199,
21 659A.230, 659A.250 to 659A.262, 659A.290, 659A.318 or 659A.421:

22 (a) The court may award, in addition to the relief authorized under subsection (1) of this section,
23 compensatory damages or \$200, whichever is greater, and punitive damages;

24 (b) At the request of any party, the action shall be tried to a jury;

25 (c) Upon appeal of any judgment finding a violation, the appellate court shall review the judg-
26 ment pursuant to the standard established by ORS 19.415 (1); and

27 (d) Any attorney fee agreement shall be subject to approval by the court.

28 (4) In any action under subsection (1) of this section alleging a violation of ORS 652.355 or
29 653.060, the court may award, in addition to the relief authorized under subsection (1) of this section,
30 compensatory damages or \$200, whichever is greater.

31 (5) In any action under subsection (1) of this section alleging a violation of ORS 171.120, 476.574,
32 659A.203 or 659A.218, the court may award, in addition to the relief authorized under subsection (1)
33 of this section, compensatory damages or \$250, whichever is greater.

34 (6) Any individual against whom any distinction, discrimination or restriction on account of
35 race, color, religion, sex, sexual orientation, national origin, marital status or age, if the individual
36 is 18 years of age or older, has been made by any place of public accommodation, as defined in ORS
37 659A.400, by any employee or person acting on behalf of the place or by any person aiding or
38 abetting the place or person in violation of ORS 659A.406 may bring an action against the operator
39 or manager of the place, the employee or person acting on behalf of the place or the aider or abettor
40 of the place or person. Notwithstanding subsection (1) of this section, in an action under this sub-
41 section:

42 (a) The court may award, in addition to the relief authorized under subsection (1) of this section,
43 compensatory and punitive damages;

44 (b) The operator or manager of the place of public accommodation, the employee or person
45 acting on behalf of the place, and any aider or abettor shall be jointly and severally liable for all

1 damages awarded in the action;

2 (c) At the request of any party, the action shall be tried to a jury;

3 (d) The court shall award reasonable attorney fees to a prevailing plaintiff;

4 (e) The court may award reasonable attorney fees and expert witness fees incurred by a de-
5 fendant who prevails only if the court determines that the plaintiff had no objectively reasonable
6 basis for asserting a claim or no reasonable basis for appealing an adverse decision of a trial court;
7 and

8 (f) Upon any appeal of a judgment under this subsection, the appellate court shall review the
9 judgment pursuant to the standard established by ORS 19.415 (1).

10 (7) When the commissioner or the Attorney General has reasonable cause to believe that a
11 person or group of persons is engaged in a pattern or practice of resistance to the rights protected
12 by ORS 659A.145 or 659A.421 or federal housing law, or that a group of persons has been denied
13 any of the rights protected by ORS 659A.145 or 659A.421 or federal housing law, the commissioner
14 or the Attorney General may file a civil action on behalf of the aggrieved persons in the same
15 manner as a person or group of persons may file a civil action under this section. In a civil action
16 filed under this subsection, the court may assess against the respondent, in addition to the relief
17 authorized under subsections (1) and (3) of this section, a civil penalty:

18 (a) In an amount not exceeding \$50,000 for a first violation; and

19 (b) In an amount not exceeding \$100,000 for any subsequent violation.

20 (8) In any action under subsection (1) of this section alleging a violation of ORS 659A.145 or
21 659A.421 or alleging discrimination under federal housing law, when the commissioner is pursuing
22 the action on behalf of an aggrieved complainant, the court shall award reasonable attorney fees to
23 the commissioner if the commissioner prevails in the action. The court may award reasonable at-
24 torney fees and expert witness fees incurred by a defendant that prevails in the action if the court
25 determines that the commissioner had no objectively reasonable basis for asserting the claim or for
26 appealing an adverse decision of the trial court.

27 (9) In an action under subsection (1) or (7) of this section alleging a violation of ORS 659A.145
28 or 659A.421 or discrimination under federal housing law:

29 (a) "Aggrieved person" includes a person who believes that the person:

30 (A) Has been injured by an unlawful practice or discriminatory housing practice; or

31 (B) Will be injured by an unlawful practice or discriminatory housing practice that is about to
32 occur.

33 (b) An aggrieved person in regard to issues to be determined in an action may intervene as of
34 right in the action. The Attorney General may intervene in the action if the Attorney General cer-
35 tifies that the case is of general public importance. The court may allow an intervenor prevailing
36 party costs and reasonable attorney fees at trial and on appeal.

37 **SECTION 4. Section 2 of this 2010 Act and the amendments to ORS 659A.885 by section**
38 **3 of this 2010 Act become operative on July 1, 2010.**

39 **SECTION 5. The Commissioner of the Bureau of Labor and Industries may take any**
40 **action before the operative date specified in section 4 of this 2010 Act that is necessary to**
41 **enable the commissioner to exercise, on and after the operative date specified in section 4**
42 **of this 2010 Act, all the duties, functions and powers conferred on the commissioner by sec-**
43 **tion 2 of this 2010 Act and the amendments to ORS 659A.885 by section 3 of this 2010 Act.**

44 **SECTION 6. This 2010 Act being necessary for the immediate preservation of the public**
45 **peace, health and safety, an emergency is declared to exist, and this 2010 Act takes effect**

1 **on its passage.**

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