§§1-5 -C.10:5-12.7 to 10:5-12.11 §6 - Note

P.L. 2019, CHAPTER 39, approved March 18, 2019 Senate, No. 121 (Second Reprint)

AN ACT concerning discrimination and supplementing Title 10 of 1 2 the Revised Statutes. 3 4 **BE IT ENACTED** by the Senate and General Assembly of the State 5 of New Jersey: 6 7 1. a. A provision in any employment contract that waives any 8 substantive or procedural right or remedy relating to a claim of 9 discrimination, retaliation, or harassment shall be deemed against 10 public policy and unenforceable. 11 b. No right or remedy under the "Law Against Discrimination," 12 P.L.1945, c.169 (C.10:5-1 et seq.) or any other statute or case law 13 shall be prospectively waived. 14 c. This section shall not apply to the terms of any collective 15 bargaining agreement between an employer and the collective 16 bargaining representative of the employees. 17 2. $1a_{\underline{a},1}$ A provision in any employment contract or $1settlement^1$ 18 agreement which has the purpose or effect of concealing the details 19 relating to a claim of discrimination, retaliation, or harassment 20 ¹(hereinafter referred to as a "non-disclosure provision")¹ shall be 21 deemed against public policy and unenforceable ¹against a current 22 or former employee (hereinafter referred to as an "employee") who 23 24 is a party to the contract or settlement. If the employee publicly reveals sufficient details of the claim so that the employer is 25 reasonably identifiable, then the non-disclosure provision shall also 26 27 be unenforceable against the employer. 28 b. Every settlement agreement resolving a discrimination, 29 retaliation, or harassment claim by an employee against an employer shall include a bold, prominently placed notice that 30 31 although the parties may have agreed to keep the settlement and 32 underlying facts confidential, such a provision in an agreement is 33 unenforceable against the employer if the employee publicly reveals 34 sufficient details of the claim so that the employer is reasonably identifiable¹. 35

EXPLANATION – Matter enclosed in **bold-faced** brackets [thus] in the above bill is not enacted and is intended to be omitted in the law.

Matter underlined thus is new matter.

Matter enclosed in superscript numerals has been adopted as follows: ¹Senate SLA committee amendments adopted March 5, 2018. ²Assembly AAP committee amendments adopted January 28, 2019.

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²c. Notwithstanding any other provision of law to the contrary, 1 2 this section shall not be construed to prohibit an employer from 3 requiring an employee to sign an agreement: (1) in which the employee agrees not to enter into competition 4 with the employer during or after employment; or 5 (2) in which the employee agrees not to disclose proprietary 6 information, which includes only non-public trade secrets, business 7 plan and customer information.² 8 9 10 3. A person who enforces or attempts to enforce a provision deemed against public policy and unenforceable pursuant to P.L. 11 12 c. (C.) (pending before the Legislature as this bill) shall be liable for the employee's reasonable attorney fees and costs. 13 14 15 4. No person shall take any retaliatory action, including but not limited to failure to hire, discharge, suspension, demotion, 16 17 discrimination in the terms, conditions, or privileges of employment, or other adverse action, against a person, on grounds 18 19 that the person does not enter into an agreement or contract that 20 contains a provision deemed against public policy and unenforceable pursuant to P.L., c. (C. 21) (pending before the 22 Legislature as this bill). 23 24 5. Any person claiming to be aggrieved by a violation of) (pending before the Legislature as this bill) 25 P.L., c. (C. may initiate suit in Superior Court. An action pursuant to this 26 27 section shall be commenced within two years next after the cause of 28 any such action shall have accrued. All remedies available in 29 common law tort actions shall be available to prevailing plaintiffs. 30 These remedies are in addition to any provided by P.L. 31) (pending before the Legislature as this bill) or any c. (C. 32 other statute. A prevailing plaintiff shall be awarded reasonable 33 attorney fees and costs. 34 35 6. This act shall take effect immediately and shall apply to all 36 contracts and agreements entered into, renewed, modified, or amended on or after the effective date. 37 38 39 40 41 42 Bars provisions in employment contracts that waive rights or remedies; bars agreements that conceal details relating to 43 discrimination claims. 44