116TH CONGRESS 1ST SESSION

U.S. GOVERNMENT INFORMATION

> To amend the Fair Labor Standards Act of 1938 to provide more effective remedies to victims of discrimination in the payment of wages on the basis of sex, and for other purposes.

H.R.7

IN THE HOUSE OF REPRESENTATIVES

JANUARY 30, 2019

Ms. DELAURO (for herself, Ms. PELOSI, Mr. HOYER, Mr. CLYBURN, Mr. SCOTT of Virginia, Mrs. DEMINGS, Mr. HUFFMAN, Ms. BROWNLEY of California, Mr. SABLAN, Mr. FOSTER, Mr. TONKO, Mr. COOPER, Ms. SCHAKOWSKY, Ms. WASSERMAN SCHULTZ, Mr. HASTINGS, Mrs. CARO-LYN B. MALONEY of New York, Ms. KAPTUR, Mr. POCAN, Mr. WELCH, Mr. DAVID SCOTT of Georgia, Mr. RICHMOND, Ms. FRANKEL, Ms. CLARK of Massachusetts, Mr. LIPINSKI, Mr. CÁRDENAS, Mrs. LOWEY, Mrs. Torres of California, Mr. NADLER, Mr. CLAY, Mr. BRENDAN F. BOYLE of Pennsylvania, Mr. DEUTCH, Mr. CUMMINGS, Ms. JACKSON LEE, Mr. GRIJALVA, Mr. PANETTA, Ms. PINGREE, Mr. SERRANO, Mr. SEAN PATRICK MALONEY of New York, Mr. VELA, Ms. NORTON, Mr. MCEACHIN, Ms. SPEIER, Mr. KHANNA, Mr. JOHNSON of Georgia, Mr. SCHIFF, Mrs. DAVIS of California, Ms. MATSUI, Mrs. BEATTY, Mr. CORREA, Mr. MOULTON, Ms. ROYBAL-ALLARD, Ms. MCCOLLUM, Ms. DEGETTE, Ms. BONAMICI, Mrs. LAWRENCE, Mr. SWALWELL of California, Mr. DESAULNIER, Mr. LUJÁN, Mr. LANGEVIN, Ms. WILD, Mr. MCNERNEY, Mr. DEFAZIO, Mr. BEYER, Mr. HIGGINS of New York, Mr. PRICE of North Carolina, Mr. ESPAILLAT, Mr. RUPPERSBERGER, Ms. CLARKE of New York, Mr. HECK, Mr. CONNOLLY, Mr. PALLONE, Mr. LARSON of Connecticut, Mr. MORELLE, Mr. GREEN of Texas, Miss RICE of New York, Mr. CARTWRIGHT, Mr. KILMER, Mr. PERLMUTTER, Mr. SMITH of Washington, Ms. BASS, Mrs. NAPOLITANO, Mr. CARBAJAL, Ms. WILSON of Florida, Mr. COHEN, Ms. MENG, Mrs. DINGELL, Ms. BLUNT ROCHESTER, MS. BARRAGÁN, Mr. DANNY K. DAVIS of Illinois, Ms. VELÁZQUEZ, Mr. LAWSON of Florida, Mr. GARAMENDI, Mr. SOTO, Mr. LARSEN of Washington, Mr. EVANS, Mr. VEASEY, Ms. ADAMS, Mr. SCHRADER, Mr. NORCROSS, Mr. SARBANES, Mr. BISHOP of Georgia, Mr. RASKIN, Mr. HIMES, Mr. SHERMAN, Ms. KELLY of Illinois, Mr. O'HALLERAN, Mr. TAKANO, Ms. JUDY CHU of California, Ms. LEE of California, Mr. LEWIS, Mr. BLUMENAUER, Mr. QUIGLEY, Mr. LYNCH, Mr. PASCRELL, Ms. FUDGE, Mr. COSTA, Mr. RUIZ, Mr. GONZALEZ of Texas, Ms. Eshoo, Mrs. Watson Coleman, Mr. McGovern, Mr.

CISNEROS, Mr. RUSH, Mr. COURTNEY, Mr. ENGEL, Ms. HAALAND, Ms. GABBARD, Mr. CRIST, Ms. OMAR, Mr. SMITH of New Jersey, Mr. LEVIN of Michigan, Mr. KRISHNAMOORTHI, Mr. KEATING, Mr. BROWN of Maryland, Mr. LAMB, Ms. KUSTER of New Hampshire, Mr. SIRES, Mr. YAR-MUTH, Mr. PETERS, Mr. KENNEDY, Ms. MOORE, Mr. BERA, Ms. JAYAPAL, Mrs. BUSTOS, Ms. CASTOR of Florida, Mr. CICILLINE, Mr. GALLEGO, Mr. VARGAS, Mr. PAPPAS, Ms. DEAN, Ms. OCASIO-CORTEZ, Ms. HILL of California, Mr. SCHNEIDER, Ms. SÁNCHEZ, Ms. SHALALA, Mr. Case, Mrs. Lee of Nevada, Mr. Allred, Mr. Aguilar, Mr. Vis-CLOSKY, Mr. TED LIEU of California, Mr. COX of California, Mr. BUTTERFIELD, Ms. PLASKETT, Mrs. CRAIG, Mr. ROUDA, Mrs. TRAHAN, Mr. Golden, Mrs. Luria, Mr. Brindisi, Mr. Lowenthal, Ms. Tlaib, Ms. Wexton, Ms. Underwood, Ms. Scanlon, Ms. Porter, Mr. NEGUSE, Mr. DELGADO, Ms. HOULAHAN, Ms. JOHNSON of Texas, Mrs. HAYES, Mr. LEVIN of California, Mr. RYAN, Ms. DAVIDS of Kansas, Ms. PRESSLEY, Ms. DELBENE, Ms. KENDRA S. HORN of Oklahoma, Ms. SE-WELL of Alabama, Mr. GARCÍA of Illinois, Mr. THOMPSON of Mississippi, Ms. GARCIA of Texas, Mr. ROSE of New York, Mr. CARSON of Indiana, Mrs. MURPHY, Mr. CASTRO of Texas, Mr. GOMEZ, Mr. KILDEE, Mr. LOEBSACK, Mr. HORSFORD, Mr. JEFFRIES, Mr. PAYNE, Ms. TITUS, Mrs. KIRKPATRICK, Mr. VAN DREW, Mr. KIM, Ms. LOFGREN, Mr. THOMPSON of California, Ms. Schrier, Mr. Cleaver, Mr. Kind, Mrs. Axne, Ms. WATERS, Mr. CUELLAR, Mr. DOGGETT, Mr. MEEKS, Mr. NEAL, Mr. Peterson, Mr. Suozzi, Ms. Slotkin, Mr. Crow, Mr. Malinowski, Mr. STANTON, Mr. GOTTHEIMER, Ms. FINKENAUER, Ms. MUCARSEL-POW-ELL, Mr. MICHAEL F. DOYLE of Pennsylvania, Mr. TRONE, Ms. SPANBERGER, Ms. SHERRILL, Mr. CASTEN of Illinois, Mr. MCADAMS, Ms. ESCOBAR, Mrs. McBath, Mrs. FLETCHER, Ms. TORRES SMALL of New Mexico, Ms. Stevens, Mr. Phillips, Mr. Cunningham, Mr. San NICOLAS, and Mr. HARDER of California) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

- To amend the Fair Labor Standards Act of 1938 to provide more effective remedies to victims of discrimination in the payment of wages on the basis of sex, and for other purposes.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

2 This Act may be cited as the "Paycheck Fairness3 Act".

4 SEC. 2. FINDINGS.

1

5 Congress finds the following:

6 (1) Women have entered the workforce in
7 record numbers over the past 50 years.

8 (2) Despite the enactment of the Equal Pay Act 9 of 1963, many women continue to earn significantly 10 lower pay than men for equal work. These pay dis-11 parities exist in both the private and governmental 12 sectors. In many instances, the pay disparities can 13 only be due to continued intentional discrimination 14 or the lingering effects of past discrimination.

15 (3) The existence of such pay disparities—

16 (A) depresses the wages of working fami17 lies who rely on the wages of all members of the
18 family to make ends meet;

19 (B) undermines women's retirement secu20 rity, which is often based on earnings while in
21 the workforce;

22 (C) prevents the optimum utilization of23 available labor resources;

24 (D) has been spread and perpetuated,25 through commerce and the channels and instru-

1	mentalities of commerce, among the workers of
2	the several States;
3	(E) burdens commerce and the free flow of
4	goods in commerce;
5	(F) constitutes an unfair method of com-
6	petition in commerce;
7	(G) leads to labor disputes burdening and
8	obstructing commerce and the free flow of
9	goods in commerce;
10	(H) interferes with the orderly and fair
11	marketing of goods in commerce; and
12	(I) in many instances, may deprive workers
13	of equal protection on the basis of sex in viola-
14	tion of the 5th and 14th Amendments.
15	(4)(A) Artificial barriers to the elimination of
16	discrimination in the payment of wages on the basis
17	of sex continue to exist decades after the enactment
18	of the Fair Labor Standards Act of 1938 (29 U.S.C.
19	201 et seq.) and the Civil Rights Act of 1964 (42 $$
20	U.S.C. 2000a et seq.).
21	(B) These barriers have resulted, in significant
22	part, because the Equal Pay Act of 1963 has not
23	worked as Congress originally intended. Improve-
24	ments and modifications to the law are necessary to
25	ensure that the Act provides effective protection to

1	those subject to pay discrimination on the basis of
2	their sex.
3	(C) Elimination of such barriers would have
4	positive effects, including—
5	(i) providing a solution to problems in the
6	economy created by unfair pay disparities;
7	(ii) substantially reducing the number of
8	working women earning unfairly low wages,
9	thereby reducing the dependence on public as-
10	sistance;
11	(iii) promoting stable families by enabling
12	all family members to earn a fair rate of pay;
13	(iv) remedying the effects of past discrimi-
14	nation on the basis of sex and ensuring that in
15	the future workers are afforded equal protection
16	on the basis of sex; and
17	(v) ensuring equal protection pursuant to
18	Congress' power to enforce the 5th and 14th
19	Amendments.
20	(5) The Department of Labor and the Equal
21	Employment Opportunity Commission have impor-
22	tant and unique responsibilities to help ensure that
23	women receive equal pay for equal work.
24	(6) The Department of Labor is responsible
25	for—

1	(A) collecting and making publicly avail-
2	able information about women's pay;
3	(B) ensuring that companies receiving
4	Federal contracts comply with anti-discrimina-
5	tion affirmative action requirements of Execu-
6	tive Order 11246 (relating to equal employment
7	opportunity);
8	(C) disseminating information about wom-
9	en's rights in the workplace;
10	(D) helping women who have been victims
11	of pay discrimination obtain a remedy; and
12	(E) being proactive in investigating and
13	prosecuting equal pay violations, especially sys-
14	temic violations, and in enforcing all of its man-
15	dates.
16	(7) The Equal Employment Opportunity Com-
17	mission is the primary enforcement agency for
18	claims made under the Equal Pay Act of 1963, and
19	issues regulations and guidance on appropriate in-
20	terpretations of the law.
21	(8) With a stronger commitment by the Depart-
22	ment of Labor and the Equal Employment Oppor-
23	tunity Commission to their responsibilities, increased
24	information as a result of the amendments made by
25	this Act to the Equal Pay Act of 1963, wage data,

1	and more effective remedies, women will be better
2	able to recognize and enforce their rights.
3	(9) Certain employers have already made great
4	strides in eradicating unfair pay disparities in the
5	workplace and their achievements should be recog-
6	nized.
7	SEC. 3. ENHANCED ENFORCEMENT OF EQUAL PAY RE-
8	QUIREMENTS.
9	(a) Bona Fide Factor Defense and Modifica-
10	TION OF SAME ESTABLISHMENT REQUIREMENT.—Section
11	6(d)(1) of the Fair Labor Standards Act of 1938 (29)
12	U.S.C. 206(d)(1)) is amended—
13	(1) by striking "No employer having" and in-
14	serting "(A) No employer having";
15	(2) by striking "any other factor other than
16	sex" and inserting "a bona fide factor other than
17	sex, such as education, training, or experience"; and
18	(3) by inserting at the end the following:
19	"(B) The bona fide factor defense described in sub-
20	paragraph (A)(iv) shall apply only if the employer dem-
21	onstrates that such factor (i) is not based upon or derived
22	from a sex-based differential in compensation; (ii) is job-
23	related with respect to the position in question; (iii) is con-
24	sistent with business necessity; and (iv) accounts for the
25	entire differential in compensation at issue. Such defense

shall not apply where the employee demonstrates that an
 alternative employment practice exists that would serve
 the same business purpose without producing such dif ferential and that the employer has refused to adopt such
 alternative practice.

6 "(C) For purposes of subparagraph (A), employees 7 shall be deemed to work in the same establishment if the 8 employees work for the same employer at workplaces lo-9 cated in the same county or similar political subdivision 10 of a State. The preceding sentence shall not be construed as limiting broader applications of the term 'establish-11 12 ment' consistent with rules prescribed or guidance issued 13 by the Equal Employment Opportunity Commission.".

(b) NONRETALIATION PROVISION.—Section 15 of the
15 Fair Labor Standards Act of 1938 (29 U.S.C. 215) is
16 amended—

17 (1) in subsection (a)—

18 (A) in paragraph (3), by striking "em19 ployee has filed" and all that follows and insert20 ing "employee—

21 "(A) has made a charge or filed any com22 plaint or instituted or caused to be instituted
23 any investigation, proceeding, hearing, or action
24 under or related to this Act, including an inves25 tigation conducted by the employer, or has tes-

1	tified or is planning to testify or has assisted or
2	participated in any manner in any such inves-
3	tigation, proceeding, hearing or action, or has
4	served or is planning to serve on an industry
5	committee; or
6	"(B) has inquired about, discussed, or dis-
7	closed the wages of the employee or another
8	employee;";
9	(B) in paragraph (5), by striking the pe-
10	riod at the end and inserting "; or"; and
11	(C) by adding at the end the following:
12	"(6) to require an employee to sign a contract
13	or waiver that would prohibit the employee from dis-
14	closing information about the employee's wages.";
15	and
16	(2) by adding at the end the following:
17	"(c) Subsection (a)(3)(B) shall not apply to instances
18	in which an employee who has access to the wage informa-
19	tion of other employees as a part of such employee's essen-
20	tial job functions discloses the wages of such other employ-
21	ees to individuals who do not otherwise have access to such
22	information, unless such disclosure is in response to a
23	complaint or charge or in furtherance of an investigation,
24	proceeding, hearing, or action under section 6(d), includ-
25	ing an investigation conducted by the employer. Nothing

in this subsection shall be construed to limit the rights
 of an employee provided under any other provision of
 law.".

4 (c) ENHANCED PENALTIES.—Section 16(b) of the
5 Fair Labor Standards Act of 1938 (29 U.S.C. 216(b)) is
6 amended—

7 (1) by inserting after the first sentence the following: "Any employer who violates section 6(d) 8 9 shall additionally be liable for such compensatory 10 damages, or, where the employee demonstrates that 11 the employer acted with malice or reckless indiffer-12 ence, punitive damages as may be appropriate, ex-13 cept that the United States shall not be liable for 14 punitive damages.";

(2) in the sentence beginning "An action to",
by striking "either of the preceding sentences" and
inserting "any of the preceding sentences of this
subsection";

(3) in the sentence beginning "No employees
shall", by striking "No employees" and inserting
"Except with respect to class actions brought to enforce section 6(d), no employee";

(4) by inserting after the sentence referred to
in paragraph (3), the following: "Notwithstanding
any other provision of Federal law, any action

1	brought to enforce section 6(d) may be maintained
2	as a class action as provided by the Federal Rules
3	of Civil Procedure."; and
4	(5) in the sentence beginning "The court in"—
5	(A) by striking "in such action" and in-
6	serting "in any action brought to recover the li-
7	ability prescribed in any of the preceding sen-
8	tences of this subsection"; and
9	(B) by inserting before the period the fol-
10	lowing: ", including expert fees".
11	(d) ACTION BY SECRETARY.—Section 16(c) of the
12	Fair Labor Standards Act of 1938 (29 U.S.C. 216(c)) is
10	1 1
13	amended—
13 14	(1) in the first sentence—
14	(1) in the first sentence—
14 15	(1) in the first sentence—(A) by inserting "or, in the case of a viola-
14 15 16	(1) in the first sentence—(A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or
14 15 16 17	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection
14 15 16 17 18	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and
14 15 16 17 18 19	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and (B) by inserting before the period the fol-
 14 15 16 17 18 19 20 	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and (B) by inserting before the period the following: ", or such compensatory or punitive
 14 15 16 17 18 19 20 21 	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and (B) by inserting before the period the following: ", or such compensatory or punitive damages, as appropriate";
 14 15 16 17 18 19 20 21 22 	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and (B) by inserting before the period the following: ", or such compensatory or punitive damages, as appropriate"; (2) in the second sentence, by inserting before
 14 15 16 17 18 19 20 21 22 23 	 (1) in the first sentence— (A) by inserting "or, in the case of a violation of section 6(d), additional compensatory or punitive damages, as described in subsection (b)," before "and the agreement"; and (B) by inserting before the period the following: ", or such compensatory or punitive damages, as appropriate"; (2) in the second sentence, by inserting before the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section is the period the following: "and, in the case of a violation of section of the period the following: "and, in the case of a violation of section of

1	(3) in the third sentence, by striking "the first
2	sentence" and inserting "the first or second sen-
3	tence''; and
4	(4) in the sixth sentence—
5	(A) by striking "commenced in the case"
6	and inserting "commenced—
7	"(1) in the case";
8	(B) by striking the period and inserting ";
9	or''; and
10	(C) by adding at the end the following:
11	((2) in the case of a class action brought to en-
12	force section 6(d), on the date on which the indi-
13	vidual becomes a party plaintiff to the class action.".
14	SEC. 4. TRAINING.
15	The Equal Employment Opportunity Commission
16	and the Office of Federal Contract Compliance Programs,
17	subject to the availability of funds appropriated under sec-
18	tion 11, shall provide training to Commission employees
19	and affected individuals and entities on matters involving
20	discrimination in the payment of wages.
21	SEC. 5. NEGOTIATION SKILLS TRAINING FOR GIRLS AND
22	WOMEN.
23	(a) Program Authorized.—
24	(1) IN GENERAL.—The Secretary of Labor,
25	after consultation with the Secretary of Education,

is authorized to establish and carry out a grant pro gram.

3 (2) GRANTS.—In carrying out the program, the
4 Secretary of Labor may make grants on a competi5 tive basis to eligible entities, to carry out negotiation
6 skills training programs for girls and women.

7 (3) ELIGIBLE ENTITIES.—To be eligible to re-8 ceive a grant under this subsection, an entity shall 9 be a public agency, such as a State, a local govern-10 ment in a metropolitan statistical area (as defined 11 by the Office of Management and Budget), a State 12 educational agency, or a local educational agency, a 13 private nonprofit organization, or a community-14 based organization.

(4) APPLICATION.—To be eligible to receive a
grant under this subsection, an entity shall submit
an application to the Secretary of Labor at such
time, in such manner, and containing such information as the Secretary of Labor may require.

(5) USE OF FUNDS.—An entity that receives a
grant under this subsection shall use the funds made
available through the grant to carry out an effective
negotiation skills training program that empowers
girls and women. The training provided through the
program shall help girls and women strengthen their

negotiation skills to allow the girls and women to ob tain higher salaries and rates of compensation that
 are equal to those paid to similarly situated male
 employees.

5 (b) INCORPORATING TRAINING INTO EXISTING PRO6 GRAMS.—The Secretary of Labor and the Secretary of
7 Education shall issue regulations or policy guidance that
8 provides for integrating the negotiation skills training, to
9 the extent practicable, into programs authorized under—

10 (1) in the case of the Secretary of Education, 11 the Elementary and Secondary Education Act of 12 1965 (20 U.S.C. 6301 et seq.), the Carl D. Perkins 13 Career and Technical Education Act of 2006 (20 14 U.S.C. 2301 et seq.), the Higher Education Act of 15 1965 (20 U.S.C. 1001 et seq.), and other programs 16 carried out by the Department of Education that the 17 Secretary of Education determines to be appro-18 priate; and

(2) in the case of the Secretary of Labor, the
Workforce Innovation and Opportunity Act (29
U.S.C. 3101 et seq.), and other programs carried
out by the Department of Labor that the Secretary
of Labor determines to be appropriate.

24 (c) REPORT.—Not later than 1 year after the date25 of enactment of this Act, and annually thereafter, the Sec-

retary of Labor and the Secretary of Education shall pre pare and submit to Congress a report describing the ac tivities conducted under this section and evaluating the ef fectiveness of such activities in achieving the purposes of
 this Act.

6 SEC. 6. RESEARCH, EDUCATION, AND OUTREACH.

7 The Secretary of Labor shall conduct studies and
8 provide information to employers, labor organizations, and
9 the general public concerning the means available to elimi10 nate pay disparities between men and women, including—

(1) conducting and promoting research to develop the means to correct expeditiously the conditions leading to the pay disparities;

(2) publishing and otherwise making available
to employers, labor organizations, professional associations, educational institutions, the media, and the
general public the findings resulting from studies
and other materials, relating to eliminating the pay
disparities;

20 (3) sponsoring and assisting State and commu21 nity informational and educational programs;

(4) providing information to employers, labor
organizations, professional associations, and other
interested persons on the means of eliminating the
pay disparities;

(5) recognizing and promoting the achievements
 of employers, labor organizations, and professional
 associations that have worked to eliminate the pay
 disparities; and

5 (6) convening a national summit to discuss, and
6 consider approaches for rectifying, the pay dispari7 ties.

8 SEC. 7. ESTABLISHMENT OF THE NATIONAL AWARD FOR 9 PAY EQUITY IN THE WORKPLACE.

10 (a) IN GENERAL.—There is established the Secretary of Labor's National Award for Pay Equity in the Work-11 12 place, which shall be awarded, as appropriate, to encour-13 age proactive efforts to comply with section 6(d) of the Fair Labor Standards Act of 1938 (29 U.S.C. 206(d)). 14 15 (b) CRITERIA FOR QUALIFICATION.—The Secretary of Labor shall set criteria for receipt of the award, includ-16 ing a requirement that an employer has made substantial 17 effort to eliminate pay disparities between men and 18 19 women, and deserves special recognition as a consequence 20 of such effort. The Secretary shall establish procedures for 21 the application and presentation of the award.

(c) BUSINESS.—In this section, the term "employer"includes—

24 (1)(A) a corporation, including a nonprofit cor-25 poration;

1	(B) a partnership;
2	(C) a professional association;
3	(D) a labor organization; and
4	(E) a business entity similar to an entity de-
5	scribed in any of subparagraphs (A) through (D);
6	(2) an entity carrying out an education referral
7	program, a training program, such as an apprentice-
8	ship or management training program, or a similar
9	program; and
10	(3) an entity carrying out a joint program,
11	formed by a combination of any entities described in
12	paragraph (1) or (2).
13	SEC. 8. COLLECTION OF PAY INFORMATION BY THE EQUAL
13 14	SEC. 8. COLLECTION OF PAY INFORMATION BY THE EQUAL EMPLOYMENT OPPORTUNITY COMMISSION.
14 15	EMPLOYMENT OPPORTUNITY COMMISSION.
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14 15 16	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol-
14 15 16 17	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol- lowing:
14 15 16 17 18	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol- lowing: "(f)(1) Not later than 18 months after the date of
14 15 16 17 18 19	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol- lowing: "(f)(1) Not later than 18 months after the date of enactment of this subsection, the Commission shall issue
 14 15 16 17 18 19 20 	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol- lowing: "(f)(1) Not later than 18 months after the date of enactment of this subsection, the Commission shall issue regulations to provide for the collection from employers
 14 15 16 17 18 19 20 21 	EMPLOYMENT OPPORTUNITY COMMISSION. Section 709 of the Civil Rights Act of 1964 (42 U.S.C. 2000e–8) is amended by adding at the end the fol- lowing: "(f)(1) Not later than 18 months after the date of enactment of this subsection, the Commission shall issue regulations to provide for the collection from employers of compensation data and other employment-related data

1 "(2) In carrying out paragraph (1), the Commission 2 shall have as its primary consideration the most effective 3 and efficient means for enhancing the enforcement of Fed-4 eral laws prohibiting pay discrimination. For this purpose, 5 the Commission shall consider factors including the imposition of burdens on employers, the frequency of required 6 7 reports (including which employers should be required to 8 prepare reports), appropriate protections for maintaining 9 data confidentiality, and the most effective format for re-10 ports containing such data.".

11 SEC. 9. REINSTATEMENT OF PAY EQUITY PROGRAMS AND 12 PAY EQUITY DATA COLLECTION.

(a) BUREAU OF LABOR STATISTICS DATA COLLEC14 TION.—The Commissioner of Labor Statistics shall con15 tinue to collect data on women workers in the Current
16 Employment Statistics survey.

17 (b) OFFICE OF FEDERAL CONTRACT COMPLIANCE
18 PROGRAMS INITIATIVES.—The Director of the Office of
19 Federal Contract Compliance Programs shall ensure that
20 employees of the Office—

21 (1)(A) shall use the full range of investigatory
22 tools at the Office's disposal, including pay grade
23 methodology;

24 (B) in considering evidence of possible com25 pensation discrimination—

1	(i) shall not limit its consideration to a
2	small number of types of evidence; and
3	(ii) shall not limit its evaluation of the evi-
4	dence to a small number of methods of evalu-
5	ating the evidence; and
6	(C) shall not require a multiple regression anal-
7	ysis or anecdotal evidence for a compensation dis-
8	crimination case;
9	(2) for purposes of its investigative, compliance,
10	and enforcement activities, shall define "similarly
11	situated employees" in a way that is consistent with
12	and not more stringent than the definition provided
13	in item 1 of subsection A of section 10–III of the
14	Equal Employment Opportunity Commission Com-
15	pliance Manual (2000), and shall consider only fac-
16	tors that the Office's investigation reveals were used
17	in making compensation decisions; and
18	(3) shall implement a survey to collect com-
19	pensation data and other employment-related data
20	(including hiring, termination, and promotion data)
21	and designate not less than half of all nonconstruc-
22	tion contractor establishments each year to prepare
23	and file such survey, and shall review and utilize the
24	responses to such survey to identify contractor es-

tablishments for further evaluation and for other en forcement purposes as appropriate.

3 (c) DEPARTMENT OF LABOR DISTRIBUTION OF 4 WAGE DISCRIMINATION INFORMATION.—The Secretary of 5 Labor shall make readily available (in print, on the Department of Labor website, and through any other forum 6 7 that the Department may use to distribute compensation 8 discrimination information), accurate information on com-9 pensation discrimination, including statistics, explanations 10 of employee rights, historical analyses of such discrimination, instructions for employers on compliance, and any 11 12 other information that will assist the public in under-13 standing and addressing such discrimination.

14 SEC. 10. PROHIBITIONS RELATING TO PROSPECTIVE EM-

PLOYEES' SALARY AND BENEFIT HISTORY.

(a) IN GENERAL.—The Fair Labor Standards Act of
17 1938 (29 U.S.C. 201 et seq.) is amended by inserting
18 after section 7 the following new section:

19 "SEC. 8. REQUIREMENTS AND PROHIBITIONS RELATING TO 20 WAGE, SALARY, AND BENEFIT HISTORY.

21 "(a) IN GENERAL.—It shall be an unlawful practice22 for an employer to—

23 "(1) rely on the wage history of a prospective
24 employee in considering the prospective employee for
25 employment, including requiring that a prospective

employee's prior wages satisfy minimum or max imum criteria as a condition of being considered for
 employment;

"(2) rely on the wage history of a prospective 4 5 employee in determining the wages for such prospec-6 tive employee, except that an employer may rely on 7 wage history if it is voluntarily provided by a pro-8 spective employee, after the employer makes an offer 9 of employment with an offer of compensation to the 10 prospective employee, to support a wage higher than 11 the wage offered by the employer;

12 "(3) seek from a prospective employee or any 13 current or former employer the wage history of the 14 prospective employee, except that an employer may 15 seek to confirm prior wage information only after an 16 offer of employment with compensation has been 17 made to the prospective employee and the prospec-18 tive employee responds to the offer by providing 19 prior wage information to support a wage higher 20 than that offered by the employer; or

21 "(4) discharge or in any other manner retaliate
22 against any employee or prospective employee be23 cause the employee or prospective employee—

24 "(A) opposed any act or practice made un-25 lawful by this section; or

"(B) took an action for which discrimina-
tion is forbidden under section $15(a)(3)$.
"(b) DEFINITIONS.—In this section:
"(1) WAGES; COMPENSATION.—The term
'wages' or 'compensation' has the meaning given the
term 'wages' in section $6(d)$.
"(2) WAGE HISTORY.—The term 'wage history'
means the wages paid to the prospective employee by
the prospective employee's current employer or pre-
vious employer.".
(b) Penalties.—Section 16 of such Act (29 U.S.C.
216) is amended by adding at the end the following new
subsection:
$\langle \langle (\mathbf{C}) (1) \mathbf{A} \rangle$ $(\mathbf{C}) \langle \mathbf{C} \rangle = \mathbf{C} \langle \mathbf{C} \rangle \langle \mathbf$
(f)(1) Any person who violates the provisions of sec-
tion 8 shall—
tion 8 shall—
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for a first offense, increased by an additional \$1,000 for
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for a first offense, increased by an additional \$1,000 for each subsequent offense, not to exceed \$10,000; and
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for a first offense, increased by an additional \$1,000 for each subsequent offense, not to exceed \$10,000; and "(B) be liable to each employee or prospective
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for a first offense, increased by an additional \$1,000 for each subsequent offense, not to exceed \$10,000; and "(B) be liable to each employee or prospective employee who was the subject of the violation for
tion 8 shall— "(A) be subject to a civil penalty of \$5,000 for a first offense, increased by an additional \$1,000 for each subsequent offense, not to exceed \$10,000; and "(B) be liable to each employee or prospective employee who was the subject of the violation for special damages not to exceed \$10,000 plus attor-

25 paragraph (1)(B) may be maintained against any em-

ployer (including a public agency) in any Federal or State
 court of competent jurisdiction by any one or more em ployees or prospective employees for and on behalf of—
 "(A) the employees or prospective employees;
 and

6 "(B) other employees or prospective employees7 similarly situated.".

8 SEC. 11. AUTHORIZATION OF APPROPRIATIONS.

9 (a) AUTHORIZATION OF APPROPRIATIONS.—There
10 are authorized to be appropriated \$15,000,000 to carry
11 out this Act.

12 (b) PROHIBITION ON EARMARKS.—None of the funds 13 appropriated pursuant to subsection (a) for purposes of 14 the grant program in section 5 of this Act may be used 15 for a congressional earmark as defined in clause 9(e) of 16 rule XXI of the Rules of the House of Representatives. 17 SEC. 12. SMALL BUSINESS ASSISTANCE.

(a) EFFECTIVE DATE.—This Act and the amendments made by this Act shall take effect on the date that
is 6 months after the date of enactment of this Act.

(b) TECHNICAL ASSISTANCE MATERIALS.—The Secretary of Labor and the Commissioner of the Equal Employment Opportunity Commission shall jointly develop
technical assistance material to assist small businesses in

complying with the requirements of this Act and the
 amendments made by this Act.

3 (c) SMALL BUSINESSES.—A small business shall be 4 exempt from the provisions of this Act, and the amend-5 ments made by this Act, to the same extent that such busi-6 ness is exempt from the requirements of the Fair Labor 7 Standards Act of 1938 pursuant to clauses (i) and (ii) 8 of section 3(s)(1)(A)of such Act (29)U.S.C. 9 203(s)(1)(A)).

10 SEC. 13. RULE OF CONSTRUCTION.

Nothing in this Act, or in any amendments made by
this Act, shall affect the obligation of employers and employees to fully comply with all applicable immigration
laws, including any penalties, fines, or other sanctions.