118th CONGRESS 1st Session

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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.

IN THE SENATE OF THE UNITED STATES

_____ introduced the following bill; which was read twice and referred to the Committee on _____

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,

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Paycheck Fairness5 Act".

- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:

1	(1) Women have entered the workforce in
2	record numbers over the past 50 years.
3	(2) Despite the enactment of the Equal Pay Act
4	of 1963, many women continue to earn significantly
5	lower pay than men for equal work. These pay dis-
6	parities exist in both the private and governmental
7	sectors. Pay disparities are especially severe for
8	women and girls of color.
9	(3) In many instances, the pay disparities can
10	only be due to continued intentional discrimination
11	or the lingering effects of past discrimination. After
12	controlling for educational attainment, occupation,
13	industry, union status, race, ethnicity, and labor
14	force experience roughly 40 percent of the pay gap
15	remains unexplained.
16	(4) The existence of such pay disparities—
17	(A) depresses the wages of working fami-
18	lies who rely on the wages of all members of the
19	family to make ends meet;
20	(B) undermines women's retirement secu-
21	rity, which is often based on earnings while in
22	the workforce;
23	(C) prevents women from realizing their
24	full economic potential, particularly in terms of
25	labor force participation and attachment;

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1	(D) has been spread and perpetuated,
2	through commerce and the channels and instru-
3	mentalities of commerce, among the workers of
4	the several States;
5	(E) burdens commerce and the free flow of
6	goods in commerce;
7	(F) constitutes an unfair method of com-
8	petition in commerce;
9	(G) tends to cause labor disputes, as evi-
10	denced by the tens of thousands of charges filed
11	with the Equal Employment Opportunity Com-
12	mission against employers between 2010 and
13	2016;
14	(H) interferes with the orderly and fair
15	marketing of goods in commerce; and
16	(I) in many instances, may deprive workers
17	of equal protection on the basis of sex in viola-
18	tion of the 5th and 14th Amendments to the
19	Constitution.
20	(5)(A) Artificial barriers to the elimination of
21	discrimination in the payment of wages on the basis
22	of sex continue to exist decades after the enactment
23	of the Fair Labor Standards Act of 1938 (29 U.S.C.
24	201 et seq.) and the Civil Rights Act of 1964 (42 $$
25	U.S.C. 2000a et seq.).

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1	(B) These barriers have resulted, in significant
2	part, because the Equal Pay Act of 1963 has not
3	worked as Congress originally intended. Improve-
4	ments and modifications to the law are necessary to
5	ensure that the Act provides effective protection to
6	those subject to pay discrimination on the basis of
7	their sex.
8	(C) Elimination of such barriers would have
9	positive effects, including—
10	(i) providing a solution to problems in the
11	economy created by unfair pay disparities;
12	(ii) substantially reducing the number of
13	working women earning unfairly low wages,
14	thereby reducing the dependence on public as-
15	sistance;
16	(iii) promoting stable families by enabling
17	all family members to earn a fair rate of pay;
18	(iv) remedying the effects of past discrimi-
19	nation on the basis of sex and ensuring that in
20	the future workers are afforded equal protection
21	on the basis of sex; and
22	(v) ensuring equal protection pursuant to
23	Congress' power to enforce the 5th and 14th
24	Amendments to the Constitution.

1	(6) The Department of Labor and the Equal
2	Employment Opportunity Commission carry out
3	functions to help ensure that women receive equal
4	pay for equal work.
5	(7) The Department of Labor is responsible
6	for—
7	(A) collecting and making publicly avail-
8	able information about women's pay;
9	(B) ensuring that companies receiving
10	Federal contracts comply with anti-discrimina-
11	tion affirmative action requirements of Execu-
12	tive Order 11246 (relating to equal employment
13	opportunity);
14	(C) disseminating information about wom-
15	en's rights in the workplace;
16	(D) helping women who have been victims
17	of pay discrimination obtain a remedy; and
18	(E) investigating and prosecuting systemic
19	gender based pay discrimination involving gov-
20	ernment contractors.
21	(8) The Equal Employment Opportunity Com-
22	mission is the primary enforcement agency for
23	claims made under the Equal Pay Act of 1963, and
24	issues regulations and guidance on appropriate in-
25	terpretations of the law.

1	(9) Vigorous implementation by the Depart-
2	ment of Labor and the Equal Employment Oppor-
3	tunity Commission, increased information as a result
4	of the amendments made by this Act, wage data,
5	and more effective remedies, will ensure that women
6	are better able to recognize and enforce their rights.
7	(10) Certain employers have already made
8	great strides in eradicating unfair pay disparities in
9	the workplace and their achievements should be rec-
10	ognized.
11	SEC. 3. ENHANCED ENFORCEMENT OF EQUAL PAY RE-
12	QUIREMENTS.
13	(a) Bona Fide Factor Defense and Modifica-
14	TION OF SAME ESTABLISHMENT REQUIREMENT.—Section
15	6(d)(1) of the Fair Labor Standards Act of 1938 (29
16	U.S.C. 206(d)(1)) is amended—
17	(1) by striking "No employer having" and in-
18	serting "(A) No employer having";
19	(2) by striking "any other factor other than
20	sex" and inserting "a bona fide factor other than
21	sex, such as education, training, or experience"; and
22	(3) by inserting at the end the following:
23	"(B) The bona fide factor defense described in sub-
24	paragraph (A)(iv) shall apply only if the employer dem-
25	onstrates that such factor (i) is not based upon or derived

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from a sex-based differential in compensation; (ii) is job-1 2 related with respect to the position in question; (iii) is con-3 sistent with business necessity; and (iv) accounts for the 4 entire differential in compensation at issue. Such defense 5 shall not apply where the employee demonstrates that an alternative employment practice exists that would serve 6 7 the same business purpose without producing such dif-8 ferential and that the employer has refused to adopt such 9 alternative practice.

10 "(C) For purposes of subparagraph (A), employees shall be deemed to work in the same establishment if the 11 12 employees work for the same employer at workplaces lo-13 cated in the same county or similar political subdivision of a State. The preceding sentence shall not be construed 14 15 as limiting broader applications of the term 'establishment' consistent with rules prescribed or guidance issued 16 by the Equal Employment Opportunity Commission.". 17

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

21 (1) in subsection (a)—

(A) in paragraph (3), by striking "employee has filed" and all that follows and inserting "employee—

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1	"(A) has made a charge or filed any com-
2	plaint or instituted or caused to be instituted
3	any investigation, proceeding, hearing, or action
4	under or related to this Act, including an inves-
5	tigation conducted by the employer, or has tes-
6	tified or is planning to testify or has assisted or
7	participated in any manner in any such inves-
8	tigation, proceeding, hearing or action, or has
9	served or is planning to serve on an industry
10	committee; or
11	"(B) has inquired about, discussed, or dis-
12	closed the wages of the employee or another
13	employee (such as by inquiring or discussing
14	with the employer why the wages of the em-
15	ployee are set at a certain rate or salary);";
16	(B) in paragraph (5), by striking the pe-
17	riod at the end and inserting "; or"; and
18	(C) by adding at the end the following:
19	"(6) to require an employee to sign a contract
20	or waiver that would prohibit the employee from dis-
21	closing information about the employee's wages.";
22	and
23	(2) by adding at the end the following:
24	"(c) Subsection (a)(3)(B) shall not apply to instances
25	in which an employee who has access to the wage informa-

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tion of other employees as a part of such employee's essen-1 2 tial job functions discloses the wages of such other employ-3 ees to individuals who do not otherwise have access to such 4 information, unless such disclosure is in response to a 5 complaint or charge or in furtherance of an investigation, proceeding, hearing, or action under section 6(d), includ-6 7 ing an investigation conducted by the employer. Nothing 8 in this subsection shall be construed to limit the rights 9 of an employee provided under any other provision of 10 law.".

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

14 (1) by inserting after the first sentence the fol-15 lowing: "Any employer who violates section 6(d)16 shall additionally be liable for such compensatory 17 damages, or, where the employee demonstrates that 18 the employer acted with malice or reckless indiffer-19 ence, punitive damages as may be appropriate, ex-20 cept that the United States shall not be liable for 21 punitive damages.";

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

1	(3) in the sentence beginning "No employees
2	shall", by striking "No employees" and inserting
3	"Except with respect to class actions brought to en-
4	force section 6(d), no employee";
5	(4) by inserting after the sentence referred to
6	in paragraph (3), the following: "Notwithstanding
7	any other provision of Federal law, any action
8	brought to enforce section 6(d) may be maintained
9	as a class action as provided by the Federal Rules
10	of Civil Procedure."; and
11	(5) in the sentence beginning "The court in"—
12	(A) by striking "in such action" and in-
13	serting "in any action brought to recover the li-
14	ability prescribed in any of the preceding sen-
15	tences of this subsection"; and
16	(B) by inserting before the period the fol-
17	lowing: ", including expert fees".
18	(d) ACTION BY SECRETARY.—Section 16(c) of the
19	Fair Labor Standards Act of 1938 (29 U.S.C. 216(c)) is
20	amended—
21	(1) in the first sentence—
22	(A) by inserting "or, in the case of a viola-
23	tion of section 6(d), additional compensatory or
24	punitive damages, as described in subsection
25	(b)," before "and the agreement"; and

1	(B) by inserting before the period the fol-
2	
	lowing: ", or such compensatory or punitive
3	damages, as appropriate'';
4	(2) in the second sentence, by inserting before
5	the period the following: "and, in the case of a viola-
6	tion of section 6(d), additional compensatory or pu-
7	nitive damages, as described in subsection (b)";
8	(3) in the third sentence, by striking "the first
9	sentence" and inserting "the first or second sen-
10	tence"; and
11	(4) in the sixth sentence—
12	(A) by striking "commenced in the case"
13	and inserting "commenced—
14	"(1) in the case";
15	(B) by striking the period and inserting ";
16	or''; and
17	(C) by adding at the end the following:
18	"(2) in the case of a class action brought to en-
19	force section 6(d), on the date on which the indi-
20	vidual becomes a party plaintiff to the class action.".
21	SEC. 4. TRAINING.
22	The Equal Employment Opportunity Commission
23	and the Office of Federal Contract Compliance Programs,
24	subject to the availability of funds appropriated under sec-
25	tion 11, shall provide training to Commission employees

and affected individuals and entities on matters involving
 discrimination in the payment of wages.

3 SEC. 5. NEGOTIATION SKILLS TRAINING.

4 (a) PROGRAM AUTHORIZED.—

5 (1) IN GENERAL.—The Secretary of Labor,
6 after consultation with the Secretary of Education,
7 is authorized to establish and carry out a grant pro8 gram.

9 (2) GRANTS.—In carrying out the program, the 10 Secretary of Labor may make grants on a competi-11 tive basis to eligible entities to carry out negotiation 12 skills training programs for the purposes of address-13 ing pay disparities, including through outreach to 14 women and girls.

15 (3) ELIGIBLE ENTITIES.—To be eligible to re-16 ceive a grant under this subsection, an entity shall 17 be a public agency, such as a State, a local govern-18 ment in a metropolitan statistical area (as defined 19 by the Office of Management and Budget), a State 20 educational agency, or a local educational agency, a 21 private nonprofit organization, or a community-22 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 informa tion as the Secretary of Labor may require.

3 (5) USE OF FUNDS.—An entity that receives a
4 grant under this subsection shall use the funds made
5 available through the grant to carry out an effective
6 negotiation skills training program for the purposes
7 described in paragraph (2).

8 (b) INCORPORATING TRAINING INTO EXISTING PRO-9 GRAMS.—The Secretary of Labor and the Secretary of 10 Education shall issue regulations or policy guidance that 11 provides for integrating the negotiation skills training, to 12 the extent practicable, into programs authorized under—

13 (1) in the case of the Secretary of Education, 14 the Elementary and Secondary Education Act of 1965 (20 U.S.C. 6301 et seq.), the Carl D. Perkins 15 16 Career and Technical Education Act of 2006 (20 17 U.S.C. 2301 et seq.), the Higher Education Act of 18 1965 (20 U.S.C. 1001 et seq.), and other programs 19 carried out by the Department of Education that the 20 Secretary of Education determines to be appro-21 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

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out by the Department of Labor that the Secretary
 of Labor determines to be appropriate.

3 (c) REPORT.—Not later than 18 months after the 4 date of enactment of this Act, and annually thereafter, 5 the Secretary of Labor, in consultation with the Secretary 6 of Education, shall prepare and submit to Congress a re-7 port describing the activities conducted under this section 8 and evaluating the effectiveness of such activities in 9 achieving the purposes of this section.

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

11 (a) IN GENERAL.—Not later than 18 months after 12 the date of enactment of this Act, and periodically there-13 after, the Secretary of Labor shall conduct studies and provide information to employers, labor organizations, and 14 15 the general public concerning the means available to eliminate pay disparities between men and women (including 16 17 women who are Asian American, Black or African American, Hispanic American or Latino, Native American or 18 Alaska Native, Native Hawaiian or Pacific Islander, and 19 20 White American), including—

(1) conducting and promoting research to develop the means to correct expeditiously the conditions leading to the pay disparities, with specific attention paid to women and girls from historically
underrepresented and minority groups;

1 (2) publishing and otherwise making available 2 to employers, labor organizations, professional asso-3 ciations, educational institutions, the media, and the 4 general public the findings resulting from studies 5 and other materials, relating to eliminating the pay 6 disparities; 7 (3) sponsoring and assisting State, local, and 8 community informational and educational programs; 9 (4) providing information to employers, labor 10 organizations, professional associations, and other 11 interested persons on the means of eliminating the 12 pay disparities; and 13 (5) recognizing and promoting the achievements 14 of employers, labor organizations, and professional 15 associations that have worked to eliminate the pay 16 disparities. 17 (b) REPORT ON GENDER PAY GAP IN TEENAGE LABOR FORCE.— 18 19 (1) REPORT REQUIRED.—Not later than one 20 vear after the date of the enactment of this Act, the 21 Secretary of Labor, acting through the Director of 22 the Women's Bureau and in coordination with the 23 Commissioner of Labor Statistics, shall— 24 (A) submit to Congress a report on the 25 gender pay gap in the teenage labor force; and

1	(B) make the report available on a publicly
2	accessible website of the Department of Labor.
3	(2) ELEMENTS.—The report under subsection
4	(a) shall include the following:
5	(A) An examination of trends and potential
6	solutions relating to the teenage gender pay
7	gap.
8	(B) An examination of how the teenage
9	gender pay gap potentially translates into
10	greater wage gaps in the overall labor force.
11	(C) An examination of overall lifetime
12	earnings and losses for informal and formal
12	iche for women including women of color
13	jobs for women, including women of color.
13 14	(D) An examination of the teenage gender
14	(D) An examination of the teenage gender
14 15	(D) An examination of the teenage gender pay gap, including a comparison of the average
14 15 16	(D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respec-
14 15 16 17	(D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respec- tively, in informal jobs, such as babysitting and
14 15 16 17 18	(D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respec- tively, in informal jobs, such as babysitting and other freelance jobs, as well as formal jobs,
14 15 16 17 18 19	(D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respec- tively, in informal jobs, such as babysitting and other freelance jobs, as well as formal jobs, such as retail, restaurant, and customer service.
14 15 16 17 18 19 20	 (D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respectively, in informal jobs, such as babysitting and other freelance jobs, as well as formal jobs, such as retail, restaurant, and customer service. (E) A comparison of—
14 15 16 17 18 19 20 21	 (D) An examination of the teenage gender pay gap, including a comparison of the average amount earned by males and females, respectively, in informal jobs, such as babysitting and other freelance jobs, as well as formal jobs, such as retail, restaurant, and customer service. (E) A comparison of— (i) the types of tasks typically per-

1	lance jobs, and formal jobs, such as retail,
2	restaurant, and customer service; and
3	(ii) the types of tasks performed by
4	younger males in such positions.
5	(F) Interviews and surveys with workers
6	and employers relating to early gender-based
7	pay discrepancies.
8	(G) Recommendations for—
9	(i) addressing pay inequality for
10	women from the teenage years through
11	adulthood, including such women of color;
12	(ii) addressing any disadvantages ex-
13	perienced by young women with respect to
14	work experience and professional develop-
15	ment;
16	(iii) the development of standards and
17	best practices for workers and employees
18	to ensure better pay for young women and
19	the prevention of early inequalities in the
20	workplace; and
21	(iv) expanding awareness for teenage
22	girls on pay rates and employment rights
23	in order to reduce greater inequalities in
24	the overall labor force.

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

3 (a) IN GENERAL.—There is established the Secretary
4 of Labor's National Award for Pay Equity in the Work5 place, which shall be awarded, on an annual basis, to an
6 employer to encourage proactive efforts to comply with
7 section 6(d) of the Fair Labor Standards Act of 1938 (29)
8 U.S.C. 206(d)), as amended by this Act.

9 (b) CRITERIA FOR QUALIFICATION.—The Secretary 10 of Labor shall set criteria for receipt of the award, includ-11 ing a requirement that an employer has made substantial 12 effort to eliminate pay disparities between men and 13 women, and deserves special recognition as a consequence 14 of such effort. The Secretary shall establish procedures for 15 the application and presentation of the award.

16 (c) BUSINESS.—In this section, the term "employer"17 includes—

18 (1)(A) a corporation, including a nonprofit cor-19 poration;

20 (B) a partnership;

21 (C) a professional association;

22 (D) a labor organization; and

(E) a business entity similar to an entity described in any of subparagraphs (A) through (D);

(2) an entity carrying out an education referral
program, a training program, such as an apprentice-

ship or management training program, or a similar
 program; and

3 (3) an entity carrying out a joint program,
4 formed by a combination of any entities described in
5 paragraph (1) or (2).

6 SEC. 8. COLLECTION OF PAY INFORMATION BY THE EQUAL 7 EMPLOYMENT OPPORTUNITY COMMISSION.

8 Section 709 of the Civil Rights Act of 1964 (42
9 U.S.C. 2000e-8) is amended by adding at the end the fol10 lowing:

"(f)(1) Not later than 18 months after the date of enactment of this subsection, the Commission shall provide for the collection from employers of compensation data and other employment-related data (including hiring, termination, and promotion data) disaggregated by the sex, race, and ethnic identity of employees.

17 "(2) In carrying out paragraph (1), the Commission 18 shall have as its primary consideration the most effective 19 and efficient means for enhancing the enforcement of Fed-20 eral laws prohibiting pay discrimination. For this purpose, 21 the Commission shall consider factors including the impo-22 sition of burdens on employers, the frequency of required 23 reports (including the size of employers required to pre-24 pare reports), appropriate protections for maintaining

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data confidentiality, and the most effective format to re port such data.

3 "(3)(A) For each 12-month reporting period for an
4 employer, the compensation data collected under para5 graph (1) shall include, for each range of taxable com6 pensation described in subparagraph (B), disaggregated
7 by the categories described in subparagraph (E)—

8 "(i) the number of employees of the employer 9 who earn taxable compensation in an amount that 10 falls within such taxable compensation range; and

11 "(ii) the total number of hours worked by such12 employees.

13 "(B) Subject to adjustment under subparagraph (C),
14 the taxable compensation ranges described in this sub15 paragraph are as follows:

16 "(i) Not more than \$19,239.

17 "(ii) Not less than \$19,240 and not more than18 \$24,439.

19 "(iii) Not less than \$24,440 and not more than
20 \$30,679.

21 "(iv) Not less than \$30,680 and not more than
22 \$38,999.

23 "(v) Not less than \$39,000 and not more than
24 \$49,919.

1	"(vi) Not less than \$49,920 and not more than
2	\$62,919.
3	"(vii) Not less than \$62,920 and not more than
4	\$80,079.
5	"(viii) Not less than \$80,080 and not more
6	than \$101,919.
7	"(ix) Not less than \$101,920 and not more
8	than \$128,959.
9	"(x) Not less than \$128,960 and not more than
10	\$163,799.
11	"(xi) Not less than \$163,800 and not more
12	than \$207,999.
13	"(xii) Not less than \$208,000.
14	"(C) The Commission may adjust the taxable com-
15	pensation ranges under subparagraph (B)—
16	"(i) if the Commission determines that such ad-
17	justment is necessary to enhance enforcement of
18	Federal laws prohibiting pay discrimination; or
19	"(ii) for inflation, in consultation with the Bu-
20	reau of Labor Statistics.
21	"(D) In collecting data described in subparagraph
22	(A)(ii), the Commission shall provide that, with respect
23	to an employee who the employer is not required to com-
24	pensate for overtime employment under section 7 of the

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Fair Labor Standards Act of 1938 (29 U.S.C. 207), an 1 2 employer may report— 3 "(i) in the case of a full-time employee, that 4 such employee works 40 hours per week, and in the 5 case of a part-time employee, that such employee 6 works 20 hours per week; or "(ii) the actual number of hours worked by 7 8 such employee. 9 "(E) The categories described in this subparagraph 10 shall be determined by the Commission and shall in-11 clude---12 "(i) race; 13 "(ii) ethnic identity; 14 "(iii) sex; and 15 "(iv) job categories, including the job categories 16 described in the instructions for the Equal Employ-17 ment Opportunity Employer Information Report 18 EEO-1, as in effect on the date of the enactment 19 of this subsection. 20 "(F) The Commission shall use the compensation 21 data collected under paragraph (1)— 22 "(i) to enhance— 23 "(I) the investigation of charges filed 24 under section 706 or section 6(d) of the Fair

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1	Labor Standards Act of 1938 (29 U.S.C.
2	206(d)); and
3	"(II) the allocation of resources to inves-
4	tigate such charges; and
5	"(ii) for any other purpose that the Commission
6	determines appropriate.
7	"(G) The Commission shall annually make publicly
8	available aggregate compensation data collected under
9	paragraph (1) for the categories described in subpara-
10	graph (E), disaggregated by industry, occupation, and
11	core based statistical area (as defined by the Office of
12	Management and Budget).
13	(4) The compensation data under paragraph (1)
14	shall be collected from each employer that—
15	"(A) is a private employer that has 100 or
16	more employees, including such an employer that is
17	a contractor with the Federal Government, or a sub-
18	contractor at any tier thereof; or
19	"(B) the Commission determines appropriate.".
20	SEC. 9. REINSTATEMENT OF PAY EQUITY PROGRAMS AND
21	PAY EQUITY DATA COLLECTION.
22	(a) Bureau of Labor Statistics Data Collec-
23	TION.—The Commissioner of Labor Statistics shall con-
24	tinue to collect data on women workers in the Current
25	Employment Statistics survey.

1	(b) Office of Federal Contract Compliance
2	PROGRAMS INITIATIVES.—The Director of the Office of
3	Federal Contract Compliance Programs shall ensure that
4	employees of the Office—
5	(1)(A) shall use the full range of investigatory
6	tools at the Office's disposal, including pay grade
7	methodology;
8	(B) in considering evidence of possible com-
9	pensation discrimination—
10	(i) shall not limit its consideration to a
11	small number of types of evidence; and
12	(ii) shall not limit its evaluation of the evi-
13	dence to a small number of methods of evalu-
14	ating the evidence; and
15	(C) shall not require a multiple regression anal-
16	ysis or anecdotal evidence for a compensation dis-
17	crimination case;
18	(2) for purposes of its investigative, compliance,
19	and enforcement activities, shall define "similarly
20	situated employees" in a way that is consistent with
21	and not more stringent than the definition provided
22	in item 1 of subsection A of section 10–III of the
23	Equal Employment Opportunity Commission Com-
24	pliance Manual (2000), and shall consider only fac-

tors that the Office's investigation reveals were used
 in making compensation decisions; and

3 (3) shall implement a survey to collect com-4 pensation data and other employment-related data 5 (including hiring, termination, and promotion data) 6 and designate not less than half of all nonconstruc-7 tion contractor establishments each year to prepare 8 and file such survey, and shall review and utilize the 9 responses to such survey to identify contractor es-10 tablishments for further evaluation and for other en-11 forcement purposes as appropriate.

12 (c) DEPARTMENT OF LABOR DISTRIBUTION OF 13 WAGE DISCRIMINATION INFORMATION.—The Secretary of 14 Labor shall make readily available (in print, on the De-15 partment of Labor website, and through any other forum that the Department may use to distribute compensation 16 17 discrimination information), accurate information on compensation discrimination, including statistics, explanations 18 19 of employee rights, historical analyses of such discrimina-20 tion, instructions for employers on compliance, and any 21 other information that will assist the public in under-22 standing and addressing such discrimination.

1 SEC. 10. PROHIBITIONS RELATING TO PROSPECTIVE EM-2 PLOYEES' SALARY AND BENEFIT HISTORY. 3 (a) IN GENERAL.—The Fair Labor Standards Act of 1938 (29 U.S.C. 201 et seq.) is amended by inserting 4 5 after section 7 the following new section: 6 **"SEC. 8. REQUIREMENTS AND PROHIBITIONS RELATING TO** 7 WAGE, SALARY, AND BENEFIT HISTORY. "(a) IN GENERAL.—It shall be an unlawful practice 8 9 for an employer to— 10 "(1) rely on the wage history of a prospective 11 employee in considering the prospective employee for 12 employment, including requiring that a prospective 13 employee's prior wages satisfy minimum or max-14 imum criteria as a condition of being considered for 15 employment; 16 "(2) rely on the wage history of a prospective 17 employee in determining the wages for such prospec-18 tive employee, except that an employer may rely on 19 wage history if it is voluntarily provided by a pro-20 spective employee, after the employer makes an offer 21 of employment with an offer of compensation to the 22 prospective employee, to support a wage higher than 23 the wage offered by the employer; 24 "(3) seek from a prospective employee or any 25 current or former employer the wage history of the

26 prospective employee, except that an employer may

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1	seek to confirm prior wage information only after an
2	offer of employment with compensation has been
3	made to the prospective employee and the prospec-
4	tive employee responds to the offer by providing
5	prior wage information to support a wage higher
6	than that offered by the employer; or
7	"(4) discharge or in any other manner retaliate
8	against any employee or prospective employee be-
9	cause the employee or prospective employee—
10	"(A) opposed any act or practice made un-
11	lawful by this section; or
12	"(B) took an action for which discrimina-
13	tion is forbidden under section $15(a)(3)$.
14	"(b) DEFINITION.—In this section, the term 'wage
15	history' means the wages paid to the prospective employee
16	by the prospective employee's current employer or previous
17	employer.".
18	(b) PENALTIES.—Section 16 of such Act (29 U.S.C.
19	216) is amended by adding at the end the following new
20	subsection:
21	``(f)(1) Any person who violates the provisions of sec-
22	tion 8 shall—
23	"(A) be subject to a civil penalty of \$5,000 for
24	a first offense, increased by an additional \$1,000 for
25	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 attorneys' fees, and shall be subject to such injunctive relief as may be appropriate.

6 "(2) An action to recover the liability described in 7 paragraph (1)(B) may be maintained against any em-8 ployer (including a public agency) in any Federal or State 9 court of competent jurisdiction by any one or more em-10 ployees or prospective employees for and on behalf of— 11 "(A) the employees or prospective employees; 12 and

13 "(B) other employees or prospective employees14 similarly situated.".

15 SEC. 11. AUTHORIZATION OF APPROPRIATIONS.

16 (a) AUTHORIZATION OF APPROPRIATIONS.—There
17 are authorized to be appropriated such sums as may be
18 necessary to carry out this Act.

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

1 SEC. 12. SMALL BUSINESS ASSISTANCE.

2 (a) EFFECTIVE DATE.—This Act and the amend3 ments made by this Act shall take effect on the date that
4 is 6 months after the date of enactment of this Act.

5 (b) TECHNICAL ASSISTANCE MATERIALS.—The Sec-6 retary of Labor and the Commissioner of the Equal Em-7 ployment Opportunity Commission shall jointly develop 8 technical assistance material to assist small enterprises in 9 complying with the requirements of this Act and the 10 amendments made by this Act.

(c) SMALL BUSINESSES.—A small enterprise shall be
exempt from the provisions of this Act, and the amendments made by this Act, to the same extent that such enterprise is exempt from the requirements of the Fair
Labor Standards Act of 1938 (29 U.S.C. 201 et seq.) pursuant to clauses (i) and (ii) of section 3(s)(1)(A) of such
Act (29 U.S.C. 203(s)(1)(A)).

18 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 being subject to any penalties, fines, or
other sanctions.

24 SEC. 14. SEVERABILITY.

25 If any provision of this Act, an amendment made by26 this Act, or the application of that provision or amend-

ment to particular persons or circumstances is held invalid
 or found to be unconstitutional, the remainder of this Act,
 the amendments made by this Act, or the application of
 that provision to other persons or circumstances shall not
 be affected.