

115TH CONGRESS
2D SESSION

S. _____

To amend the National Labor Relations Act, the Labor Management Relations Act, 1947, and the Labor-Management Reporting and Disclosure Act, 1959, 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 National Labor Relations Act, the Labor Management Relations Act, 1947, and the Labor-Management Reporting and Disclosure Act, 1959, 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 “Workers’ Freedom to
5 Negotiate Act of 2018”.

6 **SEC. 2. FINDINGS.**

7 Congress finds the following:

1 (1) The National Labor Relations Act (29
2 U.S.C. 151 et seq.) was enacted to encourage the
3 practice of collective bargaining and to protect the
4 exercise by workers of full freedom of association in
5 the workplace. Since its enactment in 1935, tens of
6 millions of workers have bargained with their em-
7 ployers over wages, benefits, and other terms and
8 conditions of employment and have raised the stand-
9 ard of living for all workers.

10 (2) According to the Bureau of Labor Statis-
11 tics, union members earn 25.6 percent more than
12 workers who are not covered by a collective bar-
13 gaining agreement. Workers who are represented by
14 a union are 28 percent more likely to be offered
15 health insurance through work and nearly 5 times
16 more likely to have defined benefit pensions. The
17 wage differential is significant for women and people
18 of color. African-American union members earn 25
19 percent more than African-American workers who
20 are not covered by a collective bargaining agreement,
21 and Latino union members earn 42.6 percent more
22 than Latino workers who are not covered by a collec-
23 tive bargaining agreement. Women union members
24 earn 30 percent more than women who are not cov-
25 ered by a collective bargaining agreement, and the

1 wage gap between men and women is much smaller
2 at workplaces covered by a collective bargaining
3 agreement because collective bargaining agreements
4 ensure the same rate is paid to workers for a par-
5 ticular job without regard to gender. The wage and
6 benefit gains achieved through collective bargaining
7 agreements benefit both workers and their commu-
8 nities.

9 (3) Unions and collective bargaining ensure
10 that productivity gains are shared by working peo-
11 ple. The decline in the percentage of workers covered
12 by collective bargaining has contributed to sky-
13 rocketing income inequality and wage stagnation for
14 the average worker.

15 (4) The National Labor Relations Act protects
16 the right of workers to join together with their co-
17 workers in concerted activities for their mutual aid
18 or protection. This protection applies broadly to all
19 concerted activities by workers aimed at improving
20 the terms and conditions of their employment or aid-
21 ing each other in any way, regardless of whether
22 workers are seeking to form a union or engage in
23 collective bargaining with their employer.

24 (5) The Act protects the right of workers to
25 discuss issues like pay and benefits without retalia-

1 tion or interference by employers. However, the
2 awareness of workers regarding their rights under
3 the Act is lacking, due in part to the absence of any
4 legally required notice informing workers of the
5 rights and responsibilities under the Act. Many em-
6 ployers maintain policies that restrict the ability of
7 workers to discuss workplace issues with each other,
8 directly contravening these rights. Research shows
9 that more than one-half of workers report that their
10 employers have policies that prohibit or discourage
11 workers from discussing pay with their coworkers.
12 These policies and practices impede workers from
13 exercising their rights under the Act and impair
14 their freedom of association at work.

15 (6) Retaliation by employers against workers
16 who exercise their rights under the National Labor
17 Relations Act persists at troubling levels. Employers
18 routinely fire workers for trying to form a union at
19 their workplace. In one out of 3 organizing cam-
20 paigns, one or more workers are discharged for sup-
21 porting or joining a union.

22 (7) The current remedies are inadequate to
23 deter employers from violating the National Labor
24 Relations Act. The remedies and penalties for viola-
25 tions of the Act are far weaker than for other labor

1 and employment laws. Unlike other major labor and
2 employment laws, there are no civil penalties for vio-
3 lations of the National Labor Relations Act. Work-
4 ers cannot go to court to pursue relief on their own
5 and must rely on the National Labor Relations
6 Board to prosecute their case. Should the Board de-
7 cline to prosecute for any reason, aggrieved workers
8 have no other remedy.

9 (8) Unlike orders of other Federal agencies, the
10 orders of the National Labor Relations Board are
11 not enforced until the Board seeks enforcement from
12 the Court of Appeals. As far back as 1969, the Ad-
13 ministrative Conference of the United States recog-
14 nized that the absence of a self-enforcing agency
15 order imposes wasteful delays in the enforcement of
16 the National Labor Relations Act, and recommended
17 that the Board's orders be made self-enforcing like
18 those of other agencies. Congress did not act upon
19 this recommendation, and delays in the Board's en-
20 forcement remain a problem undermining the effec-
21 tiveness of the Act.

22 (9) Many workers do not currently enjoy the
23 protections of the National Labor Relations Act be-
24 cause they are excluded from coverage under the Act
25 or interpretations of the Act.

1 (10) Too often, workers who choose to form
2 unions are frustrated when their employers use delay
3 and other tactics to avoid reaching an initial collec-
4 tive bargaining agreement. Estimates are that in as
5 many as half of new organizing campaigns, workers
6 and their employers fail to reach an initial collective
7 bargaining agreement.

8 (11) While the National Labor Relations Act
9 guarantees workers the right to strike, courts have
10 permitted employers to “permanently replace” work-
11 ers who exercise their right to strike. This is con-
12 trary to Congress’s intent in enacting the National
13 Labor Relations Act and has led to confusion
14 amongst workers regarding to their right to strike.

15 (12) Hearings under section 9 of the National
16 Labor Relations Act (29 U.S.C. 159) exist to assure
17 to workers the fullest freedom in exercising the
18 rights guaranteed by the Act. However, some em-
19 ployers have abused the representation process of
20 the National Labor Relations Board to impede work-
21 ers from freely choosing their own representatives
22 and exercising their rights under the Act.

23 (13) So-called “right-to-work” laws do not give
24 any worker the right to a job. While Federal law re-
25 quires unions to fairly represent all members of a

1 given bargaining unit, and thereby expend resources
2 on all unit members, many States’ so-called “right-
3 to-work” laws prohibit unions from charging all
4 members for the representation and services that the
5 unions are legally obliged to render. Section 14(b) of
6 the National Labor Relations Act (29 U.S.C.
7 164(b)) must be reformed to permit unions and em-
8 ployers to mutually agree that payment of fair share
9 fees shall be a condition of employment following ini-
10 tial hiring.

11 (14) Restrictions on so-called “secondary boy-
12 cotts” and “recognitional picketing” unduly impede
13 workers’ ability to engage in peaceful conduct and
14 expression. Workers must be free to act in solidarity
15 with workers in other workplaces in order to improve
16 labor standards and achieve other lawful ends for
17 mutual aid or protection.

18 (15) In order to make the right to collective
19 bargaining and freedom of association in the work-
20 place a reality for workers, the National Labor Rela-
21 tions Act must be strengthened.

22 **SEC. 3. PURPOSES.**

23 The purposes of this Act are—

24 (1) to strengthen protections for workers en-
25 gaged in collective bargaining to improve their

1 wages, hours, and terms and conditions of employ-
2 ment;

3 (2) to expand coverage under the National
4 Labor Relations Act (29 U.S.C. 151 et seq.) to more
5 workers;

6 (3) to provide a process by which workers and
7 employers can successfully negotiate an initial collec-
8 tive bargaining agreement;

9 (4) to provide a stronger deterrent and fairer
10 remedies for workers who face retaliation, discrimi-
11 nation, or other interference with their legal rights
12 to act concertedly, join a union, or engage in collec-
13 tive bargaining;

14 (5) to broadly protect workers' right to engage
15 in concerted activities for mutual aid or protection;

16 (6) to streamline the enforcement procedures of
17 the National Labor Relations Board to provide for
18 more timely and effective enforcement of the law;

19 (7) to safeguard the right to strike by prohib-
20 iting "permanent replacement" of striking workers;

21 (8) to repeal specific prohibitions on collective
22 action and peaceful expression;

23 (9) to permit fair share fee arrangements in
24 order to promote workers' freedom of association
25 and encourage the practice of collective bargaining;

1 (10) to improve the purchasing power of wage
2 earners in industry;

3 (11) to promote the stabilization of fair wage
4 rates and humane working conditions within and be-
5 tween industries; and

6 (12) to redress the inequality of bargaining
7 power between workers and employers.

8 **TITLE I—AMENDMENTS TO**
9 **LABOR LAWS**

10 **SEC. 101. AMENDMENTS TO THE NATIONAL LABOR RELA-**
11 **TIONS ACT.**

12 (a) DEFINITIONS OF EMPLOYEE AND SUPERVISOR.—

13 (1) Section 2(3) of the National Labor Rela-
14 tions Act (29 U.S.C. 152(3)) is amended by insert-
15 ing at the end the following: “An individual per-
16 forming any service shall be considered an employee
17 (except as provided in the previous sentence) and
18 not an independent contractor for purposes of this
19 Act, unless—

20 “(A) the individual is free from control and
21 direction in connection with the performance of
22 the service, both under the contract for the per-
23 formance of service and in fact;

1 “(B) the service is performed outside the
2 usual course of the business of the employer;
3 and

4 “(C) the individual is customarily engaged
5 in an independently established trade, occupa-
6 tion, profession, or business of the same nature
7 as that involved in the service performed.”.

8 (2) Section 2(11) of the National Labor Rela-
9 tions Act (29 U.S.C. 152(11)) is amended—

10 (A) by inserting “and for a majority of the
11 individual’s worktime” after “interest of the
12 employer”;

13 (B) by striking “assign,”; and

14 (C) by striking “or responsibly to direct
15 them,”.

16 (b) APPOINTMENT.—Section 4(a) of the National
17 Labor Relations Act (29 U.S.C. 154(a)) is amended by
18 striking “, or for economic analysis”.

19 (c) UNFAIR LABOR PRACTICES.—Section 8 of the
20 National Labor Relations Act (29 U.S.C. 158) is amend-
21 ed—

22 (1) in subsection (a)—

23 (A) in paragraph (5), by striking the pe-
24 riod and inserting “; and”; and

25 (B) by adding at the end the following:

1 “(6) to promise, threaten, or take any action—

2 “(A) to permanently replace an employee
3 who participates in a strike as defined by sec-
4 tion 501(2) of the Labor Management Rela-
5 tions Act, 1947 (29 U.S.C. 142(2)); or

6 “(B) to discriminate against an employee
7 who is working or has unconditionally offered to
8 return to work for the employer because the
9 employee supported or participated in such a
10 strike.”;

11 (2) in subsection (b)—

12 (A) by striking paragraphs (4) and (7);

13 (B) by redesignating paragraphs (5) and
14 (6) as paragraphs (4) and (5), respectively; and

15 (C) in paragraph (5), as so redesignated,
16 by striking “; and” and inserting a period;

17 (3) in subsection (c), by striking the period at
18 the end and inserting the following: “: *Provided*,
19 That it shall be an unfair labor practice under sub-
20 section (a)(1) for any employer to require or coerce
21 an employee to attend or participate in such employ-
22 er’s campaign activities unrelated to the employee’s
23 job duties, including activities that are subject to the
24 requirements under section 203(b) of the Labor-

1 Management Reporting and Disclosure Act, 1959
2 (29 U.S.C. 433(b)).”;

3 (4) by amending subsection (e) to read as fol-
4 lows:

5 “(e) Notwithstanding chapter 1 of title 9, United
6 States Code (commonly known as the ‘Federal Arbitration
7 Act’), or any other provision of law, it shall be an unfair
8 labor practice under subsection (a)(1) for any employer
9 to enter into any contract or agreement, express or im-
10 plied, whereby an employee of the employer undertakes or
11 promises not to pursue, bring, join, litigate, or support any
12 kind of collective legal claim arising from or relating to
13 the employment of such employee in any forum that, but
14 for such contract or agreement, is of competent jurisdic-
15 tion. The provisions of this subsection shall not apply with
16 respect to employees who are represented by a labor orga-
17 nization and covered by a collective-bargaining agreement
18 in effect with the employer. Any contract or agreement
19 entered into heretofore or hereafter containing an agree-
20 ment prohibited by this subsection shall be to such extent
21 unenforceable and void.”; and

22 (5) by adding at the end the following:

23 “(h)(1) The Board shall promulgate regulations re-
24 quiring each employer to post and maintain, in con-
25 spicuous places where notices to employees and applicants

1 for employment are customarily posted both physically and
2 electronically, a notice setting forth the rights and protec-
3 tions afforded employees under this Act. The Board shall
4 make available the form and text of such notice. The
5 Board shall promulgate regulations requiring employers to
6 notify each new employee of the information contained in
7 the notice described in the preceding two sentences.

8 “(2) Whenever the Board directs an election under
9 section 9(c) or approves an election agreement, the em-
10 ployer of employees in the bargaining unit shall, not later
11 than 2 business days after the Board directs such election
12 or approves such election agreement, provide a voter list
13 to a labor organization that has petitioned to represent
14 such employees. Such voter list shall include the names
15 of all employees in the bargaining unit and such employ-
16 ees’ home addresses, work locations, shift, job classifica-
17 tions, and, if available to the employer, personal landline
18 and mobile phone numbers, and work and personal email
19 addresses. Not later than 9 months after the date of en-
20 actment of the Workers’ Freedom to Negotiate Act of
21 2018, the Board shall promulgate regulations imple-
22 menting the requirements of this paragraph.

23 “(i) Whenever collective bargaining is for the purpose
24 of establishing an initial agreement following certification

1 or recognition, the provisions of subsection (d) shall be
2 modified as follows:

3 “(1) Not later than 10 days after receiving a
4 written request for collective bargaining from an in-
5 dividual or labor organization that has been newly
6 organized or certified as a representative as defined
7 in section 9(a), or within such further period as the
8 parties agree upon, the parties shall meet and com-
9 mence to bargain collectively and shall make every
10 reasonable effort to conclude and sign a collective
11 bargaining agreement.

12 “(2) If after the expiration of the 90-day period
13 beginning on the date on which bargaining is com-
14 menced, or such additional period as the parties may
15 agree upon, the parties have failed to reach an
16 agreement, either party may notify the Federal Me-
17 diation and Conciliation Service of the existence of
18 a dispute and request mediation. Whenever such a
19 request is received, it shall be the duty of the Service
20 promptly to put itself in communication with the
21 parties and to use its best efforts, by mediation and
22 conciliation, to bring them to agreement.

23 “(3) If after the expiration of the 30-day period
24 beginning on the date on which the request for me-
25 diation is made under paragraph (2), or such addi-

1 tional period as the parties may agree upon, the
2 Service is not able to bring the parties to agreement
3 by conciliation, the Service shall refer the dispute to
4 a tripartite arbitration panel established in accord-
5 ance with such regulations as may be prescribed by
6 the Service, with one member selected by the labor
7 organization, one member selected by the employer,
8 and one neutral member mutually agreed to by the
9 parties. A majority of the tripartite arbitration panel
10 shall render a decision settling the dispute and such
11 decision shall be binding upon the parties for a pe-
12 riod of 2 years, unless amended during such period
13 by written consent of the parties. Such decision shall
14 be based on the following considerations:

15 “(A) the employer’s financial status and
16 prospects;

17 “(B) the size and type of the employer’s
18 operations and business;

19 “(C) the employees’ cost of living;

20 “(D) the employees’ ability to sustain
21 themselves, their families, and their dependents
22 on the wages and benefits they earn from the
23 employer; and

1 “(E) the wages and benefits other employ-
2 ers in the same business provide their employ-
3 ees.”.

4 (d) REPRESENTATIVES AND ELECTIONS.—Section 9
5 of the National Labor Relations Act (29 U.S.C. 159) is
6 amended—

7 (1) in subsection (c)—

8 (A) in paragraph (1)—

9 (i) by striking “as may be” and all
10 that follows through “by an employee” and
11 inserting “as may be prescribed by the
12 Board, by an employee”;

13 (ii) by striking “; or” and all that fol-
14 lows through “the Board shall investigate”
15 and inserting “, the Board shall inves-
16 tigate”; and

17 (iii) by adding at the end the fol-
18 lowing: “No employer shall have standing
19 as a party, or to intervene, in any rep-
20 resentation proceeding under this sec-
21 tion.”;

22 (B) in paragraph (3), by striking “an eco-
23 nomic strike who are not entitled to reinstate-
24 ment” and inserting “a strike”;

1 (C) by redesignating paragraphs (4) and
2 (5) as paragraphs (6) and (7), respectively;

3 (D) by inserting after paragraph (3) the
4 following:

5 “(4) If the Board finds that, in an election
6 under paragraph (1), a majority of the valid votes
7 cast in a unit appropriate for purposes of collective
8 bargaining have been cast in favor of representation
9 by the labor organization, the Board shall certify the
10 labor organization as the representative of the em-
11 ployees in such unit and shall issue an order requir-
12 ing the employer of such employees to collectively
13 bargain with the labor organization in accordance
14 with section 8(d). This order shall be deemed an
15 order under section 10(c) of this Act, without need
16 for a determination of an unfair labor practice.

17 “(5)(A) If the Board finds that, in an election
18 under paragraph (1), a majority of the valid votes
19 cast in a unit appropriate for purposes of collective
20 bargaining have not been cast in favor of representa-
21 tion by the labor organization, the Board shall dis-
22 miss the petition, subject to subparagraphs (B) and
23 (C).

24 “(B) In any case in which a majority of the
25 valid votes cast in a unit appropriate for purposes

1 of collective bargaining have not been cast in favor
2 of representation by the labor organization and the
3 Board determines that the election should be set
4 aside because the employer has committed a viola-
5 tion of this Act or otherwise interfered with a fair
6 election, and the employer has not demonstrated
7 that the violation or other interference is unlikely to
8 have affected the outcome of the election, the Board
9 shall, without ordering a new or rerun election, cer-
10 tify the labor organization as the representative of
11 the employees in such unit and issue an order re-
12 quiring the employer to bargain with the labor orga-
13 nization in accordance with section 8(d) if, at any
14 time during the period beginning 1 year preceding
15 the date of the commencement of the election and
16 ending on the date upon which the Board makes the
17 determination of a violation or other interference, a
18 majority of the employees in the bargaining unit
19 have signed authorizations designating the labor or-
20 ganization as their collective bargaining representa-
21 tive.

22 “(C) In any case where the Board determines
23 that an election under this paragraph should be set
24 aside, the Board shall direct a rerun election with
25 appropriate additional safeguards necessary to en-

1 sure a fair election process, except in cases where
2 the Board issues a bargaining order under subpara-
3 graph (B).”; and

4 (E) by inserting after paragraph (7), as so
5 redesignated, the following:

6 “(8) Except under extraordinary cir-
7 cumstances—

8 “(A) a pre-election hearing under this sub-
9 section shall begin not later than 8 days after
10 a notice of such hearing is served on the par-
11 ties; and

12 “(B) a post-election hearing under this
13 subsection shall begin not later than 14 days
14 after the filing of objections, if any.”; and

15 (2) in subsection (d), by striking “(e) or” and
16 inserting “(d) or”.

17 (e) PREVENTION OF UNFAIR LABOR PRACTICES.—

18 (1) IN GENERAL.—Section 10(c) of the Na-
19 tional Labor Relations Act (29 U.S.C. 160(c)) is
20 amended by striking “suffered by him” and insert-
21 ing “suffered by such employee: *Provided further,*
22 That if the Board finds that an employer has dis-
23 criminated against an employee in violation of para-
24 graph (3) or (4) of section 8(a) or has committed a
25 violation of section 8(a) that results in the discharge

1 of an employee or other serious economic harm to an
2 employee, the Board shall award the employee back
3 pay without any reduction (including any reduction
4 based on the employee’s interim earnings or failure
5 to earn interim earnings), front pay (when appro-
6 priate), consequential damages, and an additional
7 amount as liquidated damages equal to 2 times the
8 amount of damages awarded: *Provided further*, no
9 relief under this subsection shall be denied on the
10 basis that the employee is, or was during the time
11 of relevant employment or during the back pay pe-
12 riod, an unauthorized alien as defined in section
13 274A(h)(3) of the Immigration and Nationality Act
14 (8 U.S.C. 1324a(h)(3)) or any other provision of
15 Federal law relating to the unlawful employment of
16 aliens”;

17 (f) ENFORCING COMPLIANCE WITH ORDERS OF THE
18 BOARD.—Section 10 of the National Labor Relations Act
19 (29 U.S.C. 160) is amended—

20 (1) by striking subsection (e);

21 (2) by redesignating subsection (d) as sub-
22 section (e);

23 (3) by inserting after subsection (c) the fol-
24 lowing:

1 “(d)(1) Each order of the Board shall take effect
2 upon issuance of such order, unless otherwise directed by
3 the Board, and shall remain in effect unless modified by
4 the Board or unless a court of competent jurisdiction
5 issues a superseding order.

6 “(2) Any person who fails or neglects to obey an
7 order of the Board shall forfeit and pay to the Board a
8 civil penalty of not more than \$10,000 for each violation,
9 which shall accrue to the Board and may be recovered in
10 a civil action brought by the Board to the district court
11 of the United States in which the unfair labor practice
12 or other subject of the order occurred, or in which such
13 person or entity resides or transacts business. No action
14 by the Board under this paragraph may be made until
15 30 days following the issuance of an order. Each separate
16 violation of such an order shall be a separate offense, ex-
17 cept that, in the case of a violation in which a person fails
18 to obey or neglects to obey a final order of the Board,
19 each day such failure or neglect continues shall be deemed
20 a separate offense.

21 “(3) If, after having provided a person or entity with
22 notice and an opportunity to be heard regarding a civil
23 action under subparagraph (2) for the enforcement of an
24 order, the court determines that the order was regularly
25 made and duly served, and that the person or entity is

1 in disobedience of the same, the court shall enforce obedi-
2 ence to such order by a writ of injunction or other proper
3 process, mandatory or otherwise, to—

4 “(A) restrain such person or entity or the offi-
5 cers, agents, or representatives of such person or en-
6 tity, from further disobedience to such order; or

7 “(B) enjoin upon such person or entity, officers,
8 agents, or representatives obedience to the same.”;

9 (4) in subsection (f)—

10 (A) by striking “proceed in the same man-
11 ner as in the case of an application by the
12 Board under subsection (e) of this section,” and
13 inserting “proceed as provided under paragraph
14 (2) of this subsection”;

15 (B) by striking “Any” and inserting the
16 following:

17 “(1) Within 30 days of the issuance of an
18 order, any”; and

19 (C) by adding at the end the following:

20 “(2) No objection that has not been urged be-
21 fore the Board, its member, agent, or agency shall
22 be considered by a court, unless the failure or ne-
23 glect to urge such objection shall be excused because
24 of extraordinary circumstances. The findings of the
25 Board with respect to questions of fact if supported

1 by substantial evidence on the record considered as
2 a whole shall be conclusive. If either party shall
3 apply to the court for leave to adduce additional evi-
4 dence and shall show to the satisfaction of the court
5 that such additional evidence is material and that
6 there were reasonable grounds for the failure to ad-
7 duce such evidence in the hearing before the Board,
8 its member, agent, or agency, the court may order
9 such additional evidence to be taken before the
10 Board, its member, agent, or agency, and to be
11 made a part of the record. The Board may modify
12 its findings as to the facts, or make new findings,
13 by reason of additional evidence so taken and filed,
14 and it shall file such modified or new findings, which
15 findings with respect to questions of fact if sup-
16 ported by substantial evidence on the record consid-
17 ered as a whole shall be conclusive, and shall file its
18 recommendations, if any, for the modification or set-
19 ting aside of its original order. Upon the filing of the
20 record with it the jurisdiction of the court shall be
21 exclusive and its judgment and decree shall be final,
22 except that the same shall be subject to review by
23 the appropriate United States court of appeals if ap-
24 plication was made to the district court, and by the
25 Supreme Court of the United States upon writ of

1 certiorari or certification as provided in section 1254
2 of title 28, United States Code.”; and

3 (5) in subsection (g), by striking “subsection
4 (e) or (f) of this section” and inserting “subsection
5 (d) or (f)”.

6 (g) INJUNCTIONS AGAINST UNFAIR LABOR PRAC-
7 TICES INVOLVING DISCHARGE OR OTHER SERIOUS ECO-
8 NOMIC LOSS.—Section 10(j) of the National labor Rela-
9 tions Act (29 U.S.C. 160(j)) is amended—

10 (1) by striking “(j) The Board” and inserting
11 the following:

12 (A) “(j)(1) The Board”; and

13 (B) by adding at the end the following:

14 “(2) Notwithstanding subsection (m), whenever
15 it is charged that an employer has engaged in an
16 unfair labor practice within the meaning of para-
17 graph (1) or (3) of section 8(a) that significantly
18 interferes with, restrains, or coerces employees in
19 the exercise of the rights guaranteed under section
20 7, or involves discharge or other serious economic
21 harm to an employee, the preliminary investigation
22 of such charge shall be made forthwith and given
23 priority over all other cases except cases of like char-
24 acter in the office where it is filed or to which it is
25 referred. If, after such investigation, the officer or

1 regional attorney to whom the matter may be re-
2 ferred has reasonable cause to believe such charge is
3 true and that a complaint should issue, such officer
4 or attorney shall bring a petition for appropriate
5 temporary relief or restraining order as set forth in
6 paragraph (1). The district court shall grant the re-
7 lief requested unless the court concludes that there
8 is no reasonable likelihood that the Board will suc-
9 ceed on the merits of the Board’s claim.”; and

10 (C) by repealing subsections (k) and (l).

11 (h) PENALTIES.—

12 (1) IN GENERAL.—Section 12 of the National
13 Labor Relations Act (29 U.S.C. 162) is amended—

14 (A) by striking “Sec. 12. Any person” and
15 inserting the following:

16 **“SEC. 12. PENALTIES.**

17 “(a) VIOLATIONS FOR INTERFERENCE WITH
18 BOARD.—Any person”; and

19 (B) by adding at the end the following:

20 “(b) VIOLATIONS FOR POSTING REQUIREMENTS AND
21 VOTER LIST.—If the Board, or any agent or agency des-
22 igned by the Board for such purposes, determines that
23 an employer has violated section 8(h) or regulations issued
24 thereunder, the Board shall—

1 “(1) state the findings of fact supporting such
2 determination;

3 “(2) issue and cause to be served on such em-
4 ployer an order requiring that such employer comply
5 with section 8(h) or regulations issued thereunder;
6 and

7 “(3) impose a civil penalty in an amount deter-
8 mined appropriate by the Board, except that in no
9 case shall the amount of such penalty exceed \$500
10 for each such violation.

11 “(c) VIOLATIONS CAUSING SERIOUS ECONOMIC
12 HARM TO EMPLOYEES.—

13 “(1) IN GENERAL.—Any employer who commits
14 an unfair labor practice within the meaning of para-
15 graph (3) or (4) of section 8(a), or a violation of
16 section 8(a) that results in the discharge of an em-
17 ployee or other serious economic harm to an em-
18 ployee shall, in addition to any remedy ordered by
19 the Board, be subject to a civil penalty in an amount
20 not to exceed \$50,000 for each violation, except that
21 the Board shall double the amount of such penalty,
22 to an amount not to exceed \$100,000, in any case
23 where the employer has within the preceding 5 years
24 committed another such violation.

1 “(2) CONSIDERATIONS.—In determining the
2 amount of any civil penalty under this subsection,
3 the Board shall consider—

4 “(A) the gravity of the unfair labor prac-
5 tice;

6 “(B) the impact of the unfair labor prac-
7 tice on the charging party, on other persons
8 seeking to exercise rights guaranteed by this
9 Act, and on the public interest; and

10 “(C) the gross income of the employer.

11 “(3) DIRECTOR AND OFFICER LIABILITY.—If
12 the Board determines, based on the particular facts
13 and circumstances presented, that a director or offi-
14 cer’s personal liability is warranted, a civil penalty
15 for a violation described in this subsection may also
16 be assessed against any director or officer of the em-
17 ployer who directed or committed the violation, had
18 established a policy that led to such a violation, or
19 had actual or constructive knowledge of and the au-
20 thority to prevent the violation and failed to prevent
21 the violation.

22 “(d) JOINT EMPLOYMENT.—Two or more persons
23 shall be employers for purposes of this Act with respect
24 to employees if each such person possesses sufficient con-
25 trol over the employees’ essential terms and conditions of

1 employment to permit meaningful collective bargaining. In
2 applying this inquiry, the Board or a court of competent
3 jurisdiction shall consider as relevant direct control, indi-
4 rect control, reserved authority to control, and control ex-
5 ercised in fact: *Provided*, That nothing in this paragraph
6 shall be construed to bring within the definition of em-
7 ployer under section 2(2) the United States or any wholly
8 owned Government corporation, or any Federal Reserve
9 Bank, or any State or political subdivision thereof, or any
10 person subject to the Railway Labor Act, as amended from
11 time to time, or any labor organization (other than when
12 acting as an employer), or anyone acting in the capacity
13 of officer or agent of such labor organization.

14 “(e) RIGHT TO CIVIL ACTION.—

15 “(1) IN GENERAL.—Any person who is injured
16 by reason of a violation of paragraph (1) or (3) of
17 section 8(a) may, in addition to or in lieu of filing
18 a charge alleging such unfair labor practice with the
19 Board in accordance with this Act, bring a civil ac-
20 tion in the appropriate district court of the United
21 States against the employer within 180 days of the
22 violation. No relief under this subsection shall be de-
23 nied on the basis that the employee is, or was during
24 the time of relevant employment or during the back
25 pay period, an unauthorized alien as defined in sec-

1 tion 274A(h)(3) of the Immigration and Nationality
2 Act (8 U.S.C. 1324a(h)(3)) or any other provision of
3 Federal law relating to the unlawful employment of
4 aliens.

5 “(2) AVAILABLE RELIEF.—Relief granted in an
6 action under paragraph (1) may include—

7 “(A) back pay without any reduction, in-
8 cluding any reduction based on the employee’s
9 interim earnings or failure to earn interim earn-
10 ings;

11 “(B) front pay (when appropriate);

12 “(C) consequential damages;

13 “(D) an additional amount as liquidated
14 damages equal to 2 times the cumulative
15 amount of damages awarded under subpara-
16 graphs (A) through (C);

17 “(E) in appropriate cases, punitive dam-
18 ages in accordance with paragraph (4); and

19 “(F) any other relief authorized by section
20 706(g) of the Civil Rights Act of 1964 (42
21 U.S.C. 2000e-5(g)) or by section 1977A(b) of
22 the Revised Statutes (42 U.S.C. 1981a(b)).

23 “(3) ATTORNEY’S FEES.—In any civil action
24 under this subsection, the court may allow the pre-
25 vailing party a reasonable attorney’s fee (including

1 expert fees) and other reasonable costs associated
2 with maintaining the action.

3 “(4) PUNITIVE DAMAGES.—In awarding puni-
4 tive damages under paragraph (2)(E), the court
5 shall consider—

6 “(A) the gravity of the unfair labor prac-
7 tice;

8 “(B) the impact of the unfair labor prac-
9 tice on the charging party, on other persons
10 seeking to exercise rights guaranteed by this
11 Act, and on the public interest; and

12 “(C) the gross income of the employer.”.

13 (2) CONFORMING AMENDMENTS.—Section
14 10(b) of the National Labor Relations Act is amend-
15 ed by striking “six months” and inserting “180
16 days” and by striking “the six-month period” and
17 inserting “the 180-day period”.

18 (i) LIMITATIONS.—Section 13 of the National Labor
19 Relations Act (29 U.S.C. 163) is amended by striking the
20 period at the end and inserting the following: “: *Provided*,
21 That the duration, scope, frequency, or intermittence of
22 any strike or strikes shall not render such strike or strikes
23 unprotected or prohibited.”.

24 (j) FAIR SHARE AGREEMENTS PERMITTED.—Section
25 14(b) of the National Labor Relations Act (29 U.S.C.

1 164(b)) is amended by striking the period at the end and
2 inserting the following: “: *Provided*, That collective bar-
3 gaining agreements providing that all employees in a bar-
4 gaining unit shall contribute fees to a labor organization
5 for the cost of bargaining and representation as a condi-
6 tion of employment shall be valid and enforceable notwith-
7 standing any State or Territorial law.”.

8 **SEC. 102. AMENDMENTS TO THE LABOR MANAGEMENT RE-**
9 **LATIONS ACT, 1947.**

10 Section 303 of the Labor Management Relations Act,
11 1947 (29 U.S.C. 187) is repealed.

12 **SEC. 103. AMENDMENTS TO THE LABOR-MANAGEMENT RE-**
13 **PORTING AND DISCLOSURE ACT OF 1959.**

14 Section 203(c) of the Labor-Management Reporting
15 and Disclosure Act of 1959 (29 U.S.C. 433(c)) is amended
16 by striking the period at the end and inserting the fol-
17 lowing “: *Provided*, That this subsection shall not exempt
18 from the requirements of this section any arrangement or
19 part of an arrangement in which a party agrees, for an
20 object described in section (b)(1), to plan or conduct em-
21 ployee meetings; train supervisors or employer representa-
22 tives to conduct meetings; coordinate or direct activities
23 of supervisors or employer representatives; establish or fa-
24 cilitate employee committees; identify employees for dis-
25 ciplinary action, reward, or other targeting; or draft or

1 revise employer personnel policies, speeches, presentations,
2 or other written, recorded, or electronic communications
3 to be delivered or disseminated to employees.”.

4 **TITLE II—FAIR PAY AND SAFE** 5 **WORKPLACES**

6 **SEC. 201. DEFINITIONS.**

7 In this title:

8 (1) **COVERED CONTRACT.**—The term “covered
9 contract” means a Federal contract for the procure-
10 ment of property or services, including construction,
11 valued in excess of \$500,000.

12 (2) **COVERED SUBCONTRACT.**—The term “cov-
13 ered subcontract”—

14 (A) means a subcontract for property or
15 services under a Federal contract that is valued
16 in excess of \$500,000; and

17 (B) does not include a subcontract for the
18 procurement of commercially available off-the-
19 shelf items.

20 (3) **EXECUTIVE AGENCY.**—The term “executive
21 agency” has the meaning given the term in section
22 133 of title 41, United States Code.

23 **SEC. 202. PURPOSE.**

24 The purpose of this title is to—

1 (1) ensure that the purchasing power of the
2 Federal Government is employed to raise labor
3 standards, improve working conditions, and
4 strengthen workers' bargaining power; and

5 (2) increase efficiency and cost savings in the
6 work performed by parties who contract with the
7 Federal Government by ensuring that they under-
8 stand and comply with labor laws, which are de-
9 signed to promote safe, healthy, fair, and effective
10 workplaces and increase the likelihood of enhanced
11 productivity in the workplace and the timely, pre-
12 dictable, and satisfactory delivery of goods and serv-
13 ices to the Federal Government.

14 **SEC. 203. REQUIRED PRE-CONTRACT AWARD ACTIONS.**

15 (a) DISCLOSURES.—The head of an executive agency
16 shall ensure that the solicitation for a covered contract re-
17 quires the offeror—

18 (1) to represent, to the best of the offeror's
19 knowledge and belief, whether there has been any
20 administrative merits determination, arbitral award
21 or decision, or civil judgment, as defined in guidance
22 issued by the Secretary of Labor, rendered against
23 the offeror in the preceding 3 years for violations
24 of—

1 (A) the Fair Labor Standards Act of 1938
2 (29 U.S.C. 201 et seq.);

3 (B) the Occupational Safety and Health
4 Act of 1970 (29 U.S.C. 651 et seq.);

5 (C) the Migrant and Seasonal Agricultural
6 Worker Protection Act (29 U.S.C. 1801 et
7 seq.);

8 (D) the National Labor Relations Act (29
9 U.S.C. 151 et seq.);

10 (E) subchapter IV of chapter 31 of title
11 40, United States Code (commonly known as
12 the “Davis-Bacon Act”);

13 (F) chapter 67 of title 41, United States
14 Code (commonly known as the “Service Con-
15 tract Act”);

16 (G) Executive Order 11246 (42 U.S.C.
17 2000e note; relating to equal employment op-
18 portunity);

19 (H) section 503 of the Rehabilitation Act
20 of 1973 (29 U.S.C. 793);

21 (I) section 4212 of title 38, United States
22 Code;

23 (J) the Family and Medical Leave Act of
24 1993 (29 U.S.C. 2601 et seq.);

1 (K) title VII of the Civil Rights Act of
2 1964 (42 U.S.C. 2000e et seq.);

3 (L) the Americans with Disabilities Act of
4 1990 (42 U.S.C. 12101 et seq.);

5 (M) the Age Discrimination in Employ-
6 ment Act of 1967 (29 U.S.C. 621 et seq.);

7 (N) Executive Order 13658 (79 Fed. Reg.
8 9851; relating to establishing a minimum wage
9 for contractors); or

10 (O) equivalent State laws, as defined in
11 guidance issued by the Secretary of Labor;

12 (2) to require each subcontractor for a covered
13 subcontract—

14 (A) to represent to the offeror and the en-
15 tity designated by the final rule reissued under
16 subsection (a) of section 206, to the best of the
17 subcontractor's knowledge and belief, whether
18 there has been any administrative merits deter-
19 mination, arbitral award or decision, or civil
20 judgment, as defined in guidance issued by the
21 Department of Labor, rendered against the
22 subcontractor in the preceding 3 years for viola-
23 tions of any of the labor laws and executive or-
24 ders listed under paragraph (1); and

1 (B) to update such information every 6
2 months for the duration of the subcontract; and

3 (3) to consider the advice rendered by the enti-
4 ty designated by the final rule reissued under sub-
5 section (a) of section 206 or information submitted
6 by a subcontractor pursuant to paragraph (2) in de-
7 termining whether the subcontractor is a responsible
8 source with a satisfactory record of integrity and
9 business ethics—

10 (A) prior to awarding the subcontract; or

11 (B) in the case of a subcontract that is
12 awarded or will become effective within 5 days
13 of the prime contract being awarded, not later
14 than 30 days after awarding the subcontract.

15 (b) PRE-AWARD CORRECTIVE MEASURES.—

16 (1) IN GENERAL.—A contracting officer, prior
17 to awarding a covered contract, shall, as part of the
18 responsibility determination, provide an offeror who
19 makes a disclosure pursuant to subsection (a) an op-
20 portunity to report any steps taken to correct the
21 violations of or improve compliance with the labor
22 laws listed in paragraph (1) of such subsection, in-
23 cluding any agreements entered into with an en-
24 forcement agency.

1 (2) CONSULTATION.—The executive agency’s
2 Labor Compliance Advisor designated pursuant to
3 section 205, in consultation with relevant enforce-
4 ment agencies, shall advise the contracting officer
5 whether agreements are in place or are otherwise
6 needed to address appropriate remedial measures,
7 compliance assistance, steps to resolve issues to
8 avoid further violations, or other related matters
9 concerning the offeror.

10 (3) RESPONSIBILITY DETERMINATION.—The
11 contracting officer, in consultation with the executive
12 agency’s Labor Compliance Advisor, shall consider
13 information provided by the offeror under this sub-
14 section in determining whether the offeror is a re-
15 sponsible source with a satisfactory record of integ-
16 rity and business ethics. The determination shall be
17 based on the guidelines reissued under subsection
18 (b)(1) of section 206 and the final rule reissued
19 under subsection (a) of such section.

20 (c) REFERRAL OF INFORMATION TO SUSPENSION
21 AND DEBARMENT OFFICIALS.—As appropriate, con-
22 tracting officers, in consultation with their executive agen-
23 cy’s Labor Compliance Advisor, shall refer matters related
24 to information provided pursuant to paragraphs (1) and
25 (2) of subsection (a) to the executive agency’s suspension

1 and debarment official in accordance with agency proce-
2 dures.

3 **SEC. 204. POST-AWARD CONTRACT ACTIONS.**

4 (a) INFORMATION UPDATES.—The contracting offi-
5 cer for a covered contract shall require that the contractor
6 update the information provided under paragraphs (1)
7 and (2) of section 203(a) every 6 months.

8 (b) CORRECTIVE ACTIONS.—

9 (1) PRIME CONTRACT.—The contracting officer,
10 in consultation with the Labor Compliance Advisor
11 designated pursuant to section 205, shall determine
12 whether any information provided under subsection
13 (a) warrants corrective action. Such action may in-
14 clude—

15 (A) an agreement requiring appropriate re-
16 medial measures;

17 (B) compliance assistance;

18 (C) resolving issues to avoid further viola-
19 tions;

20 (D) the decision not to exercise an option
21 on a contract or to terminate the contract; or

22 (E) referral to the agency suspending and
23 debarring official.

24 (2) SUBCONTRACTS.—The prime contractor for
25 a covered contract, in consultation with the Labor

1 Compliance Advisor, shall determine whether any in-
2 formation provided under section 203(a)(2) warrants
3 corrective action, including remedial measures, com-
4 pliance assistance, and resolving issues to avoid fur-
5 ther violations.

6 (3) DEPARTMENT OF LABOR.—The Department
7 of Labor shall, as appropriate, inform executive
8 agencies of its investigations of contractors and sub-
9 contractors on current Federal contracts for pur-
10 poses of determining the appropriateness of actions
11 described under paragraphs (1) and (2).

12 **SEC. 205. LABOR COMPLIANCE ADVISORS.**

13 (a) IN GENERAL.—Each executive agency shall des-
14 ignate a senior official to act as the agency’s Labor Com-
15 pliance Advisor.

16 (b) DUTIES.—The Labor Compliance Advisor shall—

17 (1) meet quarterly with the Deputy Secretary,
18 Deputy Administrator, or equivalent executive agen-
19 cy official with regard to matters covered under this
20 title;

21 (2) work with the acquisition workforce, agency
22 officials, and agency contractors to promote greater
23 awareness and understanding of labor law require-
24 ments, including record keeping, reporting, and no-

1 tice requirements, as well as best practices for ob-
2 taining compliance with these requirements;

3 (3) coordinate assistance for executive agency
4 contractors seeking help in addressing and pre-
5 venting labor violations;

6 (4) in consultation with the Department of
7 Labor or other relevant enforcement agencies, and
8 pursuant to section 203(b) as necessary, provide as-
9 sistance to contracting officers regarding appro-
10 priate actions to be taken in response to violations
11 identified prior to or after contracts are awarded,
12 and address complaints in a timely manner, by—

13 (A) providing assistance to contracting of-
14 ficers and other executive agency officials in re-
15 viewing the information provided pursuant to
16 subsections (a) and (b) of section 203 and sec-
17 tion 204(a), or other information indicating a
18 violation of a labor law in order to assess the
19 serious, repeated, willful, or pervasive nature of
20 any violation and evaluate steps contractors
21 have taken to correct violations or improve com-
22 pliance with relevant requirements;

23 (B) helping agency officials determine the
24 appropriate response to address violations of
25 the requirements of the labor laws listed in sec-

1 tion 203(a)(1) or other information indicating
2 such a labor violation (particularly serious, re-
3 peated, willful, or pervasive violations), includ-
4 ing agreements requiring appropriate remedial
5 measures, decisions not to award a contract or
6 exercise an option on a contract, contract termi-
7 nation, or referral to the executive agency sus-
8 pension and debarment official;

9 (C) providing assistance to appropriate ex-
10 ecutive agency officials in receiving and re-
11 sponding to, or making referrals of, complaints
12 alleging violations by agency contractors and
13 subcontractors of the requirements of the labor
14 laws listed in section 203(a)(1); and

15 (D) supporting contracting officers, sus-
16 pension and debarment officials, and other
17 agency officials in the coordination of actions
18 taken pursuant to this subsection to ensure
19 agency-wide consistency, to the extent prac-
20 ticable;

21 (5) as appropriate, send information to agency
22 suspension and debarment officials in accordance
23 with agency procedures;

24 (6) consult with the agency's Chief Acquisition
25 Officer and Senior Procurement Executive, and the

1 Department of Labor as necessary, in the develop-
2 ment of regulations, policies, and guidance address-
3 ing labor law compliance by contractors and sub-
4 contractors;

5 (7) make recommendations to the agency to
6 strengthen agency management of contractor compli-
7 ance with labor laws;

8 (8) publicly report, on an annual basis, a sum-
9 mary of agency actions taken to promote greater
10 labor compliance, including the agency's response
11 pursuant to this order to serious, repeated, willful,
12 or pervasive violations of the requirements of the
13 labor laws listed in section 203(a)(1); and

14 (9) participate in the interagency meetings reg-
15 ularly convened by the Secretary of Labor pursuant
16 to section 206(b)(2)(C).

17 **SEC. 206. MEASURES TO ENSURE GOVERNMENT-WIDE CON-**
18 **SISTENCY.**

19 (a) FEDERAL ACQUISITION REGULATION.—

20 (1) IN GENERAL.—Notwithstanding Public Law
21 115–11 (131 Stat. 75) and section 553 of title 5,
22 United States Code, not later than 1 year after the
23 date of enactment of this Act, the Secretary of De-
24 fense, the Administrator of the General Services Ad-
25 ministration, and the Administrator of the National

1 Aeronautics and Space Administration shall reissue
2 the final rule entitled “Federal Acquisition Regula-
3 tion; Fair Pay and Safe Workplaces” (81 Fed. Reg.
4 58,562 (Aug. 25, 2016)), subject to paragraph (2).

5 (2) UPDATED DATES.—The agencies described
6 in paragraph (1) may, in reissuing the final rule
7 under such paragraph, update any date provided in
8 such final rule as reasonable and necessary.

9 (b) DEPARTMENT OF LABOR.—

10 (1) GUIDANCE.—Not later than 1 year after
11 the date of enactment of this Act, the Secretary of
12 Labor shall reissue the guidance entitled “Guidance
13 for Executive Order 13673, ‘Fair Pay and Safe
14 Workplaces’” (81 Fed. Reg. 58,564 (Aug. 25,
15 2016)). In reissuing such guidance, the Secretary of
16 Labor may update any date provided in such guid-
17 ance as reasonable.

18 (2) ADDITIONAL ACTIVITIES.—The Secretary of
19 Labor shall—

20 (A) develop a process—

21 (i) for the Labor Compliance Advisors
22 designated pursuant to section 205 to con-
23 sult with the Secretary of Labor in car-
24 rying out their responsibilities under sec-
25 tion 205(b)(4);

1 (ii) by which contracting officers and
2 Labor Compliance Advisors may give ap-
3 propriate consideration to determinations
4 and agreements made by the Secretary of
5 Labor and the heads of other executive
6 agencies; and

7 (iii) by which contractors may enter
8 into agreements with the Secretary of
9 Labor, or the head of another executive
10 agency, prior to being considered for a con-
11 tract;

12 (B) review data collection requirements
13 and processes, and work with the Director of
14 the Office of Management and Budget, the Ad-
15 ministrators for General Services, and other
16 agency heads to improve such requirements and
17 processes, as necessary, to reduce the burden on
18 contractors and increase the amount of infor-
19 mation available to executive agencies;

20 (C) regularly convene interagency meetings
21 of Labor Compliance Advisors to share and pro-
22 mote best practices for improving labor law
23 compliance; and

24 (D) designate an appropriate contact for
25 executive agencies seeking to consult with the

1 Secretary of Labor with respect to the require-
2 ments and activities under this title.

3 (c) OFFICE OF MANAGEMENT AND BUDGET.—The
4 Director of the Office of Management and Budget shall—

5 (1) work with the Administrator of General
6 Services to include in the Federal Awardee Perform-
7 ance and Integrity Information System the informa-
8 tion provided by contractors pursuant to sections
9 203(a)(1) and 204(a) and data on the resolution of
10 any issues related to such information; and

11 (2) designate an appropriate contact for agen-
12 cies seeking to consult with the Office of Manage-
13 ment and Budget on matters arising under this title.

14 (d) GENERAL SERVICES ADMINISTRATION.—

15 (1) IN GENERAL.—The Administrator of Gen-
16 eral Services, in consultation with other relevant ex-
17 ecutive agencies, shall establish a single Internet
18 website for Federal contractors to use for all Federal
19 contract reporting requirements under this title, as
20 well as any other Federal contract reporting require-
21 ments to the extent practicable.

22 (2) AGENCY COOPERATION.—The heads of ex-
23 ecutive agencies with covered contracts shall provide
24 the Administrator of General Services with the data

1 necessary to maintain the Internet website estab-
2 lished under paragraph (1).

3 (e) MINIMIZING COMPLIANCE BURDEN.—After re-
4 issuing the guidance under subsection (b)(1) or the final
5 rule under subsection (a), the Secretary of Labor or the
6 Secretary of Defense, the Administrator of the General
7 Services Administration, and the Administrator of the Na-
8 tional Aeronautics and Space Administration may, respec-
9 tively, amend such guidance or final rule consistent with
10 the requirements under chapter 5 of title 5, United States
11 Code.

12 **SEC. 207. PAYCHECK TRANSPARENCY.**

13 (a) IN GENERAL.—Each executive agency entering
14 into a covered contract, or covered subcontract, shall en-
15 sure that provisions in solicitations for such contracts, or
16 subcontracts, and clauses in such contracts, or sub-
17 contracts, shall provide that, for each pay period, contrac-
18 tors or subcontractors provide each individual described
19 in subsection (b) with a document containing information
20 with respect to such individual for the pay period con-
21 cerning hours worked, overtime hours worked, pay, and
22 any additions made to or deductions made from pay.

23 (b) INDIVIDUALS DESCRIBED.—An individual de-
24 scribed in this subsection is any individual performing
25 work under a contract or subcontract for which the con-

1 tractor or subcontractor is required to maintain wage
2 records under—

3 (1) the Fair Labor Standards Act of 1938 (29
4 U.S.C. 201 et seq.);

5 (2) subchapter IV of chapter 31 of title 40,
6 United States Code (commonly referred to as the
7 “Davis-Bacon Act”);

8 (3) chapter 67 of title 41, United States Code
9 (commonly known as the “Service Contract Act”); or

10 (4) an applicable State law.

11 (c) EXCEPTIONS.—

12 (1) EMPLOYEES EXEMPT FROM OVERTIME RE-
13 QUIREMENTS.—The document provided under sub-
14 section (a) to individuals who are exempt under sec-
15 tion 13 of the Fair Labor Standards Act of 1938
16 (29 U.S.C. 213) from the overtime compensation re-
17 quirements under section 7 of such Act (29 U.S.C.
18 207) shall not be required to include a record of the
19 hours worked if the contractor or subcontractor in-
20 forms the individual of the status of such individual
21 as exempt from such requirements.

22 (2) SUBSTANTIALLY SIMILAR STATE LAWS.—
23 The requirements under this section shall be deemed
24 to be satisfied if the contractor or subcontractor
25 complies with State or local requirements that the

1 Secretary of Labor has determined are substantially
2 similar to the requirements under this section.

3 (d) INDEPENDENT CONTRACTORS.—If the contractor
4 or subcontractor is treating an individual performing work
5 under a covered contract or subcontract as an independent
6 contractor, and not as an employee, the contractor or sub-
7 contractor shall provide the individual a document inform-
8 ing the individual of their status as an independent con-
9 tractor.

10 **SEC. 208. COMPLAINT AND DISPUTE TRANSPARENCY.**

11 (a) IN GENERAL.—

12 (1) CONTRACTS.—The head of an executive
13 agency may not enter into a contract for the pro-
14 curement of property or services valued in excess of
15 \$500,000 unless the contractor agrees that any deci-
16 sion to arbitrate the claim of an employee or inde-
17 pendent contractor performing work under the con-
18 tract that arises under title VII of the Civil Rights
19 Act of 1964 (42 U.S.C. 2000e et seq.) or any tort
20 related to or arising out of sexual assault or sexual
21 harassment may only be made with the voluntary
22 consent of the employee or independent contractor
23 after the dispute arises.

24 (2) SUBCONTRACTS.—The head of an executive
25 agency shall require that a contractor covered under

1 paragraph (1) incorporate the requirement under
2 such subsection into each subcontract for the pro-
3 curement of property or services valued in excess of
4 \$500,000 at any tier under the contract.

5 (b) EXCEPTIONS.—

6 (1) CONTRACTS FOR COMMERCIAL ITEMS AND
7 COMMERCIALY AVAILABLE OFF-THE-SHELF
8 ITEMS.—The requirements under subsection (a) do
9 not apply to contracts or subcontracts for the acqui-
10 sition of commercial items or commercially available
11 off-the-shelf items (as those terms are defined in
12 sections 103(1) and 104, respectively, of title 41,
13 United States Code).

14 (2) EMPLOYEES AND INDEPENDENT CONTRAC-
15 TORS NOT COVERED.—The requirements under sub-
16 section (a) do not apply with respect to an employee
17 or independent contractor who—

18 (A) is covered by a collective bargaining
19 agreement negotiated between the contractor or
20 subcontractor and a labor organization rep-
21 resenting the employee or independent con-
22 tractor; or

23 (B) entered into a valid agreement to arbi-
24 trate claims covered under such subsection be-
25 fore the contractor or subcontractor bid on the

1 contract covered under such subsection, except
2 that such requirements do apply—

3 (i) if the contractor or subcontractor
4 is permitted to change the terms of the ar-
5 bitration agreement with the employee or
6 independent contractor; or

7 (ii) in the event the arbitration agree-
8 ment is renegotiated or replaced after the
9 contractor or subcontractor bids on the
10 contract.

11 **SEC. 209. NEUTRALITY.**

12 (a) Costs incurred in maintaining satisfactory rela-
13 tions between a contractor, and its employees, on a cov-
14 ered contract or a subcontractor, and its employees, on
15 a covered subcontract (other than those made unallowable
16 in subsection (b) of this section), including costs of shop
17 stewards, labor management committees, employee publi-
18 cations, and other related activities, are allowable.

19 (b) No Federal funds made available through a cov-
20 ered contract or covered subcontract may be used to en-
21 gage in activities undertaken to persuade employees, of
22 any entity, to exercise or not to exercise, or concerning
23 the manner of exercising, the right to organize and bar-
24 gain collectively through representatives of the employees'
25 own choosing or any other activities that are subject to

1 the requirements under section 203(b) of the Labor-Man-
2 agement Reporting and Disclosure Act of 1959 (29 U.S.C.
3 433(b)). Examples of unallowable costs under this sub-
4 section include the costs of—

5 (1) preparing and distributing materials;

6 (2) hiring or consulting legal counsel or consult-
7 ants;

8 (3) meetings (including paying the salaries of
9 the attendees at meetings held for this purpose); and

10 (4) planning or conducting activities by man-
11 agers, supervisors, or union representatives during
12 work hours.

13 **SEC. 210. IMPLEMENTING REGULATIONS.**

14 Not later than 9 months after the date of enactment
15 of this Act, the Federal Acquisition Regulatory Council
16 shall amend the Federal Acquisition Regulation to carry
17 out the provisions of this title, including sections 207 and
18 208.

19 **SEC. 211. SEVERABILITY.**

20 If any provision of this title or the application of any
21 such provision to any person or circumstance is held to
22 be unconstitutional, the remaining provisions of this title
23 and the application of such provisions to any person or
24 circumstance shall not be affected by such holding.

1 **SEC. 212. RULES OF CONSTRUCTION.**

2 Nothing in this title shall be construed as—

3 (1) impairing or otherwise affecting the author-
4 ity granted by law to an executive agency or the
5 head thereof; or

6 (2) impairing or otherwise affecting the func-
7 tions of the Director of the Office of Management
8 and Budget relating to budgetary, administrative, or
9 legislative proposals.

10 **TITLE III—AUTHORIZATION OF**
11 **APPROPRIATIONS**

12 **SEC. 301. AUTHORIZATION OF APPROPRIATIONS.**

13 There are authorized to be appropriated such sums
14 as may be necessary to carry out the provisions of this
15 Act, including any amendments made by this Act.