103d CONGRESS 2d Session **H. R. 4803**

To amend the Fair Labor Standards Act of 1938 to prohibit discrimination in the payment of wages on account of sex, race, or national origin and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

JULY 20, 1994

Ms. NORTON (for herself, Mr. OWENS, Mr. TUCKER, Miss COLLINS of Michigan, Mr. GONZALEZ, Ms. ROYBAL-ALLARD, Mr. DELLUMS, MS. EDDIE BERNICE JOHNSON of Texas, Ms. MCKINNEY, Ms. BROWN of Florida, Mr. MINETA, Ms. VELÁZQUEZ, Mr. HINCHEY, Mrs. SCHROEDER, Mr. NADLER, Ms. MARGOLIES-MEZVINSKY, Mr. SERRANO, Mrs. MALONEY, Mr. MARTINEZ, Mr. MCCLOSKEY, Mr. GENE GREEN of Texas, and Mrs. KENNELLY) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

- To amend the Fair Labor Standards Act of 1938 to prohibit discrimination in the payment of wages on account of sex, race, or national origin 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 AND REFERENCE.**

4 (a) SHORT TITLE.—This Act may be cited as the5 "Fair Pay Act of 1994".

1 (b) REFERENCE.—Whenever in this Act an amend-2 ment or repeal is expressed in terms of an amendment 3 to, or repeal of, a section or other provision, the reference 4 shall be considered to be made to a section or other provi-5 sion of the Fair Labor Standards Act of 1938.

6 SEC. 2. FINDINGS.

7 The Congress finds the following:

8 (1) Wage differentials exist between equivalent 9 jobs segregated by sex, race, and national origin in 10 Government employment and in industries engaged 11 in commerce or in the production of goods for com-12 merce:

13 (2) The existence of such wage differentials—
14 (A) depresses wages and living standards
15 for employees necessary for their health and ef16 ficiency;

17 (B) prevents the maximum utilization of18 the available labor resources;

19(C) tends to cause labor disputes, thereby20burdening, affecting, and obstructing com-21merce;

(D) burdens commerce and the free flow ofgoods in commerce; and

24 (E) constitutes an unfair method of com-25 petition.

(3) Discrimination in hiring and promotion has
 played a role in maintaining a segregated work
 force.

4 (4) Many women and people of color work in
5 occupations dominated by individuals of their same
6 sex, race, and national origin.

7 (5) In its seminal 1981 report "Women, Work, and Wages: Equal Pay for Jobs of Equal Value" the 8 National Academy of Sciences Committee on Occu-9 pation Classification and Analysis found that in 10 11 1970 jobs dominated by women were paid \$27.50 12 less per year for each additional percentage point fe-13 male than equivalent mixed and male-dominated 14 jobs.

(6) A General Accounting Office analysis of
wages in the civil service of the State of Washington
found that in 1985 of the 44 jobs studied that paid
less than the average of all equivalent jobs, approximately 39 percent were female-dominated and approximately 16 percent were male dominated.

(7) A study of wages in Minnesota using 1990
Decennial Census data found that 75 percent of the
wage differential between white and non-white workers was unexplained and may be a result of discrimination.

(8) Section 6(d) of the Fair Labor Standards
 Act of 1938 prohibits discrimination in compensa tion for "equal work" on the basis of sex.

4 (9) Title VII of the Civil Rights Act of 1964 5 prohibits discrimination in compensation because of 6 race, color, religion, national origin, and sex. The 7 United States Supreme Court, in its decision in County of Washington v. Gunther, 452 U.S. 161 8 9 (1981), held that title VII's prohibition against dis-10 crimination in compensation also applies to jobs 11 which do not constitute "equal work" as defined in section 6(d) of the Fair Labor Standards Act of 12 13 1938. Decisions of lower courts, however, have demonstrated that further clarification of existing legis-14 15 lation is necessary in order effectively to carry out 16 the intent of Congress to implement the Supreme 17 Court's holding in its Gunther decision.

(10) Artificial barriers to the elimination of discrimination in compensation based upon sex, race,
and national origin continue to exist more than 3
decades after the passage of section 6(d) of the Fair
Labor Standards Act of 1938 and the Civil Rights
Act of 1964.

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1 SEC. 3. EQUAL PAY FOR EQUIVALENT JOBS.

2 (a) AMENDMENT.—Section 6 (29 U.S.C. 206) is
3 amended by adding at the end the following:

4 (g)(1)(A) No employer having employees subject to 5 any provisions of this section shall discriminate between its employees on the basis of sex, race, or national origin 6 7 by paying wages to employees or groups of employees at 8 a rate less than the rate at which the employer pays wages 9 to employees or groups of employees of the opposite sex or different race or national origin for work in equivalent 10 jobs, except where such payment is made pursuant to a 11 seniority system, a merit system, or a system which meas-12 ures earnings by quantity or quality of production. 13

"(B) An employer who is paying a wage rate differential in violation of subparagraph (A) shall not, in order
to comply with the provisions of such subparagraph, reduce the wage rate of any employee.

"(2) No labor organization or its agents representing
employees of an employer having employees subject to any
provision of this section shall cause or attempt to cause
such an employer to discriminate against an employee in
violation of paragraph (1)(A).

23 "(3) For purposes of administration and enforcement
24 of this subsection, any amounts owing to any employee
25 which have been withheld in violation of paragraph (1)(A)

shall be deemed to be unpaid minimum wages or unpaid
 overtime compensation under this section or section 7.

3 "(4) As used in this subsection:

4 "(A) The term 'labor organization' means any 5 organization of any kind, or any agency or employee 6 representation committee or plan, in which employ-7 ees participate and which exists for the purpose, in 8 whole or in part, of dealing with employers concern-9 ing grievances, labor disputes, wages, rates of pay, 10 hours of employment, or conditions of work.

"(B) The term 'equivalent jobs' means jobs that
may be dissimilar, but whose requirements are
equivalent, when viewed as a composite of skills, effort, responsibility, and working conditions.".

(b) CONFORMING AMENDMENT.—Section 13(a) (29
U.S.C. 213(a)) is amended in the matter before paragraph
(1) by striking "section 6(d)" and inserting "sections 6(d)
and 6(g)".

19 SEC. 4. PROHIBITED ACTS.

20 Section 15(a) (29 U.S.C. 215(a)) is amended by 21 striking the period at the end of paragraph (5) and insert-22 ing a semicolon and by adding after paragraph (5) the 23 following:

24 "(6) to discriminate against any individual be-25 cause such individual has opposed any act or prac-

tice made unlawful by section 6(g) or because such
individual made a charge, testified, assisted, or participated in any manner in an investigation, proceeding, or hearing under section 6(g); or

"(7) to discharge or in any other manner dis-5 6 criminate against, coerce, intimidate, threaten, or 7 interfere with any employee or any other person because the employee inquired about, disclosed, com-8 9 pared, or otherwise discussed the employee's wages or the wages of any other employee, or because the 10 11 employee exercised, enjoyed, aided, or encouraged 12 any other person to exercise or enjoy any right granted or protected by section 6(g).". 13

14 SEC. 5. REMEDIES.

15 Section 16 (29 U.S.C. 216) is amended—

16 (1) by adding at the end the following:

"(f) In any action brought under this section for violation of section 6(g), the court shall, in addition to any other remedies awarded to the prevailing plaintiff or plaintiffs, allow expert fees as part of the costs. Any such action may be maintained as a class action as provided by the Federal Rules of Civil Procedure.";

(2) in subsection (b), by striking "section
15(a)(3)" each place it occurs and inserting "paragraphs (3), (6), and (7) of section 15(a)"; and

(3) in the fourth sentence of subsection (b), by
 striking "No employees" and inserting "Except with
 respect to class actions brought under subsection (f),
 no employees".

5 SEC. 6. RECORDS.

6 Section 11(c) (29 U.S.C. 211(c)) is amended by in-7 serting "(1)" after "(c)" and by adding at the end the 8 following:

"(2)(A) Every employer subject to section 6(g) shall 9 preserve records which document and support the method, 10 system, calculations, and other bases used by the employer 11 in establishing, adjusting, and determining the wages paid 12 to the employees of the employer. Every employer subject 13 to section 6(g) shall preserve such records for such periods 14 15 of time and shall make such reports therefrom to the Equal Employment Opportunity Commission as shall be 16 prescribed by the Equal Employment Opportunity Com-17 mission by regulation or order as necessary or appropriate 18 for the enforcement of the provisions of section 6(g) or 19 any regulations promulgated thereunder. 20

21 "(B) Every employer subject to section 6(g) shall file 22 annually with the Equal Employment Opportunity Com-23 mission a report signed by its president, treasurer, or cor-24 responding principal officer containing information in 25 such detail as may be necessary accurately to disclose the 1 wage or salary rates paid to each classification, position,
2 job title, or other wage or salary group of employees em3 ployed by the employer, as well as the sex, race, and na4 tional origin of employees at each wage or salary level in
5 each classification, position, job title, or other wage or sal6 ary group. The report shall not list the name of any indi7 vidual employee.

8 "(C) Every employer required to submit a report 9 under subparagraph (B) shall make available to all of its 10 employees the information required to be contained in 11 such report.

"(D) The contents of the reports filed with the Equal 12 Employment Opportunity Commission pursuant to sub-13 paragraph (B) shall be public information, and the Equal 14 Employment Opportunity Commission may publish any 15 information and data which it obtains pursuant to the pro-16 visions of subparagraph (B). The Equal Employment Op-17 portunity Commission may use the information and data 18 for statistical and research purposes, and compile and 19 publish such studies, analyses, reports, and surveys based 20 thereon as it may deem appropriate. 21

"(E) The Equal Employment Opportunity Commission shall by regulation make reasonable provision for the
inspection and examination by any person of the informa-

1 tion and data contained in any report filed with it pursu-2 ant to subparagraph (B).

"(F) The Equal Employment Opportunity Commission shall by regulation provide for the furnishing of copies
of reports filed with it pursuant to subparagraph (B) to
any person upon payment of a charge based upon the cost
of the service.

"(G) The Equal Employment Opportunity Commis-8 sion shall issue rules and regulations prescribing the form 9 and content of reports required to be filed under subpara-10 graph (B) and such other reasonable rules and regulations 11 as it may find necessary to prevent the circumvention or 12 evasion of such reporting requirements. In exercising its 13 authority under subparagraph (B), the Equal Employ-14 ment Opportunity Commission may prescribe by general 15 rule simplified reports for employers for whom it finds 16 that by virtue of their size a detailed report would be un-17 duly burdensome.". 18

19 SEC. 7. RESEARCH, EDUCATION, AND TECHNICAL ASSIST-

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ANCE PROGRAM; REPORT TO CONGRESS.

Section 4(d) (29 U.S.C. 204(d)) is amended by add-ing at the end the following:

"(4) The Equal Employment Opportunity Commission shall undertake studies and provide information and
technical assistance to employers, labor organizations, and

the general public concerning effective means available to 1 implement the provisions of section 6(g) prohibiting wage 2 discrimination between employees performing work in 3 4 equivalent jobs on the basis of sex, race, or national origin. Such studies, information, and technical assistance shall 5 be based upon and include reference to the declared policy 6 7 of such section to eliminate such discrimination. In order to achieve the purposes of such section, the Equal Employ-8 ment Opportunity Commission shall further carry on a 9 continuing program of research, education, and technical 10 assistance including— 11

12 "(A) undertaking and promoting research with
13 the intent of developing means to expeditiously cor14 rect the conditions leading to section 6(g);

15 "(B) publishing and otherwise making available
16 to employers, labor organizations, professional asso17 ciations, educational institutions, the various media
18 of communication, and the general public the find19 ings of studies and other materials for promoting
20 compliance with section 6(g);

"(C) sponsoring and assisting State and community informational and educational programs; and
"(D) providing technical assistance to employers, labor organizations, professional associations
and other interested persons on means of achieving

and maintaining compliance with the provisions of
 section 6(g).

3 "(5) The report submitted annually by the Equal
4 Employment Opportunity Commission to Congress pursu5 ant to paragraph (1) shall include a separate evaluation
6 and appraisal regarding the implementation of section
7 6(g).".

8 SEC. 8. EFFECTIVE DATE.

9 The amendments made by this Act shall take effect 10 upon the expiration of one year from the date of its enact-11 ment.

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