104TH CONGRESS 1ST SESSION H. R. 1507

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

April 7, 1995

Ms. NORTON (for herself, Mrs. MALONEY, Mr. NADLER, Miss. COLLINS of Michigan, Ms. VELÁZQUEZ, Mr. SERRANO, Mrs. SCHROEDER, Mr. FILNER, Ms. ROYBAL-ALLARD, Mr. PAYNE of New Jersey, Mr. MAR-TINEZ, Mr. TUCKER, Mr. GONZALEZ, Mr. FROST, Mr. LEWIS of Georgia, Mrs. MINK of Hawaii, Mr. EVANS, Ms. MCKINNEY, Mr. HINCHEY, Ms. EDDIE BERNICE JOHNSON, Mrs. LOWEY, and Ms. BROWN of Florida) introduced the following bill; which was referred to the Committee on Economic and Educational Opportunities

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.

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4 (a) SHORT TITLE.—This Act may be cited as the5 "Fair Pay Act of 1995".

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)(A) A General Accounting Office analysis of
8 wages in the civil service of the State of Washington
9 found that in 1985 of the 44 jobs studied that paid
10 less than the average of all equivalent jobs, approxi11 mately 39 percent were female-dominated and ap12 proximately 16 percent were male dominated.

(B) 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.

18 (6) Section 6(d) of the Fair Labor Standards
19 Act of 1938 prohibits discrimination in compensa20 tion for "equal work" on the basis of sex.

(7) Title VII of the Civil Rights Act of 1964
prohibits discrimination in compensation because of
race, color, religion, national origin, and sex. The
United States Supreme Court, in its decision in
County of Washington v. Gunther, 452 U.S. 161

(1981), held that title VII's prohibition against dis-1 2 crimination in compensation also applies to jobs which do not constitute "equal work" as defined in 3 4 section 6(d) of the Fair Labor Standards Act of 1938. Decisions of lower courts, however, have dem-5 onstrated that further clarification of existing legis-6 lation is necessary in order effectively to carry out 7 the intent of Congress to implement the Supreme 8 Court's holding in its Gunther decision. 9

10 (8) Artificial barriers to the elimination of dis-11 crimination in compensation based upon sex, race, 12 and national origin continue to exist more than 3 13 decades after the passage of section 6(d) of the Fair 14 Labor Standards Act of 1938 and the Civil Rights 15 Act of 1964. Elimination of such barriers would 16 have positive effects, including—

17 (A) providing a solution to problems in the
18 economy created by discriminating wage dif19 ferentials;

20 (B) substantially reducing the number of
21 working women and people of color earning low
22 wages, thereby reducing the dependence on pub23 lic assistance; and

(C) promoting stable families by enabling
 working family members to earn a fair rate of
 pay.

4 SEC. 3. EQUAL PAY FOR EQUIVALENT JOBS.

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

7 ((g)(1)(A) No employer having employees subject to any provisions of this section shall discriminate between 8 9 its employees on the basis of sex, race, or national origin by paying wages to employees or groups of employees at 10 a rate less than the rate at which the employer pays wages 11 to employees or groups of employees of the opposite sex 12 or different race or national origin for work in equivalent 13 jobs, except where such payment is made pursuant to a 14 15 seniority system, a merit system, or a system which measures earnings by quantity or quality of production. 16

"(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).

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"(3) For purposes of administration and enforcement
of this subsection, any amounts owing to any employee
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.

6 "(4) As used in this subsection:

"(A) The term 'labor organization' means any
organization of any kind, or any agency or employee
representation committee or plan, in which employees participate and which exists for the purpose, in
whole or in part, of dealing with employers concerning grievances, labor disputes, wages, rates of pay,
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)".

22 SEC. 4. PROHIBITED ACTS.

23 Section 15(a) (29 U.S.C. 215(a)) is amended by 24 striking the period at the end of paragraph (5) and insert1 ing a semicolon and by adding after paragraph (5) the2 following:

"(6) to discriminate against any individual because such individual has opposed any act or practice 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-9 10 criminate against, coerce, intimidate, threaten, or 11 interfere with any employee or any other person be-12 cause the employee inquired about, disclosed, com-13 pared, or otherwise discussed the employee's wages or the wages of any other employee, or because the 14 employee exercised, enjoyed, aided, or encouraged 15 16 any other person to exercise or enjoy any right 17 granted or protected by section 6(g).".

18 SEC. 5. REMEDIES.

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

20 (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.";

3 (2) in subsection (b), by striking "section
4 15(a)(3)" each place it occurs and inserting "para5 graphs (3), (6), and (7) of section 15(a)"; and

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

10 SEC. 6. RECORDS.

11 Section 11(c) (29 U.S.C. 211(c)) is amended by in-12 serting "(1)" after "(c)" and by adding at the end the 13 following:

"(2)(A) Every employer subject to section 6(g) shall 14 15 preserve records which document and support the method, system, calculations, and other bases used by the employer 16 in establishing, adjusting, and determining the wages paid 17 to the employees of the employer. Every employer subject 18 to section 6(g) shall preserve such records for such periods 19 of time and shall make such reports therefrom to the 20 Equal Employment Opportunity Commission as shall be 21 22 prescribed by the Equal Employment Opportunity Commission by regulation or order as necessary or appropriate 23 for the enforcement of the provisions of section 6(g) or 24 any regulations promulgated thereunder. 25

1 "(B) Every employer subject to section 6(g) shall file annually with the Equal Employment Opportunity Com-2 3 mission a report signed by its president, treasurer, or corresponding principal officer containing information in 4 such detail as may be necessary accurately to disclose the 5 wage or salary rates paid to each classification, position, 6 7 job title, or other wage or salary group of employees employed by the employer, as well as the sex, race, and na-8 9 tional origin of employees at each wage or salary level in 10 each classification, position, job title, or other wage or salary group. The report shall not contain the name of any 11 individual employee. 12

"(C) In order to carry out the purposes of this Act, 13 the contents of the reports filed with the Equal Employ-14 ment Opportunity Commission pursuant to subparagraph 15 (B) shall be public information, and the Equal Employ-16 ment Opportunity Commission may publish any informa-17 tion and data which it obtains pursuant to the provisions 18 of subparagraph (B). The Equal Employment Oppor-19 tunity Commission may use the information and data for 20 statistical and research purposes, and compile and publish 21 22 such studies, analyses, reports, and surveys based thereon as it may deem appropriate. 23

24 "(D) In order to carry out the purposes of this Act25 the Equal Employment Opportunity Commission shall by

regulation make reasonable provision for the inspection
 and examination by any person of the information and
 data contained in any report filed with it pursuant to sub paragraph (B).

5 "(E) The Equal Employment Opportunity Commis-6 sion shall by regulation provide for the furnishing of copies 7 of reports filed with it pursuant to subparagraph (B) to 8 any person upon payment of a charge based upon the cost 9 of the service.

"(F) The Equal Employment Opportunity Commis-10 sion shall issue rules and regulations prescribing the form 11 and content of reports required to be filed under subpara-12 graph (B) and such other reasonable rules and regulations 13 as it may find necessary to prevent the circumvention or 14 evasion of such reporting requirements. In exercising its 15 authority under subparagraph (B), the Equal Employ-16 ment Opportunity Commission may prescribe by general 17 rule simplified reports for employers for whom it finds 18 that by virtue of their size a detailed report would be un-19 duly burdensome.". 20

21 SEC. 7. RESEARCH, EDUCATION, AND TECHNICAL ASSIST 22 ANCE PROGRAM; REPORT TO CONGRESS. 23 Section 4(d) (29 U.S.C. 204(d)) is amended by add-

24 ing at the end the following:

"(4) The Equal Employment Opportunity Commis-1 sion shall undertake studies and provide information and 2 3 technical assistance to employers, labor organizations, and the general public concerning effective means available to 4 implement the provisions of section 6(g) prohibiting wage 5 discrimination between employees performing work in 6 7 equivalent jobs on the basis of sex, race, or national origin. 8 Such studies, information, and technical assistance shall 9 be based upon and include reference to the declared policy of such section to eliminate such discrimination. In order 10 to achieve the purposes of such section, the Equal Employ-11 ment Opportunity Commission shall further carry on a 12 continuing program of research, education, and technical 13 assistance including— 14

15 "(A) undertaking and promoting research with
16 the intent of developing means to expeditiously cor17 rect the conditions leading to section 6(g);

"(B) publishing and otherwise making available
to employers, labor organizations, professional associations, educational institutions, the various media
of communication, and the general public the findings of studies and other materials for promoting
compliance with section 6(g);

24 "(C) sponsoring and assisting State and com-25 munity informational and educational programs; and

"(D) providing technical assistance to employ ers, labor organizations, professional associations
 and other interested persons on means of achieving
 and maintaining compliance with the provisions of
 section 6(g).

6 "(5) The report submitted annually by the Equal 7 Employment Opportunity Commission to Congress pursu-8 ant to paragraph (1) shall include a separate evaluation 9 and appraisal regarding the implementation of section 10 6(g).".

11 SEC. 8. EFFECTIVE DATE.

12 The amendments made by this Act shall take effect 13 upon the expiration of one year from the date of its 14 enactment.

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