H. R. 697

To amend the Civil Rights Act of 1964 to clarify that disparate impacts on certain populations constitute a sufficient basis for rights of action under such Act, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

February 1, 2023

Ms. Tlaib (for herself, Ms. Bush, and Ms. Lee of Pennsylvania) introduced the following bill; which was referred to the Committee on the Judiciary, and in addition to the Committee on Education and the Workforce, for a period to be subsequently determined by the Speaker, in each case for consideration of such provisions as fall within the jurisdiction of the committee concerned

A BILL

To amend the Civil Rights Act of 1964 to clarify that disparate impacts on certain populations constitute a sufficient basis for rights of action under such Act, 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 "Justice for All Act
- 5 of 2023".

1 SEC. 2. FINDINGS.

- 2 Congress finds the following:
- (1) This Act is made necessary by a decision of the Supreme Court in Alexander v. Sandoval, 532 U.S. 275 (2001) that significantly impairs statutory protections against discrimination that Congress has erected over a period of almost 4 decades. The Sandoval decision undermines these statutory pro-tections by stripping victims of discrimination (de-fined under regulations that Congress required Fed-eral departments and agencies to promulgate to im-plement title VI of the Civil Rights Act of 1964 (42) U.S.C. 2000d et seq.)) of the right to bring action in Federal court to redress the discrimination.
 - (2) The Sandoval decision contradicts settled expectations created by title VI of the Civil Rights Act of 1964, title IX of the Education Amendments of 1972 (also known as the "Patsy Takemoto Mink Equal Opportunity in Education Act") (20 U.S.C. 1681 et seq.), the Age Discrimination Act of 1975 (42 U.S.C. 6101 et seq.), and section 504 of the Rehabilitation Act of 1973 (29 U.S.C. 794) (collectively referred to in this Act as the "covered civil rights provisions"). The covered civil rights provisions were designed to establish and make effective the rights of persons to be free from discrimination

on the part of entities that are subject to 1 or more of the covered civil rights provisions, as appropriate (referred to in this Act as "covered entities"). In 1964 Congress adopted title VI of the Civil Rights Act of 1964 to ensure that Federal dollars would not be used to subsidize or support programs or activities that discriminated on racial, color, or national origin grounds. In the years that followed, Congress extended these protections by enacting laws barring discrimination in federally funded education activities on the basis of sex in title IX of the Education Amendments of 1972, and discrimination in federally funded activities on the basis of age in the Age Discrimination Act of 1975 and disability in section 504 of the Rehabilitation Act of 1973.

(3) All of the statutes cited in this section were designed to protect persons subject to discrimination. As Congress has consistently recognized, effective enforcement of the statutes and protection of the rights guaranteed under the statutes depend heavily on the efforts of private attorneys general. Congress acknowledged that it could not secure compliance solely through administrative efforts and enforcement actions initiated by the Attorney General.

- Newman v. Piggie Park Enterprises, 390 U.S. 400
 (1968) (per curiam).
 - (4) The Supreme Court has made it clear that individuals suffering discrimination under these statutes have a private right of action in the Federal courts, and that this is necessary for effective protection of the law, although Congress did not make such a right of action explicit in the statute involved. Cannon v. University of Chicago, 441 U.S. 677 (1979).
 - (5) Furthermore, for effective enforcement of the statutes cited in this section, it is necessary that the private right of action include a means to challenge all forms of discrimination that are prohibited by the statutes, including practices that have a disparate impact and are not justified as necessary to achieve the legitimate goals of programs or activities supported by Federal financial assistance.
 - (6) By reinstating a private right of action to challenge disparate impact discrimination under title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d et seq.) and confirming that right for other civil rights statutes, Congress is not acting in a manner that would expose covered entities to unfair findings of discrimination. The legal standard for a disparate

- impact claim has never been structured so that a finding of discrimination could be based on numerical imbalance alone.
 - (7) In contrast, a failure to reinstate or confirm a private right of action would leave vindication of the rights to equality of opportunity solely to Federal agencies. Action by Congress to specify a private right of action is necessary to ensure that persons will have a remedy if they are denied equal access to education, housing, health, environmental protection, transportation, and many other programs and services by practices of covered entities that result in discrimination.
 - (8) As a result of the Supreme Court's decision in Sandoval, courts have dismissed numerous claims brought under the regulations promulgated pursuant to title VI of the Civil Rights Act of 1964 (42 U.S.C. 2000d et seq.) that challenged actions with an unjustified discriminatory effect. Although the Sandoval Court did not address title IX of the Education Amendments of 1972 (20 U.S.C. 1681 et seq.), lower courts have similarly dismissed claims under such title.
 - (9) Section 504 of the Rehabilitation Act of 1973 (29 U.S.C. 794) has received different treat-

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ment by the Supreme Court. In Alexander v. Choate, 469 U.S. 287 (1985), the Court proceeded on the assumption that the statute itself prohibited some actions that had a disparate impact on disabled individuals—an assumption borne out by congressional statements made during passage of the Act. In Sandoval, the Court appeared to accept this principle of Alexander. Moreover, the Supreme Court explicitly recognized congressional approval of the regulations promulgated to implement section 504 of the Rehabilitation Act of 1973 in Consolidated Rail Corp. v. Darrone, 465 U.S. 624, 634 (1984). Relying on the validity of the regulations, Congress incorporated the regulations into the statutory requirements of section 204 of the Americans with Disabilities Act of 1990 (42 U.S.C. 12134). Nonetheless, Sandoval creates the potential for uncertainty in the application of critical protections of Section 504, particularly in the lower courts.

(10) The right to maintain a private right of action under a provision added to a statute under this Act will be effectuated by a waiver of sovereign immunity in the same manner as sovereign immunity is waived under the remaining provisions of that statute.

- (11) Numerous provisions of Federal law expressly prohibit discrimination on the basis of sex, and Federal agencies and courts have correctly interpreted these prohibitions on sex discrimination to include discrimination based on sexual orientation, gender identity, and sex stereotypes. In particular, the Equal Employment Opportunity Commission correctly interpreted title VII of the Civil Rights Act of 1964 in Macy v. Holder, Baldwin v. Foxx, and Lusardi v. McHugh.
 - (12) In forbidding discrimination based on sex, Congress intended to strike at the entire spectrum of disparate treatment resulting from sex-related characteristics. The Supreme Court correctly recognized in Price Waterhouse v. Hopkins and Oncale v. Sundowner Offshore Services that among these characteristics are sex-stereotypes, including masculinity and femininity. Congress reaffirmed in the Pregnancy Discrimination Act of 1978 that discrimination on the basis of "sex" includes but is not limited to discrimination on the basis of "pregnancy, child-birth, or related medical conditions.".
 - (13) The absence of explicit prohibitions of discrimination on the basis of sexual orientation and gender identity under Federal statutory law has cre-

- ated uncertainty for employers and other entities covered by Federal nondiscrimination laws and caused unnecessary hardships for LGBTQ individuals.
- (14) The Supreme Court correctly recognized in Hobby Lobby v. Burwell that the Religious Freedom Restoration Act of 1993 (RFRA) "provides no . . . shield" to those who "cloak" discrimination as "religious practice to escape legal sanction." This Act reaffirms that crucial limitation on RFRA, that Congress did not intend for it to be used—and indeed it cannot be used—to provide a defense against allegations of discrimination on the basis of any protected trait.
 - (15) Chapter 1 of title 9, United States Code (commonly known as the "Federal Arbitration Act"), represented an exercise of legislative power that required courts to recognize private voluntary agreements to arbitrate commercial disputes at a time when the courts were refusing to do so on grounds that arbitration represented a usurpation of the authority of the courts to resolve legal disputes.
 - (16) The Federal Arbitration Act did not, and should not have been interpreted to, supplant or nullify the legislatively created rights and remedies that

- 1 Congress, exercising its power under article I of the 2 Constitution of the United States, has granted to
- 3 the people of the United States for resolving dis-
- 4 putes in State and Federal courts.
- (17) Recent court decisions, including AT&T 6 Mobility LLC v. Concepcion, 563 U.S. 333 (2011) 7 and American Express Co. v. Italian Colors Res-8 taurant, 133 S. Ct. 2304 (2013), have interpreted 9 the Federal Arbitration Act to broadly preempt 10 rights and remedies established under substantive 11 State and Federal law. As a result, these decisions 12 have enabled business entities to avoid or nullify 13 legal duties created by congressional enactment, re-14 sulting in millions of people in the United States being unable to vindicate their rights in State and 15 16 Federal courts.
 - (18) States have a compelling interest in enacting rights and remedies to protect the welfare of their citizens, and the Federal Arbitration Act should not be, and should not have been, interpreted to preempt State legislation that enacted rights and remedies to protect the welfare of their citizens.
 - (19) The Supreme Court misinterpreted title VII of the Civil Rights Act in establishing the Faragher-Ellerth affirmative defense in Faragher v.

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1 City of Boca Raton and Burlington Industries, Inc.

v. Ellerth. This affirmative defense often leaves vic-

tims of sexual harassment with no remedy or re-

4 course after incidence of sexual or other harassment.

5 Violations of the law, and injuries to a victim and

6 their rights, are not cured by the existence of an

7 anti-harassment policy or the lack of future harm,

8 and in a hostile work environment taking preventa-

tive measures is not a requirement that falls on the

victim.

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- (20) Bringing a lawsuit to vindicate civil rights is financially risky, and law firms, whether large or small, are unlikely to take such cases on. Congress enacted the Civil Rights Attorney's Fees Award Act of 1976 in order to make lawsuits to vindicate civil rights more accessible to potential plaintiffs. The Supreme Court correctly recognized in City of Riverside v. Rivera that the effectuation of congressional intent requires viable civil rights lawsuits, which are dependent on the availability of private enforcement mechanisms and the corresponding availability of attorney's fees.
- (21) However, the Supreme Court incorrectly held that the "catalyst theory" is not a permissible basis for the award of attorney's fees in Buckhannon

v. West Virginia Department of Health & Human Resources. In doing so, the Court deprived plaintiffs who effectively win a lawsuit through a settlement, from receiving pre-trial attorney's fees. Congress enacted fee-shifting provisions in civil rights laws to encourage private enforcement of those laws, and fees must be awarded when a lawsuit vindicates the rights Congress sought to secure. In disapproving of the "catalyst theory" the Court incentivized potential defendants to draw out the pre-trial process and settle at the last second, making the lawsuit too expensive for the average victim to undertake and too risky for the average attorney to accept a civil rights case.

(22) The Civil Rights Act of 1964, and other civil rights laws that followed it, were written, in part, to banish rampant disparate treatment on the basis of race from American society. Congress sought to overcome the pervasive, racist ideology that Black traits were inferior by prohibiting discrimination, and intended the Act to be interpreted broadly—encompassing race and all its attributes, especially those traits historically associated with race.

(23) "Blackness" and its associated physical traits, such as dark skin and kinky and curly hair, have too often been equated with inferiority and "unprofessionalism." Professionalism was, and still is, closely linked to European features and mannerisms, which entails that those who do not naturally fall into Eurocentric norms must alter their appearances, sometimes drastically and permanently, in order to be deemed professional. Such norms are, on their face, proxies for race.

(24) Federal courts have correctly interpreted, e.g. that title VII of the Civil Rights Act of 1964 prohibits discrimination on the basis of race, and thus protect individuals from discrimination against afros. However, the courts have yet to accept that the Act outlaws dress codes and grooming policies that prohibit any natural presentation of Black hair, including afros, braids, twists, and locks. Although purportedly "race-neutral", these policies have a disparate impact on Black individuals as they are more likely to deter, burden, or punish Black individuals than any other group. Therefore, hair discrimination targeting hairstyles associated with race is racial discrimination.

SEC. 3. PROHIBITED DISCRIMINATION.

2	(a) CIVIL RIGHTS ACT OF 1964.—Section 601 of the
3	Civil Rights Act of 1964 (42 U.S.C. 2000d) is amended—
4	(1) by striking "No" and inserting "(a) No";
5	(2) by inserting "religion, sex (as such term is
6	defined in section 208)," before "or national origin";
7	and
8	(3) by adding at the end the following:
9	``(b)(1)(A) Discrimination (including exclusion from
10	participation and denial of benefits) based on disparate
11	impact is established under this title only if—
12	"(i) a person aggrieved by discrimination on the
13	basis of race, color, sex (as defined in section 208),
14	or national origin (referred to in this title as an 'per-
15	son aggrieved' demonstrates that an entity subject
16	to this title (referred to in this title as a 'covered en-
17	tity') has a policy or practice that causes a disparate
18	impact on the basis of race, color, sex (as such term
19	is defined in section 208), or national origin and the
20	covered entity fails to demonstrate that the chal-
21	lenged policy or practice is related to and necessary
22	to achieve the nondiscriminatory goals of the pro-
23	gram or activity alleged to have been operated in a
24	discriminatory manner; or
25	"(ii) the person aggrieved demonstrates (con-
26	sistent with the demonstration required under title

- 1 VII with respect to an 'alternative employment prac-
- 2 tice') that a less discriminatory alternative policy or
- 3 practice exists, and the covered entity refuses to
- 4 adopt such alternative policy or practice.
- 5 "(B)(i) With respect to demonstrating that a par-
- 6 ticular policy or practice causes a disparate impact as de-
- 7 scribed in subparagraph (A)(i), the person aggrieved shall
- 8 demonstrate that each particular challenged policy or
- 9 practice causes a disparate impact, except that if the per-
- 10 son aggrieved demonstrates to the court that the elements
- 11 of a covered entity's decisionmaking process are not capa-
- 12 ble of separation for analysis, the decisionmaking process
- 13 may be analyzed as 1 policy or practice.
- 14 "(ii) If the covered entity demonstrates that a specific
- 15 policy or practice does not cause the disparate impact, the
- 16 covered entity shall not be required to demonstrate that
- 17 such policy or practice is necessary to achieve the goals
- 18 of its program or activity.
- 19 "(2) A demonstration that a policy or practice is nec-
- 20 essary to achieve the goals of a program or activity may
- 21 not be used as a defense against a claim of intentional
- 22 discrimination under this title.
- "(3) In this subsection, the term 'demonstrates'
- 24 means meets the burdens of production and persuasion.".

- (b) Education Amendments of 1972.—Section
 901 of the Education Amendments of 1972 (20 U.S.C.
 1681) is amended—
 (1) by redesignating subsection (c) as sub-
- 5 section (e); and
 6 (2) by inserting after subsection (b) the following
- 6 (2) by inserting after subsection (b) the following:
- 8 "(c)(1)(A) Subject to the conditions described in 9 paragraphs (1) through (9) of subsection (a), discrimina-10 tion (including exclusion from participation and denial of

benefits) based on disparate impact is established under

- 12 this title only if—
- "(i) a person aggrieved by discrimination on the 13 14 basis of sex (as such term is defined in section 208 15 of the Civil Rights Act of 1964) (referred to in this 16 title as an 'person aggrieved') demonstrates that an 17 entity subject to this title (referred to in this title as 18 a 'covered entity') has a policy or practice that 19 causes a disparate impact on the basis of sex and 20 the covered entity fails to demonstrate that the chal-21 lenged policy or practice is related to and necessary 22 to achieve the nondiscriminatory goals of the program or activity alleged to have been operated in a 23 24 discriminatory manner; or

- 1 "(ii) the person aggrieved demonstrates (con-
- 2 sistent with the demonstration required under title
- WII of the Civil Rights Act of 1964 (42 U.S.C.
- 4 2000e et seq.) with respect to an 'alternative em-
- 5 ployment practice') that a less discriminatory alter-
- 6 native policy or practice exists, and the covered enti-
- 7 ty refuses to adopt such alternative policy or prac-
- 8 tice.
- 9 "(B)(i) With respect to demonstrating that a par-
- 10 ticular policy or practice causes a disparate impact as de-
- 11 scribed in subparagraph (A)(i), the person aggrieved shall
- 12 demonstrate that each particular challenged policy or
- 13 practice causes a disparate impact, except that if the per-
- 14 son aggrieved demonstrates to the court that the elements
- 15 of a covered entity's decisionmaking process are not capa-
- 16 ble of separation for analysis, the decisionmaking process
- 17 may be analyzed as 1 policy or practice.
- 18 "(ii) If the covered entity demonstrates that a specific
- 19 policy or practice does not cause the disparate impact, the
- 20 covered entity shall not be required to demonstrate that
- 21 such policy or practice is necessary to achieve the goals
- 22 of its program or activity.
- "(2) A demonstration that a policy or practice is nec-
- 24 essary to achieve the goals of a program or activity may

- 1 not be used as a defense against a claim of intentional
- 2 discrimination under this title.
- 3 "(3) In this subsection, the term 'demonstrates'
- 4 means meets the burdens of production and persuasion.".
- 5 (c) AGE DISCRIMINATION ACT OF 1975.—Section
- 6 303 of the Age Discrimination Act of 1975 (42 U.S.C.
- 7 6102) is amended—
- 8 (1) by striking "Pursuant" and inserting "(a)
- 9 Pursuant"; and
- 10 (2) by adding at the end the following:
- 11 "(b)(1)(A) Subject to the conditions described in sub-
- 12 sections (b) and (c) of section 304, discrimination (includ-
- 13 ing exclusion from participation and denial of benefits)
- 14 based on disparate impact is established under this title
- 15 only if—
- "(i) a person aggrieved by discrimination on the
- basis of age (referred to in this title as a 'person ag-
- grieved') demonstrates that an entity subject to this
- title (referred to in this title as a 'covered entity')
- 20 has a policy or practice that causes a disparate im-
- 21 pact on the basis of age and the covered entity fails
- 22 to demonstrate that the challenged policy or practice
- is related to and necessary to achieve the non-
- 24 discriminatory goals of the program or activity al-

- leged to have been operated in a discriminatory
- 2 manner; or
- 3 "(ii) the person aggrieved demonstrates (con-
- 4 sistent with the demonstration required under title
- 5 VII of the Civil Rights Act of 1964 (42 U.S.C.
- 6 2000e et seq.) with respect to an 'alternative em-
- 7 ployment practice') that a less discriminatory alter-
- 8 native policy or practice exists, and the covered enti-
- 9 ty refuses to adopt such alternative policy or prac-
- tice.
- 11 "(B)(i) With respect to demonstrating that a par-
- 12 ticular policy or practice causes a disparate impact as de-
- 13 scribed in subparagraph (A)(i), the person aggrieved shall
- 14 demonstrate that each particular challenged policy or
- 15 practice causes a disparate impact, except that if the per-
- 16 son aggrieved demonstrates to the court that the elements
- 17 of a covered entity's decisionmaking process are not capa-
- 18 ble of separation for analysis, the decisionmaking process
- 19 may be analyzed as 1 policy or practice.
- 20 "(ii) If the covered entity demonstrates that a specific
- 21 policy or practice does not cause the disparate impact, the
- 22 covered entity shall not be required to demonstrate that
- 23 such policy or practice is necessary to achieve the goals
- 24 of its program or activity.

- 1 "(2) A demonstration that a policy or practice is nec-
- 2 essary to achieve the goals of a program or activity may
- 3 not be used as a defense against a claim of intentional
- 4 discrimination under this title.
- 5 "(3) In this subsection, the term 'demonstrates'
- 6 means meets the burdens of production and persuasion.".
- 7 (d) Fair Housing Act.—The Fair Housing Act
- 8 (title VIII of the Civil Rights Act of 1968; 42 U.S.C. 3601
- 9 et seq.) is amended—
- 10 (1) in section 802, by adding at the end the fol-
- 11 lowing:
- 12 "(p) 'Sex' has the meaning given such term in section
- 13 208 of the Civil Rights Act of 1964.
- "(q) 'Source of income' includes—
- 15 "(1) any income from a profession, occupation,
- or job;
- 17 "(2) any form of Federal, State, or local hous-
- ing assistance provided to a family or provided to a
- 19 housing owner on behalf of a family, or private as-
- sistance, grant, loan or rental assistance program,
- 21 including low-income housing assistance certificates,
- 22 rental subsidies from nongovernmental organiza-
- tions, and vouchers issued under the United States
- 24 Housing Act of 1937 (42 U.S.C. 1437 et seq.);

1	"(3) any income received during a taxable year
2	as Social Security benefits, as defined in section
3	86(d) of the Internal Revenue Code of 1986, or as
4	supplemental security income benefits under title
5	XVI of the Social Security Act (42 U.S.C. 1381 et
6	seq.);
7	"(4) any gift, inheritance, pension, annuity, or
8	other consideration or benefit;
9	"(5) any income received pursuant to court
10	order, including spousal support and child support;
11	"(6) any payment from a trust, guardian, or
12	conservator;
13	"(7) any income from the sale or pledge of
14	property or an interest in property; and
15	"(8) any other lawful source of income.
16	"(r) 'Race', 'color', 'religion', 'sex', 'sexual orienta-
17	tion', 'gender identity', 'handicap', 'familial status',
18	'source of income', or 'national origin', used with respect
19	to an individual, includes—
20	"(1) the race, color, religion, sex, sexual ori-
21	entation, gender identity, handicap, familial status,
22	source of income, or national origin, respectively, of
23	another person with whom the individual is associ-
24	ated or has been associated; and

1 "(2) a perception or belief, even if inaccurate, 2 concerning the race, color, religion, sex, sexual ori-3 entation, gender identity, handicap, familial status, source of income, or national origin, respectively, of 4 5 the individual."; 6 (2) in section 804, by inserting "(as defined in 7 section 208 of the Civil Rights Act of 1964), source of income," after "sex" each place that term ap-8 9 pears; 10 (3) in section 805, by inserting "(as defined in 11 section 208 of the Civil Rights Act of 1964), source 12 of income," after "sex" each place that term ap-13 pears; 14 (4) in section 806, by inserting "(as defined in 15 section 208 of the Civil Rights Act of 1964), source of income," after "sex"; 16 17 (5) in section 807 (42 U.S.C. 3607), by adding 18 at the end the following: 19 "(c) Nothing in this title shall be construed to— "(1) prohibit an entity from providing housing 20 21 assistance under section 8(0)(19) of the United 22 States Housing Act of 1937 (42)U.S.C. 23 1437f(o)(19)) in a nondiscriminatory manner; or 24 "(2) limit the ability of the owner of a dwelling

to determine, in a commercially reasonable and non-

- discriminatory manner, the ability of a person to af-
- 2 ford to purchase or rent the dwelling."; and
- 3 (6) in section 808(e)(6) (42 U.S.C. 3608(e)(6)),
- 4 by inserting "source of income," after "handicap,".
- 5 (e) Prevention of Intimidation in Fair Hous-
- 6 ING CASES.—Section 901 of the Civil Rights Act of 1968
- 7 (42 U.S.C. 3631) is amended by inserting "(as such term
- 8 is defined in section 208 of the Civil Rights Act of 1964),
- 9 source of income (as defined in section 802)," after "sex"
- 10 each place that term appears.

11 SEC. 4. RIGHT OF RECOVERY.

- 12 (a) CIVIL RIGHTS ACT OF 1964.—Title VI of the
- 13 Civil Rights Act of 1964 (42 U.S.C. 2000d et seq.) is
- 14 amended by inserting after section 602 the following:

15 "SEC. 602A. ACTIONS BROUGHT BY PERSONS AGGRIEVED.

- 16 "(a) Claims Based on Proof of Intentional
- 17 DISCRIMINATION.—In an action brought by a person ag-
- 18 grieved under this title against a covered entity who has
- 19 engaged in unlawful intentional discrimination (not a
- 20 practice that is unlawful because of its disparate impact)
- 21 prohibited under this title (including its implementing reg-
- 22 ulations), the person aggrieved may recover equitable and
- 23 legal relief (including compensatory and punitive dam-
- 24 ages), attorney's fees (including expert fees), and costs,

- 1 except that punitive damages are not available against a
- 2 government, government agency, or political subdivision.
- 3 "(b) Claims Based on the Disparate Impact
- 4 STANDARD OF PROOF.—In an action brought by a person
- 5 aggrieved under this title against a covered entity who has
- 6 engaged in unlawful discrimination based on disparate im-
- 7 pact prohibited under this title (including its implementing
- 8 regulations), the person aggrieved may recover equitable
- 9 and legal relief (including compensatory and punitive dam-
- 10 ages), attorney's fees (including expert fees), and costs,
- 11 except that punitive damages are not available against a
- 12 government, government agency, or political subdivision.
- 13 "(c) Settlement.—In any settlement agreement or
- 14 consent decree to resolve an action brought or which may
- 15 be brought under this title, attorney's fees of the plaintiff
- 16 shall be included.".
- 17 (b) Education Amendments of 1972.—Title IX of
- 18 the Education Amendments of 1972 (20 U.S.C. 1681 et
- 19 seq.) is amended by inserting after section 902 the fol-
- 20 lowing:
- 21 "SEC. 902A. ACTIONS BROUGHT BY PERSONS AGGRIEVED.
- 22 "(a) Claims Based on Proof of Intentional
- 23 DISCRIMINATION.—In an action brought by a person ag-
- 24 grieved under this title against a covered entity who has
- 25 engaged in unlawful intentional discrimination (not a

- 1 practice that is unlawful because of its disparate impact)
- 2 prohibited under this title (including its implementing reg-
- 3 ulations), the person aggrieved may recover equitable and
- 4 legal relief (including compensatory and punitive dam-
- 5 ages), attorney's fees (including expert fees), and costs,
- 6 except that punitive damages are not available against a
- 7 government, government agency, or political subdivision.
- 8 "(b) Claims Based on the Disparate Impact
- 9 STANDARD OF PROOF.—In an action brought by a person
- 10 aggrieved under this title against a covered entity who has
- 11 engaged in unlawful discrimination based on disparate im-
- 12 pact prohibited under this title (including its implementing
- 13 regulations), the person aggrieved may recover equitable
- 14 and legal relief (including compensatory and punitive dam-
- 15 ages), attorney's fees (including expert fees), and costs,
- 16 except that punitive damages are not available against a
- 17 government, government agency, or political subdivision.
- 18 "(c) Settlement.—In any settlement agreement or
- 19 consent decree to resolve an action brought or which may
- 20 be brought under this title, attorney's fees of the plaintiff
- 21 shall be included.".
- (c) AGE DISCRIMINATION ACT OF 1975.—
- 23 (1) In General.—Section 305 of the Age Dis-
- crimination Act of 1975 (42 U.S.C. 6104) is amend-
- ed by adding at the end the following:

- 1 "(g)(1) In an action brought by a person aggrieved
- 2 under this title against a covered entity who has engaged
- 3 in unlawful intentional discrimination (not a practice that
- 4 is unlawful because of its disparate impact) prohibited
- 5 under this title (including its implementing regulations),
- 6 the person aggrieved may recover equitable and legal relief
- 7 (including compensatory and punitive damages), attor-
- 8 ney's fees (including expert fees), and costs, except that
- 9 punitive damages are not available against a government,
- 10 government agency, or political subdivision.
- 11 "(2) In an action brought by a person aggrieved
- 12 under this title against a covered entity who has engaged
- 13 in unlawful discrimination based on disparate impact pro-
- 14 hibited under this title (including its implementing regula-
- 15 tions), the person aggrieved may recover equitable and
- 16 legal relief (including compensatory and punitive dam-
- 17 ages), attorney's fees (including expert fees), and costs,
- 18 except that punitive damages are not available against a
- 19 government, government agency, or political subdivision.
- 20 "(3) In any settlement agreement or consent decree
- 21 to resolve an action brought or which may be brought
- 22 under this title, attorney's fees of the plaintiff shall be
- 23 included.".
- 24 (2) Conformity of ada with title vi and
- 25 TITLE IX.—

- 1 (A) ELIMINATING WAIVER OF RIGHT TO
 2 FEES IF NOT REQUESTED IN COMPLAINT.—Sec3 tion 305(e)(1) of the Age Discrimination Act of
 4 1975 (42 U.S.C. 6104(e)) is amended—
 - (i) by striking "to enjoin a violation" and inserting "to redress a violation"; and
 - (ii) by striking the second sentence and inserting the following: "The Court shall award the costs of suit, including a reasonable attorney's fee (including expert fees), to the prevailing plaintiff.".
 - (B) ELIMINATING UNNECESSARY MAN-DATES: TO EXHAUST ADMINISTRATIVE EDIES; AND TO DELAY SUIT LONGER THAN 180 DAYS TO OBTAIN AGENCY REVIEW.—Section 305(f) of the Age Discrimination Act of 1975 (42 U.S.C. 6104(f)) is amended by striking "With respect to actions brought for relief based on an alleged violation of the provisions of this title," and inserting "Actions brought for relief based on an alleged violation of the provisions of this title may be initiated in a court of competent jurisdiction, pursuant to section 305(e), or before the relevant Federal department or agency. With respect to such ac-

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tions brought initially before the relevant Federal department or agency,".

- (C) ELIMINATING DUPLICATIVE "REASONABLENESS" REQUIREMENT; CLARIFYING THAT
 "REASONABLE FACTORS OTHER THAN AGE" IS
 DEFENSE TO A DISPARATE IMPACT CLAIM, NOT
 AN EXCEPTION TO ADA COVERAGE.—Section
 304(b)(1) of the Age Discrimination Act of
 1975 (42 U.S.C. 6103(b)(1)) is amended by
 striking "involved—" and all that follows
 through the period and inserting "involved such
 action reasonably takes into account age as a
 factor necessary to the normal operation or the
 achievement of any statutory objective of such
 program or activity.".
- 16 (d) Rehabilitation Act of 1973.—Section 504 of 17 the Rehabilitation Act of 1973 (29 U.S.C. 794) is amend-18 ed by adding at the end the following:
- "(e)(1) In an action brought by a person aggrieved by discrimination on the basis of disability (referred to in this section as an 'person aggrieved') under this section against an entity subject to this section (referred to in this section as a 'covered entity') who has engaged in unlawful intentional discrimination (not a practice that is unlawful because of its disparate impact) prohibited under

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- 1 this section (including its implementing regulations), the
- 2 person aggrieved may recover equitable and legal relief
- 3 (including compensatory and punitive damages), attor-
- 4 ney's fees (including expert fees), and costs, except that
- 5 punitive damages are not available against a government,
- 6 government agency, or political subdivision.
- 7 "(2) In an action brought by a person aggrieved
- 8 under this section against a covered entity who has en-
- 9 gaged in unlawful discrimination based on disparate im-
- 10 pact prohibited under this section (including its imple-
- 11 menting regulations), the person aggrieved may recover
- 12 equitable and legal relief (including compensatory and pu-
- 13 nitive damages), attorney's fees (including expert fees),
- 14 and costs, except that punitive damages are not available
- 15 against a government, government agency, or political
- 16 subdivision.
- 17 "(3) Equitable and legal relief (including compen-
- 18 satory and punitive damages), attorney's fees (including
- 19 expert fees), and costs shall be available in all cases
- 20 brought for the failure to provide reasonable accommoda-
- 21 tions or reasonable modifications, or the failure to comply
- 22 with requirements of effective communication, accessible
- 23 design, maintenance of accessible features, or program ac-
- 24 cessibility.

1	"(4) In any settlement agreement or consent decree
2	to resolve an action brought or which may be brought
3	under this section, attorney's fees of the plaintiff shall be
4	included.".
5	(e) Fair Housing Act.—The Fair Housing Act
6	(title VIII of the Civil Rights Act of 1968; 42 U.S.C. 3601
7	et seq.), as amended by this Act, is further amended by
8	adding at the end the following:
9	"SEC. 823. DISPARATE IMPACT.
10	"(a) In General.—
11	"(1) Establishment.—Discrimination (includ-
12	ing exclusion from participation and denial of bene-
13	fits) based on disparate impact is established under
14	this title only if—
15	"(A) a person aggrieved by discrimination
16	on the basis of race, color, sex, or national ori-
17	gin demonstrates that an entity subject to this
18	title (referred to in this title as a 'covered enti-
19	ty') has a policy or practice that causes a dis-
20	parate impact on the basis of race, color, sex,
21	or national origin and the covered entity fails to
22	demonstrate that the challenged policy or prac-
23	tice is related to and necessary to achieve the

nondiscriminatory goals of the program or ac-

- tivity alleged to have been operated in a discriminatory manner; or
- "(B) the person aggrieved demonstrates
 that a less discriminatory alternative policy or
 practice exists, and the covered entity refuses to
 adopt such alternative policy or practice.
- 7 "(2) Demonstration.—
- 8 "(A) Causation.—With respect to demonstrating
- 9 that a particular policy or practice causes a disparate im-
- 10 pact as described in subsection (a)(1), the person ag-
- 11 grieved shall demonstrate that each particular challenged
- 12 policy or practice causes a disparate impact, except that
- 13 if the person aggrieved demonstrates to the court that the
- 14 elements of a covered entity's decisionmaking process are
- 15 not capable of separation for analysis, the decisionmaking
- 16 process may be analyzed as 1 policy or practice.
- 17 "(B) NO REQUIREMENT TO DEMONSTRATE.—If the
- 18 covered entity demonstrates that a specific policy or prac-
- 19 tice does not cause the disparate impact, the covered enti-
- 20 ty shall not be required to demonstrate that such policy
- 21 or practice is necessary to achieve the goals of its program
- 22 or activity.
- 23 "(b) Necessity of Intentional Discrimination
- 24 To Achieve Policy Goals Not a Defense.—A dem-
- 25 onstration that a policy or practice is necessary to achieve

- 1 the goals of a program or activity may not be used as
- 2 a defense against a claim of intentional discrimination
- 3 under this title.
- 4 "(c) Definition.—In this section, the term 'dem-
- 5 onstrates' means meets the burdens of production and per-
- 6 suasion.
- 7 "SEC. 824. RELIEF FOR CLAIMS BASED ON DIFFERING
- 8 STANDARDS OF PROOF.
- 9 "(a) Claims Based on Proof of Intentional
- 10 DISCRIMINATION.—In an action brought by a person ag-
- 11 grieved under this title against a covered entity who has
- 12 engaged in unlawful intentional discrimination (not a
- 13 practice that is unlawful because of its disparate impact)
- 14 prohibited under this title (including its implementing reg-
- 15 ulations), the person aggrieved may recover equitable and
- 16 legal relief (including compensatory and punitive dam-
- 17 ages), attorney's fees (including expert fees), and costs,
- 18 except that punitive damages are not available against a
- 19 government, government agency, or political subdivision.
- 20 "(b) Claims Based on the Disparate Impact
- 21 STANDARD OF PROOF.—In an action brought by a person
- 22 aggrieved under this title against a covered entity who has
- 23 engaged in unlawful discrimination based on disparate im-
- 24 pact prohibited under this title (including its implementing
- 25 regulations), the person aggrieved may recover equitable

- 1 and legal relief (including compensatory and punitive dam-
- 2 ages), attorney's fees (including expert fees), and costs,
- 3 except that punitive damages are not available against a
- 4 government, government agency, or political subdivision.
- 5 "(c) Relief Available.—Equitable and legal relief
- 6 (including compensatory and punitive damages), attor-
- 7 ney's fees (including expert fees), and costs shall be avail-
- 8 able in all cases brought for the failure to permit reason-
- 9 able accommodations, make reasonable modifications, or
- 10 design and construct accessible dwellings as required by
- 11 section 804(f)(3)(C).
- 12 "(d) Settlement.—In any settlement agreement or
- 13 consent decree to resolve an action brought or which may
- 14 be brought under this title, attorney's fees of the plaintiff
- 15 shall be included.".
- 16 SEC. 5. PROHIBITION ON DISCRIMINATION BY LAW EN-
- 17 FORCEMENT.
- 18 (a) Definitions.—In this section—
- 19 (1) The term "governmental body" means any
- department, agency, special purpose district, or
- other instrumentality of Federal, State, local, or In-
- dian tribal government.
- 23 (2) The term "Indian tribe" has the meaning
- given the term in section 102 of the Federally Rec-

- ognized Indian Tribe List Act of 1994 (25 U.S.C. 479a).
- 3 (3) The term "law enforcement agency" means 4 any Federal, State, local, or Indian tribal govern-5 mental body engaged in the prevention, detection, or 6 investigation of violations of criminal, immigration, 7 or customs laws.
 - (4) The term "law enforcement agent" means any Federal, State, local, or Indian tribal official responsible for enforcing criminal, immigration, or customs laws, including police officers and other agents of a law enforcement agency.
 - (5) The term "profiling" means the practice of a law enforcement agent or agency relying, to any degree, on actual or perceived race, ethnicity, national origin, religion, sex (as defined in section 208 of the Civil Rights Act of 1964), gender identity, or sexual orientation in selecting which individual to subject to routine or spontaneous investigatory activities or in deciding upon the scope and substance of law enforcement activity following any initial investigatory procedure, except when there is trust-worthy information, relevant to the locality and timeframe, that links a person with a particular

1	characteristic described in this paragraph to an
2	identified criminal incident or scheme.
3	(6) The term "routine or spontaneous investiga-
4	tory activities" means the following activities by a
5	law enforcement agent:
6	(A) Interviews.
7	(B) Traffic stops.
8	(C) Pedestrian stops.
9	(D) Frisks and other types of body
10	searches.
11	(E) Consensual or nonconsensual searches
12	of the persons, property, or possessions (includ-
13	ing vehicles) of individuals using any form of
14	public or private transportation, including mo-
15	torists and pedestrians.
16	(F) Data collection, analysis, assessments,
17	and predicated investigations.
18	(G) Inspections and interviews of entrants
19	into the United States that are more extensive
20	than those customarily carried out.
21	(H) Immigration-related workplace inves-
22	tigations.
23	(I) Such other types of law enforcement
24	encounters compiled for or by the Federal Bu-

1	reau of Investigation or the Department of Jus-
2	tice Bureau of Justice Statistics.
3	(7) The term "State" means each of the 50
4	States, the District of Columbia, the Commonwealth
5	of Puerto Rico, and any other territory or possession
6	of the United States.
7	(8) The term "unit of local government"
8	means—
9	(A) any city, county, township, town, bor-
10	ough, parish, village, or other general purpose
11	political subdivision of a State;
12	(B) any law enforcement district or judicial
13	enforcement district that—
14	(i) is established under applicable
15	State law; and
16	(ii) has the authority to, in a manner
17	independent of other State entities, estab-
18	lish a budget and impose taxes; or
19	(C) any Indian tribe that performs law en-
20	forcement functions, as determined by the Sec-
21	retary of the Interior.
22	(b) Prohibition of Profiling.—
23	(1) In general.—No law enforcement agent
24	or law enforcement agency shall engage in profiling.
25	(2) Enforcement.—

1	(A) Remedy.—The United States, or an
2	individual injured by profiling, may enforce this
3	title in a civil action for equitable or legal relief,
4	filed in a State court of general jurisdiction or
5	in a district court of the United States.
6	(B) Parties.—In any action brought
7	under this title, relief may be obtained
8	against—
9	(i) any governmental body that em-
10	ployed any law enforcement agent who en-
11	gaged in profiling;
12	(ii) any agent of such body who en-
13	gaged in profiling; and
14	(iii) any person with supervisory au-
15	thority over such agent.
16	(C) Nature of Proof.—Proof that the
17	routine or spontaneous investigatory activities
18	of law enforcement agents in a jurisdiction have
19	had a disparate impact on individuals with a
20	particular characteristic described in subsection
21	(a)(5) shall constitute prima facie evidence of a
22	violation of this section.
23	(D) Attorney's fees.—In any action or
24	proceeding to enforce this section against any
25	governmental body, the court may allow a pre-

1	vailing plaintiff, other than the United States,
2	reasonable attorney's fees as part of the costs,
3	and may include expert fees as part of the at-
4	torney's fees.
5	SEC. 6. PUBLIC ACCOMMODATIONS.
6	(a) Prohibition on Discrimination or Segrega-
7	TION IN PUBLIC ACCOMMODATIONS.—Section 201 of the
8	Civil Rights Act of 1964 (42 U.S.C. 2000a) is amended—
9	(1) in subsection (a), by inserting "sex," before
10	"or national origin"; and
11	(2) in subsection (b)—
12	(A) in paragraph (3), by striking "sta-
13	dium" and all that follows and inserting "sta-
14	dium or other place or establishment that pro-
15	vides exhibition, entertainment, recreation, exer-
16	cise, amusement, gathering, or display;";
17	(B) by redesignating paragraph (4) as
18	paragraph (6); and
19	(C) by inserting after paragraph (3) the
20	following:
21	"(4) any establishment that provides a good,
22	service, or program, including a store, shopping cen-
23	ter, online retailer or service provider, salon, bank,
24	gas station, food bank, service or care center, shel-
25	ter, travel agency, funeral parlor, or any establish-

1	ment that provides health care, accounting, or legal
2	services;
3	"(5) any train service, bus service, car service,
4	taxi service, airline service, station, depot, or other
5	place of or establishment that provides transpor-
6	tation service; and".
7	(b) Prohibition on Discrimination or Segrega-
8	TION UNDER LAW.—Section 202 of such Act (42 U.S.C.
9	2000a-1) is amended by inserting "sex," before "or na-
10	tional origin".
11	(e) Definitions and Rules of Construction.—
12	Title II of such Act (42 U.S.C. 2000a et seq.) is amended
13	by adding at the end the following:
14	"SEC. 208. DEFINITIONS AND RULES.
15	"(a) Definitions.—
16	"(1) Race; color; religion; sex; sexual
17	ORIENTATION; GENDER IDENTITY; NATIONAL ORI-
18	GIN.—The term 'race', 'color', 'religion', 'sex (includ-
19	ing sexual orientation and gender identity)', or 'na-
20	tional origin', used with respect to an individual, in-
21	cludes—
22	"(A) the race, color, religion, sex (includ-
23	ing sexual orientation and gender identity), or
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1	with whom the individual is associated or has
2	been associated;
3	"(B) a perception or belief, even if inac-
4	curate, concerning the race, color, religion, sex
5	(including sexual orientation and gender iden-
6	tity), or national origin, respectively, of the in-
7	dividual; and
8	"(C) in the case of race, traits historically
9	associated with race, including natural hair tex-
10	ture and protective hairstyles.
11	"(2) GENDER IDENTITY.—The term 'gender
12	identity' means the gender-related identity, appear-
13	ance, mannerisms, or other gender-related character-
14	istics of an individual, regardless of the individual's
15	designated sex at birth.
16	"(3) Including.—The term 'including' means
17	including, but not limited to, consistent with the
18	term's standard meaning in Federal law.
19	"(4) Natural Hairstyles.—The term 'nat-
20	ural hair' includes—
21	"(A) protective and natural hairstyles
22	which includes braids, locs, weaves, twists
23	afros: and

1	"(B) natural hair texture, which includes
2	wavy, kinky, curl, and coily, and also the vari-
3	ation of texture in between.
4	"(5) Sex.—The term 'sex' includes—
5	"(A) a sex stereotype;
6	"(B) pregnancy, childbirth, or a related
7	medical condition;
8	"(C) sexual orientation or gender identity;
9	and
10	"(D) sex characteristics, including intersex
11	traits.
12	"(6) Sexual orientation.—The term 'sexual
13	orientation' means an individual's actual or per-
14	ceived romantic, physical, or sexual attraction to
15	other persons, or lack thereof, that includes hetero-
16	sexuality, homosexuality, and bisexuality.
17	"(b) Rules.—In providing a remedy under this Act:
18	(1) In the case of any conduct alleged to be
19	discriminatory on the basis of sex, the remedy under
20	this Act for such conduct, to the extent it pertains
21	to pregnancy, childbirth, or a related medical condi-
22	tion may not result in a less substantial remedy than
23	any other remedy for discrimination on the basis of
24	sex.

- 1 "(2) In the case of any conduct alleged to be
- 2 discriminatory on the basis of sex (with respect to
- gender identity), an individual shall not be denied
- 4 access to a shared facility, including a restroom, a
- 5 locker room, and a dressing room, that is in accord-
- 6 ance with the individual's gender identity.

7 "SEC. 209. RULES OF CONSTRUCTION.

- 8 "(a) Claims and Remedies Not Precluded.—
- 9 Nothing in this title shall be construed to limit the claims
- 10 or remedies available to any individual for an unlawful
- 11 practice on the basis of race, color, religion, sex, or na-
- 12 tional origin including claims brought pursuant to section
- 13 1979 or 1980 of the Revised Statutes (42 U.S.C. 1983,
- 14 1985) or any other law, including the Federal law amend-
- 15 ed by the Customer Non-Discrimination Act, regulation,
- 16 or policy.
- 17 "(b) No Negative Inference.—Nothing in this
- 18 title shall be construed to support any inference that any
- 19 Federal law prohibiting a practice on the basis of sex does
- 20 not prohibit discrimination on the basis of pregnancy,
- 21 childbirth, or a related medical condition, sexual orienta-
- 22 tion, gender identity, or a sex stereotype.
- 23 "(c) Scope of an Establishment.—A reference in
- 24 this title to an establishment—

- 1 "(1) shall be construed to include an individual
- 2 whose operations affect commerce and who is a pro-
- 3 vider of a good, service, or program; and
- 4 "(2) shall not be construed to be limited to a
- 5 physical facility or place.
- 6 "SEC. 210. CLAIMS.
- 7 "The Religious Freedom Restoration Act of 1993 (42)
- 8 U.S.C. 2000bb et seq.) shall not provide a claim con-
- 9 cerning, or a defense to a claim under this title or provide
- 10 a basis for challenging the application or enforcement of
- 11 this title.".
- 12 SEC. 7. STRICT VICARIOUS EMPLOYER LIABILITY AND
- 13 FARAGHER-ELLERTH AFFIRMATIVE DEFENSE
- 14 REMOVED.
- 15 Section 706 of the Civil Rights Act of 1964 (42)
- 16 U.S.C. 2000e-5 et seq.) is amended by adding at the end
- 17 the following:
- 18 "(l) An employer shall be liable for any act of dis-
- 19 crimination prohibited under this title (including harass-
- 20 ment, intimidation, or retaliation) committed by any of its
- 21 employees.
- 22 "(m) It shall not be a defense to a claim under this
- 23 title or provide a basis for challenging the application or
- 24 enforcement of this title—

1	"(1) that an employer exercised reasonable care
2	in attempting to prevent or took corrective action re-
3	garding any act of discrimination on the basis of sex
4	(including intimidation, harassment, or retaliation);
5	"(2) that adverse employment action was not
6	taken by such an employer; or
7	"(3) that an employee affected by that act did
8	not take advantage of preventive opportunities to
9	avoid harm.".
10	SEC. 8. ARBITRATION OF EMPLOYMENT, CONSUMER, AND
11	CIVIL RIGHTS DISPUTES.
12	(a) Purposes.—The purposes of this section are
13	to—
14	(1) prohibit predispute arbitration agreements
15	that force arbitration of future employment, con-
16	sumer, or civil rights disputes; and
17	(2) prohibit agreements and practices that
18	interfere with the right of individuals, workers, and
19	small businesses to participate in a joint, class, or
20	collective action related to an employment, con-
21	sumer, or civil rights dispute.
22	(b) In General.—Title 9 of the United States Code
23	is amended by adding at the end the following:

"CHAPTER 4—ARBITRATION OF EMPLOY-1 2 MENT, CONSUMER, AND CIVIL RIGHTS 3 **DISPUTES** 4 "SEC. 401. DEFINITIONS. 5 "In this chapter— 6 "(1) the term 'civil rights dispute' means a dis-7 pute— "(A) arising from an alleged violation of— 8 9 "(i) the Constitution of the United States or the constitution of a State; and 10 11 "(ii) any Federal, State, or local law 12 that prohibits discrimination on the basis 13 of race, sex, age, gender identity, sexual 14 orientation, disability, religion, national or-15 igin, or any legally protected status in edu-16 cation, employment, credit, housing, public 17 accommodations and facilities, voting, vet-18 erans or servicemembers, health care, or a 19 program funded or conducted by the Fed-20 eral Government or State government, in-21 cluding any law referred to or described in 22 section 62(e) of the Internal Revenue Code

of 1986, including parts of such law not

explicitly referenced in such section but

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1	that relate to protecting individuals on any
2	such basis; and
3	"(B) in which at least one party alleging a
4	violation described in subparagraph (A) is one
5	or more individuals (or their authorized rep-
6	resentative), including one or more individuals
7	seeking certification as a class under rule 23 of
8	the Federal Rules of Civil Procedure or a com-
9	parable rule or provision of State law;
10	"(2) the term 'consumer dispute' means a dis-
11	pute between—
12	"(A) one or more individuals who seek or
13	acquire real or personal property, services (in-
14	cluding services related to digital technology)
15	securities or other investments, money, or credit
16	for personal, family, or household purposes in-
17	cluding an individual or individuals who seek
18	certification as a class under rule 23 of the
19	Federal Rules of Civil Procedure or a com-
20	parable rule or provision of State law; and
21	"(B)(i) the seller or provider of such prop-
22	erty, services, securities or other investments
23	money, or credit; or
24	"(ii) a third party involved in the selling
25	providing of, payment for, receipt or use of in-

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formation about, or other relationship to any such property, services, securities or other investments, money, or credit;

"(3) the term 'employment dispute' means a dispute between one or more individuals (or their authorized representative) and a person arising out of or related to the work relationship or prospective work relationship between them, including a dispute regarding the terms of or payment for, advertising of, recruiting for, referring of, arranging for, or discipline or discharge in connection with, such work, regardless of whether the individual is or would be classified as an employee or an independent contractor with respect to such work, and including a dispute arising under any law referred to or described in section 62(e) of the Internal Revenue Code of 1986, including parts of such law not explicitly referenced in such section but that relate to protecting individuals on any such basis, and including a dispute in which an individual or individuals seek certification as a class under rule 23 of the Federal Rules of Civil Procedure or as a collective action under section 16(b) of the Fair Labor Standards Act, or a comparable rule or provision of State law; 1 "(4) the term 'predispute arbitration agree-2 ment' means an agreement to arbitrate a dispute 3 that has not yet arisen at the time of the making 4 of the agreement; and

"(5) the term 'predispute joint-action waiver' means an agreement, whether or not part of a predispute arbitration agreement, that would prohibit, or waive the right of, one of the parties to the agreement to participate in a joint, class, or collective action in a judicial, arbitral, administrative, or other forum, concerning a dispute that has not yet arisen at the time of the making of the agreement.

13 "SEC. 402. NO VALIDITY OR ENFORCEABILITY.

"(a) In General.—Notwithstanding any other provision of this title, no predispute arbitration agreement or predispute joint-action waiver shall be valid or enforceable with respect to an employment dispute, consumer dispute, or civil rights dispute.

"(b) Applicability.—

"(1) IN GENERAL.—An issue as to whether this chapter applies with respect to a dispute shall be determined under Federal law. The applicability of this chapter to an agreement to arbitrate and the validity and enforceability of an agreement to which this chapter applies shall be determined by a court, rath-

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er than an arbitrator, irrespective of whether the party resisting arbitration challenges the arbitration agreement specifically or in conjunction with other terms of the contract containing such agreement, and irrespective of whether the agreement purports to delegate such determinations to an arbitrator.

"(2) Collective bargaining agreements.—
Nothing in this chapter shall apply to any arbitration provision in a contract between an employer and a labor organization or between labor organizations, except that no such arbitration provision shall have the effect of waiving the right of a worker to seek judicial enforcement of a right arising under a provision of the Constitution of the United States, a State constitution, or a Federal or State statute, or public policy arising therefrom."

- (c) Technical and Conforming Amendments.—
- (1) IN GENERAL.—Title 9 of the United States
 Code is amended—

(A) in section 1 by striking "of seamen," and all that follows through "interstate commerce," and inserting in its place "of individuals, regardless of whether such individuals are designated as employees or independent contractors for other purposes";

1	(B) in section 2 by inserting "or as other-
2	wise provided in chapter 4" before the period at
3	the end;
4	(C) in section 208—
5	(i) in the section heading by striking
6	"CHAPTER 1; RESIDUAL APPLICA-
7	TION" and inserting "APPLICATION";
8	and
9	(ii) by adding at the end the fol-
10	lowing: "This chapter applies to the extent
11	that this chapter is not in conflict with
12	chapter 4."; and
13	(D) in section 307—
14	(i) in the section heading by striking
15	"CHAPTER 1; RESIDUAL APPLICA-
16	TION" and inserting "APPLICATION";
17	and
18	(ii) by adding at the end the fol-
19	lowing: "This chapter applies to the extent
20	that this chapter is not in conflict with
21	chapter 4.".
22	(2) Table of Sections.—
23	(A) Chapter 2.—The table of sections of
24	chapter 2 of title 9, United States Code, is

1	amended by striking the item relating to section
2	208 and inserting the following:
	"208. Application.".
3	(B) Chapter 3.—The table of sections of
4	chapter 3 of title 9, United States Code, is
5	amended by striking the item relating to section
6	307 and inserting the following:
	"307. Application.".
7	(3) Table of Chapters.—The table of chap-
8	ters of title 9, United States Code, is amended by
9	adding at the end the following:
	"4. Arbitration of employment, consumer, antitrust, and eivil rights disputes".
10	SEC. 9. LIABILITY OF CERTAIN GOVERNMENT OFFICIALS.
11	(a) Amendment.—Revised Statute 1979 (42 U.S.C.
12	1983) is amended by inserting "of the United States or"
13	before "of any State".
14	(b) Rules for Application.—In any action under
15	Revised Statute 1979, the following shall apply:
16	(1) Definition of State.—The term "State"
17	includes any person or entity that undertakes action
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18	under color of any statute, ordinance, regulation,
	under color of any statute, ordinance, regulation, custom, or usage, of any State or Territory or the
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18 19	custom, or usage, of any State or Territory or the
18 19 20	custom, or usage, of any State or Territory or the District of Columbia.

1	of the United States or of any State or Territory or
2	the District of Columbia, when—
3	(A) undertaking a public function dele-
4	gated by the United States or by a State or
5	local government;
6	(B) voluntarily undertaking a public func-
7	tion;
8	(C) acting in concert with the United
9	States or a State or local government or acting
10	in concert with an individual officer, agent, or
11	entity of the United States or a State or local
12	government;
13	(D) engaging in joint action towards a
14	common goal or plan with the United States or
15	a State or local government or engaging in joint
16	action towards a common goal or plan with an
17	individual officer, agent, or entity of the United
18	States or of a State or local government;
19	(E) engaged in a conspiracy with the
20	United States or a State or local government or
21	engaged in a conspiracy with an individual offi-
22	cer, agent, or entity of the United States or of
23	a State or local government;
24	(F) a close nexus exists between the pri-
25	vate person or entity and the United States or

- a State or local government or a close nexus exists between an individual officer, agent, or entity of the United States or a State or local government;
 - (G) the activities of the private person or entity is so entwined with the United States or a State or local government or an individual officer, agent, or entity of the United States or of a State or local government such that the private person or entity is fairly considered to be acting under color of law; or
 - (H) otherwise exercises powers traditionally reserved to the United States or to State or local government.
 - (3) Presumption.—A private person or entity is presumed to be acting under color of law when, pursuant to a contract or other legally binding agreement with the United States or with a State or local government, the private person or entity exercises any power of the United States or of that State or local government or the private person or entity otherwise undertakes the administration, operations, or other activities of: the judiciary, law enforcement, public education, jails or prisons, elections, munic-

- ipal water services, municipal waste removal, evictions, public parks, or public benefits programs.
- 3 (4) No defense of qualified immunity.— Qualified immunity is not a defense in an action 5 brought against any person who under color of any 6 statute, ordinance, regulation, custom, or usage, of 7 the United States or of any State or Territory or the 8 District of Columbia, subjects, or causes to be sub-9 jected, any citizen of the United States or other per-10 son within the jurisdiction thereof to the deprivation 11 of any rights, privileges, or immunities secured by 12 the Constitution and laws.
 - (5) RESPONDEAT SUPERIOR.—In the case of any official of any political subdivision of the United States or of a State, if that official, acting under color of law, violates any provision of this Act, that official shall be amenable to any suit under this Act, and the political subdivision may be held liable for the acts of that official, whether acting in his or her official or individual capacity.

21 SEC. 10. EXPLICIT INCLUSION OF RULEMAKINGS.

- Section 1003(a)(1) of the Rehabilitation Act Amend-23 ments of 1986 (42 U.S.C. 2000d–7(a)(1)) is amended by
- 24 inserting before the period at the end the following: "(in-

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- 1 cluding the provisions of any rule made to implement any
- 2 of the foregoing statutes)".

3 SEC. 11. CONSTRUCTION.

- 4 (a) Relief.—Nothing in this Act, including any
- 5 amendment made by this Act, shall be construed to limit
- 6 the scope of, or the relief available under, section 504 of
- 7 the Rehabilitation Act of 1973 (29 U.S.C. 794), the Amer-
- 8 icans with Disabilities Act of 1990 (42 U.S.C. 12101 et
- 9 seq.), or any other provision of law.
- 10 (b) Defendants.—Nothing in this Act, including
- 11 any amendment made by this Act, shall be construed to
- 12 limit the scope of the class of persons who may be sub-
- 13 jected to civil actions under the covered civil rights provi-
- 14 sions.
- 15 (c) Severability.—If any provision of this Act, or
- 16 the application of such a provision to any person or cir-
- 17 cumstance, is held to be unconstitutional, the remainder
- 18 of this Act and the application of the remaining provisions
- 19 of this Act to any person or circumstance shall not be af-
- 20 fected thereby.
- 21 (d) Arbitration.—Nothing in this Act, or the
- 22 amendments made by this Act, shall be construed to pro-
- 23 hibit the use of arbitration on a voluntary basis after a
- 24 dispute arises.

1 SEC. 12. EFFECTIVE DATE.

- 2 (a) IN GENERAL.—This Act, and the amendments
- 3 made by this Act, take effect on the date of enactment
- 4 of this Act.
- 5 (b) APPLICATION.—This Act, and the amendments
- 6 made by this Act, apply to all actions or proceedings pend-
- 7 ing on or after the date of enactment of this Act, and,
- 8 in the case of section 8 and the amendments made there-
- 9 by, shall apply with respect to any dispute or claim that
- 10 arises or accrues on or after such date.

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