## S. 90

To preserve open competition and Federal Government neutrality towards the labor relations of Federal Government contractors on Federal and federally funded construction projects.

## IN THE SENATE OF THE UNITED STATES

January 6, 2009

Mr. VITTER introduced the following bill; which was read twice and referred to the Committee on Homeland Security and Governmental Affairs

## A BILL

- To preserve open competition and Federal Government neutrality towards the labor relations of Federal Government contractors on Federal and federally funded construction projects.
  - 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 "Government Neutrality
  - 5 in Contracting Act".
  - 6 SEC. 2. PURPOSES.
- 7 It is the purpose of this Act to—

(1) promote and ensure open competition on
Federal and federally funded or assisted construc-
tion projects;
(2) maintain Federal Government neutrality to-
wards the labor relations of Federal Government
contractors on Federal and federally funded or as-
sisted construction projects;
(3) reduce construction costs to the Federal
Government and to the taxpayers;
(4) expand job opportunities, especially for
small and disadvantaged businesses; and
(5) prevent discrimination against Federal Gov-
ernment contractors or their employees based upon
labor affiliation or the lack thereof, thereby pro-
moting the economical, nondiscriminatory, and effi-
cient administration and completion of Federal and
federally funded or assisted construction projects.
SEC. 3. PRESERVATION OF OPEN COMPETITION AND FED-
ERAL GOVERNMENT NEUTRALITY.
(a) Prohibition.—
(1) GENERAL RULE.—The head of each execu-
tive agency that awards any construction contract
after the date of enactment of this Act, or that obli-
gates funds pursuant to such a contract, shall en-

sure that the agency, and any construction manager

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1	acting on behalf of the Federal Government with re-
2	spect to such contract, in its bid specifications,
3	project agreements, or other controlling documents
4	does not—
5	(A) require or prohibit a bidder, offeror,
6	contractor, or subcontractor from entering into,
7	or adhering to, agreements with 1 or more
8	labor organization, with respect to that con-
9	struction project or another related construction
10	project; or
11	(B) otherwise discriminate against a bid-
12	der, offeror, contractor, or subcontractor be-
13	cause such bidder, offeror, contractor, or sub-
14	contractor—
15	(i) became a signatory, or otherwise
16	adhered to, an agreement with 1 or more
17	labor organization with respect to that con-
18	struction project or another related con-
19	struction project; or
20	(ii) refused to become a signatory, or
21	otherwise adhere to, an agreement with 1
22	or more labor organization with respect to
23	that construction project or another related
24	construction project.

- 1 (2) APPLICATION OF PROHIBITION.—The provi-2 sions of this section shall not apply to contracts 3 awarded prior to the date of enactment of this Act, 4 and subcontracts awarded pursuant to such con-5 tracts regardless of the date of such subcontracts.
- 6 (3) RULE OF CONSTRUCTION.—Nothing in 7 paragraph (1) shall be construed to prohibit a con-8 tractor or subcontractor from voluntarily entering 9 into an agreement described in such paragraph.
- 10 (b) RECIPIENTS OF GRANTS AND OTHER ASSIST11 ANCE.—The head of each executive agency that awards
  12 grants, provides financial assistance, or enters into cooper13 ative agreements for construction projects after the date
  14 of enactment of this Act, shall ensure that—
  - (1) the bid specifications, project agreements, or other controlling documents for such construction projects of a recipient of a grant or financial assistance, or by the parties to a cooperative agreement, do not contain any of the requirements or prohibitions described in subparagraph (A) or (B) of subsection (a)(1); or
  - (2) the bid specifications, project agreements, or other controlling documents for such construction projects of a construction manager acting on behalf of a recipient or party described in paragraph (1) do

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- 1 not contain any of the requirements or prohibitions
- 2 described in subparagraph (A) or (B) of subsection
- (a)(1).
- 4 (c) Failure To Comply.—If an executive agency,
- 5 a recipient of a grant or financial assistance from an exec-
- 6 utive agency, a party to a cooperative agreement with an
- 7 executive agency, or a construction manager acting on be-
- 8 half of such an agency, recipient, or party, fails to comply
- 9 with subsection (a) or (b), the head of the executive agency
- 10 awarding the contract, grant, or assistance, or entering
- 11 into the agreement, involved shall take such action, con-
- 12 sistent with law, as the head of the agency determines to
- 13 be appropriate.
- 14 (d) Exemptions.—
- 15 (1) IN GENERAL.—The head of an executive
- agency may exempt a particular project, contract,
- subcontract, grant, or cooperative agreement from
- the requirements of 1 or more of the provisions of
- subsections (a) and (b) if the head of such agency
- determines that special circumstances exist that re-
- 21 quire an exemption in order to avert an imminent
- threat to public health or safety or to serve the na-
- tional security.
- 24 (2) Special circumstances.—For purposes
- of paragraph (1), a finding of "special cir-

cumstances" may not be based on the possibility or existence of a labor dispute concerning contractors or subcontractors that are nonsignatories to, or that otherwise do not adhere to, agreements with 1 or more labor organization, or labor disputes concerning employees on the project who are not members of, or affiliated with, a labor organization.

- (3) Additional exemption for certain Projects.—The head of an executive agency, upon application of an awarding authority, a recipient of grants or financial assistance, a party to a cooperative agreement, or a construction manager acting on behalf of any of such entities, may exempt a particular project from the requirements of any or all of the provisions of subsections (a) or (c) if the agency head finds—
  - (A) that the awarding authority, recipient of grants or financial assistance, party to a cooperative agreement, or construction manager acting on behalf of any of such entities had issued or was a party to, as of the date of the enactment of this Act, bid specifications, project agreements, agreements with one or more labor organizations, or other controlling documents with respect to that particular project, which

1	contained any of the requirements or prohibi-
2	tions set forth in subsection (a)(1); and

- 3 (B) that one or more construction con-4 tracts subject to such requirements or prohibi-5 tions had been awarded as of the date of the 6 enactment of this Act.
- 7 (e) Federal Acquisition Regulatory Coun8 cil.—With respect to Federal contracts to which this sec9 tion applies, not later than 60 days after the date of enact10 ment of this Act, the Federal Acquisition Regulatory
  11 Council shall take appropriate action to amend the Fed12 eral Acquisition Regulation to implement the provisions of
  13 this section.

## (f) DEFINITIONS.—In this section:

- (1) Construction contract.—The term "construction contract" means any contract for the construction, rehabilitation, alteration, conversion, extension, or repair of buildings, highways, or other improvements to real property.
- (2) EXECUTIVE AGENCY.—The term "executive agency" has the meaning given such term in section 105 of title 5, United States Code, except that such term shall not include the Government Accountability Office.

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1 (3) LABOR ORGANIZATION.—The term "labor 2 organization" has the meaning given such term in 3 section 701(d) of the Civil Rights Act of 1964 (42 4 U.S.C. 2000e(d)).

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