1	CHAPTER 819. TEXAS WORKFORCE COMMISSION CIVIL RIGHTS DIVISION
2 3 4	PROPOSED RULES TO BE PUBLISHED IN THE TEXAS REGISTER. THIS DOCUMENT WILL HAVE NO SUBSTANTIVE CHANGES BUT IS SUBJECT TO
5	FORMATTING CHANGES AS REQUIRED BY THE OFFICE OF THE SECRETARY
6	OF STATE.
7	ON A MONTON O AGAA TIME TENA O MICHAEL O CO O O O O O O O O O O O O O O O O
8	ON AUGUST 9, 2022, THE TEXAS WORKFORCE COMMISSION PROPOSED THE
9	RULES BELOW WITH PREAMBLE TO BE SUBMITTED TO THE TEXAS REGISTER.
10	Dublication Date of the Duan cool in the Town Desisters Assert 26, 2022
11	Publication Date of the Proposal in the <i>Texas Register</i> : August 26, 2022
12 13	End of Comment Period: September 26, 2022
13	The Texas Workforce Commission (TWC) proposes amendments to the following sections of
15	Chapter 819, relating to the Texas Workforce Commission Civil Rights Division:
16	Chapter 619, relating to the Texas Workforce Commission Civil Rights Division.
17	Subchapter B. Equal Employment Opportunity Provisions, §819.11 and §819.12
18	Subchapter D. Equal Employment Opportunity Complaints and Appeals Process, §819.41
19	Subchapter E. Equal Employment Opportunity Deferrals, §819.73
20	Substitute 2. Equal Employment opportunity Beleffuls, \$619.75
21	PART I. PURPOSE, BACKGROUND, AND AUTHORITY
22	The purpose of the proposed amendments to Chapter 819 is to implement House Bill (HB) 21
23	and Senate Bill (SB) 45, 87th Texas Legislature, Regular Session (2021), relating to sexual
24	harassment complaints filed against employers. HB 21 expanded the statute of limitations for
25	filing sexual harassment discrimination complaints and SB 45 broadened the definition of
26	"Employer" as it relates to the filing of a sexual harassment discrimination complaint.
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28	HB 21 amended Texas Labor Code, §21.202 to include a deadline for filing complaints alleging
29	sexual harassment. Under new Texas Labor Code, §21.202(a-1), complaints must be filed with
30	TWC within 300 days after the alleged sexual harassment occurred.
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32	SB 45 amended Texas Labor Code, Chapter 21 by adding Subchapter C-1, §21.141 and §21.142,
33	relating to Sexual Harassment. New Texas Labor Code, §21.141 defines "Employer" and
34	"Sexual harassment" and new Texas Labor Code, §21.142 includes sexual harassment as an
35	unlawful employment practice.
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37	Texas Government Code, §2001.039 requires that every four years each state agency review and
38	consider for readoption, revision, or repeal each rule adopted by that agency. TWC conducted a
39	rule review of Chapter 819 and any changes are described in Part II of this preamble.
40	
41	PART II. EXPLANATION OF INDIVIDUAL PROVISIONS
42	(Note: Minor editorial changes are made that do not change the meaning of the rules and,
43 44	therefore, are not discussed in the Explanation of Individual Provisions.)
44	CHAPTER 819. TEXAS WORKFORCE COMMISSION CIVIL RIGHTS DIVISION
46	TWC proposes the following amendment to the title of Chapter 819:
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The Chapter 819 title is amended to remove "Texas Workforce Commission" for consistency with the titles of other chapters.

## SUBCHAPTER B. EQUAL EMPLOYMENT OPPORTUNITY PROVISIONS

TWC proposes the following amendments to Subchapter B:

### §819.11. Definitions

Section 819.11 is amended to expand the definition of "Employer" to include provisions relating to sexual harassment, modify the definition of "Complaint" to include the statute of limitations to file a complaint for sexual harassment to within 300 days of the alleged unlawful employment practice, and add the definition of "Sexual Harassment."

### §819.12. Unlawful Employment Practices

Section 819.12 is amended to add new subsection (k) to include sexual harassment as an unlawful employment practice.

# SUBCHAPTER D. EQUAL EMPLOYMENT OPPORTUNITY COMPLAINTS AND

### **APPEALS PROCESS**

TWC proposes the following amendments to Subchapter D:

## §819.41. Filing a Complaint

Section 819.41(e) is amended to include that a complaint alleging sexual harassment must be filed within 300 days of the alleged unlawful employment practice. Section 819.41(h) is amended to include if a perfected complaint alleging sexual harassment is not received within 300 days of the alleged unlawful employment practice, the respondent shall be notified that a complaint has been filed and the process of perfecting the complaint is in progress.

### SUBCHAPTER E. EQUAL EMPLOYMENT OPPORTUNITY DEFERRALS

TWC proposes the following amendments to Subchapter F:

### §819.73. Deferral to Local Commission

Section 819.73(b)(2) is amended to expand jurisdiction over sexual harassment complaint allegations.

#### PART III. IMPACT STATEMENTS

Chris Nelson, Chief Financial Officer, determined that for each year of the first five years the rules will be in effect, the following statements will apply:

There are no additional estimated costs to the state and to local governments expected as a result of enforcing or administering the rules.

There are no estimated cost reductions to the state and to local governments as a result of enforcing or administering the rules.

There are no estimated losses or increases in revenue to the state or to local governments as a result of enforcing or administering the rules.

There are no foreseeable implications relating to costs or revenue of the state or local governments as a result of enforcing or administering the rules.

There are no anticipated economic costs to individuals required to comply with the rules.

There is no anticipated adverse economic impact on small businesses, microbusinesses, or rural communities as a result of enforcing or administering the rules.

Based on the analyses required by Texas Government Code, §2001.024, TWC determined that the requirement to repeal or amend a rule, as required by Texas Government Code, §2001.0045, does not apply to this rulemaking.

#### Takings Impact Assessment

Under Texas Government Code, §2007.002(5), "taking" means a governmental action that affects private real property, in whole or in part or temporarily or permanently, in a manner that requires the governmental entity to compensate the private real property owner as provided by the Fifth and Fourteenth Amendments to the United States Constitution or the Texas Constitution, Article I, §17 or §19, or restricts or limits the owner's right to the property that would otherwise exist in the absence of the governmental action, and is the producing cause of a reduction of at least 25 percent in the market value of the affected private real property, determined by comparing the market value of the property as if the governmental action is not in affect and the market value of the property determined as if the governmental action is in effect.

effect and the market value of the property determined as if the governmental action is in effect.

TWC completed a Takings Impact Analysis for the proposed rulemaking action under Texas

Government Code, §2007.043. The primary purpose of this proposed rulemaking action, as

discussed elsewhere in this preamble, is to implement HB 21 and SB 45, relating to sexual

harassment complaints filed against employers.

The proposed rulemaking action will not create any additional burden on private real property or affect private real property in a manner that would require compensation to private real property owners under the United States Constitution or the Texas Constitution. The proposal also will not affect private real property in a manner that restricts or limits an owner's right to the property that would otherwise exist in the absence of the governmental action. Therefore, the proposed rulemaking will not cause a taking under Texas Government Code, Chapter 2007.

### Government Growth Impact Statement

- TWC determined that during the first five years the rules will be in effect, they will not:
- 40 --create or eliminate a government program;
- 41 -- require the creation or elimination of employee positions;
- 42 -- require an increase or decrease in future legislative appropriations to TWC;
- 43 -- require an increase or decrease in fees paid to TWC;
- 44 --create a new regulation;
- 45 --expand, limit, or eliminate an existing regulation;
- 46 --change the number of individuals subject to the rules; and

--positively or adversely affect the state's economy.

1 2

- 3 <u>Economic Impact Statement and Regulatory Flexibility Analysis</u>
- 4 TWC has determined that the rules will not have an adverse economic impact on small
- businesses or rural communities, as the proposed rules place no requirements on small businesses

6 or rural communities.

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Mariana Vega, Director, Labor Market Information, determined that there is not a significant negative impact upon employment conditions in the state as a result of the rules.

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13 14 Bryan Snoddy, Director, Civil Rights Division, has determined that for each year of the first five years the rules are in effect, the public benefit anticipated as a result of enforcing the proposed rules will be to implement HB 21, which expanded the statute of limitations for filing sexual harassment discrimination complaints, and SB 45, which broadened the definition of "Employer" as it relates to filing a sexual harassment discrimination complaint.

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TWC hereby certifies that the proposal has been reviewed by legal counsel and found to be within TWC's legal authority to adopt.

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### PART IV. COORDINATION ACTIVITIES

In the development of these rules for publication and public comment, TWC sought the involvement of Texas' 28 Local Workforce Development Boards (Boards). TWC provided the policy concept regarding these rule amendments to the Boards for consideration and review on February 11, 2022, and during the rulemaking process, TWC considered all information gathered in order to develop rules that provide clear and concise direction to all parties involved.

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PART IV. PUBLIC COMMENTS

Comments on the proposed rules may be submitted to TWCPolicyComments@twc.texas.gov and must be received no later than September 26, 2022.

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#### PART V. STATUTORY AUTHORITY

- The rules are proposed under Texas Labor Code, §301.0015 and §302.002(d), which provide TWC with the authority to adopt, amend, or repeal such rules as it deems necessary for the
- 34 effective administration of TWC services and activities.

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The proposed rules implement HB 21 and SB 45, relating to sexual harassment complaints filed against employers.

#### 1 CHAPTER 819. TEXAS WORKFORCE COMMISSION CIVIL RIGHTS DIVISION 2 3 SUBCHAPTER B. EQUAL EMPLOYMENT OPPORTUNITY PROVISIONS 4 5 §819.11. Definitions. 6 7 The following words and terms, when used in Subchapter B, Equal Employment 8 Opportunity Provisions; Subchapter C, Equal Employment Opportunity Reports, 9 Training, and Reviews; Subchapter D, Equal Employment Opportunity Complaints and 10 Appeals Process; Subchapter E, Equal Employment Opportunity Deferrals; and Subchapter F, Equal Employment Opportunity Records and Recordkeeping shall have the 11 12 following meanings, unless the context clearly indicates otherwise. 13 14 (1) Bona fide occupational qualification -- A qualification: 15 16 (A) that is reasonably related to the satisfactory performance of the duties of 17 a job; and 18 19 (B) for which there is a factual basis for believing that no members of the 20 excluded group would be able to satisfactorily perform the duties of the job with safety and efficiency. 21 22 23 Civil Rights Act--The Civil Rights Act of 1964, as amended by the Equal (2) 24 Employment Opportunity Act of 1972 and the Civil Rights Act of 1991; the Age Discrimination in Employment Act of 1976, as amended; the 25 26 Rehabilitation Act of 1973, as amended; the Americans with Disabilities Act 27 of 1990, as amended; and Texas Labor Code, Chapter 21, regarding **Employment Discrimination.** 28 29 30 (3) Complaint--A written statement made under oath stating that an unlawful 31 employment practice has been committed, setting forth the facts on which the 32 complaint is based, and received within 180 days or, for a complaint alleging 33 sexual harassment, within 300 days of the alleged unlawful employment 34 practice. 35 36 Conciliation--The settlement of a dispute by mutual written agreement in order 37 to avoid litigation where a determination has been made that there is 38 reasonable cause to believe an unlawful employment practice has occurred. 39

(5) Disability--A mental or physical impairment that substantially limits at least one major life activity of an individual, a record of such mental or physical impairment, or being regarded as having such an impairment as set forth in §3(2) of the Americans with Disabilities Act of 1990, as amended, and Texas Labor Code, §21.002(6).

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- (6) Employer--A person who is engaged in an industry affecting commerce and who has 15 or more employees for each working day in each of 20 or more calendar weeks in the current or preceding calendar year and any agent of that person. The term includes an individual elected to public office in Texas or a political subdivision of Texas, or a political subdivision and any state agency or instrumentality, including public institutions of higher education, regardless of the number of individuals employed. The term excludes a franchisor from being considered an employer of a franchisee or a franchisee's employees. The term also exempts the Texas Military Forces from being an employer, as claims of discrimination against the Texas Military Forces by service members on state active duty shall be processed in accordance with military regulations and procedures as authorized by Texas Government Code, §437.212.

  Exclusively regarding allegations of sexual harassment, the term "Employer" includes a person who employs one or more employees or acts directly in the interests of an employer in relation to an employee.
- (7) Local commission--Created by one or more political subdivisions acting jointly, pursuant to Texas Labor Code, §21.152, and recognized as a Fair Employment Practices Agency by EEOC pursuant to <u>Title VII of the U.S.</u> Civil Rights Act of 1964, <u>Title VII</u>, §706, as amended by the Equal Employment Opportunity Act of 1972, the Civil Rights Act of 1991, and the Americans With Disabilities Act of 1990, as amended.
- (8) Mediation--An alternative dispute resolution process to resolve a dispute by mutual written agreement among the complainant, respondent, and CRD.
- (9) Perfected complaint--An employment discrimination complaint that CRD has determined meets all of the requirements of Texas Labor Code, Chapter 21, and for which CRD will initiate an investigation.
- (10) Sexual Harassment--An unwelcome sexual advance, a request for a sexual favor, or any other verbal or physical conduct of a sexual nature if:
  - (A) submission to the advance, request, or conduct is made a term or condition of an individual's employment either explicitly or implicitly;
  - (B) submission to or rejection of the advance, request, or conduct by an individual is used as the basis for a decision affecting the individual's employment;
  - (C) the advance, request, or conduct has the purpose or effect of unreasonably interfering with an individual's work performance; or
  - (D) the advance, request, or conduct has the purpose or effect of creating an intimidating, hostile, or offensive working environment.

#### 1 §819.12. Unlawful Employment Practices. 2 3 (a) Discrimination by Employer. An employer commits an unlawful employment 4 practice if based on race, color, disability, religion, sex, national origin, or age, the 5 employer: 6 7 fails or refuses to hire an individual, discharges an individual, or discriminates 8 in any other manner against an individual in connection with compensation or 9 the terms, conditions, or privileges of employment; or 10 11 (2) limits, segregates, or classifies an employee or applicant for employment in a 12 manner that deprives or tends to deprive an individual of an employment 13 opportunity or adversely affects in any other manner the status of an employee. 14 15 (b) Discrimination by Employment Agency. An employment agency commits an unlawful employment practice if based on race, color, disability, religion, sex, 16 17 national origin, or age, it: 18 19 (1) fails or refuses to refer for employment or discriminates in any other manner 20 against an individual; or 21 22 (2) classifies or refers an individual for employment on that basis. 23 24 (c) Discrimination by Labor Organization. A labor organization commits an unlawful 25 employment practice if based on race, color, disability, religion, sex, national origin, 26 or age, it: 27 28 excludes or expels from membership or discriminates in any other manner (1) 29 against an individual; or 30 31 limits, segregates, or classifies a member or an applicant for membership, or 32 classifies or fails or refuses to refer for employment an individual in a manner 33 that: 34 35 deprives or tends to deprive an individual of any employment (A) 36 opportunity; 37 38 limits an employment opportunity or adversely affects in any other (B) 39 manner the status of an employee or of an applicant for employment; or 40 41 (C) causes or attempts to cause an employer to violate this subchapter. 42 43 (d) Admission or Participation in Training Program. An employer, labor organization, or joint labor-management committee controlling an apprenticeship, on-the-job 44 45 training, or other training or retraining program commits an unlawful employment practice if based on race, color, disability, religion, sex, national origin, or age, it 46

1 2 3 4 5		discriminates against an individual in admission to or participation in the program, unless a training or retraining opportunity or program is provided under an affirmative action plan approved by federal or state law, rule, or court order. The prohibition against discrimination based on age applies only to individuals who are at least 40 years of age.
6 7 8 9 10 11	(e)	Retaliation. An employer, employment agency, or labor organization, commits an unlawful employment practice based on race, color, disability, religion, sex, national origin, or age if the employer, employment agency, or labor organization retaliates or discriminates against an individual who:
12 13		(1) opposes a discriminatory practice;
14 15		(2) makes or files a charge;
16 17		(3) files a complaint; or
18 19 20		(4) testifies, assists, or participates in any manner in an investigation, proceeding, or hearing.
21 22 23 24	(f)	Aiding or Abetting Discrimination. An employer, employment agency, or labor organization commits an unlawful employment practice if it aids, abets, incites, or coerces an individual to engage in an unlawful discriminatory practice based on race, color, disability, religion, sex, national origin, or age.
25 26 27 28 29 30	(g)	Interference with the Agency or CRD. An employer, employment agency, or labor organization commits an unlawful employment practice if it willfully interferes with the performance of a duty or the exercise of a power by CRD or by the Agency in relation to CRD.
31 32 33 34 35	(h)	Prevention of Compliance. An employer, employment agency, or labor organization commits an unlawful employment practice if it willfully obstructs or prevents an individual from complying with Texas Labor Code, Chapter 21, or a rule adopted or order issued under Texas Labor Code, Chapter 21.
36 37 38 39 40	(i)	Discriminatory Notice or Advertisement. An employer, employment agency, labor organization, or joint labor-management committee controlling an apprenticeship, on-the-job training, or other training or retraining program commits an unlawful employment practice if it prints or publishes or causes to be printed or published a notice or advertisement relating to employment that:
41 42 43		(1) indicates a preference, limitation, specification, or discrimination based on race, color, disability, religion, sex, national origin, or age; and
44 45 46		(2) concerns an employee's status, employment, or admission to or membership or participation in a labor organization or training or retraining program.

1 2	(i)	Rong	a Fide Occupational Qualification. A bona fide occupational qualification is an
3	()		mative defense to discrimination.
5 6	<u>(k)</u>		ual Harassment. An employer commits an unlawful employment practice if all harassment of an employee occurs and the employer or the employer's agents
7 8			pervisors:
9		(1)	knows or should have known that the conduct constituting sexual harassment
10		(1)	was occurring; and
11			<u></u>
12		(2)	fails to take immediate and appropriate corrective action.
13			
14	SUBCHAI	PTER	RD. EQUAL EMPLOYMENT OPPORTUNITY COMPLAINTS AND
15	AP	PEAI	LS PROCESS
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17	<b>§819.4</b>	1. Fil	ing a Complaint.
18			
19	(a)	-	erson may telephone, write, visit, e-mail, fax, or otherwise contact CRD or a
20			l commission office recognized by EEOC as a Fair Employment Practices
21		Agei	ncy to obtain information on filing a complaint with CRD.
22	(1-)	A 4 41	CDD:
23	(b)	Attr	ne complainant's request, CRD:
24		(1)	shall as a factorist the assumption and should be factored singulation and that many
25 26		(1)	shall confer with the complainant about the facts and circumstances that may constitute the alleged unlawful employment practice;
27			constitute the aneged umawrur employment practice,
28		(2)	shall assist the complainant in perfecting the complaint if the facts and
29		(2)	circumstances appear to constitute an alleged unlawful employment practice;
30			or
31			
32		(3)	may advise the complainant if the facts and circumstances presented to CRD
33		(0)	do not appear to constitute an unlawful employment practice.
34			T J
35	(c)	The	complaint shall be filed in writing and either signed under oath or subscribed by
36		the p	person making the declaration as true under penalty of perjury and in
37		subs	stantially the form prescribed by Texas Civil Practice and Remedies Code,
38		Chaj	pter 132, or its successor statute. It may be filed with CRD by mail, electronic
39		com	munication, fax, or in person with:
40			
41		(1)	the CRD office on a CRD-provided form;
42			
43		(2)	an EEOC office; or
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45		(3)	a local commission office recognized by EEOC as a Fair Employment
46			Practices Agency.

- (d) The complaint shall set forth the following information:
  - (1) Harm experienced by the complainant as a result of the alleged unlawful employment practice;
  - (2) Explanation, if any, given by the employer to the complainant for the alleged unlawful employment practice;
  - (3) A declaration of unlawful discrimination under federal or state law;
  - (4) Facts upon which the complaint is based, including the date, place, and circumstances of the alleged unlawful employment practice; and
  - (5) Sufficient information to enable CRD to identify the employer, e.g., employer ID, business address, and business phone.
- (e) A complaint shall be filed within 180 days or, for a complaint alleging sexual harassment, within 300 days, after the date on which the alleged unlawful employment practice occurred.
- (f) A complaint may be withdrawn by a complainant only with the consent of the CRD director.
- (g) A perfected complaint may be amended by the complainant to cure technical defects or omissions, or to clarify and amplify allegations made therein. Such amendment or amendments alleging additional acts that constitute unlawful employment practices related to or growing out of the subject matter of the original complaint shall relate back to the date the complaint was first filed. CRD shall provide a copy of the perfected complaint to the respondent. An amended perfected complaint shall be subject to the procedures set forth in applicable law.
- (h) A respondent shall be mailed a copy of the perfected complaint within 10 days after CRD receives the perfected complaint. If CRD receives a complaint that is not perfected within 180 days or, for a complaint alleging sexual harassment, within 300 days, of the alleged unlawful employment practice, CRD shall notify the respondent that a complaint has been filed and the process of perfecting the complaint is in progress.
- (i) The complainant and respondent shall be advised upon request by CRD of the status of their perfected complaint, unless doing so would jeopardize an undercover investigation by another state, federal, or local government.

1 2	SUBCHAI	PTER E. EQUAL EMPLOYMENT OPPORTUNITY DEFERRALS			
3	§819.73. Deferral to Local Commission.				
4					
5	(a)	Texas Labor Code, §21.155 grants to a local commission the exclusive right to take			
6		appropriate action within the scope of its power and jurisdiction to process a			
7		complaint deferred by CRD pursuant to the requirements of Texas Labor Code.			
8		§21.155, and this chapter.			
9					
10	(b)	CRD shall not assume jurisdiction over a complaint deferred to a local commission,			
11		pursuant to Texas Labor Code, §21.155, except:			
12					
13		(1) where the local commission defers a complaint under its jurisdiction to CRD;			
14					
15		(2) where the complaint is received by CRD within 180 days of the alleged			
16		violation or, for a complaint alleging sexual harassment, within 300 days of the			
17		alleged unlawful employment practice, but beyond the period of limitation of			
18		the appropriate local commission; and			
19					
20		(3) where the local commission has not acted on the complaint pursuant to the			
21		requirements of Texas Labor Code, §21.155(c), and this chapter.			