PRESENTED AT

24th Annual Labor and Employment Law Conference

June 12-13, 2017 Austin, TX

Affirmative Action Compliance Guide For Federal Contractors and Subcontractors

Derek T. Rollins

Author Contact Information: T. Scott Kelly Ogletree, Deakins, Nash, Smoak & Stewart, P.C. Birmingham, AL 35203 scott.kelly@ogletee.com (205) 986-1024

Derek T. Rollins
Ogletree, Deakins, Nash, Smoak &
Stewart, P.C.
Austin, TX 78701
derek.rollins@ogletree.com
(512) 344-4702



AFFIRMATIVE ACTION COMPLIANCE GUIDE

FOR FEDERAL CONTRACTORS AND SUBCONTRACTORS
(Supply and Service Only)

Version 17 - 04.04.17

For questions or comments please contact OFCCPInfo@ogletreedeakins.com.

Please note that OFCCP periodically updates its guidance on the affirmative action regulations. Visit http://www.dol.gov/ofccp/regs/compliance/faqs/offaqs.htm for updates.

© OGLETREE, DEAKINS, NASH, SMOAK & STEWART, P.C. This communication is intended to inform you of legal developments that may be of interest. It is not intended to constitute legal advice or create an attorney-client relationship.



AFFIRMATIVE ACTION COMPLIANCE GUIDE

FOR FEDERAL CONTRACTORS AND SUBCONTRACTORS (Supply and Service Only)

WHO MUST COMPLY:

The regulations set forth below apply to supply and service contractors and subcontractors. <u>Construction contractors have different regulatory requirements</u>. <u>Please let us know if you need a quide to construction contractor requirements</u>.

- Executive Order 11246 applies to Companies with federal contracts or subcontracts which total more than \$10,000. [41 C.F.R. § 60-1.5]¹ Covered contractors with 50 or more employees and <u>at least one</u> government contract or subcontract of \$50,000 or more must develop, maintain, and annually update a written affirmative action program (AAP) for minorities and females. [60-2.1]
- Section 503 of the Rehabilitation Act of 1973 applies to Companies with at least one federal contract or subcontract in excess of \$15,000. [60-741.4(a)] Covered contractors with 50 or more employees and at least one government contract or subcontract of \$50,000 or more must develop, maintain, and annually update a written affirmative action program (AAP) for individuals with disabilities (IWDs). [60-741.40(b)(1),(3)]
- The Vietnam Era Veterans' Readjustment Assistance Act of 1974 (VEVRAA) has a higher monetary threshold. This Act applies to contractors with <u>at least one</u> federal contract or subcontract of \$150,000 or more. [60-300.4; see also 80 Federal Register 38293 (July 2, 2015); Federal Acquisition Regulation 2.101] Covered contractors with 50 or more employees must develop, maintain, and annually update a written AAP. [60-300.40(a)]

¹ All regulatory citations are contained within Volume 41 of the *Code of Federal Regulations*.



TABLE OF CONTENTS

| | | <u>Page</u> |
|------|--|-------------|
| I. | General Obligations | 1 |
| II. | Affirmative Action - Written Program Requirements | 6 |
| III. | Recordkeeping Obligations | 11 |
| IV. | Executive Orders and Other Requirements | 14 |
| | Exhibit 1 – Sample EEO/AA PolicyExhibit 2 – Sample EEO Language | 17 |
| | Exhibit 2 - Sample EEO LanguageExhibit 3 - Sample Union Notification | 18 20 |
| | Exhibit 4 - Sample Notification to Workforce Agencies | |
| | Exhibit 5 - Sample Letter to Recruiting Source | 22 |
| | Exhibit 6 - Sample Vendor Notification | 23 |
| | Exhibit 7 – Pay Transparency Nondiscrimination Provision | 24 |
| | Exhibit 8 - Sample Self-ID Form | 25 |
| | Exhibit 9 - Sample Assessment of Outreach & Recruiting | 28 |
| | Exhibit 10 - Sample Self-Audit Checklists | 29 |
| | Exhibit 11 - Sample Data Collection Form | 35 |



AFFIRMATIVE ACTION COMPLIANCE GUIDEFor Federal Contractors and Subcontractors

I. GENERAL OBLIGATIONS

| Obligation | Person Responsible | Completed? |
|---|--------------------|------------|
| Non-Discrimination Policy [Disability regulation; also applies if subject to Veterans regulations; may consider including in Minorities/Females AAP] | | |
| Adopt and post a notice of the nondiscrimination policy in conspicuous places available to employees and applicants for employment. §§ 60-300.5(a)(9), 60-741.5(a)(4). | | |
| See Exhibit 1 (Sample EEO/AA Policy). | | |
| EEO is the Law Poster and Supplement | | |
| Ensure that job seekers applying electronically are provided an opportunity to view the "EEO is the Law" poster (and, as applicable, the supplement) during the application process. Providing a link to an electronic poster will suffice. | | |
| The current poster and supplement can be found on OFCCP's website at http://www.dol.gov/ofccp/regs/compliance/posters/ofccpost.htm . | | |
| The supplement must be used if the Company enters into a new or modified contract exceeding \$10,000 on or after January 11, 2016. | | |



| Obligation | Person Responsible | Completed? |
|---|--------------------|------------|
| EEO Clause | | - |
| Ensure that the appropriate equal opportunity clause is included in purchase orders and subcontracts for goods and services necessary to the performance of a government contract. Portions of the EO clause must be in bold font. Different language is required depending on the value and date of the subcontract/purchase order. §§ 60-300.5(d), 60-741.5(d) | | |
| See Exhibit 2 (Sample EEO Language). | | |
| Union Notification | | |
| If applicable, notify unions representing employees at any site that the Company is an equal opportunity/affirmative action employer and request their cooperation. Maintain documentation of this notice. §§ 60-300.5(a)(10), 60-741.5(a)(5). | | |
| See Exhibit 3 (Sample Union Notification). | | |
| EEO Tag Line | | |
| Include in all solicitations for applicants a statement that qualified applicants will receive consideration for employment without regard to race, color, religion, sex, sexual orientation, gender identity, national origin, protected veteran status, or disability. §§ 60-300.5(a)(12); 60-741.5(a)(7). | | |
| Acceptable verbiage includes, but is not limited to: | | |
| Equal Opportunity Employer/Disabled/Veterans [or Vets] | | |
| " provides equal employment [and affirmative action] opportunities to applicants and employees without regard to race, color, religion, sex, sexual orientation, gender identity, national origin, protected veteran status, or disability." | | |



Also available as part of the eCourse

2017 Employment Law Update: Public Sector Employment, Federal Contractors, Joint Employers, Pay Equity, and Whistleblowers

First appeared as part of the conference materials for the $24^{\hbox{\scriptsize th}}$ Annual Labor and Employment Law Conference session "Federal Contractor Update"