117TH CONGRESS 1ST SESSION

H. R. 3895

To establish collective bargaining rights for college athletes, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

June 15, 2021

Mr. Bowman (for himself, Mr. Levin of Michigan, and Mrs. Trahan) introduced the following bill; which was referred to the Committee on Education and Labor

A BILL

To establish collective bargaining rights for college athletes, 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 "College Athlete Right
- 5 to Organize Act".
- 6 SEC. 2. FINDINGS.
- 7 Congress finds the following:
- 8 (1) The National Labor Relations Act (29)
- 9 U.S.C. 151 et seq.) seeks to remedy the inequality
- of bargaining power between employees and employ-

- ers primarily through establishing and protecting the rights of employees to self-organize and designate representatives of their own choosing for the purpose of negotiating the terms and conditions of their employment or other mutual aid or protection.
 - (2) Labor organizations often originate to remedy unfair and exploitative labor practices by employers through assisting employees in securing more equitable terms and conditions of their employment, including fair compensation and safe working conditions, which individual employees would be unlikely to negotiate successfully for on their own.
 - (3) Labor organizations serve unique and essential purposes for professional athletes competing in sports leagues, where it is desirable to establish uniform rules and standards across multiple employers. These rules and standards bear significant consequences to the athletes in terms of compensation, health and safety, and the ability or lack thereof for athletes to choose their employer, among other issues related to the athletes' well-being.
 - (4) The formation of labor organizations representing athletes in professional sports leagues in the United States has helped end exploitative practices by team owners and management, particularly

- through establishing collective-bargaining agreements that have secured athletes a fair share of the revenues their talent and labor produces, as well as more equitable terms of their employment and protections for their short- and long-term health.
 - (5) College athletes face exploitative and unfair labor practices by the National Collegiate Athletic Association (referred to in this section as the "NCAA") and its member institutions, primarily through the denial of the basic economic and labor rights of such athletes, which the NCAA and its member institutions have justified by defining college athletes as amateurs.
 - (6) The NCAA and its member institutions have denied college athletes a fair wage for their labor by colluding to cap compensation; they maintain strict and exacting control over the terms and conditions of college athletes' labor; and they exercise the ability to terminate an athlete's eligibility to compete if the athlete violates these terms and conditions.
 - (7) College athletes exhibit the markers of employment as established under the common law definition of the term "employee": They perform a valuable service for their respective colleges under a con-

- tract for hire in the form of grant-in-aid agreements; these agreements assert significant control over how athletes perform their work and the conditions under which they work; and they receive compensation in the form of grant-in-aid and stipends in exchange for their athletic services.
 - (8) To establish more equitable terms and conditions for college athletes' labor, college athletes need representation of their own choosing to negotiate collective-bargaining agreements with their respective colleges and the athletic conferences that help set rules and standards across an entire league.
 - (9) To organize effectively, college athletes must be able to form collective bargaining units across institutions of higher education that compete against each other, including within athletic conferences; and, accordingly, to establish effective collective bargaining rights for college athletes under this Act, the National Labor Relations Act must be amended to cover both private and public institutions of higher education to the extent that college athletes attending such institutions fall within the definition of "employee" under that Act, as amended by this Act.

- 1 (10) The Constitution of the United States 2 vests Congress with the power to regulate commerce 3 between the States, and intercollegiate sports, which 4 are maintained by athletic associations that host 5 competitions between colleges across States, involves 6 interstate commerce that generates annual revenue 7 of more than \$15,000,000,000.
- 9 ment in interstate commerce justifies application of
 10 the National Labor Relations Act (29 U.S.C. 151 et
 11 seq.) to regulate the labor market within which pub12 lic and private institutions of higher education com13 pete and set rules pertaining to the wages and work14 ing conditions of college athletes.

15 SEC. 3. COLLECTIVE BARGAINING RIGHTS OF COLLEGE 16 ATHLETES.

- 17 (a) Definitions.—Section 2 of the National Labor 18 Relations Act (29 U.S.C. 152) is amended—
- (1) in paragraph (2), by adding at the end the following: "Notwithstanding the previous sentence, the term 'employer' includes a public institution of higher education with respect to the employment of college athlete employees of the institution.";
- 24 (2) in paragraph (3), by adding at the end the 25 following: "Any individual who participates in an

- intercollegiate sport for an institution of higher education, and is a student enrolled in the institution of higher education, shall be considered an employee of the institution of higher education if— "(A) the individual receives any form of direct
- 5 "(A) the individual receives any form of direct 6 compensation, including grant-in-aid, from the insti-7 tution of higher education; and
- 8 "(B) any terms or conditions of such compensa-9 tion require participation in an intercollegiate 10 sport."; and
- 11 (3) by adding at the end the following:
- 12 "(15) The term 'grant-in-aid' means a scholarship,
- 13 grant, or other form of financial assistance that is pro-
- 14 vided by an institution of higher education to an individual
- 15 for the individual's undergraduate or graduate course of
- 16 study.
- 17 "(16) The term 'institution of higher education' has
- 18 the meaning given the term in section 102 of the Higher
- 19 Education Act of 1965 (20 U.S.C. 1002).
- 20 "(17) The term 'intercollegiate athletic conference'—
- 21 "(A) means any conference, or other group or
- organization, of institutions of higher education
- 23 that—

1	"(i) exercises authority over intercollegiate
2	sports at such institutions of higher education;
3	and
4	"(ii) is engaged in commerce or an indus-
5	try or activity affecting commerce; and
6	"(B) notwithstanding subparagraph (A), does
7	not include the National Collegiate Athletic Associa-
8	tion.
9	``(18) The term 'college athlete employee' means an
10	individual described in the second sentence of paragraph
11	(3).".
12	(b) Multiemployer Bargaining Unit.—Section
13	9(b) of the National Labor Relations Act (29 U.S.C.
14	159(b)) is amended by striking the period at the end and
15	inserting the following: ": $Provided$, That, for the purpose
16	of establishing an appropriate bargaining unit for college
17	athlete employees at institutions of higher education in an
18	intercollegiate athletic conference, the Board shall recog-
19	nize multiple institutions of higher education within an
20	intercollegiate athletic conference as a multiemployer bar-
21	gaining unit, but only if consented to by the employee rep-
22	resentatives for the intercollegiate sports bargaining units
23	at the institutions of higher education that will be included
24	in the multiemployer bargaining unit.".

1	(c) Jurisdiction Related to Intercollegiate
2	Sports.—Section 14(c)(1) of the National Labor Rela-
3	tions Act (29 U.S.C. 164(c)(1)) is amended by striking
4	"Provided," and inserting the following: "Provided, That
5	the Board shall exercise jurisdiction over institutions of
6	higher education and college athlete employees of such in-
7	stitutions in relation to all collective bargaining matters
8	under this Act pertaining to such employees, including any
9	representation matter, such as recognizing or establishing
10	a bargaining unit for such employees and any labor dis-
11	pute involving such institutions and employees: Provided
12	further,".
13	(d) Prohibition on Waiver.—An individual may
14	not enter into any agreement (including a grant-in-aid
14 15	not enter into any agreement (including a grant-in-aid agreement, as defined in section 3(15) of the National
	, c
15	agreement, as defined in section 3(15) of the National
15 16 17	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settle-
15 16 17	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settlement that waives or permits noncompliance with this Act
15 16 17 18	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settlement that waives or permits noncompliance with this Act or the amendments made by this Act.
15 16 17 18 19	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settlement that waives or permits noncompliance with this Act or the amendments made by this Act. SEC. 4. TREATMENT OF DIRECT COMPENSATION FOR TAX
15 16 17 18 19 20	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settlement that waives or permits noncompliance with this Act or the amendments made by this Act. SEC. 4. TREATMENT OF DIRECT COMPENSATION FOR TAX PURPOSES AND ELIGIBILITY FOR FEDERAL
15 16 17 18 19 20 21	agreement, as defined in section 3(15) of the National Labor Relations Act (29 U.S.C. 152(15)) or legal settlement that waives or permits noncompliance with this Act or the amendments made by this Act. SEC. 4. TREATMENT OF DIRECT COMPENSATION FOR TAX PURPOSES AND ELIGIBILITY FOR FEDERAL FINANCIAL ASSISTANCE.

scribed in section 2(3) of the National Labor Rela-

- tions Act (29 U.S.C. 152(3)) that was not previously treated as income for which a tax may be imposed under the Internal Revenue Code of 1986 to become a type of direct compensation for which such a tax may be imposed;
 - (2) cause any individual to be treated as an employee, or cause any amounts received by an individual to be treated as wages, for purposes of any provision in the Internal Revenue Code of 1986 relating to employment taxes or the withholding of taxes by an employer if such individual or amounts would not otherwise be so treated;
 - (3) affect the treatment of qualified scholarships under section 117 of the Internal Revenue Code of 1986; or
 - (4) otherwise affect the treatment of any direct compensation described in such section 2(3) in determining income, including gross income or adjusted gross income, for purposes of—
 - (A) the Internal Revenue Code of 1986, including any reporting requirements under such Code; or
 - (B) determining eligibility for any form of Federal financial assistance, including assistance under subpart 1 of part A of title IV of

7

8

9

10

11

12

13

14

15

16

17

18

19

20

21

22

23

24

- the Higher Education Act of 1965 (20 U.S.C.
- 2 1070a et seq.).

3 SEC. 5. SEVERABILITY.

- 4 If any provision of this Act, an amendment made by
- 5 this Act, or the application of such provision or amend-
- 6 ment to any person or circumstance is held to be unconsti-
- 7 tutional, the remainder of this Act and the amendments
- 8 made by this Act, and the application of the provision or
- 9 amendment to any other person or circumstance, shall not
- 10 be affected.

 \bigcirc