117th CONGRESS 2d Session **S. 4524** 

## **AN ACT**

- To limit the judicial enforceability of predispute nondisclosure and nondisparagement contract clauses relating to disputes involving sexual assault and sexual harassment.
  - 1 Be it enacted by the Senate and House of Representa-
  - 2 tives of the United States of America in Congress assembled,

| 1  | SECTION 1. SHORT TITLE.                               |
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| 2  | This Act may be cited as the "Speak Out Act".         |
| 3  | SEC. 2. FINDINGS.                                     |
| 4  | Congress finds the following:                         |
| 5  | (1) Sexual harassment and assault remain per-         |
| 6  | vasive in the workplace and throughout civic society, |
| 7  | affecting millions of Americans.                      |
| 8  | (2) Eighty-one percent of women and 43 per-           |
| 9  | cent of men have experienced some form of sexual      |
| 10 | harassment or assault throughout their lifetime.      |
| 11 | (3) One in 3 women has faced sexual harass-           |
| 12 | ment in the workplace during her career, and an es-   |
| 13 | timated 87 to 94 percent of those who experience      |
| 14 | sexual harassment never file a formal complaint.      |
| 15 | (4) Sexual harassment in the workplace forces         |
| 16 | many women to leave their occupation or industry,     |
| 17 | or pass up opportunities for advancement.             |
| 18 | (5) In order to combat sexual harassment and          |
| 19 | assault, it is essential that victims and survivors   |
| 20 | have the freedom to report and publicly disclose      |
| 21 | their abuse.  |
| 22 | (6) Nondisclosure and nondisparagement provi-         |
| 23 | sions in agreements between employers and current,    |
| 24 | former, and prospective employees, and independent    |
| 25 | contractors, and between providers of goods and       |
| 26 | services and consumers, can perpetuate illegal con-   |

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duct by silencing those who are survivors of illegal
 sexual harassment and assault or illegal retaliation,
 or have knowledge of such conduct, while shielding
 perpetrators and enabling them to continue their
 abuse.

6 (7) Prohibiting nondisclosure and nondisparage-7 ment clauses will empower survivors to come for-8 ward, hold perpetrators accountable for abuse, im-9 prove transparency around illegal conduct, enable 10 the pursuit of justice, and make workplaces safer 11 and more productive for everyone.

12 SEC. 3. DEFINITIONS.

13 In this Act:

(1) NONDISCLOSURE CLAUSE.—The term "nondisclosure clause" means a provision in a contract or
agreement that requires the parties to the contract
or agreement not to disclose or discuss conduct, the
existence of a settlement involving conduct, or information covered by the terms and conditions of the
contract or agreement.

(2) NONDISPARAGEMENT CLAUSE.—The term
"nondisparagement clause" means a provision in a
contract or agreement that requires 1 or more parties to the contract or agreement not to make a neg-

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2 the contract, agreement, claim, or case. 3 (3) SEXUAL ASSAULT DISPUTE.—The term "sexual assault dispute" means a dispute involving 4 5 a nonconsensual sexual act or sexual contact, as 6 such terms are defined in section 2246 of title 18, 7 United States Code, or similar applicable Tribal or 8 State law, including when the victim lacks capacity 9 to consent. 10 (4) SEXUAL HARASSMENT DISPUTE.—The term "sexual harassment dispute" means a dispute relat-11 12 ing to conduct that is alleged to constitute sexual 13 harassment under applicable Federal, Tribal, or 14 State law. 15 SEC. 4. LIMITATION ON JUDICIAL ENFORCEABILITY OF 16 NONDISCLOSURE AND NONDISPARAGEMENT 17 CONTRACT CLAUSES RELATING TO SEXUAL

## 18 ASSAULT DISPUTES AND SEXUAL HARASS19 MENT DISPUTES.

(a) IN GENERAL.—With respect to a sexual assault
dispute or sexual harassment dispute, no nondisclosure
clause or nondisparagement clause agreed to before the
dispute arises shall be judicially enforceable in instances
in which conduct is alleged to have violated Federal, Tribal, or State law.

(b) CONTINUED APPLICABILITY OF STATE LAW.—
 Nothing in this Act shall prohibit a State or locality from
 enforcing a provision of State law governing nondisclosure
 or nondisparagement clauses that is at least as protective
 of the right of an individual to speak freely, as provided
 by this Act.

7 (c)CONTINUED APPLICABILITY OF FEDERAL, 8 STATE, AND TRIBAL LAW.—This Act shall not be con-9 strued to supersede a provision of Federal, State, or Trib-10 al Law that governs the use of pseudonyms in the filing 11 of claims involving sexual assault or sexual harassment 12 disputes.

(d) PROTECTION OF TRADE SECRETS AND PROPRI14 ETARY INFORMATION.—Nothing in this Act shall prohibit
15 an employer and an employee from protecting trade se16 crets or proprietary information.

## 17 SEC. 5. APPLICABILITY.

18 This Act shall apply with respect to a claim that is19 filed under Federal, State, or Tribal law on or after the20 date of enactment of this Act.

Passed the Senate September 29, 2022. Attest:

Secretary.

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