DEMOCRATIC WORKPLACE

December 1, 2015

Dear Chairman Blunt:

On behalf of the millions of American businesses concerned with the rights of their employees, the economy, and the need for fairness in federal regulation, the Coalition for a Democratic Workplace (CDW) – a broad-based coalition of over 600 organizations focused on labor issues – writes to express our support for a provision included in the FY 2016 Labor, Health and Human Services, Education and Related Agencies Appropriations Bill that would stop the National Labor Relations Board (NLRB) from implementing recently announced and dramatic changes to the joint employer standard under the National Labor Relations Act (NLRA). We urge Congress to incorporate the provision into the 2016 omnibus spending package.

On August 27, the NLRB released its decision in the *Browning-Ferris Industries* (BFI) case, which announced dramatic changes to the agency's joint employer standard. The joint employer standard is used by the NLRB to determine when two separate companies share collective bargaining obligations and unfair labor practice liability under the NLRA. For the last three decades, a business had to exercise direct and immediate control over the terms and conditions of employment of another company's employees in order to be considered a joint employer by the Board. This clear set of rules protected businesses from liability for actions over which they had *no* actual or direct control. If the NLRB is allowed to apply the standard it announced in the *BFI* decision going forward, however, companies will face liability and collective bargaining obligations whenever the NLRB deems they have indirect or even just potential, unexercised control over another company's employees.

The changes announced in *BFI* are both expansive and vague and will negatively affect every business contract throughout the nation's economy, including franchisor-franchisee, contractor-subcontractor, and supplier-vendor relationships. This significant change means companies will now be held liable for the business practices of other entities over which they have no direct control, a drastic departure from the original intent of the joint employer standard.

We believe it is vital to address this drastic change in labor law put forth by the unelected NLRB, and we look forward to working with you to further this provision. If left unchecked, the actions of this agency could fuel economic uncertainty and have serious negative ramifications for millions of employers, U.S. workers, and consumers.

Sincerely,

Coalition for a Democratic Workplace

COALITION FOR A

DEMOCRATIC WORKPLACE

Aeronautical Repair Station Association

American Apparel & Footwear Association

American Bakers Association

American Concrete Pressure Pipe Association

American Hotel & Lodging Association

American Moving & Storage Association

American Rental Association

American Seniors Housing Association

American Supply Association

AmericanHort

Argentum

And

Arkansas Hospitality Association

Arkansas State Chamber of Commerce

Asian American Hotel Owners Association

Associated Builders and Contractors

Associated Builders and Contractors, Central Florida Chapter

Associated Builders and Contractors, Eastern Pennsylvania Chapter

Associated Builders and Contractors, Florida East Coast Chapter

Associated Builders and Contractors, Florida First Coast Chapter

Associated Builders and Contractors, Hawaii Chapter

Associated Builders and Contractors, Indiana/ Kentucky Chapter

Associated Builders and Contractors of New Mexico

Associated Builders and Contractors, Massachusetts Chapter

Associated Builders and Contractors of Michigan

Associated Builders and Contractors, Rocky Mountain Chapter

Associated Builders and Contractors, South Texas Chapter

Associated Builders and Contractors, Virginia Chapter

Associated Equipment Distributors

Associated General Contractors

Associated Industries of Arkansas

Auto Care Association

California Delivery Association

CAWA- Representing the Automotive Parts Industry

Center for the Defense of Free Enterprise

Coalition of Franchisee Associations

Equipment Dealers Association

Farm Equipment Manufacturers Association

Forging Industry Association

Franchise Business Services

Global Cold Chain Alliance

Heating, Air-Conditioning & Refrigeration Distributors International

HR Policy Association

Independent Electrical Contractors

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Independent Office Products & Furniture Dealers Alliance

Industrial Fasteners Institute

International Foodservice Distributors Association

International Franchise Association

International Warehouse Logistics Association

Kitchen Cabinet Manufacturers Association

Little Rock Regional Chamber of Commerce

Maryland Motor Truck Association

Metals Service Center Institute

National Apartment Association

National Association of Electrical Distributors

National Association of Home Builders

National Association of Wholesaler-Distributors

National Christmas Tree Association

National Club Association

National Council of Chain Restaurants

National Federation of Independent Business

National Franchisee Association

National Lumber and Building Material Dealers Association

National Multifamily Housing Council

National Office Products Alliance

National Pest Management Association

National Ready Mixed Concrete Association

National Retail Federation

National Roofing Contractors Association

National Small Business Association

National Stone, Sand and Gravel Association

National Tooling and Machining Association

NATSO, Representing America's Travel Centers and Truckstops

North American Die Casting Association

Office Furniture Dealers Alliance

Precision Machined Products Association

Precision Metalforming Association

Retail Industry Leaders Association

Small Business Association

Society for Human Resource Management

Society of American Florists

Southeastern Lumber Manufacturers Association

Textile Rental Services Association

Truck Renting and Leasing Association

United Motorcoach Association

U.S. Chamber of Commerce

World Floor Covering Association