AMENDMENT NO. Calendar No.

Purpose: In the nature of a substitute.

IN THE SENATE OF THE UNITED STATES-116th Cong., 1st Sess.

H.R.1044

To amend the Immigration and Nationality Act to eliminate the per-country numerical limitation for employmentbased immigrants, to increase the per-country numerical limitation for family-sponsored immigrants, and for other purposes.

Referred to the Committee on ______ and ordered to be printed

Ordered to lie on the table and to be printed

AMENDMENT IN THE NATURE OF A SUBSTITUTE intended to be proposed by Mr. LEE

Viz:

1 Strike all after the enacting clause and insert the fol-

2 lowing:

3 SECTION 1. SHORT TITLE.

4 This Act may be cited as the "Fairness for High-5 Skilled Immigrants Act of 2019".

6 SEC. 2. NUMERICAL LIMITATION TO ANY SINGLE FOREIGN 7 STATE.

8 (a) IN GENERAL.—Section 202(a)(2) of the Immi9 gration and Nationality Act (8 U.S.C. 1152(a)(2)) is
10 amended to read as follows:

"(2) PER COUNTRY LEVELS FOR FAMILY-SPON- SORED IMMIGRANTS.—Subject to paragraphs (3) and (4), the total number of immigrant visas made
and (4), the total number of immigrant visas made
available to natives of any single foreign state or de-
pendent area under section 203(a) in any fiscal year
may not exceed 15 percent (in the case of a single
foreign state) or 2 percent (in the case of a depend-
ent area) of the total number of such visas made
available under such section in that fiscal year.".
(b) Conforming Amendments.—Section 202 of
such Act (8 U.S.C. 1152) is amended—
(1) in subsection (a)—
(A) in paragraph (3), by striking "both
subsections (a) and (b) of section 203" and in-
serting "section 203(a)"; and
(B) by striking paragraph (5); and
(2) by amending subsection (e) to read as fol-
lows:
"(e) Special Rules for Countries at Ceiling.—
If the total number of immigrant visas made available
under section 203(a) to natives of any single foreign state
or dependent area will exceed the numerical limitation
specified in subsection $(a)(2)$ in any fiscal year, immigrant
specified in subsection (a)(2) in any fiscal year, immigrant visas shall be allotted to such natives under section 203(a)

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this section and section 203) in a manner so that, except
 as provided in subsection (a)(4), the proportion of the
 visas made available under each of paragraphs (1) through
 (4) of section 203(a) is equal to the ratio of the total visas
 made available under the respective paragraph to the total
 visas made available under section 203(a).".

7 (c) COUNTRY-SPECIFIC OFFSET.—Section 2 of the
8 Chinese Student Protection Act of 1992 (8 U.S.C. 1255
9 note) is amended—

10 (1) in subsection (a), by striking "(as defined
11 in subsection (e))";

12 (2) by striking subsection (d); and

13 (3) by redesignating subsection (e) as sub-14 section (d).

(d) EFFECTIVE DATE.—The amendments made by
this section shall take effect as if enacted on September
30, 2019, and shall apply to fiscal year 2020 and each
subsequent fiscal year.

19 (e) TRANSITION RULES FOR EMPLOYMENT-BASED20 Immigrants.—

(1) IN GENERAL.—Subject to paragraphs (2)
through (5), and notwithstanding title II of the Immigration and Nationality Act (8 U.S.C. 1151 et
seq.), the following rules shall apply:

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(A) For fiscal year 2020, 15 percent of the 2 immigrant visas made available under each of 3 paragraphs (2) and (3) of section 203(b) of 4 such Act (8 U.S.C. 1153(b)) shall be allotted to 5 immigrants who are natives of a foreign state 6 or dependent area that is not one of the two 7 states with the largest aggregate numbers of 8 natives obtaining immigrant visas under such 9 paragraphs.

10 (B) For fiscal year 2021, 10 percent of the 11 immigrant visas made available under each of 12 such paragraphs shall be allotted to immigrants 13 who are natives of a foreign state or dependent 14 area that is not one of the two states with the 15 largest aggregate numbers of natives obtaining 16 immigrant visas under such paragraphs.

17 (C) For fiscal year 2022, 10 percent of the 18 immigrant visas made available under each of 19 such paragraphs shall be allotted to immigrants 20 who are natives of a foreign state or dependent 21 area that is not one of the two states with the 22 largest aggregate numbers of natives obtaining 23 immigrant visas under such paragraphs.

24 (2) Per-country levels.—

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1 (A) RESERVED VISAS.—The number of 2 visas reserved under each of subparagraphs (A) 3 through (C) of paragraph (1) made available to 4 natives of any single foreign state or dependent 5 area in the appropriate fiscal year may not ex-6 ceed 25 percent (in the case of a single foreign 7 state) or 2 percent (in the case of a dependent 8 area) of the total number of such visas. 9 (B) UNRESERVED VISAS.—Not more than 10 85 percent of the immigrant visas made avail-11 able under each of paragraphs (2) and (3) of 12 section 203(b) of the Immigration and Nation-13 ality Act (8 U.S.C. 1153(b)) and not reserved 14 under paragraph (1), for each of the fiscal 15 years 2020, 2021, and 2022, may be allotted to 16 immigrants who are natives of any single for-

17 eign state.

18 SPECIAL RULE (3)TOPREVENT UNUSED 19 VISAS.—If, with respect to fiscal year 2020, 2021, or 20 2022, the application of paragraphs (1) and (2) 21 would prevent the total number of immigrant visas 22 made available under paragraph (2) or (3) of section 23 203(b) of the Immigration and Nationality Act (8) 24 U.S.C. 1153(b)) from being issued, such visas may

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be issued during the remainder of such fiscal year
without regard to paragraphs (1) and (2) .
(4) TRANSITION RULE FOR CURRENTLY AP-
PROVED BENEFICIARIES.—
(A) IN GENERAL.—Notwithstanding sec-
tion 202 of the Immigration and Nationality
Act, as amended by this Act, immigrant visas
under section 203(b) of the Immigration and
Nationality Act (8 U.S.C. 1153(b)) shall be al-
located such that no alien described in subpara-
graph (B) receives a visa later than the alien
otherwise would have received said visa had this
Act not been enacted.
(B) ALIEN DESCRIBED.—An alien is de-
scribed in this subparagraph if the alien is the
beneficiary of a petition for an immigrant visa
under section 203(b) of the Immigration and
Nationality Act (8 U.S.C. 1153(b)) that was
approved prior to the date of enactment of this
Act.
(5) RULES FOR CHARGEABILITY.—Section
202(b) of such Act (8 U.S.C. 1152(b)) shall apply
in determining the foreign state to which an alien is
chargeable for purposes of this subsection.
(6) Shortage occupations.—

1	(A) IN GENERAL.—For each of fiscal years
2	2020 through 2027 , not fewer than $7,200$ of
3	the immigrant visas made available under para-
4	graph (3) of section 203(b) of the Immigration
5	and Nationality Act (8 U.S.C. 1153(b)) shall be
6	allotted to immigrants who are—
7	(i) described in section 656.5(a) of
8	title 20, Code of Federal Regulations (or a
9	successor regulation); and
10	(ii) seeking admission to the United
11	States to work in an occupation described
12	in that section.
13	(B) TREATMENT OF FAMILY MEMBERS
14	(i) IN GENERAL.—Family members
15	described in section 203(d) of the Immi-
16	gration and Nationality Act (8 U.S.C.
17	1153(d)) who are accompanying or fol-
18	lowing to join a principal beneficiary seek-
19	ing admission under subparagraph (A)
20	shall be entitled to the same status and in
21	the same order of consideration as such
22	principal beneficiary.
23	(ii) NUMERICAL LIMITATION.—Family
24	members who derive status under clause
25	(i) shall be counted against the 7,200 im-

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1	migrant visas allotted under subparagraph
2	(A), except that in no event shall the num-
3	ber of such visas allotted to such derivative
4	family members exceed 2,800.
5	(C) FISCAL YEARS 2020, 2021, AND 2022.—
6	The visas allotted under this paragraph for fis-
7	cal years 2020, 2021, and 2022 shall be allot-
8	ted in addition to the visas allotted for such fis-
9	cal years under paragraph (1).
10	SEC. 3. POSTING AVAILABLE POSITIONS THROUGH THE DE-
11	PARTMENT OF LABOR.
12	(a) Department of Labor Website.—Section
13	212(n)(6) of the Immigration and Nationality Act (8)
14	U.S.C. $1182(n)(6)$) is amended to read as follows:
15	"(6) For purposes of complying with paragraph
16	(1)(C)—
17	"(A) Not later than 180 days after the
18	date of the enactment of the Fairness for High-
19	Skilled Immigrants Act of 2019, the Secretary
20	of Labor shall establish a searchable internet
21	website for posting positions in accordance with
22	paragraph $(1)(C)$ that is available to the public
23	without charge, except that the Secretary may
24	delay the launch of such website for a single pe-

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1	riod identified by the Secretary by notice in the
2	Federal Register that shall not exceed 30 days.
3	"(B) The Secretary may work with private
4	companies or nonprofit organizations to develop
5	and operate the Internet website described in
6	subparagraph (A).
7	"(C) The Secretary shall promulgate rules,
8	after notice and a period for comment, to carry
9	out this paragraph.".
10	(b) Publication Requirement.—The Secretary of
11	Labor shall submit to Congress, and publish in the Fed-
12	eral Register and in other appropriate media, a notice of
13	the date on which the Internet website required under sec-
14	tion $212(n)(6)$ of the Immigration and Nationality Act,
15	as established by subsection (a), will be operational.
16	(c) Application.—The amendment made by sub-
17	section (a) shall apply to any application filed on or after
18	the date that is 90 days after the date described in sub-
19	section (b).
20	(d) Internet Posting Requirement.—Section
21	212(n)(1)(C) of such Act is amended—
22	(1) by redesignating clause (ii) as subclause
23	$(\mathrm{II});$
24	(2) by striking "(i) has provided" and inserting
25	the following:

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1	"(ii)(I) has provided"; and
2	(3) by inserting before clause (ii), as redesig-
3	nated by paragraph (2), the following:
4	"(i) except in the case of an employer
5	filing a petition on behalf of an H–1B non-
6	immigrant who has already been counted
7	against the numerical limitations and is
8	not eligible for a full 6-year period, as de-
9	scribed in section $214(g)(7)$, or on behalf
10	of an H-1B nonimmigrant authorized to
11	accept employment under section 214(n),
12	has posted on the internet website de-
13	scribed in paragraph (6), for at least 30
14	calendar days, a description of each posi-
15	tion for which a nonimmigrant is sought,
16	that includes—
17	"(I) the occupational classifica-
18	tion, and if different the employer's
19	job title for the position, in which the
20	nonimmigrant(s) will be employed;
21	"(II) the education, training, or
22	experience qualifications for the posi-
23	tion;
24	"(III) the salary or wage range
25	and employee benefits offered;

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1	"(IV) the location(s) at which the
2	nonimmigrant(s) will be employed;
3	and
4	"(V) the process for applying for
5	a position; and".
6	SEC. 4. H-1B EMPLOYER APPLICATION REQUIREMENTS.
7	(a) Wage Determination Information.—Section
8	212(n)(1)(D) of the Immigration and Nationality Act (8
9	U.S.C. $1182(n)(1)(D)$) is amended by inserting "the pre-
10	vailing wage determination methodology used under sub-
11	paragraph (A)(i)(II)," after "shall contain".
12	(b) New Application Requirements.—Section
13	212(n)(1) of the Immigration and Nationality Act (8)
14	U.S.C. $1182(n)(1)$) is amended by inserting after subpara-
15	graph (G)(ii) the following:
16	"(H)(i) The employer, or a person or entity act-
17	ing on the employer's behalf, has not advertised any
18	available position specified in the application in an
19	advertisement that states or indicates that—
20	"(I) such position is only available to an
21	individual who is or will be an H-1B non-
22	immigrant; or
23	"(II) an individual who is or will be an H–
24	1B nonimmigrant shall receive priority or a

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preference in the hiring process for such posi tion.

3 "(ii) The employer has not primarily recruited
4 individuals who are or who will be H–1B non5 immigrants to fill such position.

6 "(I) If the employer, in a previous period speci-7 fied by the Secretary, employed one or more H–1B 8 nonimmigrants, the employer shall submit to the 9 Secretary the Internal Revenue Service Form W–2 10 Wage and Tax Statements filed by the employer 11 with respect to the H–1B nonimmigrants for such 12 period.".

(c) LABOR CONDITION APPLICATION FEE.—Section
212(n) of the Immigration and Nationality Act (8 U.S.C.
1182(n)) is amended by adding at the end the following:
"(6)(A) The Secretary of Labor shall promulgate a
regulation that requires applicants under this subsection
to pay an administrative fee to cover the average paperwork processing costs and other administrative costs.

"(B)(i) Fees collected under this paragraph shall be
deposited as offsetting receipts within the general fund of
the Treasury in a separate account, which shall be known
as the 'H-1B Administration, Oversight, Investigation,
and Enforcement Account' and shall remain available
until expended.

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"(ii) The Secretary of the Treasury shall refund
 amounts in such account to the Secretary of Labor for
 salaries and related expenses associated with the adminis tration, oversight, investigation, and enforcement of the
 H-1B nonimmigrant visa program.".

6 (d) ELIMINATION OF B-1 IN LIEU OF H-1.—Section 7 214(g) of the Immigration and Nationality Act (8 U.S.C. 8 1184(g)) is amended by adding at the end the following: 9 ((12)(A) Unless otherwise authorized by law, an alien 10 normally classifiable under section 101(a)(15)(H)(i) who seeks admission to the United States to provide services 11 12 in a specialty occupation described in paragraph (1) or 13 (3) of subsection (i) may not be issued a visa or admitted under section 101(a)(15)(B) for such purpose. 14

15 "(B) Nothing in this paragraph may be construed to 16 authorize the admission of an alien under section 17 101(a)(15)(B) who is coming to the United States for the 18 purpose of performing skilled or unskilled labor if such 19 admission is not otherwise authorized by law.".

20 SEC. 5. INVESTIGATION AND DISPOSITION OF COMPLAINTS 21 AGAINST H-1B EMPLOYERS.

(a) INVESTIGATION, WORKING CONDITIONS, AND
PENALTIES.—Section 212(n)(2)(C) of the Immigration
and Nationality Act (8 U.S.C. 1182(n)(2)(C)) is amended
by striking clause (iv) and inserting the following:

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1 "(iv)(I) An employer that has filed an application 2 under this subsection violates this clause by taking, failing 3 to take, or threatening to take or fail to take a personnel 4 action, or intimidating, threatening, restraining, coercing, 5 blacklisting, discharging, or discriminating in any other 6 manner against an employee because the employee-"(aa) disclosed information that the employee 7 8 reasonably believes evidences a violation of this sub-9 section or any rule or regulation pertaining to this 10 subsection; or 11 "(bb) cooperated or sought to cooperate with 12 the requirements under this subsection or any rule 13 or regulation pertaining to this subsection. 14 "(II) An employer that violates this clause shall be 15 liable to the employee harmed by such violation for lost wages and benefits. 16 "(III) In this clause, the term 'employee' includes— 17 18 "(aa) a current employee; 19 "(bb) a former employee; and 20 "(cc) an applicant for employment.". 21 (b) INFORMATION SHARING.—Section 212(n)(2)(H) 22 of the Immigration and Nationality Act (8 U.S.C. 23 1182(n)(2)(H) is amended to read as follows: 24 "(H)(i) The Director of U.S. Citizenship and Immi-25 gration Services shall provide the Secretary of Labor with

any information contained in the materials submitted by
 employers of H-1B nonimmigrants as part of the petition
 adjudication process that indicates that the employer is
 not complying with visa program requirements for H-1B
 nonimmigrants.

6 "(ii) The Secretary may initiate and conduct an in7 vestigation and hearing under this paragraph after receiv8 ing information of noncompliance under this subpara9 graph.".

10 SEC. 6. LABOR CONDITION APPLICATIONS.

(a) APPLICATION REVIEW REQUIREMENTS.—Section
212(n)(1) of the Immigration and Nationality Act (8
U.S.C. 1182(n)(1)) is amended, in the undesignated matter following subparagraph (I), as added by section 4(b)—

(1) in the fourth sentence, by inserting ", and
through the internet website of the Department of
Labor, without charge." after "Washington, D.C.";
(2) in the fifth sentence, by striking "only for
completeness" and inserting "for completeness, clear
indicators of fraud or misrepresentation of material
fact,";

(3) in the sixth sentence, by striking "or obviously inaccurate" and inserting ", presents clear indicators of fraud or misrepresentation of material
fact, or is obviously inaccurate"; and

(4) by adding at the end the following: "If theSecretary's review of an application identifies clearindicators of fraud or misrepresentation of material
indicators of fraud or misrepresentation of material
fact, the Secretary may conduct an investigation and
hearing in accordance with paragraph (2).".
(b) Ensuring Prevailing Wages Are for Area
OF EMPLOYMENT AND ACTUAL WAGES ARE FOR SIMI-
LARLY EMPLOYED.—Section 212(n)(1)(A) of the Immi-
gration and Nationality Act (8 U.S.C. 1182(n)(1)(A)) is
amended—
(1) in clause (i), in the undesignated matter fol-
lowing subclause (II), by striking "and" at the end;
(2) in clause (ii), by striking the period at the
end and inserting ", and"; and
(3) by adding at the end the following:
"(iii) will ensure that—
"(I) the actual wages or range
identified in clause (i) relate solely to
employees having substantially the
same duties and responsibilities as the
H–1B nonimmigrant in the geo-
graphical area of intended employ-
ment, considering experience, quali-
fications, education, job responsibility
and function, specialized knowledge,

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1	and other legitimate business factors,
2	except in a geographical area there
3	are no such employees, and
4	"(II) the prevailing wages identi-
5	fied in clause (ii) reflect the best
6	available information for the geo-
7	graphical area within normal com-
8	muting distance of the actual address
9	of employment at which the H–1B
10	nonimmigrant is or will be em-
11	ployed.".
12	(c) Procedures for Investigation and Disposi-
13	TION.—Section 212(n)(2)(A) of the Immigration and Na-
14	tionality Act (8 U.S.C. 1182(n)(2)(A)) is amended—
15	(1) by striking " $(2)(A)$ Subject" and inserting
16	"(2)(A)(i) Subject";
17	(2) by striking the fourth sentence; and
18	(3) by adding at the end the following:
19	"(ii)(I) Upon receipt of a complaint under
20	clause (i), the Secretary may initiate an inves-
21	tigation to determine whether such a failure or
22	misrepresentation has occurred.
23	"(II) The Secretary may conduct—

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1	"(aa) surveys of the degree to which
2	employers comply with the requirements
3	under this subsection; and
4	"(bb) subject to subclause (IV), an-
5	nual compliance audits of any employer
6	that employs H–1B nonimmigrants during
7	the applicable calendar year.
8	"(III) Subject to subclause (IV), the Sec-
9	retary shall—
10	"(aa) conduct annual compliance au-
11	dits of each employer that employs more
12	than 100 full-time equivalent employees
13	who are employed in the United States if
14	more than 15 percent of such full-time em-
15	ployees are H–1B nonimmigrants; and
16	"(bb) make available to the public an
17	executive summary or report describing the
18	general findings of the audits conducted
19	under this subclause.
20	"(IV) In the case of an employer subject to
21	an annual compliance audit in which there was
22	no finding of a willful failure to meet a condi-
23	tion under subparagraph (C)(ii), no further an-
24	nual compliance audit shall be conducted with
25	respect to such employer for a period of not less

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1	than 4 years, absent evidence of misrepresenta-
2	tion or fraud.".
3	(d) Penalties for Violations.—Section
4	212(n)(2)(C) of the Immigration and Nationality Act (8
5	U.S.C. 1182(n)(2)(C)) is amended –
6	(1) in clause (i)—
7	(A) in the matter preceding subclause (I),
8	by striking "a condition of paragraph (1)(B),
9	(1)(E), or $(1)(F)$ " and inserting "a condition of
10	paragraph $(1)(B)$, $(1)(E)$, $(1)(F)$, $(1)(H)$, or
11	1(I)"; and
12	(B) in subclause (I), by striking "\$1,000"
13	and inserting "\$3,000";
14	(2) in clause (ii)(I), by striking " $$5,000$ " and
15	inserting "\$15,000";
16	(3) in clause (iii)(I), by striking " $$35,000$ " and
17	inserting "\$100,000"; and
18	(4) in clause (vi)(III), by striking " $$1,000$ " and
19	inserting "\$3,000".
20	(e) INITIATION OF INVESTIGATIONS.—Section
21	212(n)(2)(G) of the Immigration and Nationality Act (8
22	U.S.C. 1182(n)(2)(G)) is amended—
23	(1) in clause (i), by striking "In the case of an
24	investigation" in the second sentence and all that
25	follows through the period at the end of the clause;

1	(2) in clause (ii), in the first sentence, by strik-
2	ing "and whose identity" and all that follows
3	through "failure or failures." and inserting "the
4	Secretary of Labor may conduct an investigation
5	into the employer's compliance with the require-
6	ments under this subsection.";
7	(3) in clause (iii), by striking the second sen-
8	tence;
9	(4) by striking clauses (iv) and (v);
10	(5) by redesignating clauses (vi), (vii), and (viii)
11	as clauses (iv), (v), and (vi), respectively;
12	(6) in clause (iv), as so redesignated—
13	(A) by striking "clause (viii)" and inserting
14	"clause (vi)"; and
15	(B) by striking "meet a condition de-
16	scribed in clause (ii)" and inserting "comply
17	with the requirements under this subsection";
18	(7) by amending clause (v), as so redesignated,
19	to read as follows:
20	"(v)(I) The Secretary of Labor shall pro-
21	vide notice to an employer of the intent to con-
22	duct an investigation under clause (i) or (ii).
23	"(II) The notice shall be provided in such
24	a manner, and shall contain sufficient detail, to

1	permit the employer to respond to the allega-
2	tions before an investigation is commenced.
3	"(III) The Secretary is not required to
4	comply with this clause if the Secretary deter-
5	mines that such compliance would interfere
6	with an effort by the Secretary to investigate or
7	secure compliance by the employer with the re-
8	quirements of this subsection.
9	"(IV) A determination by the Secretary
10	under this clause shall not be subject to judicial
11	review.";
12	(8) in clause (vi), as so redesignated, by strik-
13	ing "An investigation" in the first sentence and all
14	that follows through "the determination." in the sec-
15	ond sentence and inserting "If the Secretary of
16	Labor, after an investigation under clause (i) or (ii),
17	determines that a reasonable basis exists to make a
18	finding that the employer has failed to comply with
19	the requirements under this subsection, the Sec-
20	retary shall provide interested parties with notice of
21	such determination and an opportunity for a hearing
22	in accordance with section 556 of title 5, United
23	States Code, not later than 60 days after the date
24	of such determination."; and
25	(9) by adding at the end the following:

"(vii) If the Secretary of Labor, after a
 hearing, finds that the employer has violated a
 requirement under this subsection, the Sec retary may impose a penalty pursuant to sub paragraph (C).".