Chapter Eighteen: Labor <u>Co</u>	omparative Study Table of Contents
CHILE-U.S. Date of Signature: June 6, 2003 Chapter Eighteen: Labor	DR-CAFTA Date of Signature: August 5, 2004 Chapter Sixteen: Labor
Article 18.1: Statement of Shared Commitment	Article 16.1: Statement of Shared Commitment
1. The Parties reaffirm their obligations as members of the <i>International Labor Organization</i> (ILO) and their commitments under the <i>ILO Declaration on Fundamental Principles and Rights at Work and its Follow-up (1998)</i> . Each Party shall strive to ensure that such labor principles and the internationally recognized labor rights set forth in Article18.8 are recognized and protected by its domestic law.	1. The Parties reaffirm their obligations as members of the International Labor Organization (ILO) and their commitments under the <i>ILO</i> Declaration on Fundamental Principles and Rights at Work and its Follow-Up (1998) (ILO Declaration). Each Party shall strive to ensure that such labor principles and the internationally recognized labor rights set forth in Article 16.8 are recognized and protected by its law.
NO CORRESPONDING TEXT	The Parties recall that paragraph 5 of the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-Up (1998) states that labor standards should not be used for protectionist trade purposes.
2. Recognizing the right of each Party to establish its own domestic labor standards, and to adopt or modify accordingly its labor laws, each Party shall strive to ensure that its laws provide for labor standards consistent with the internationally recognized labor rights set forth in Article 18.8 and shall strive to improve those standards in that light.	2. The Parties affirm their full respect for their Constitutions. Recognizing the right of each Party to establish its own domestic labor standards, and to adopt or modify accordingly its labor laws, each Party shall strive to ensure that its laws provide for labor standards consistent with the internationally recognized labor rights set forth in Article 16.8 and shall strive to improve those standards in that light.
Article 18.2: Enforcement of Labor Laws	Article 16.2: Enforcement of Labor Laws
1. (a) A Party shall not fail to effectively enforce its labor laws, through a sustained or recurring course of action or inaction, in a manner affecting trade between the Parties, after the date of entry into force of this Agreement.	1. (a) A Party shall not fail to effectively enforce its labor laws, through a sustained or recurring course of action or inaction, in a manner affecting trade between the Parties, after the date of entry into force of this Agreement.

(b) The Parties recognize that each Party retains the right to exercise discretion with respect to investigatory, prosecutorial, regulatory, and compliance matters and to make decisions regarding the allocation of resources to enforcement with respect to other labor matters determined to have higher priorities. Accordingly, the Parties understand that a Party is in compliance with subparagraph (a) where a course of action or inaction reflects a reasonable exercise of such discretion, or results from a bona fide decision regarding the allocation of resources.

- (b) Each Party retains the right to exercise discretion with respect to investigatory, prosecutorial, regulatory, and compliance matters and to make decisions regarding the allocation of resources to enforcement with respect to other labor matters determined to have higher priorities. Accordingly, the Parties understand that a Party is in compliance with subparagraph (a) where a course of action or inaction reflects a reasonable exercise of such discretion, or results from a bona fide decision regarding the allocation of resources.
- 2. The Parties recognize that it is inappropriate to encourage trade or investment by weakening or reducing the protections afforded in domestic labor laws. Accordingly, each Party shall strive to ensure that it does not waive or otherwise derogate from, or offer to waive or otherwise derogate from, such laws in a manner that weakens or reduces adherence to the internationally recognized labor rights referred to in Article 18.8 as an encouragement for trade with the other Party, or as an encouragement for the establishment, acquisition, expansion, or retention of an investment in its territory.
- 2. The Parties recognize that it is inappropriate to encourage trade or investment by weakening or reducing the protections afforded in domestic labor laws. Accordingly, each Party shall strive to ensure that it does not waive or otherwise derogate from, or offer to waive or otherwise derogate from, such laws in a manner that weakens or reduces adherence to the internationally recognized labor rights referred to in Article 16.8 as an encouragement for trade with another Party, or as an encouragement for the establishment, acquisition, expansion, or retention of an investment in its territory.
- 3. Nothing in this Chapter shall be construed to empower a Party's authorities to undertake labor law enforcement activities in the territory of the other Party.
- 3. Nothing in this Chapter shall be construed to empower a Party's authorities to undertake labor law enforcement activities in the territory of another Party.

#### NO CORRESPONDING TEXT

4. The Parties recall that paragraph 5 of the ILO Declaration states that labor standards should not be used for protectionist trade policies.

<u>Article 18.3</u>: Procedural Guarantees and Public Awareness

Article 16.3: Procedural Guarantees and Public Awareness

- 1. Each Party shall ensure that persons with a legally recognized interest under its law in a particular matter have appropriate access to judicial tribunals of general, labor or other specific jurisdiction, quasi-judicial tribunals, or administrative tribunals, as appropriate, for the enforcement of the Party's labor laws.
- 2. Each Party shall ensure that its proceedings for the enforcement of its labor laws are fair, equitable, and transparent.
- 1. Each Party shall ensure that persons with a legally recognized interest under its law in a particular matter have appropriate access to tribunals for the enforcement of the Party's labor laws. Such tribunals may include administrative, quasi-judicial, judicial, or labor tribunals, as provided in the Party's domestic law.
- 2. <u>Each Party shall ensure that proceedings</u> before such tribunals for the enforcement of its labor laws are fair, equitable, and transparent and, to this end, each Party shall ensure that:
  - (a) such proceedings comply with due process of law;
  - (b) any hearings in such proceedings are open to the public, except where the administration of justice otherwise requires;
  - (c) the parties to such proceedings are entitled to support or defend their respective positions, including by presenting information or evidence; and
  - (d) such proceedings do not entail unreasonable charges or time limits or unwarranted delays.
- 3. Each Party shall provide that the parties to such proceedings may seek remedies to ensure the enforcement of their rights under domestic labor laws.
- 6. Each Party shall provide that the parties to such proceedings may seek remedies to ensure the enforcement of their rights under its labor laws. Such remedies may include measures such as orders, fines, penalties, or temporary workplace closures, as provided in the Party's laws.
- 4. For greater certainty, decisions by each Party's judicial tribunals of general, labor, or other specific jurisdiction, quasi-judicial tribunals, or administrative tribunals, as appropriate, or pending decisions, as well as related proceedings, shall not be subject to revision or reopened under the provisions of this Chapter.
- 8. For greater certainty, decisions or pending decisions by each Party's administrative, quasi-judicial, judicial, or labor tribunals, as well as related proceedings, shall not be subject to revision or be reopened under the provisions of this Chapter.

- 5. Each Party shall promote public awareness of its labor laws.
- 7. Each Party shall promote public awareness of its labor laws, including by:
  - (a) ensuring the availability of public information related to its labor laws and enforcement and compliance procedures; and
  - (b) encouraging education of the public regarding its labor laws.
- 3. Each Party shall provide that final decisions on the merits of the case in such proceedings are:
  - (a) in writing and state the reasons on which the decisions are based;
  - (b) made available without undue delay to the parties to the proceedings and, consistent with its law, to the public; and
  - (c) based on information or evidence in respect of which the parties were offered the opportunity to be heard.
- 4. Each Party shall provide, as appropriate, that parties to such proceedings have the right to seek review and, where warranted, correction of final decisions issued in such proceedings.
- 5. Each Party shall ensure that tribunals that conduct or review such proceedings are impartial and independent and do not have any substantial interest in the outcome of the matter.

#### Article 18.4: Labor Affairs Council

representatives of the Parties, or their designees.

#### Article 16.4: Institutional Arrangement

1. The Parties hereby establish a Labor Affairs Council, comprising cabinet-level or equivalent representatives of the Parties, or their designees.

1. The Parties hereby establish a Labor Affairs Council, comprising cabinet-level or equivalent

- 2. The Council shall meet within the first year after the date of entry into force of this Agreement and thereafter as often as it considers necessary to oversee the implementation of and review progress under this Chapter, including the activities of the Labor Cooperation Mechanism established under Article 18.5, and to pursue the labor objectives of this Agreement. Each meeting of the Council shall include a public session, unless the Parties otherwise agree.
- 2. The Council shall meet within the first year after the date of entry into force of this Agreement and thereafter as often as it considers necessary to oversee the implementation of and review progress under this Chapter, including the activities of the Labor Cooperation and Capacity Building Mechanism established under Article 16.5, and to pursue the labor objectives of this Agreement. Unless the Parties otherwise agree, each meeting of the Council shall include a session at which members of the Council have an opportunity to meet with the public to discuss matters relating to the implementation of this Chapter.
- 3. Each Party shall designate an office within its labor ministry that shall serve as a point of contact with the other Party, and with the public, for purposes of carrying out the work of the Council.
- 3. Each Party shall designate an office within its labor ministry that shall serve as a contact point with the other Parties, and with the public, for purposes of carrying out the work of the Council, including coordination of the Labor Cooperation and Capacity Building Mechanism. Each Party's contact point shall provide for the submission, receipt, and consideration of communications from persons of a Party on matters related to the provisions of this Chapter, and shall make such communications available to the other Parties and, as appropriate, to the public. Each Party shall review such communications, as appropriate, in accordance with domestic procedures. The Council shall develop general guidelines for considering such communications.
- 4. The Council shall establish its work program and procedures and may, in carrying out its work, establish governmental working or expert groups and consult with or seek advice of nongovernmental organizations or persons, including independent experts.

## NO CORRESPONDING TEXT

- 5. All decisions of the Council shall be taken by mutual agreement of the Parties and shall be made public, unless the Council decides otherwise.
- 5. All decisions of the Council shall be taken by consensus. All decisions of the Council shall be made public, unless otherwise provided in this Agreement, or unless the Council otherwise decides.
- 6. Each Party may convene a national consultative or advisory committee, as appropriate, comprising members of its public, including representatives of its labor and business organizations and other persons to provide views regarding the implementation of this Chapter.
- 4. Each Party may convene a new, or consult an existing, national labor advisory or consultative committee, comprising members of its public, including representatives of its labor and business organizations, to provide views on any issues related to this Chapter.

7. Each Party's point of contact shall provide for the submission, receipt, and consideration of public communications on matters related to this Chapter, and shall make such communications available to the other Party and the public. Each Party shall review such communications, as appropriate, in accordance with its domestic procedures.

Corresponding article included in Article 16.4, paragraph 3.

#### NO CORRESPONDING TEXT

6. The Council may prepare reports on matters related to the implementation of this Chapter, and shall make such reports public.

#### Article 18.5: Labor Cooperation Mechanism

# Article 16.5: Labor Cooperation and Capacity Building Mechanism

1. Recognizing that cooperation provides enhanced opportunities for the Parties to promote respect for the principles embodied in the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-up (1998), compliance with ILO Convention 182 Concerning the Prohibition and Immediate Action for the Elimination of the Worst Forms of Child Labor (1999), and to advance other common commitments, the Parties hereby establish a Labor Cooperation Mechanism, as set out in Annex 18.5.

- 1. Recognizing that cooperation on labor issues can play an important role in advancing development in the territory of the Parties and in providing opportunities to improve labor standards, and to further advance common commitments regarding labor matters, including the principles embodied in the ILO Declaration and ILO Convention No. 182 Concerning the Prohibition and Immediate Action for the Elimination of the Worst Forms of Child Labour (1999) (ILO Convention 182), the Parties herby establish a Labor Cooperation and Capacity Building Mechanism, as set out in Annex 16.5. Mechanism shall operate in a manner that respects each Party's law and sovereignty.
- 2. While endeavoring to strengthen each Party's institutional capacity to fulfill the common goals of the Agreement, the Parties shall strive to ensure that the objectives of the Labor Cooperation and Capacity Building Mechanism, and the activities undertaken through that Mechanism:
  - (a) are consistent with each Party's national programs, development strategies, and priorities;
  - (b) provide opportunities for public participation in the development and implementation of such objectives and activities; and
  - (c) take into account each Party's

	economy, culture, and legal system.
Article 18.6: Cooperative Consultations	Article 16.6: Cooperative Labor Consultations
1. A Party may request consultations with the other 1. Party regarding any matter arising under this Chapter by delivering a written request to the point of contact that the other Party has designated under Article 18.4(3).	1. A Party may request consultations with another Party regarding any matter arising under this Chapter by delivering a written request to the contact point that the other Party has designated under Article 16.4.3.
2. The Parties shall consult promptly after delivery of the request. The requesting Party shall provide specific and sufficient information in the request for the other Party to respond.	2. The consultations shall begin promptly after delivery of the request. The request shall contain information that is specific and sufficient to enable the Party receiving the request to respond.
3. The Parties shall make every attempt to arrive at a mutually satisfactory resolution of the matter and may seek advice or assistance from any person or body they deem appropriate in order to fully examine the matter at issue.	3. The consulting Parties shall make every attempt to arrive at a mutually satisfactory resolution of the matter, taking into account opportunities for cooperation relating to the matter, and may seek advice or assistance from any person or body they deem appropriate in order to fully examine the matter at issue.
4. If the Parties fail to resolve a matter through consultations, either Party may request that the Council be convened to consider the matter by delivering a written request to the other Party's point of contact.	4. If the consulting Parties fail to resolve the matter pursuant to paragraph 3, a consulting Party may request that the Council be convened to consider the matter by delivering a written request to the contact point of each of the other parties. <sup>2</sup>
NO CORRESPONDING TEXT	For purposes of paragraphs 4, 5, and 6, the Council shall

5. The Council shall promptly convene and shall

endeavor to resolve the matter, including, where

appropriate, by consulting outside experts and

having recourse to such procedures as good

offices, conciliation, or mediation.

consist of the cabinet-level representatives of the consulting

5. The Council shall promptly convene and shall

endeavor to resolve the matter, including, where

appropriate, by consulting outside experts and

having recourse to such procedures as good

Parties or their high-level designees.

offices, conciliation, or mediation.

- 6. If the matter concerns whether a Party is conforming to its obligations under Article 18.2(1) (a), and the Parties have failed to resolve the matter within 60 days of a request under paragraph 1, the complaining Party may request consultations under Article 22.4 (Consultations) or a meeting of the Commission under Article 22.5 (Commission Good Offices, Conciliation, and Mediation) and, as provided in Chapter Twenty-Two (Dispute Settlement), thereafter have recourse to the other provisions of that Chapter.
- 6. If the matter concerns whether a Party is conforming to its obligations under Article 16.2.1 (a), and the consulting Parties have failed to resolve the matter within 60 days of a request under paragraph 1, the complaining Party may request consultations under Article 20.4 (Consultations) or a meeting of the Commission under Article 20.5 (Commission Good Offices, Conciliation, and Mediation) and, as provided in Chapter Twenty (Dispute Settlement), thereafter have recourse to the other provisions of that Chapter. The Council may, as appropriate, provide information to the Commission on consultations held on the matter.
- 7. Neither Party may have recourse to dispute settlement under this Agreement for any matter arising under any provision of this Chapter other than Article 18.2(1)(a).
- 7. No Party may have recourse to dispute settlement under this Agreement for any matter arising under any provision of this Chapter other than Article 16.2.1(a).
- 8. Neither Party may have recourse to dispute settlement under this Agreement for a matter arising under Article 18.2(1)(a) without first pursuing resolution of the matter in accordance with this Article.
- 8. No Party may have recourse to dispute settlement under this Agreement for a matter arising under Article 16.2.1(a) without first pursuing resolution of the matter in accordance with this Article.

#### NO CORRESPONDING TEXT

9. In cases where the consulting Parties agree that a matter arising under this Chapter would be more appropriately addressed under another agreement to which the consulting Parties are party, they shall refer the matter for appropriate action in accordance with that agreement.

#### Article 18.7: Labor Roster

#### Article 16.7: Labor Roster

1. The Parties shall establish within six months after the date of entry into force of this Agreement and maintain a roster of up to 12 individuals who are willing and able to serve as panelists in disputes arising under Article 18.2(1) (a). Unless the Parties otherwise agree, four members of the roster shall be selected from among individuals who are non-Party nationals. Labor roster members shall be appointed by mutual agreement of the Parties and may be reappointed. Once established, a roster shall remain in effect for a minimum of three years, and shall remain in effect thereafter until the Parties constitute a new roster.

1. The Parties shall establish within six months after the date of entry into force of this Agreement and maintain a roster of up to 28 individuals who are willing and able to serve as panelists in disputes arising under Article 16.2.1(a). Unless the Parties otherwise agree, up to three members of the roster shall be nationals of each Party, and up to seven members of the roster shall be selected from among individuals who are not nationals of any Party. Labor roster members shall be appointed by consensus, and may be reappointed. Once established, a roster shall remain in effect for a minimum of three years, and shall remain in effect thereafter until the Parties constitute a new roster. The Parties may appoint a replacement where a roster member is no longer available to

	serve.
2. Labor roster members shall:	2. Labor roster members shall:
(a) have expertise or experience in labor law or its enforcement, or in the resolution of disputes arising under international agreements;	(a) have expertise or experience in labor law or its enforcement, international trade, or the resolution of disputes arising under international agreements;
(b) be chosen strictly on the basis of objectivity, reliability, and sound judgment;	(b) be chosen strictly on the basis of objectivity, reliability, and sound judgment;
(c) be independent of, and not affiliated with or take instructions from, either Party; and	(c) be independent of, and not affiliated with or take instructions from, any Party; and
(d) comply with a code of conduct to be established by the Commission.	(d) comply with a code of conduct to be established by the Commission.
3. Where a Party claims that a dispute arises under Article 18.2(1)(a), Article 22.9 (Panel Selection) shall apply, except that the panel shall be composed entirely of panelists meeting the qualifications in paragraph 2.	3. Where a Party claims that a dispute arises unde Article 16.2.1(a), Article 20.9 (Panel Selection) shall apply, except that the panel shall be composed entirely of panelists meeting the qualifications in paragraph 2.
Article 18.8: Definitions	Article 16.8: Definitions
or purposes of this Chapter:	For purposes of this Chapter:
labor laws means a Party's statutes or regulations, or provisions thereof, that are directly related to the following internationally recognized labor rights:	labor laws means a Party's statutes or regulations, or provisions thereof, that are directly related to the following internationally recognized labor rights:
(a) the right of association;	(a) the right of association;
(b) the right to organize and bargain collectively;	(b) the right to organize and bargain collectively;
(c) a prohibition on the use of any form of forced or compulsory labor;	(c) a prohibition on the use of any form of forced or compulsory labor;

(d) a minimum age for the	(d) a minimum age for the
employment of children and the	employment of children and the
prohibition and elimination of the	prohibition and elimination of the
worst forms of child labor; and	worst forms of child labor; and
, '	,
(e) acceptable conditions of work	(e) acceptable conditions of work
with respect to minimum wages,	with respect to minimum wages,
hours of work, and occupational	hours of work, and occupational
safety and health. For greater	safety and health. For greater
· · · · · · · · · · · · · · · · · · ·	•
certainty, the setting of standards	certainty, the setting of standards
and levels in respect of minimum	and levels in respect of minimum
wages by each Party shall not be	wages by each Party shall not be
subject to obligations under this	subject to obligations under this
Chapter. Each Party's obligations	Chapter. Each Party's obligations
under this Chapter pertain to	under this Chapter pertain to
enforcing the level of the general	enforcing the level of the general
minimum wage established by that	minimum wage established by that
Party.	Party.
statutes or regulations means:	statutes or regulations means:
(a) for the United States, acts of the	(a) for Costa Rica, the Dominican
(a) for the United States, acts of the Congress or regulations	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala,
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government;	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government;	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that are enforceable by the agency	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of Congress that are enforceable by
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that are enforceable by the agency	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that are enforceable by the agency charged with enforcing Chile's labor	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of Congress that are enforceable by
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that are enforceable by the agency charged with enforcing Chile's labor laws.	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of Congress that are enforceable by action of the federal government;
(a) for the United States, acts of the Congress or regulations promulgated pursuant to acts of the Congress that are enforceable by action of the federal government; and  (b) for Chile, acts or regulations promulgated pursuant to acts that are enforceable by the agency charged with enforcing Chile's labor	(a) for Costa Rica, the Dominican Republic, El Salvador, Guatemala, Honduras, and Nicaragua laws of its legislative body or regulations promulgated pursuant to an act of legislative body that are enforceable by action of the executive body; and  (b) for the United States, acts of Congress or regulations promulgated pursuant to an act of Congress that are enforceable by

Establishment of a Labor Cooperation Mechanism	NO CORRESPONDING TEXT
1. Recognizing that bilateral cooperation on labor matters will provide enhanced opportunities for the Parties to improve labor standards, and to further advance their common commitments, including the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-up (1998), the Parties have established a Labor Cooperation Mechanism.	
Organization and Principal Functions	Organization and Principal Functions
<ol> <li>Each Party shall designate an office within its ministry of labor to serve as a point of contact to support the work of the Labor Cooperation Mechanism.</li> </ol>	1. The Labor Affairs Council working through each Party's contact point shall coordinate the activities of the Labor Cooperation and Capacity Building Mechanism. The contact points shall meet within six months after the date of entry into force of this Agreement and thereafter as often as they consider necessary.
3. The Parties' labor ministries shall carry out the work of the Labor Cooperation Mechanism by developing and pursuing cooperative activities on labor matters, including by working jointly to:	2. The contact points, together with other appropriate agencies and ministries, shall cooperate to:
<ul><li>(a) establish priorities for cooperative activities;</li><li>(b) develop and periodically revise a work program of specific cooperative activities in accord with such priorities;</li></ul>	(a) establish priorities, with particular emphasis on those subjects identified in paragraph 3 of this Annex, for cooperation and capacity building activities on labor issues;
(c) exchange information regarding labor policies and the observance and effective application of labor law and practice in the Parties' territories;	(b) develop specific cooperative and capacity building activities in accordance with such priorities;
(d) exchange information on and encourage best labor practices, including best practices adopted by multinational firms, small and medium enterprises, and other private enterprises, as well as by labor organizations;	(c) exchange information regarding each Party's labor laws and practices, including best practices, as well as ways to strengthen them; and

- (e) advance understanding of, respect for, and effective implementation of the principles reflected in the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-up (1998);
- (f) promote the collection and publication of comparable data on labor standards, labor market indicators, and enforcement activity;
- (g) arrange periodic labor cooperation review sessions at the request of either Party, review current cooperative activities, and provide guidance for future cooperative activities between the Parties; and
- (h) develop recommendations to their respective governments for their consideration.

(d) seek support, as appropriate, from international organizations such as the International Labor Organization, the Inter-American Development Bank, the World Bank, and the Organization of American States, to advance common commitments regarding labor matters.

## Cooperative Activities

# 4. The Labor Cooperation Mechanism may undertake cooperative activities on any labor matter it considers appropriate, such as on:

(a) fundamental rights and their effective application: legislation, practice, and implementation related to the core elements of the ILO **Declaration on Fundamental** Principles and Rights at Work and its Follow-up (1998) (freedom of association and the effective recognition of the right to collective bargaining, elimination of all forms of forced or compulsory labor, abolition of child labor, including the worst forms of child labor in compliance with the ILO Convention No182 on the Worst Forms of Child Labour (1999), and elimination of employment discrimination);

# Cooperation and Capacity Building Priorities

- 3. The Mechanism may initiate bilateral or regional cooperative activities on labor issues which may include, but need not be limited to:
  - (a) fundamental rights and their effective application: legislation and practice related to the core elements of the ILO Declaration on Fundamental Principles and Rights at Work and its Follow-Up (1998) (freedom of association and the effective recognition of the right to collective bargaining, elimination of all forms of forced or compulsory labor, the effective abolition of child labor, and the elimination of discrimination in respect of employment and occupation);
  - (b) worst forms of child labor. legislation and practice related to

- (b) labor relations: forms of cooperation among workers, management, and governments, including the resolution of labor disputes;
- (c) working conditions: legislation, practice, and implementation related to occupational safety and health; prevention of and compensation for work-related injuries and illness; and employment conditions;
- (d) issues related to small and medium enterprises: promotion of fundamental rights at work; improvement of working conditions; forms of cooperation between employers and worker representatives; and social protection services agreed between workers' organizations and employers or their associations;
- (e) social protections: human resource development and employment training; work benefits; social programs for workers and their families; migrant workers; worker adjustment programs; and social protection, including social security, income security, and health care services;
- (f) technical issues and information exchange: programs, methodologies, and experiences regarding productivity improvement; labor statistics, including comparable data; current ILO issues

- compliance with ILO Convention 182;
- (c) labor administration: institutional capacity of labor administrations and tribunals, especially training and professionalization of human resources, including career civil service;
- (g) working conditions: mechanisms for supervising compliance with statutes and regulations pertaining to hours of work, minimum wages and overtime, occupational safety and health, and employment conditions;
- (d) labor inspectorates and inspection systems: methods and training to improve the level of and efficiency of labor law enforcement, strengthen work inspection systems, and help ensure compliance with national labor laws;
- (e) alternative dispute resolution: initiatives aimed at establishing alternative dispute resolution mechanisms for labor disputes;
- (f) labor relations: forms of cooperation and dispute resolution to ensure productive labor relations among workers, employers, and governments;
- (m) technical issues: programs, methodologies, and experiences regarding productivity improvement, encouragement of best labor practices, and the effective use of technologies, including those that are Internet-based.

and activities; consideration and encouragement of best labor practices; and the effective use of technologies, including those that are Internet-based; and

(g) implications of economic integration between the Parties for advancing each Party's labor objectives.

- (i) social assistance programs: human resource development and employee training, among other programs;
- (j) labor statistics: development of methods for the Parties to generate comparable labor market statistics in a timely manner;
- (h) *migrant workers*: dissemination of information regarding labor rights of migrant workers in each Party's territory;
- (k) employment opportunities: promotion of new employment opportunities and workforce modernization;
- (I) gender: gender issues, including the elimination of discrimination in respect of employment and occupation; and

# Implementation of Cooperative Activities

# Implementation of Cooperation Activities

- 5. The Parties may carry out cooperative activities under this Annex through any form they deem appropriate, including by:
- 4. Pursuant to the Mechanism, the Parties may cooperate on labor issues using any means they deem appropriate, including, but not limited to:
  - (a) technical assistance programs, including by providing, human, technical, and material resources;

(a) exchanging government delegations, professionals, and specialists, including through study visits;

(b) exchange of official delegations, professionals, and specialists, including through study visits and other technical exchanges;

(b) sharing information, standards, regulations and procedures and best practices, including through the exchange of pertinent publications and monographs;	(c) exchange of information on standards, regulations, and procedures, and best practices, including pertinent publications and monographs;
(c) organizing joint conferences, seminars, workshops, meetings, training sessions, and outreach and education programs;	(d) joint conferences, seminars, workshops, meetings, training sessions, and outreach and education programs;
(d) developing collaborative projects or demonstrations;	(e) collaborative projects or demonstrations; and
(e) undertaking joint research projects, studies, and reports, including by engaging independent experts with relevant expertise;	(f) joint research projects, studies, and reports, including by engaging independent specialists with recognized expertise.
(f) drawing on the expertise of academic and other institutions in their territories in developing and implementing cooperative programs and by encouraging relationships between such institutions on technical labor issues; and	NO CORRESPONDING TEXT
(g) engaging in technical exchanges and cooperation.	
6. In identifying areas for cooperation and carrying out cooperative activities, the Parties shall consider views of their respective worker and employer representatives, as well as other members of civil society.	
NO CORRESPONDING TEXT	Public Participation
	5. In identifying areas for labor cooperation and capacity building, and in carrying out cooperative activities, each Party shall consider the views of its worker and employer representatives, as well as those of other members of the public.