## THE GENERAL ASSEMBLY OF PENNSYLVANIA

## **HOUSE BILL**

No. 1660 Session of 2011

INTRODUCED BY SANTARSIERO, O'NEILL, GALLOWAY, BRADFORD, MURT, DAVIS, K. BOYLE, CALTAGIRONE, CREIGHTON, DALEY AND K. SMITH, JUNE 10, 2011

REFERRED TO COMMITTEE ON EDUCATION, JUNE 10, 2011

## AN ACT

Amending the act of March 10, 1949 (P.L.30, No.14), entitled "An act relating to the public school system, including certain 2 provisions applicable as well to private and parochial 3 schools; amending, revising, consolidating and changing the laws relating thereto," in collective bargaining, further providing for submission to mediation and for fact-finding panels; providing for mediation; and further providing for final best-offer arbitration, for time frame, for strikes 8 prohibited in certain circumstances and for lockouts 9 10 prohibited in certain circumstances. 11 The General Assembly of the Commonwealth of Pennsylvania 12 hereby enacts as follows: 13 Section 1. Sections 1121-A and 1122-A(a) and (b) of the act 14 of March 10, 1949 (P.L.30, No.14), known as the Public School 15 Code of 1949, added July 9, 1992 (P.L.403, No.88), are amended 16 to read: 17 Section 1121-A. [Submission to Mediation.--(a) If, after a 18 reasonable period of negotiation, a dispute or impasse exists 19 between the representatives of the employer and the employe 20 organization, the parties may voluntarily submit to mediation, 21 but, if no agreement is reached between the parties within

- 1 forty-five (45) days after negotiations have commenced, but in
- 2 no event later than one hundred twenty-six (126) days prior to
- 3 June 30 or December 31, whichever is the end of the school
- 4 entity's fiscal year, and mediation has not been utilized by the
- 5 parties, both parties shall immediately in writing call on the
- 6 service of the Pennsylvania Bureau of Mediation.
- 7 (b) The Pennsylvania Bureau of Mediation shall employ a
- 8 complement of not less than twenty-five (25) mediators which
- 9 shall be available to mediate according to the provisions of
- 10 subsection (a).] Negotiations. -- The representatives of the
- 11 employer and the employe organization shall commence
- 12 negotiations no later than two hundred eleven (211) days prior
- 13 to June 30 or December 21, whichever is the end of the school
- 14 entity's fiscal year. The representatives of the employer and
- 15 employe organization shall meet no fewer than four times per
- 16 month and, if no agreement has been reached seventy-five (75)
- 17 days prior to June 30 or December 21, whichever is the end of
- 18 the school entity's fiscal year, no fewer than two times between
- 19 seventy-five (75) days and sixty-one (61) days prior to the end
- 20 of the school entity's fiscal year.
- 21 Section 1122-A. Fact-finding Panels. -- (a) [(1) Once
- 22 mediation has commenced, it shall continue for so long as the
- 23 parties have not reached an agreement. If, however, an agreement
- 24 has not been reached within forty-five (45) days after mediation
- 25 has commenced or in no event later than eighty-one (81) days
- 26 prior to June 30 or December 31, whichever is the end of the
- 27 school entity's fiscal year, the Bureau of Mediation shall
- 28 notify the board of the parties' failure to reach an agreement
- 29 and of whether either party has requested the appointment of a
- 30 fact-finding panel.]

- 1 (2) [No later than eighty-one (81)] If an agreement is not
- 2 <u>reached between the parties within ninety (90) days after</u>
- 3 negotiations have commenced or in no event later than one
- 4 hundred twenty-one (121) days prior to June 30 or December 31,
- 5 whichever is the end of the school entity's fiscal year, [either
- 6 party may request the board to appoint a fact-finding panel.
- 7 Upon receiving such request, ] the board shall appoint a fact-
- 8 finding panel which may consist of either one (1) or three (3)
- 9 members. The panel so designated or selected shall hold hearings
- 10 and take oral or written testimony and shall have subpoena
- 11 power. If, during this time, the parties have not reached an
- 12 independent agreement, the panel shall make findings of fact and
- 13 recommendations. The panel shall not find or recommend that the
- 14 parties accept or adopt an impasse procedure.
- 15 (3) The parties may mutually agree to fact-finding, and the
- 16 board shall appoint a fact-finding panel as provided for in
- 17 clause (2) at any time except that the parties may not mutually
- 18 agree to fact-finding during mandated final best-offer
- 19 arbitration.
- 20 (4) The board may implement fact-finding and appoint a panel
- 21 as provided for in clause (2) at a time other than that mandated
- 22 in this section, except that fact-finding may not be implemented
- 23 between the period of notice to strike and the conclusion of a
- 24 strike or during final best-offer arbitration. If the board
- 25 chooses not to implement fact-finding prior to a strike, the
- 26 board shall issue a report to the parties listing the reasons
- 27 for not implementing fact-finding if either party requests one.
- 28 (b) The findings of fact and recommendations shall be sent
- 29 by registered mail to the board and to both parties not more
- 30 than forty (40) days after the [Bureau of Mediation has notified

- 1 the board as provided in subsection (a)] fact-finding panel is
- 2 appointed.
- 3 \* \* \*
- 4 Section 2. The act is amended by adding a section to read:
- 5 Section 1122.1-A. Mediation.--(a) If an agreement is not
- 6 reached between the parties within one hundred thirty (130) days
- 7 <u>after negotiations have commenced or in no event later than</u>
- 8 <u>eighty-one (81) days prior to June 30 or December 31, whichever</u>
- 9 <u>is the end of the school entity's fiscal year, both parties</u>
- 10 shall immediately in writing call on the services of the Bureau
- 11 <u>of Mediation.</u>
- 12 (b) The Bureau of Mediation shall employ a complement of not
- 13 <u>less than twenty-five (25) mediators who shall be available to</u>
- 14 mediate according to the provisions of subsection (a).
- 15 Section 3. Sections 1125-A(a), (b), (c), (d), (g), (i), (j)
- 16 and (m), 1126-A, 1131-A and 1132-A of the act, added July 9,
- 17 1992 (P.L.403, No.88), are amended to read:
- 18 Section 1125-A. Final Best-Offer Arbitration. -- (a) At any
- 19 time prior to mandated final best-offer arbitration, either the
- 20 employer or the employe organization may request final best-
- 21 offer arbitration unless fact-finding has been initiated as
- 22 provided in section 1122-A. If fact-finding has been initiated,
- 23 the parties shall complete fact-finding before requesting final
- 24 best-offer arbitration. If either party requests final best-
- 25 offer arbitration, the requesting party shall notify the Bureau
- 26 of Mediation, the board and the opposing party in writing. The
- 27 opposing party shall, within ten (10) days of the notification
- 28 by the requesting party, notify the requesting party in writing
- 29 of its agreement or refusal to submit to final best-offer
- 30 arbitration. [No strikes or lockouts shall occur during this ten

- 1 (10) day period or until the requesting party is notified by the
- 2 opposing party that they refuse to submit to final best-offer
- 3 arbitration.] Arbitration provided for in this subsection shall
- 4 only occur if both parties agree to submit to final best-offer
- 5 arbitration.
- 6 (b) If [a strike by employes or a lockout by an employer
- 7 will prevent the school entity from providing the period of
- 8 instruction required by section 1501 by the later of:
- 9 (1) June 15; or
- 10 (2) the last day of the school entity's scheduled school
- 11 year; ] an agreement is not reached between the parties within
- 12 <u>one hundred fifty (150) days after negotiations have commenced</u>
- 13 or in no event later than sixty-one (61) days prior to June 30
- 14 or December 31, whichever is the end of the school entity's
- 15 fiscal year, the parties shall submit to mandated final best-
- 16 offer arbitration consistent with the arbitration option
- 17 negotiated. A return to work for the purpose of submitting to
- 18 final best-offer arbitration shall not be considered a
- 19 unilateral return to work.
- 20 [(c) If the parties are unable to agree on the adoption of
- 21 one of the approved impasse procedures under section 1123-A, the
- 22 mediator appointed pursuant to section 1121-A shall select the
- 23 procedure.]
- 24 (d) Within [ten (10)] three (3) days of submission to final
- 25 best-offer arbitration, the parties shall submit to the
- 26 arbitrators their final best contract offer with certification
- 27 that the offer was delivered to the opposing party, together
- 28 with documentation supporting the reasonableness of their offer.
- 29 This documentation shall include, but not be limited to, the
- 30 following:

- 1 (1) The public interest.
- 2 (2) The interest and welfare of the employe organization.
- 3 (3) The financial capability of the school entity.
- 4 (4) The results of negotiations between the parties prior to
- 5 submission of last best contract offers.
- 6 (5) Changes in the cost of living.
- 7 (6) The existing terms and conditions of employment of the
- 8 employe organization members and those of similar groups.
- 9 (7) Such other documentation as the arbitration panel shall
- 10 deem relevant.
- 11 \* \* \*
- 12 (g) Upon submission to the [arbitrator] <u>arbitrators</u> of both
- 13 parties' final best offers under subsection (a) or (b), the
- 14 employer shall post, within the time limits described in
- 15 subsection (d), the final best contract offers in the school
- 16 entity's main office for the purpose of soliciting public
- 17 comments thereon. Copies of both parties' final best offers
- 18 shall be available from the school entity's main office. The
- 19 cost of copies shall be established by the school entity and
- 20 shall be paid by the requestor.
- 21 \* \* \*
- (i) Within ten (10) days of [the selection of the third
- 23 arbitrator of the arbitration panel] submission to final best-
- 24 offer arbitration, the arbitrators shall begin hearings at which
- 25 they will hear arguments from representatives of the employer
- 26 and of the employes in support of their respective last best
- 27 contract offers under subsection (a) or (b). [At least five (5)
- 28 days prior to the hearing, a written notice of the date, time
- 29 and place of such hearing shall be sent to the representatives
- 30 of both the employer and employes which are parties to the

- 1 dispute. This written notice shall also be sent to the fiscal
- 2 authority having budgetary responsibility or charged with making
- 3 appropriations for the employer, and a representative designated
- 4 by such body shall be heard at the hearing upon request of such
- 5 body or of the employer as part of the presentation of the
- 6 employer.]
- 7 (j) Not later than [twenty (20) days after the hearing
- 8 pursuant to subsection (i)] forty-one (41) days prior to June 30
- 9 or December 31, whichever is the end of the school entity's
- 10 <u>fiscal year</u>, the arbitrators shall:
- 11 (1) examine each item of dispute;
- 12 (2) make a determination in writing consistent with the
- 13 arbitration option agreed to by the parties; and
- 14 (3) forward a copy of the written determination to both
- 15 parties involved in the dispute and to the board.
- 16 \* \* \*
- 17 (m) [If the employer or the employe organization rejects the
- 18 determination of the majority of the arbitrators:
- 19 (1) The employe organization may initiate a legal strike or
- 20 resume a legal strike initiated prior to submission to final
- 21 best-offer arbitration.
- 22 (2) The employer may hire substitutes as provided under
- 23 subsection (b) of section 1172-A.
- 24 (3) The employer may initiate a legal lockout or resume a
- 25 legal lockout initiated prior to submission to final best-offer
- 26 arbitration.]
- 27 (1) If the employer rejects the determination of the
- 28 majority of the arbitrators, State funds payable to the employer
- 29 shall be withheld by the State Treasurer for the duration of the
- 30 contract dispute. During the duration of the contract dispute,

- 1 the employer may not suspend any professional employe, as
- 2 defined in section 1101, for economic reasons.
- 3 (2) If the employe organization rejects the determination of
- 4 the majority of the arbitrators, the employe organization shall
- 5 <u>be prohibited from initiating a legal strike or resuming a legal</u>
- 6 <u>strike initiated prior to submission of best-offer arbitration.</u>
- 7 (3) In the event that either or both parties reject the
- 8 <u>determination of the majority of the arbitrators, both parties</u>
- 9 <u>shall commence round-the-clock negotiations until an agreement</u>
- 10 is reached or a two-week period is completed, whichever occurs
- 11 first.
- 12 Section 1126-A. Time Frame. -- (a) The time periods set forth
- 13 in this article are mandatory and shall not be construed to be
- 14 directory.
- 15 (b) In the event that either party fails to comply with the
- 16 time periods set forth in this article, the other party may
- 17 institute a cause of action in the court of common pleas of the
- 18 judicial district encompassing the respective school district.
- 19 Section 1131-A. Strikes Prohibited in Certain
- 20 Circumstances.--[A strike must cease where the parties request
- 21 fact-finding for the duration of the fact-finding. A strike must
- 22 end where the parties agree to arbitration.] Strikes are
- 23 prohibited:
- 24 (1) During [the period of up to ten (10) days provided for
- 25 under section 1125-A(a).] negotiation under section 1121-A.
- 26 (1.1) During fact-finding.
- 27 <u>(1.2) During mediation.</u>
- 28 (2) During final best-offer arbitration, including the
- 29 period of up to ten (10) days after receipt of the determination
- 30 of the arbitrators during which the employe organization and

- 1 governing body of the school entity may consider the
- 2 determination.
- 3 (3) When the arbitrators' determination becomes final and
- 4 binding.
- 5 Section 1132-A. Lockouts Prohibited in Certain
- 6 Circumstances. -- [A lockout must cease where the parties request
- 7 fact-finding for the duration of the fact-finding. A lockout
- 8 must end where the parties agree to arbitration.] Lockouts are
- 9 prohibited:
- 10 (1) During [the period of up to ten (10) days provided for
- 11 under section 1125-A(a).] negotiation under section 1121-A.
- 12 <u>(1.1) During fact-finding.</u>
- 13 <u>(1.2) During mediation.</u>
- 14 (2) During final best-offer arbitration, including the
- 15 period of up to ten (10) days after receipt of the determination
- 16 of the arbitrators during which the <a href="mailto:employe organization">employe organization</a> and
- 17 employer may consider the determination.
- 18 (3) When the arbitrators' determination becomes final and
- 19 binding.
- 20 Section 4. This act shall take effect in 60 days.