THE GENERAL ASSEMBLY OF PENNSYLVANIA

SENATE BILL

No 211

Session of 2015

INTRODUCED BY EICHELBERGER, FOLMER, WAGNER, SMUCKER, ALLOWAY, AUMENT AND VANCE, JANUARY 21, 2015

REFERRED TO LOCAL GOVERNMENT, JANUARY 21, 2015

AN ACT

- Amending the act of June 24, 1968 (P.L.237, No.111), entitled "An act specifically authorizing collective bargaining 2 between policemen and firemen and their public employers; 3 providing for arbitration in order to settle disputes, and requiring compliance with collective bargaining agreements 5 and findings of arbitrators," further providing for right to 6 collectively bargain, for duty to exert reasonable efforts, for commencement of collective bargaining, for board of 7 8 arbitration, for notice, for powers and procedures, for 9 determination of board of arbitration, for costs and 10 expenses, for applicability, for severability, for repeals 11 and for effective date; and making editorial changes. 12 13 The General Assembly of the Commonwealth of Pennsylvania 14 hereby enacts as follows: 15 Section 1. Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12 of the act of June 24, 1968 (P.L.237, No.111), referred to as 16 17 the Policemen and Firemen Collective Bargaining Act, are amended 18 to read: 19 Section 1. Right to collectively bargain. Policemen or firemen employed by a political subdivision of
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- 21 the Commonwealth or by the Commonwealth shall, through labor
- 22 organizations or other representatives designated by [fifty
- percent] 50% or more of such policemen or firemen, have the

- 1 right to bargain collectively with their public employers
- 2 concerning the terms and conditions of their employment, which
- 3 are not otherwise established or prohibited under Federal or
- 4 State law, including compensation, hours, working conditions,
- 5 retirement, pensions and other benefits, and shall have the
- 6 right to an adjustment or settlement of their grievances or
- 7 disputes in accordance with the terms of this act.
- 8 Section 2. <u>Duty to exert reasonable efforts.</u>
- 9 It shall be the duty of public employers and their policemen
- 10 and firemen [employes] employees to exert every reasonable
- 11 effort to settle all disputes by engaging in collective
- 12 bargaining in good faith and by entering into settlements by way
- 13 of written agreements and maintaining the same. A party may
- 14 <u>assert an unfair labor practice charge for a refusal to bargain</u>
- 15 in good faith or a failure to comply with the time periods
- 16 provided under this act in accordance with the act of June 1,
- 17 1937 (P.L.1168, No.294), known as the Pennsylvania Labor
- 18 Relations Act, for which the Pennsylvania Labor Relations Board
- 19 shall have jurisdiction.
- 20 Section 3. Commencement of collective bargaining.
- 21 Collective bargaining shall begin at least [six] 10 months
- 22 before the start of the fiscal year of the political subdivision
- 23 or of the Commonwealth, as the case may be, and any request for
- 24 arbitration, as [hereinafter] provided in this act, shall be
- 25 made at least [one hundred ten] 180 days before the start of
- 26 [said] the fiscal year.
- 27 Section 4. <u>Board of arbitration</u>.
- 28 (a) Right to request.--
- 29 (1) If in any case of a dispute between a public
- 30 employer and its policemen or firemen [employes] employees

the collective bargaining process reaches an impasse and
stalemate, or if the appropriate lawmaking body does not
approve the agreement reached by collective bargaining, with
the result that [said] the employers and [employes] employees
are unable to effect a settlement, then either party to the
dispute, after written notice to the other party containing
specifications of the issue or issues in dispute, may request

the appointment of a board of arbitration.

- (2) For purposes of this section, an impasse or stalemate shall be deemed to occur in the collective bargaining process if the parties do not reach a settlement of the issue or issues in dispute by way of a written agreement within [thirty] 60 days after collective bargaining proceedings have been initiated.
- (3) In the case of disputes involving political subdivisions of the Commonwealth, the agreement shall be deemed not approved within the meaning of this section if it is not approved by the appropriate lawmaking body within one month after the agreement is reached by way of collective bargaining.
- (4) In the case of disputes involving the Commonwealth, the agreement shall be deemed not approved within the meaning of this section if it is not approved by the Legislature within [six months] 180 days after the agreement is reached by way of collective bargaining.

(b) Composition. --

(1) The board of arbitration shall be composed of three persons, one appointed by the public employer, one appointed by the body of policemen or firemen involved, and a <u>neutral</u> third [member] <u>arbitrator</u> to be agreed upon by the public

employer and such policemen or firemen. The members of the board representing the public employer and the policemen or firemen shall be named within five days from the date of the request for the appointment of such board.

(2) If, after a period of ten days from the date of the appointment of the two arbitrators appointed by the public employer and by the policemen or firemen, the neutral third arbitrator has not been selected by them, then, within five days, either arbitrator may request the American Arbitration Association, or its successor in function, to furnish a list of [three] seven members of [said] the association who are residents of Pennsylvania from which the neutral third arbitrator shall be selected. [The arbitrator appointed by the public employer shall eliminate one name from the list within five days after publication of the list, following which the arbitrator appointed by the policemen or firemen shall eliminate one name from the list within five days thereafter.] In the case of disputes involving political subdivisions of this Commonwealth, the American Arbitration Association, or its successor in function, shall provide a list that contains, if feasible and practical, at least one name of a resident of the political subdivision in which the public employer is located.

(3) Beginning with the selection of arbitrators that occurs between a public employer and policemen or firemen employed on or after January 1, 2016, the toss of a coin shall determine which party shall be the first to eliminate a name from the list provided in paragraph (2). Each arbitrator shall then engage in alternate eliminations of names from the list until only one name remains on the list. The individual

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- 1 whose name remains on the list shall be the <u>neutral</u> third
- 2 arbitrator and shall act as chairman of the board of
- 3 arbitration.
- 4 <u>(4)</u> The board of arbitration thus established shall
- 5 commence the arbitration proceedings within [ten] 10 days
- 6 after the <u>neutral</u> third arbitrator is selected and shall make
- 7 its determination within [thirty] 60 days after the
- 8 appointment of the <u>neutral</u> third arbitrator.
- 9 Section 5. Notice.
- Notice by the policemen or firemen involved under section 4
- 11 shall, in the case of disputes involving the Commonwealth, be
- 12 served upon the Secretary of the Commonwealth and, in the case
- 13 of disputes involving political subdivisions of the
- 14 Commonwealth, shall be served upon the head of the governing
- 15 body of the local governmental unit involved.
- 16 Section 6. <u>Powers and procedures</u>.
- 17 (a) Witnesses and evidence. -- Each of the arbitrators
- 18 selected in accordance with section 4 [hereof] shall have the
- 19 power to administer oaths and compel the attendance of witnesses
- 20 and physical evidence by subpoena.
- 21 (b) Meetings and records. --
- 22 (1) Except as otherwise provided under paragraph (2),
- any hearing at which evidence of record is presented by a
- 24 party or witness under this act shall be open to the public
- and all documents and evidence of record submitted by any
- 26 party at the public hearing shall be public records subject
- 27 to the act of February 14, 2008 (P.L.6, No.3), known as the
- 28 Right-to-Know Law. A stenographic recording shall be made of
- 29 the hearing.
- 30 (2) Paragraph (1) shall not apply to a bargaining

- 1 session between the parties conducted before the hearing or
- 2 an executive session or other meeting between the arbitrators
- 3 <u>conducted after the hearing.</u>
- 4 Section 7. Determination of board of arbitration.
- 5 (a) Finality and comprehensiveness. -- The determination of
- 6 the majority of the board of arbitration thus established shall
- 7 be final on the issue or issues in dispute and shall be binding
- 8 upon the public employer and the policemen or firemen involved.
- 9 Such determination shall be in writing and contain specific
- 10 findings of fact and conclusions of law with regard to each of
- 11 the issues presented to the board by the parties. The issues
- 12 <u>shall include a complete, accurate and detailed analysis, based</u>
- 13 on the evidence presented at the hearing, as evaluated and
- 14 <u>studied in any subsequent executive sessions, of all of the</u>
- 15 following:
- 16 (1) The cost of the award to the political subdivision
- and the impact it will have on the finances and services
- 18 provided by the political subdivision.
- 19 (2) The relationship between projected revenues of the
- 20 political subdivision and the ability of the political
- 21 subdivision to pay all the costs of the award, including any
- 22 cost increases which may result from preexisting terms and
- 23 conditions of employment which are allowed to continue under
- the award.
- 25 (3) The impact of the award on the future financial
- 26 <u>stability of the political subdivision.</u>
- 27 <u>The determination shall be a public record</u> and a copy [thereof]
- 28 of the determination shall be forwarded to both parties to the
- 29 dispute. No appeal [therefrom] shall be allowed to any court[.]
- 30 if the determination complies with this section, unless the

- 1 board of arbitration exceeded its powers or jurisdiction, the
- 2 proceedings were irregular, the determination requires an
- 3 unconstitutional act or the determination would result in the
- 4 <u>deprivation of a constitutional right.</u>
- 5 <u>(a.1) Mandate.--</u>[Such] <u>The</u> determination <u>under subsection</u>
- 6 (a) shall constitute a mandate to the head of the political
- 7 subdivision which is the employer, or to the appropriate officer
- 8 of the Commonwealth if the Commonwealth is the employer, with
- 9 respect to matters which can be remedied by administrative
- 10 action, and to the lawmaking body of such political subdivision
- 11 or of the Commonwealth with respect to matters which require
- 12 legislative action, to take the action necessary to carry out
- 13 the determination of the board of arbitration.
- 14 (b) Effect.--With respect to matters which require
- 15 legislative action for implementation, such legislation shall be
- 16 enacted, in the case of the Commonwealth, within six months
- 17 following publication of the findings, and, in the case of a
- 18 political subdivision of the Commonwealth, within one month
- 19 following publication of the findings. The effective date of any
- 20 such legislation shall be the first day of the fiscal year
- 21 following the fiscal year during which the legislation is thus
- 22 enacted.
- 23 (c) References to determination. -- A determination of the
- 24 board may alternatively be referred to as an award or
- 25 settlement. The reference shall not affect the applicability of
- 26 this act.
- 27 <u>(d) Issues excluded.--No determination may award or</u>
- 28 <u>otherwise grant postretirement health or pension benefits that</u>
- 29 are not required or authorized under Federal or State law, nor
- 30 any other term or condition of employment that is specifically

- 1 <u>exempted from collective bargaining under Federal or State law.</u>
- 2 No determination may award or grant any pension benefit or
- 3 provision that has been found to be unauthorized, unlawful or
- 4 <u>excessive</u> by the Department of the Auditor General or any court
- 5 of law.
- 6 Section 8. [The compensation, if any, of the arbitrator
- 7 appointed by the policemen or firemen shall be paid by them. The
- 8 compensation of the other two arbitrators, as well as all
- 9 stenographic and other expenses incurred by the arbitration
- 10 panel in connection with the arbitration proceedings, shall be
- 11 paid by the political subdivision or by the Commonwealth, as the
- 12 case may be.] <u>Costs and expenses.</u>
- (a) General rule. -- Except as provided for in subsection (b),
- 14 the public employer and the policemen or firemen who are engaged
- 15 <u>in the collective bargaining shall bear the costs of their</u>
- 16 <u>respective appointed arbitrators, witnesses, including any</u>
- 17 <u>actuary or expert witness, and attorneys in any arbitration</u>
- 18 proceeding.
- (b) Other expenses. -- The reasonable fees and costs_
- 20 associated with the neutral third arbitrator and the
- 21 stenographic and other expenses incurred by the board of
- 22 arbitration as a result of the arbitration proceedings shall be
- 23 divided. One-half of the fees and costs shall be paid by the
- 24 public employer and one-half shall be paid by the policemen and
- 25 firemen who are engaged in the collective bargaining.
- 26 Section 9. Applicability.
- 27 The provisions of this act shall be applicable to every
- 28 political subdivision of this Commonwealth notwithstanding the
- 29 fact that any such political subdivision, either before or after
- 30 the passage of this act, has adopted or adopts a home rule

- 1 charter.
- 2 Section 10. Severability.
- 3 If any provision of this act or the application thereof to
- 4 any person or circumstances is held invalid, the remainder of
- 5 this act and the application of such provision to other persons
- 6 or circumstances, shall not be affected [thereby], and to this
- 7 end the provisions of this act are declared to be severable.
- 8 Section 11. Repeals.
- 9 All acts or parts of acts inconsistent [herewith] with this
- 10 <u>act</u> are [hereby] repealed.
- 11 Section 12. Effective date.
- 12 This act shall take effect immediately.
- 13 Section 2. This act shall take effect in 60 days.