97TH GENERAL ASSEMBLY

State of Illinois

2011 and 2012

HB3339

Introduced 2/24/2011, by Rep. Elaine Nekritz

SYNOPSIS AS INTRODUCED:

5 ILCS 315/14

from Ch. 48, par. 1614

Amends the Illinois Public Labor Relations Act. Requires public safety arbitration panels to base their findings, opinions, and orders upon, among other things, the financial ability of the unit of government to meet the costs "directly related to the subject of the arbitration". Authorizes a circuit court to overturn a public safety arbitration panel's order if the panel was inconsistent in its decision-making when producing the order. Provides that if a collective bargaining unit wants to initiate an arbitration procedure and the elected representatives of that unit do not request arbitration on behalf of the unit, then the members of that unit may petition the Illinois Labor Relations Board for review. Provides that if the Board determines that the petition is a qualified petition, then it shall notify the employer and the elected representatives of the collective bargaining unit that it recommends that the petitioned issue be submitted to arbitration. Makes it a Class B misdemeanor for the elected representative of a collective bargaining unit to intentionally fail to submit a qualified petition to arbitration. Defines "qualified petition". Effective immediately.

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FISCAL NOTE ACT MAY APPLY

CORRECTIONAL BUDGET AND IMPACT NOTE ACT MAY APPLY

A BILL FOR

AN ACT concerning government.

Be it enacted by the People of the State of Illinois, 2 represented in the General Assembly: 3

4 Section 5. The Illinois Public Labor Relations Act is 5 amended by changing Section 14 as follows:

(5 ILCS 315/14) (from Ch. 48, par. 1614) 6

7 Sec. 14. Security Employee, Peace Officer and Fire Fighter 8 Disputes.

9 In the case of collective bargaining agreements (a) involving units of security employees of a public employer, 10 Peace Officer Units, or units of fire fighters or paramedics, 11 and in the case of disputes under Section 18, unless the 12 13 parties mutually agree to some other time limit, mediation 14 shall commence 30 days prior to the expiration date of such agreement or at such later time as the mediation services 15 16 chosen under subsection (b) of Section 12 can be provided to 17 the parties. In the case of negotiations for an initial collective bargaining agreement, mediation shall commence upon 18 19 15 days notice from either party or at such later time as the 20 mediation services chosen pursuant to subsection (b) of Section 21 12 can be provided to the parties. In mediation under this 22 Section, if either party requests the use of mediation services from the Federal Mediation and Conciliation Service, the other 23

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party shall either join in such request or bear the additional 1 2 cost of mediation services from another source. The mediator 3 shall have a duty to keep the Board informed on the progress of the mediation. If any dispute has not been resolved within 15 4 5 days after the first meeting of the parties and the mediator, or within such other time limit as may be mutually agreed upon 6 7 by the parties, either the exclusive representative or employer 8 may request of the other, in writing, arbitration, and shall 9 submit a copy of the request to the Board.

10 (b) Within 10 days after such a request for arbitration has 11 been made, the employer shall choose a delegate and the 12 employees' exclusive representative shall choose a delegate to 13 a panel of arbitration as provided in this Section. The 14 employer and employees shall forthwith advise the other and the 15 Board of their selections.

16 (c) Within 7 days after the request of either party, the 17 parties shall request a panel of impartial arbitrators from which they shall select the neutral chairman according to the 18 procedures provided in this Section. If the parties have agreed 19 20 to a contract that contains a grievance resolution procedure as provided in Section 8, the chairman shall be selected using 21 22 their agreed contract procedure unless they mutually agree to 23 another procedure. If the parties fail to notify the Board of their selection of neutral chairman within 7 days after receipt 24 25 of the list of impartial arbitrators, the Board shall appoint, 26 at random, a neutral chairman from the list. In the absence of

agreed contract procedure for selecting an impartial 1 an 2 arbitrator, either party may request a panel from the Board. Within 7 days of the request of either party, the Board shall 3 select from the Public Employees Labor Mediation Roster 7 4 5 persons who are on the labor arbitration panels of either the 6 American Arbitration Association or the Federal Mediation and 7 Conciliation Service, or who are members of the National 8 Academy of Arbitrators, as nominees for impartial arbitrator of 9 the arbitration panel. The parties may select an individual on 10 the list provided by the Board or any other individual mutually 11 agreed upon by the parties. Within 7 days following the receipt 12 of the list, the parties shall notify the Board of the person 13 they have selected. Unless the parties agree on an alternate selection procedure, they shall alternatively strike one name 14 15 from the list provided by the Board until only one name 16 remains. A coin toss shall determine which party shall strike 17 the first name. If the parties fail to notify the Board in a timely manner of their selection for neutral chairman, the 18 19 Board shall appoint a neutral chairman from the Illinois Public 20 Employees Mediation/Arbitration Roster.

(d) The chairman shall call a hearing to begin within 15 days and give reasonable notice of the time and place of the hearing. The hearing shall be held at the offices of the Board or at such other location as the Board deems appropriate. The chairman shall preside over the hearing and shall take testimony. Any oral or documentary evidence and other data

deemed relevant by the arbitration panel may be received in 1 2 evidence. The proceedings shall be informal. Technical rules of evidence shall not apply and the competency of the evidence 3 shall not thereby be deemed impaired. A verbatim record of the 4 5 proceedings shall be made and the arbitrator shall arrange for 6 the necessary recording service. Transcripts may be ordered at 7 the expense of the party ordering them, but the transcripts 8 shall not be necessary for a decision by the arbitration panel. 9 The expense of the proceedings, including a fee for the 10 chairman, established in advance by the Board, shall be borne 11 equally by each of the parties to the dispute. The delegates, 12 if public officers or employees, shall continue on the payroll 13 of the public employer without loss of pay. The hearing conducted by the arbitration panel may be adjourned from time 14 15 to time, but unless otherwise agreed by the parties, shall be 16 concluded within 30 days of the time of its commencement. 17 Majority actions and rulings shall constitute the actions and rulings of the arbitration panel. Arbitration proceedings 18 under this Section shall not be interrupted or terminated by 19 20 reason of any unfair labor practice charge filed by either 21 party at any time.

(e) The arbitration panel may administer oaths, require the attendance of witnesses, and the production of such books, papers, contracts, agreements and documents as may be deemed by it material to a just determination of the issues in dispute, and for such purpose may issue subpoenas. If any person refuses

to obey a subpoena, or refuses to be sworn or to testify, or if 1 2 any witness, party or attorney is guilty of any contempt while 3 in attendance at any hearing, the arbitration panel may, or the attorney general if requested shall, invoke the aid of any 4 5 circuit court within the jurisdiction in which the hearing is being held, which court shall issue an appropriate order. Any 6 failure to obey the order may be punished by the court as 7 8 contempt.

9 (f) At any time before the rendering of an award, the 10 chairman of the arbitration panel, if he is of the opinion that it would be useful or beneficial to do so, may remand the 11 12 dispute to the parties for further collective bargaining for a period not to exceed 2 weeks. If the dispute is remanded for 13 14 further collective bargaining the time provisions of this Act shall be extended for a time period equal to that of the 15 16 remand. The chairman of the panel of arbitration shall notify 17 the Board of the remand.

(q) At or before the conclusion of the hearing held 18 19 pursuant to subsection (d), the arbitration panel shall 20 identify the economic issues in dispute, and direct each of the parties to submit, within such time limit as the panel shall 21 22 prescribe, to the arbitration panel and to each other its last 23 offer of settlement on each economic issue. The determination of the arbitration panel as to the issues in dispute and as to 24 25 which of these issues are economic shall be conclusive. The arbitration panel, within 30 days after the conclusion of the 26

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hearing, or such further additional periods to which the 1 2 parties may agree, shall make written findings of fact and 3 promulgate a written opinion and shall mail or otherwise a true copy thereof to the parties and their 4 deliver 5 representatives and to the Board. As to each economic issue, 6 the arbitration panel shall adopt the last offer of settlement which, in the opinion of the arbitration panel, more nearly 7 8 complies with the applicable factors prescribed in subsection 9 (h). The findings, opinions and order as to all other issues 10 shall be based upon the applicable factors prescribed in 11 subsection (h).

12 (h) Where there is no agreement between the parties, or 13 where there is an agreement but the parties have begun 14 negotiations or discussions looking to a new agreement or 15 amendment of the existing agreement, and wage rates or other 16 conditions of employment under the proposed new or amended 17 agreement are in dispute, the arbitration panel shall base its findings, opinions and order upon the following factors, as 18 19 applicable:

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(1) The lawful authority of the employer.

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(2) Stipulations of the parties.

(3) The interests and welfare of the public and the
financial ability of the unit of government to meet those
costs <u>directly related to the subject of the arbitration</u>.

(4) Comparison of the wages, hours and conditions of
 employment of the employees involved in the arbitration

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proceeding with the wages, hours and conditions of employment of other employees performing similar services and with other employees generally:

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4 (A) In public employment in comparable 5 communities.

6 (B) In private employment in comparable 7 communities.

8 (5) The average consumer prices for goods and services,
9 commonly known as the cost of living.

10 (6) The overall compensation presently received by the 11 employees, including direct wage compensation, vacations, 12 holidays and other excused time, insurance and pensions, 13 medical and hospitalization benefits, the continuity and 14 stability of employment and all other benefits received.

15 (7) Changes in any of the foregoing circumstances16 during the pendency of the arbitration proceedings.

17 (8) Such other factors, not confined to the foregoing, traditionally taken 18 which are normally or into consideration in the determination of wages, hours and 19 20 conditions of employment through voluntary collective 21 bargaining, mediation, fact-finding, arbitration or 22 otherwise between the parties, in the public service or in 23 private employment.

(i) In the case of peace officers, the arbitration decision
shall be limited to wages, hours, and conditions of employment
(which may include residency requirements in municipalities

1 a population under 1,000,000, but those residency with 2 requirements shall not allow residency outside of Illinois) and shall not include the following: i) residency requirements in 3 municipalities with a population of at least 1,000,000; ii) the 4 5 type of equipment, other than uniforms, issued or used; iii) 6 manning; iv) the total number of employees employed by the 7 department; v) mutual aid and assistance agreements to other units of government; and vi) the criterion pursuant to which 8 9 force, including deadly force, can be used; provided, nothing 10 herein shall preclude an arbitration decision regarding 11 equipment or manning levels if such decision is based on a 12 finding that the equipment or manning considerations in a 13 specific work assignment involve a serious risk to the safety of a peace officer beyond that which is inherent in the normal 14 performance of police duties. Limitation of the terms of the 15 16 arbitration decision pursuant to this subsection shall not be 17 construed to limit the factors upon which the decision may be based, as set forth in subsection (h). 18

19 In the case of fire fighter, and fire department or fire 20 district paramedic matters, the arbitration decision shall be limited to wages, hours, and conditions of employment (which 21 22 may include residency requirements in municipalities with a 23 population under 1,000,000, but those residency requirements shall not allow residency outside of Illinois) and shall not 24 25 include the following matters: i) residency requirements in municipalities with a population of at least 1,000,000; ii) the 26

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type of equipment (other than uniforms and fire fighter turnout 1 2 gear) issued or used; iii) the total number of employees 3 employed by the department; iv) mutual aid and assistance agreements to other units of government; and v) the criterion 4 5 pursuant to which force, including deadly force, can be used; 6 nothing herein provided, however, shall preclude an 7 arbitration decision regarding equipment levels if such 8 decision is based а finding that the on equipment 9 considerations in a specific work assignment involve a serious risk to the safety of a fire fighter beyond that which is 10 11 inherent in the normal performance of fire fighter duties. 12 Limitation of the terms of the arbitration decision pursuant to 13 this subsection shall not be construed to limit the facts upon which the decision may be based, as set forth in subsection 14 15 (h).

16 The changes to this subsection (i) made by Public Act 17 90-385 (relating to residency requirements) do not apply to 18 persons who are employed by a combined department that performs 19 both police and firefighting services; these persons shall be 20 governed by the provisions of this subsection (i) relating to 21 peace officers, as they existed before the amendment by Public 22 Act 90-385.

To preserve historical bargaining rights, this subsection shall not apply to any provision of a fire fighter collective bargaining agreement in effect and applicable on the effective date of this Act; provided, however, nothing herein shall

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preclude arbitration with respect to any such provision.

2 (j) Arbitration procedures shall be deemed to be initiated 3 by the filing of a letter requesting mediation as required under subsection (a) of this Section. The commencement of a new 4 5 municipal fiscal year after the initiation of arbitration 6 procedures under this Act, but before the arbitration decision, 7 or its enforcement, shall not be deemed to render a dispute 8 moot, or to otherwise impair the jurisdiction or authority of 9 the arbitration panel or its decision. Increases in rates of 10 compensation awarded by the arbitration panel may be effective 11 only at the start of the fiscal year next commencing after the 12 date of the arbitration award. If a new fiscal year has 13 either since the initiation of arbitration commenced 14 procedures under this Act or since any mutually agreed 15 extension of the statutorily required period of mediation under 16 this Act by the parties to the labor dispute causing a delay in 17 the initiation of arbitration, the foregoing limitations shall be inapplicable, and such awarded increases may be retroactive 18 19 to the commencement of the fiscal year, any other statute or 20 charter provisions to the contrary, notwithstanding. At any 21 time the parties, by stipulation, may amend or modify an award 22 of arbitration.

(k) Orders of the arbitration panel shall be reviewable, upon appropriate petition by either the public employer or the exclusive bargaining representative, by the circuit court for the county in which the dispute arose or in which a majority of

the affected employees reside, but only for reasons that the 1 2 arbitration panel was without or exceeded its statutory 3 authority; the arbitration panel was inconsistent in its decision-making when producing the order; the order 4 is 5 arbitrary, or capricious; or the order was procured by fraud, collusion or other similar and unlawful means. Such petitions 6 7 for review must be filed with the appropriate circuit court 8 within 90 days following the issuance of the arbitration order. 9 The pendency of such proceeding for review shall not. 10 automatically stay the order of the arbitration panel. The 11 party against whom the final decision of any such court shall 12 be adverse, if such court finds such appeal or petition to be frivolous, shall pay reasonable attorneys' fees and costs to 13 14 the successful party as determined by said court in its discretion. If said court's decision affirms the award of 15 16 money, such award, if retroactive, shall bear interest at the 17 rate of 12 percent per annum from the effective retroactive 18 date.

19 During the pendency of proceedings before (1)the arbitration panel, existing wages, hours, and other conditions 20 21 of employment shall not be changed by action of either party 22 without the consent of the other but a party may so consent 23 without prejudice to his rights or position under this Act. The proceedings are deemed to be pending before the arbitration 24 25 panel upon the initiation of arbitration procedures under this 26 Act.

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1 (m) Security officers of public employers, and Peace 2 Officers, Fire Fighters and fire department and fire protection 3 district paramedics, covered by this Section may not withhold 4 services, nor may public employers lock out or prevent such 5 employees from performing services at any time.

6 (n) All of the terms decided upon by the arbitration panel 7 shall be included in an agreement to be submitted to the public 8 employer's governing body for ratification and adoption by law, 9 ordinance or the equivalent appropriate means.

10 The governing body shall review each term decided by the 11 arbitration panel. If the governing body fails to reject one or 12 more terms of the arbitration panel's decision by a 3/5 vote of 13 those duly elected and qualified members of the governing body, within 20 days of issuance, or in the case of firefighters 14 15 employed by a state university, at the next regularly scheduled 16 meeting of the governing body after issuance, such term or 17 terms shall become a part of the collective bargaining agreement of the parties. If the governing body affirmatively 18 rejects one or more terms of the arbitration panel's decision, 19 20 it must provide reasons for such rejection with respect to each term so rejected, within 20 days of such rejection and the 21 22 parties shall return to the arbitration panel for further 23 proceedings and issuance of a supplemental decision with respect to the rejected terms. Any supplemental decision by an 24 25 arbitration panel or other decision maker agreed to by the 26 parties shall be submitted to the governing body for

ratification and adoption in accordance with the procedures and 1 2 voting requirements set forth in this Section. The voting requirements of this subsection shall apply to all disputes 3 submitted to arbitration pursuant to this Section 4 5 notwithstanding any contrary voting requirements contained in any existing collective bargaining agreement between the 6 7 parties.

(o) If the governing body of the employer votes to reject 8 9 the panel's decision, the parties shall return to the panel 10 within 30 days from the issuance of the reasons for rejection 11 for further proceedings and issuance of a supplemental 12 decision. All reasonable costs of such supplemental proceeding 13 including the exclusive representative's reasonable attorney's fees, as established by the Board, shall be paid by the 14 15 employer.

16 (p) Notwithstanding the provisions of this Section the 17 employer and exclusive representative may agree to submit 18 unresolved disputes concerning wages, hours, terms and 19 conditions of employment to an alternative form of impasse 20 resolution.

(q) If a collective bargaining unit wants to initiate an arbitration procedure and the elected representatives of that unit do not request arbitration on behalf of the unit, then the members of the unit may petition the Illinois Labor Relations Board for review. If the Illinois Labor Relations Board receives such a petition, it shall, within 30 days after

| 1 | receiving the petition, determine whether or not the petition |
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| 2 | is a qualified petition. If the Board determines that the |
| 3 | petition is a qualified petition, it shall notify the employer |
| 4 | and the elected representatives of the collective bargaining |
| 5 | unit that it recommends that the petitioned issue be submitted |
| 6 | to arbitration. |
| 7 | If the Illinois Labor Relations Board recommends to a |
| 8 | collective bargaining unit's elected representatives that a |
| 9 | case be submitted to arbitration and the representatives |
| 10 | intentionally fail to comply with that recommendation, then |
| 11 | each representative is guilty of a Class B misdemeanor. |
| 12 | "Qualified petition" means a petition filed by a collective |
| 13 | bargaining unit under this Section that contains all of the |
| | |
| 14 | following: |
| 14 15 | <u>following:</u> (1) an identification of potential subject of |
| | |
| 15 | (1) an identification of potential subject of |
| 15 16 | (1) an identification of potential subject of arbitration; |
| 15 16 17 | (1) an identification of potential subject of arbitration; (2) the names and contact information of the collective |
| 15 16 17 18 | (1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; |
| 15 16 17 18 19 | <pre>(1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; (3) a complete roster of all members of the collective</pre> |
| 15 16 17 18 19 20 | <pre>(1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; (3) a complete roster of all members of the collective bargaining unit; and</pre> |
| 15 16 17 18 19 20 21 | <pre>(1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; (3) a complete roster of all members of the collective bargaining unit; and (4) the signatures of at least 3/5ths of the members of</pre> |
| 15 16 17 18 19 20 21 22 | <pre>(1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; (3) a complete roster of all members of the collective bargaining unit; and (4) the signatures of at least 3/5ths of the members of the collective bargaining unit.</pre> |
| 15 16 17 18 19 20 21 22 23 | <pre>(1) an identification of potential subject of arbitration; (2) the names and contact information of the collective bargaining unit's elected representatives; (3) a complete roster of all members of the collective bargaining unit; and (4) the signatures of at least 3/5ths of the members of the collective bargaining unit. The failure to produce the signatures of at least 3/5ths of the</pre> |

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Section 99. Effective date. This Act takes effect upon
 becoming law.