THE GENERAL ASSEMBLY OF PENNSYLVANIA

HOUSE BILL

No. 2289 Session of 2015

INTRODUCED BY EVERETT, CUTLER, McGINNIS, KAUFFMAN, TALLMAN, ZIMMERMAN, WARD, DUSH, METCALFE, MOUL, SAYLOR, PHILLIPS-HILL, B. MILLER, SACCONE, KNOWLES, GROVE, TOPPER, RAPP, REGAN, EVANKOVICH, PICKETT, KLUNK, BLOOM AND MAJOR, AUGUST 16, 2016

AS REPORTED FROM COMMITTEE ON STATE GOVERNMENT, HOUSE OF REPRESENTATIVES, AS AMENDED, SEPTEMBER 27, 2016

AN ACT

- 1 Providing for accountability regarding collective bargaining
- agreements between governmental entities and employee
- organizations AND FOR DUTIES OF THE OFFICE OF ADMINISTRATION <--
- 4 AND THE OFFICE OF THE BUDGET.
- 5 The General Assembly of the Commonwealth of Pennsylvania
- 6 hereby enacts as follows:
- 7 Section 1. Short title.
- 8 This act shall be known and may be cited as the Commonwealth
- 9 Employee Collective Bargaining Accountability Act.
- 10 Section 2. Definitions.
- 11 The following words and phrases when used in this act shall
- 12 have the meanings given to them in this section unless the
- 13 context clearly indicates otherwise:
- "Employee organization." As defined as "employe
- 15 organization" in section 301(3) of the act of July 23, 1970
- 16 (P.L.563, No.195), known as the Public Employe Relations Act.
- 17 "Independent Fiscal Office." The office established and

- 1 provided for in 71 Pa.C.S. Ch. 41 (relating to Independent
- 2 Fiscal Office) THE ACT OF APRIL 9, 1929 (P.L.177, NO.175), KNOWN <--
- 3 AS THE ADMINISTRATIVE CODE OF 1929.
- 4 "Memorandum of understanding." A written document that is <--
- 5 jointly prepared by a public employer and an employee-
- 6 organization, stating:
- 7 (1) That the public employer and employee organization
- 8 have agreed to the terms and conditions of a collective
- 9 bargaining agreement under section 901 of the Public Employe-
- 10 Relations Act.
- 11 (2) The details of the agreement and the intent to sign-
- 12 the collective bargaining agreement.
- 13 "PROPOSED COLLECTIVE BARGAINING AGREEMENT." THE TERMS OF <--
- 14 BARGAINING BETWEEN A PUBLIC EMPLOYER AND AN EMPLOYEE
- 15 ORGANIZATION THAT:
- 16 (1) APPLY TO WAGES, HOURS, TERMS AND CONDITIONS OF
- 17 EMPLOYMENT, BENEFITS AND WORKING CONDITIONS.
- 18 (2) ARE REDUCED TO WRITING.
- 19 (3) ARE AGREED TO BY A DESIGNATED REPRESENTATIVE OF THE
- 20 PUBLIC EMPLOYER AND THE EMPLOYEE ORGANIZATION.
- 21 (4) ARE SUBMITTED FOR ACCEPTANCE AS A CONTRACT TO THE
- 22 PUBLIC EMPLOYER AND THE PUBLIC EMPLOYEE ORGANIZATION.
- "Public employee." An employee of a public employer.
- 24 "Public employer." A department or agency under the
- 25 jurisdiction of the Governor's Office for purposes of collective
- 26 bargaining.
- 27 Section 3. Notice to General Assembly.
- 28 (a) Copy of memorandum of understanding PROPOSED COLLECTIVE <--
- 29 BARGAINING AGREEMENT. -- At least 45 calendar days before a public <--
- 30 employer signs a collective bargaining agreement with an-

- 1 employee organization IN ADVANCE OF ITS EXECUTION, the public
- 2 employer Office of Administration and the Office of the Budget <--

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- 3 shall provide to the General Assembly a copy of the memorandum <--
- 4 of understanding regarding the agreement A PROPOSED COLLECTIVE <--
- 5 BARGAINING AGREEMENT.
- 6 (b) Required information.--The memorandum of understanding <--
- 7 PROPOSED COLLECTIVE BARGAINING AGREEMENT under subsection (a) <--
- 8 shall contain documentation that a formal request has been made
- 9 ON THE SAME DATE THAT THE PROPOSED COLLECTIVE BARGAINING
- 10 AGREEMENT WAS SUBMITTED TO THE GENERAL ASSEMBLY UNDER SUBSECTION
- 11 (A) to the Independent Fiscal Office for a tailed cost analysis
- 12 of the proposed collective bargaining agreement.
- 13 (C) THE PROPOSED COLLECTIVE BARGAINING AGREEMENT SHALL NOT <--
- 14 BE EXECUTED UNTIL 90 CALENDAR DAYS HAVE PASSED FROM THE DATE
- 15 THAT IT IS PROVIDED TO THE GENERAL ASSEMBLY IF NO LEGISLATIVE
- 16 SESSION DAYS ARE SCHEDULED BY EITHER CHAMBER WITHIN 45 CALENDAR
- 17 DAYS OF THE DATE THAT THE GENERAL ASSEMBLY RECEIVES THE PROPOSED
- 18 COLLECTIVE BARGAINING AGREEMENT UNDER SUBSECTION (A).
- 19 Section 4. Cost analysis.
- 20 (a) Duty of Independent Fiscal Office. Within seven <--
- 21 business days of the request under section 3(b), the Independent-
- 22 Fiscal Office shall prepare a cost analysis of the proposed
- 23 collective bargaining agreement.
- 24 (b) Duty of Governor's Office. Within two business days of
- 25 a request by the Independent Fiscal Office, the Governor's
- 26 Office shall provide to the Independent Fiscal Office any data,
- 27 analysis or other information determined to be necessary to
- 28 prepare a cost analysis under subsection (a).
- 29 (c) Content of cost analysis. -- A cost analysis under this
- 30 section shall compare the costs of the collective bargaining

- 1 agreement in effect at the time of submission to cost-
- 2 projections for the proposed collective bargaining agreement for
- 3 the current fiscal year and the length of the proposed contract.
- 4 The cost analysis shall include:
- 5 (1) The number of public employees covered by the
- 6 agreement, by fund.

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- (2) Wages and salaries, by fund.
- 8 (3) Employer costs for public employee benefits,
- 9 <u>including pension contributions, by fund.</u>
- 10 (4) A summary of the changes to paid leave, working
- 11 hours, working conditions or any other term of employment in
- 12 the proposed collective bargaining agreement and the
- 13 projected cost of such changes, by fund.
- 14 (5) A statement explaining the data, assumptions and
- 15 methodology used to make the projections.
- 16 (A) COLLECTIVE BARGAINING AGREEMENTS. -- WITHIN 15 CALENDAR

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- 17 DAYS OF THE FORMAL REQUEST BEING MADE UNDER SECTION 3(B), THE
- 18 INDEPENDENT FISCAL OFFICE SHALL PROVIDE A COST ANALYSIS OF THE
- 19 PROPOSED COLLECTIVE BARGAINING AGREEMENT TO THE GENERAL
- 20 ASSEMBLY. THE OFFICE OF ADMINISTRATION, IN CONSULTATION WITH THE
- 21 OFFICE OF THE BUDGET, SHALL:
- 22 (1) SUBMIT TO THE INDEPENDENT FISCAL OFFICE COPIES OF
- 23 EACH PROPOSED COLLECTIVE BARGAINING AGREEMENT UNDER THE
- JURISDICTION OF THE GOVERNOR AT LEAST 45 CALENDAR DAYS IN
- 25 ADVANCE OF ITS EXECUTION.
- 26 (2) CONCURRENT WITH EACH SUBMISSION UNDER PARAGRAPH (1),
- 27 PROVIDE THE INDEPENDENT FISCAL OFFICE WITH A DETAILED COST
- 28 ANALYSIS OF THE PROPOSED COLLECTIVE BARGAINING AGREEMENT. THE
- 29 ANALYSIS SHALL COMPARE THE COLLECTIVE BARGAINING AGREEMENT IN
- 30 EFFECT AT THE TIME OF SUBMISSION TO PROJECTIONS FOR THE

- 1 PROPOSED COLLECTIVE BARGAINING AGREEMENT FOR THE CURRENT
- 2 FISCAL YEAR AND THE REMAINING SUBSEQUENT FISCAL YEARS IN THE
- 3 AGREEMENT. THE ANALYSIS SHALL INCLUDE:
- 4 (I) THE NUMBER OF EMPLOYEES COVERED BY THE AGREEMENT
- 5 BY FUND.

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- (II) WAGES AND SALARIES BY FUND.
- 7 (III) EMPLOYER COSTS FOR EMPLOYEE BENEFITS,
- 8 INCLUDING PENSION CONTRIBUTIONS, BY FUND.
- 9 (IV) A SUMMARY OF THE CHANGES TO PAID LEAVE, WORKING
- 10 HOURS, WORKING CONDITIONS OR ANY OTHER TERM OF EMPLOYMENT
- 11 IN THE PROPOSED COLLECTIVE BARGAINING AGREEMENT AND THE
- 12 PROJECTED COST OF THE CHANGES BY FUND.
- 13 (V) A STATEMENT EXPLAINING THE DATA, ASSUMPTIONS AND
- 14 METHODOLOGY USED TO MAKE THE PROJECTIONS.
- 15 (3) WITHIN TWO CALENDAR DAYS OF A REQUEST BY THE
- 16 DIRECTOR OF THE INDEPENDENT FISCAL OFFICE, PROVIDE THE
- 17 INDEPENDENT FISCAL OFFICE WITH ANY INFORMATION, DATA,
- 18 STATISTICS OR ANALYSIS DETERMINED BY THE DIRECTOR TO BE
- 19 NECESSARY TO FULFILL THE OFFICE'S OBLIGATIONS UNDER THIS
- 20 SECTION.
- 21 Section 5. Appropriation of additional funds.
- 22 If a provision of a collective bargaining agreement outlined
- 23 in a memorandum of understanding directly requires an
- 24 expenditure of funds that exceeds the amount appropriated for
- 25 the comparable collective bargaining agreement in effect at the
- 26 time or immediately prior to the proposed collective bargaining
- 27 agreement, the provision may not become effective unless
- 28 additional funds are appropriated through the enactment of the
- 29 general appropriation bill or a supplemental appropriation bill.
- 30 Section 6. Concurrent resolution.

(a) Legislative action.--

memorandum of understanding.

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- 2 Within 20 calendar days after AFTER receipt of the <--3 notice PROPOSED COLLECTIVE BARGAINING AGREEMENT required <-under section 3, the Labor and Industry Committee of the 4 <--5 Senate or the Labor and Industry Committee of the House of Representatives A STANDING COMMITTEE OF THE SENATE OR HOUSE 6 <--7 OF REPRESENTATIVES, or both, may report to the Senate or 8 House of Representatives a concurrent resolution expressing 9 to the Governor that it disapproves of the terms of the 10 proposed collective bargaining agreement outlined in the
 - concurrent resolution before the expiration of the 20 <-calendar days, the Senate and the House of Representatives
 shall each have 20 calendar days from the date on which the
 concurrent resolution was reported to adopt the concurrent
 resolution. COST ANALYSIS REQUIRED UNDER SECTION 4 HAS BEEN <-DELIVERED TO THE GENERAL ASSEMBLY, NEITHER CHAMBER OF THE
 GENERAL ASSEMBLY MAY VOTE ON THE RESOLUTION UNTIL AT LEAST
 ONE DAY AFTER RECEIPT OF THE COST ANALYSIS. THE GENERAL
 ASSEMBLY MUST PRESENT THE CONCURRENT RESOLUTION TO THE
 GOVERNOR AT LEAST 10 CALENDAR DAYS BEFORE THE FINAL EXECUTION
 DATE OF THE PROPOSED COLLECTIVE BARGAINING AGREEMENT.
 - (3) If the General Assembly adopts the concurrent resolution by majority vote in both the Senate and the House of Representatives, the concurrent resolution shall be presented to the Governor in accordance with section 9 of Article III of the Constitution of Pennsylvania.
- 29 (b) Action by Governor.--
- 30 (1) If the Governor does not return the concurrent

- 1 resolution to the General Assembly within 10 calendar days
- 2 after it is presented, the PROPOSED collective bargaining
- 3 agreement outlined in the memorandum of understanding may not <--
- 4 be finalized or signed.
- 5 (2) If the Governor vetoes the concurrent resolution,
- 6 the General Assembly may override the veto by a two-thirds
- 7 vote in each house. The Senate and the House of
- 8 Representatives shall each have 30 calendar days or 10
- 9 legislative days, whichever is longer, to override the veto.
- 10 (c) Time constraints.--
- 11 (1) If the General Assembly does not adopt the
- 12 concurrent resolution or override the veto in the time
- prescribed in this section, the PROPOSED collective
- 14 bargaining agreement may be finalized and signed.
- 15 (2) If a concurrent resolution is reported out of
- 16 committee as required by subsection (a), the proposed
- 17 collective bargaining agreement may not be signed and
- finalized until it is evident that the General Assembly did
- 19 not adopt the resolution or override a veto of the
- 20 resolution, as required by this section.
- 21 (d) Applicability. -- Nothing in this section shall be
- 22 interpreted to conflict with provisions of section 4.
- 23 Section 7. Effective date.
- 24 This act shall take effect in 90 days.