

HB2764



99TH GENERAL ASSEMBLY

State of Illinois

2015 and 2016

HB2764

by Rep. Dwight Kay

SYNOPSIS AS INTRODUCED:

5 ILCS 315/14

from Ch. 48, par. 1614

Amends the Illinois Public Labor Relations Act. Provides that arbitration panels hearing security employee, peace officer, firefighter, and paramedic disputes must not take into consideration the ability of a unit of government to raise taxes or impose new taxes when determining the financial ability of that unit of government to pay the costs associated with those employees' wages and other conditions of employment. Effective immediately.

LRB099 07101 JLK 27185 b

FISCAL NOTE ACT
MAY APPLY

A BILL FOR

1 AN ACT concerning government.

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

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

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

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

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

1 party shall either join in such request or bear the additional
2 cost of mediation services from another source. The mediator
3 shall have a duty to keep the Board informed on the progress of
4 the mediation. If any dispute has not been resolved within 15
5 days after the first meeting of the parties and the mediator,
6 or within such other time limit as may be mutually agreed upon
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
18 which they shall select the neutral chairman according to the
19 procedures provided in this Section. If the parties have agreed
20 to a contract that contains a grievance resolution procedure as
21 provided in Section 8, the chairman shall be selected using
22 their agreed contract procedure unless they mutually agree to
23 another procedure. If the parties fail to notify the Board of
24 their selection of neutral chairman within 7 days after receipt
25 of the list of impartial arbitrators, the Board shall appoint,
26 at random, a neutral chairman from the list. In the absence of

1 an agreed contract procedure for selecting an impartial
2 arbitrator, either party may request a panel from the Board.
3 Within 7 days of the request of either party, the Board shall
4 select from the Public Employees Labor Mediation Roster 7
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
14 selection procedure, they shall alternatively strike one name
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
18 timely manner of their selection for neutral chairman, the
19 Board shall appoint a neutral chairman from the Illinois Public
20 Employees Mediation/Arbitration Roster.

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

1 deemed relevant by the arbitration panel may be received in
2 evidence. The proceedings shall be informal. Technical rules of
3 evidence shall not apply and the competency of the evidence
4 shall not thereby be deemed impaired. A verbatim record of the
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, shall be borne equally by each of the parties to the
11 dispute. The delegates, if public officers or employees, shall
12 continue on the payroll of the public employer without loss of
13 pay. The hearing conducted by the arbitration panel may be
14 adjourned from time to time, but unless otherwise agreed by the
15 parties, shall be concluded within 30 days of the time of its
16 commencement. Majority actions and rulings shall constitute
17 the actions and rulings of the arbitration panel. Arbitration
18 proceedings under this Section shall not be interrupted or
19 terminated by reason of any unfair labor practice charge filed
20 by either party at any time.

21 (e) The arbitration panel may administer oaths, require the
22 attendance of witnesses, and the production of such books,
23 papers, contracts, agreements and documents as may be deemed by
24 it material to a just determination of the issues in dispute,
25 and for such purpose may issue subpoenas. If any person refuses
26 to obey a subpoena, or refuses to be sworn or to testify, or if

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

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

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

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

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

19 (1) The lawful authority of the employer.

20 (2) Stipulations of the parties.

21 (3) The interests and welfare of the public and the
22 financial ability of the unit of government to meet those
23 costs, but only with respect to existing revenues and
24 without any consideration of the ability of the unit of
25 government to raise taxes or impose new taxes in order to
26 meet those costs.

1 (4) Comparison of the wages, hours and conditions of
2 employment of the employees involved in the arbitration
3 proceeding with the wages, hours and conditions of
4 employment of other employees performing similar services
5 and with other employees generally:

6 (A) In public employment in comparable
7 communities.

8 (B) In private employment in comparable
9 communities.

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

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

17 (7) Changes in any of the foregoing circumstances
18 during the pendency of the arbitration proceedings.

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

26 (i) In the case of peace officers, the arbitration decision

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

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

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

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

25 To preserve historical bargaining rights, this subsection
26 shall not apply to any provision of a fire fighter collective

1 bargaining agreement in effect and applicable on the effective
2 date of this Act; provided, however, nothing herein shall
3 preclude arbitration with respect to any such provision.

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

25 (k) Orders of the arbitration panel shall be reviewable,
26 upon appropriate petition by either the public employer or the

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

19 (1) During the pendency of proceedings before the
20 arbitration panel, existing wages, hours, and other conditions
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
24 proceedings are deemed to be pending before the arbitration
25 panel upon the initiation of arbitration procedures under this
26 Act.

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,
14 within 20 days of issuance, or in the case of firefighters
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
18 agreement of the parties. If the governing body affirmatively
19 rejects one or more terms of the arbitration panel's decision,
20 it must provide reasons for such rejection with respect to each
21 term so rejected, within 20 days of such rejection and the
22 parties shall return to the arbitration panel for further
23 proceedings and issuance of a supplemental decision with
24 respect to the rejected terms. Any supplemental decision by an
25 arbitration panel or other decision maker agreed to by the
26 parties shall be submitted to the governing body for

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

8 (o) If the governing body of the employer votes to reject
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
14 fees, as established by the Board, shall be paid by the
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.

21 (Source: P.A. 98-535, eff. 1-1-14.)

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