AN ACT

Amending the act of June 24, 1968 (P.L.237, No.111), entitled 1 "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 4 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, 7 for commencement of collective bargaining, for board of 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
- hereby enacts as follows: 14
- Sections 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11 and 12 Section 1. 15
- 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:
- Section 1. Right to collectively bargain. 19
- 20 Policemen or firemen employed by a political subdivision of
- the Commonwealth or by the Commonwealth shall, through labor 21
- organizations or other representatives designated by [fifty 22

- 1 percent] 50% or more of such policemen or firemen, have the
- 2 right to bargain collectively with their public employers
- 3 concerning the terms and conditions of their employment, which
- 4 are not otherwise established or prohibited under Federal or
- 5 State law, including compensation, hours, working conditions,
- 6 retirement, pensions and other benefits, and shall have the
- 7 right to an adjustment or settlement of their grievances or
- 8 disputes in accordance with the terms of this act.
- 9 Section 2. <u>Duty to exert reasonable efforts.</u>
- 10 It shall be the duty of public employers and their policemen
- 11 and firemen [employes] employees to exert every reasonable
- 12 effort to settle all disputes by engaging in collective
- 13 bargaining in good faith and by entering into settlements by way
- 14 of written agreements and maintaining the same. A party may
- 15 assert an unfair labor practice charge for a refusal to bargain
- 16 in good faith or a failure to comply with the time periods
- 17 provided under this act in accordance with the act of June 1,
- 18 1937 (P.L.1168, No.294), known as the Pennsylvania Labor
- 19 Relations Act, for which the Pennsylvania Labor Relations Board
- 20 shall have jurisdiction.
- 21 Section 3. <u>Commencement of collective bargaining.</u>
- 22 Collective bargaining shall begin at least [six] 10 months
- 23 before the start of the fiscal year of the political subdivision
- 24 or of the Commonwealth, as the case may be, and any request for
- 25 arbitration, as [hereinafter] provided in this act, shall be
- 26 made at least [one hundred ten] 180 days before the start of
- 27 [said] <u>the</u> fiscal year.
- 28 Section 4. Board of arbitration.
- 29 (a) Right to request.--
- 30 <u>(1)</u> If in any case of a dispute between a public

- employer and its policemen or firemen [employes] employees 1 2 the collective bargaining process reaches an impasse and
- stalemate, or if the appropriate lawmaking body does not
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- approve the agreement reached by collective bargaining, with 4
- 5 the result that [said] the employers and [employes] employees
- are unable to effect a settlement, [then] either party to the 6
- 7 dispute, after written notice to the other party containing
- specifications of the issue or issues in dispute, may request 8
- 9 the appointment of a board of arbitration.
- (2) For purposes of this section, an impasse or 10
- 11 stalemate shall be deemed to occur in the collective
- bargaining process if the parties do not reach a settlement 12
- of the issue or issues in dispute by way of a written 13
- agreement within [thirty] 60 days after collective bargaining 14
- 15 proceedings have been initiated.
- (3) In the case of disputes involving political 16
- subdivisions of the Commonwealth, the agreement shall be 17
- deemed not approved within the meaning of this section if it 18
- is not approved by the appropriate lawmaking body within one 19
- 20 month after the agreement is reached by way of collective
- 21 bargaining.
- In the case of disputes involving the Commonwealth, 22
- the agreement shall be deemed not approved within the meaning 23
- of this section if it is not approved by the Legislature 24
- within [six months] 180 days after the agreement is reached 25
- by way of collective bargaining. 26
 - (b) Composition. --
- (1) The board of arbitration shall be composed of three 28
- persons, one appointed by the public employer, one appointed 29
- by the body of policemen or firemen involved, and a neutral 30

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third [member] <u>arbitrator</u> to be agreed upon by the public employer and [such] <u>the</u> 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] <u>the</u> board.

(2) If, after a period of [ten] $\underline{10}$ 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] either arbitrator, within five days, may request the American Arbitration Association, or its successor in function, to furnish a list of [three] <u>seven</u> members of [said] <u>the</u> 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 the 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, 2019, the toss of a coin shall determine which party shall be the first to eliminate a name from the list provided under paragraph (2). Each arbitrator shall then engage in alternate eliminations of

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- names from the list until only one name remains on the list.
- 2 The individual whose name remains on the list shall be the
- 3 <u>neutral</u> third arbitrator and shall act as chairman of the
- 4 board of arbitration.
- 5 (4) The board of arbitration thus established shall
- 6 commence the arbitration proceedings within [ten] 10 days
- 7 after the <u>neutral</u> third arbitrator is selected and shall make
- 8 its determination within [thirty] 60 days after the
- 9 appointment of the <u>neutral</u> third arbitrator. <u>The terms of the</u>
- 10 current contract shall remain in effect until the board makes
- its determination. Implementation of the board's
- determination shall only apply prospectively.
- 13 Section 5. Notice.
- Notice by the policemen or firemen involved under section 4
- 15 shall, in the case of disputes involving the Commonwealth, be
- 16 served upon the Secretary of the Commonwealth and, in the case
- 17 of disputes involving political subdivisions of the
- 18 Commonwealth, shall be served upon the head of the governing
- 19 body of the local governmental unit involved.
- 20 Section 6. Powers and procedures.
- 21 (a) Witnesses and evidence. -- Each of the arbitrators
- 22 selected in accordance with section 4 [hereof] shall have the
- 23 power to administer oaths and compel the attendance of witnesses
- 24 and physical evidence by subpoena.
- 25 (b) Meetings and records. --
- 26 (1) Except as otherwise provided under paragraph (2),
- 27 any hearing at which evidence of record is presented by a
- 28 party or witness under this act shall be open to the public
- 29 and all documents and evidence of record submitted by any
- 30 party at the public hearing shall be public records subject

- to the act of February 14, 2008 (P.L.6, No.3), known as the 1 Right-to-Know Law. A stenographic recording shall be made of 2 3 the hearing. 4 (2) Paragraph (1) shall not apply to a bargaining 5 session between the parties conducted before the hearing or an executive session or other meeting between the arbitrators 6 7 conducted after the hearing. 8 Section 7. Determination of board of arbitration. 9 Finality and comprehensiveness .-- The determination of the majority of the board of arbitration thus established shall 10 be final on the issue or issues in dispute and shall be binding 11 upon the public employer and the policemen or firemen involved. 12 13 [Such] The determination shall be in writing and contain specific findings of fact and conclusions of law with regard to 14 each of the issues presented to the board by the parties. The 15 issues shall include a complete, accurate and detailed analysis, 16 based on the evidence presented at the hearing, as evaluated and 17 studied in any subsequent executive sessions, of all of the 18 19 following: (1) The cost of the award to the political subdivision and the impact it will have on the finances and services
- 20 21 provided by the political subdivision. 22
 - (2) The relationship between projected revenues of the political subdivision and the ability of the political subdivision to pay all the costs of the award, including any cost increases which may result from preexisting terms and conditions of employment which are allowed to continue under the award.
- 29 (3) The impact of the award on the future financial stability of the political subdivision. 30

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- 1 The determination shall be a public record and a copy [thereof]
- 2 of the determination shall be forwarded to both parties to the
- 3 dispute. No appeal [therefrom] shall be allowed to any court[.
- 4 Such] if the determination complies with this section, unless
- 5 the board of arbitration exceeded its powers or jurisdiction,
- 6 the proceedings were irregular, the determination requires an
- 7 unconstitutional act or the determination would result in the
- 8 deprivation of a constitutional right.
- 9 (a.1) Mandate. -- The determination under subsection (a) shall
- 10 constitute a mandate to the head of the political subdivision
- 11 which is the employer, or to the appropriate officer of the
- 12 Commonwealth if the Commonwealth is the employer, with respect
- 13 to matters which can be remedied by administrative action, and
- 14 to the lawmaking body of [such] the political subdivision or of
- 15 the Commonwealth with respect to matters which require
- 16 legislative action, to take the action necessary to carry out
- 17 the determination of the board of arbitration.
- 18 (b) Effect. -- With respect to matters which require
- 19 legislative action for implementation, [such] the legislation
- 20 shall be enacted, in the case of the Commonwealth, within six
- 21 months following publication of the findings, and, in the case
- 22 of a political subdivision of the Commonwealth, within one month
- 23 following publication of the findings. The effective date of
- 24 [any such] the legislation shall be the first day of the fiscal
- 25 year following the fiscal year during which the legislation is
- 26 thus enacted.
- 27 (c) References to determination. -- A determination of the
- 28 board may alternatively be referred to as an award or
- 29 settlement. The reference shall not affect the applicability of
- 30 this act.

- 1 (d) Issues excluded. -- No determination may award or
- 2 otherwise grant postretirement health or pension benefits that
- 3 are not required or authorized under Federal or State law, nor
- 4 any other term or condition of employment that is specifically
- 5 exempted from collective bargaining under Federal or State law.
- 6 No determination may award or grant any pension benefit or
- 7 provision that has been found to be unauthorized, unlawful or
- 8 excessive by the Department of the Auditor General or any court
- 9 of law and may not award a salary increase above two percent of
- 10 the salary provided in the current contract.
- 11 Section 8. [The compensation, if any, of the arbitrator
- 12 appointed by the policemen or firemen shall be paid by them. The
- 13 compensation of the other two arbitrators, as well as all
- 14 stenographic and other expenses incurred by the arbitration
- 15 panel in connection with the arbitration proceedings, shall be
- 16 paid by the political subdivision or by the Commonwealth, as the
- 17 case may be.] Costs and expenses.
- 18 (a) General rule. -- Except as provided under subsection (b),
- 19 the public employer and the policemen or firemen who are engaged
- 20 in the collective bargaining shall bear the costs of their
- 21 respective appointed arbitrators, witnesses, including any
- 22 actuary or expert witness, and attorneys in any arbitration
- 23 proceeding.
- (b) Other expenses. -- The reasonable fees and costs
- 25 <u>associated with the neutral third arbitrator and the</u>
- 26 stenographic and other expenses incurred by the board of
- 27 <u>arbitration as a result of the arbitration proceedings shall be</u>
- 28 <u>divided. One-half of the fees and costs shall be paid by the</u>
- 29 <u>public employer and one-half shall be paid by the policemen and</u>
- 30 firemen who are engaged in the collective bargaining.

- 1 Section 9. Applicability.
- 2 The provisions of this act shall be applicable to every
- 3 political subdivision of [this] the Commonwealth notwithstanding
- 4 the fact that [any such] the political subdivision, either
- 5 before or after the passage of this act, has adopted or adopts a
- 6 home rule charter.
- 7 Section 10. Severability.
- 8 If any provision of this act or the application [thereof] of
- 9 any provision of this act to any person or circumstances is held
- 10 invalid, the remainder of this act and the application of [such]
- 11 the provision to other persons or circumstances, shall not be
- 12 affected [thereby], and to this end the provisions of this act
- 13 are declared to be severable.
- 14 Section 11. Repeals.
- All acts or parts of acts inconsistent [herewith] with this
- 16 <u>act</u> are [hereby] repealed.
- 17 Section 12. Effective date.
- 18 This act shall take effect immediately.
- 19 Section 2. This act shall take effect in 60 days.