HOUSE FILE 206 BY JORGENSEN

A BILL FOR

- An Act concerning public employee collective bargaining and
 including applicability provisions.
- 3 BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF IOWA:

TLSB 1745YH (6) 84 je/rj 1 Section 1. Section 20.7, Code 2011, is amended by adding the 2 following new subsection:

3 <u>NEW SUBSECTION</u>. 10. Require a public employee to pay 4 up to thirty percent of the cost of a health insurance plan 5 established pursuant to chapter 509A which the public employer 6 provides for the public employee and other persons covered 7 through the public employee.

8 Sec. 2. Section 20.9, Code 2011, is amended by adding the 9 following new unnumbered paragraph:

10 <u>NEW UNNUMBERED PARAGRAPH</u>. All charges for health insurance 11 plans established pursuant to chapter 509A shall be excluded 12 from the scope of negotiations.

13 Sec. 3. Section 20.22, subsection 7, Code 2011, is amended 14 to read as follows:

15 7. <u>a.</u> The arbitrator shall <u>first determine the ability</u>
16 of the particular public employer to finance the cost of each
17 <u>final offer on each of the impasse items. The arbitrator</u>
18 <u>shall not select a final offer if the arbitrator determines</u>
19 <u>the particular public employer would not be able to finance</u>
20 <u>the cost of the final offer. In making the determination, the</u>
21 <u>arbitrator shall consider all of the following:</u>
22 <u>(1) The interests and welfare of the public, the ability</u>
23 of the public employer to finance economic adjustments without

24 raising taxes and the effect of such adjustments on the normal 25 standard of services.

26 (2) The power of the public employer to appropriate funds
27 for the conduct of its operations.

28 <u>b. After the arbitrator has determined the ability of the</u> 29 <u>public employer to finance the cost of each final offer on</u> 30 <u>each of the impasse items, the arbitrator shall</u> consider, in 31 addition to any other relevant factors, <u>all of</u> the following 32 factors:

33 $\frac{a}{b}$ (1) Past collective bargaining contracts between the 34 parties including the bargaining that led up to such contracts. 35 $\frac{b}{b}$ (2) Comparison of wages, hours, and conditions of

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1 employment of the involved public employees with those of 2 other public and private employees within the midwest, giving 3 preference to comparisons within the state, doing comparable 4 work, giving consideration to factors peculiar to the area and 5 the classifications involved.

6 c. The interests and welfare of the public, the ability of
7 the public employer to finance economic adjustments and the
8 effect of such adjustments on the normal standard of services.
9 d. The power of the public employer to levy taxes and

10 appropriate funds for the conduct of its operations.

Sec. 4. APPLICABILITY. The sections of this Act amending sections 20.7 and 20.9 apply to collective bargaining agreements entered into on or after the effective date of this Act.

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EXPLANATION

16 This bill grants a public employer the right to require a 17 public employee to pay up to 30 percent of the cost of a health 18 insurance plan established pursuant to Code chapter 509A which 19 the public employer provides for the public employee and other 20 persons covered through the public employee.

The bill removes charges for health insurance plans established pursuant to Code chapter 509A from the scope of negotiations for public employee collective bargaining agreements.

The bill provides that these provisions are applicable to collective bargaining agreements entered into on or after the effective date of the bill.

28 Current law sets out certain factors which an arbitrator 29 of a public employee collective bargaining agreement must 30 consider. The bill requires an arbitrator to first determine 31 the ability of the particular public employer to finance final 32 offers on each of the impasse items. The bill sets out factors 33 which an arbitrator must consider in making the determination. 34 The factors are the interests and welfare of the public, the 35 ability of the public employer to finance economic adjustments

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1 without raising taxes, the effect of such adjustments 2 on the normal standard of services, and the power of the 3 public employer to appropriate funds for the conduct of its 4 operations. The bill prohibits an arbitrator from selecting a 5 final offer for which the arbitrator determines the particular 6 public employer would not be able to finance the cost. The 7 bill sets out additional factors which an arbitrator must 8 consider after the arbitrator has determined the ability of the 9 public employer to pay for the final offers on each impasse The additional factors are past collective bargaining 10 item. ll contracts between the parties including the bargaining that 12 led up to such contracts and comparison of wages, hours, and 13 conditions of employment of the involved public employees with 14 those of other public and private employees within the midwest, 15 giving preference to comparisons within the state, doing 16 comparable work. The bill removes the power of the public 17 employer to levy taxes for the conduct of its operations from 18 the factors an arbitrator shall consider.

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