

IOWA
PUBLIC EMPLOYMENT RELATIONS BOARD

ANNUAL REPORT

FY2011

July 1, 2010 to June 30, 2011

TABLE OF CONTENTS

TABLE OF ORGANIZATION1

HISTORY AND PURPOSE.....2

MISSION STATEMENT3

OVERVIEW4

SUMMARY OF PERB DUTIES5

**BARGAINING UNIT DETERMINATIONS/REPRESENTATION
ELECTIONS5**

ADJUDICATORY FUNCTIONS.....5

COURT ACTION: JUDICIAL REVIEW.....6

IMPASSE RESOLUTION SERVICES6

RESEARCH & INFORMATION SERVICES8

CERTIFIED EMPLOYEE ORGANIZATION REPORTS.....8

**PERB'S INTEREST-BASED COOPERATION (IBC) PROBLEM-SOLVING
PROCESSES.....8**

FY 2011 CASE REVIEW10

BOARD - DECLARATORY ORDERS.....10

BOARD - EXPEDITED NEGOTIABILITY RULINGS.....10

BOARD - OBJECTIONS TO IMPASSE10

OBJECTIONS TO ELECTIONS.....10

CONTESTED CASE DECISIONS11

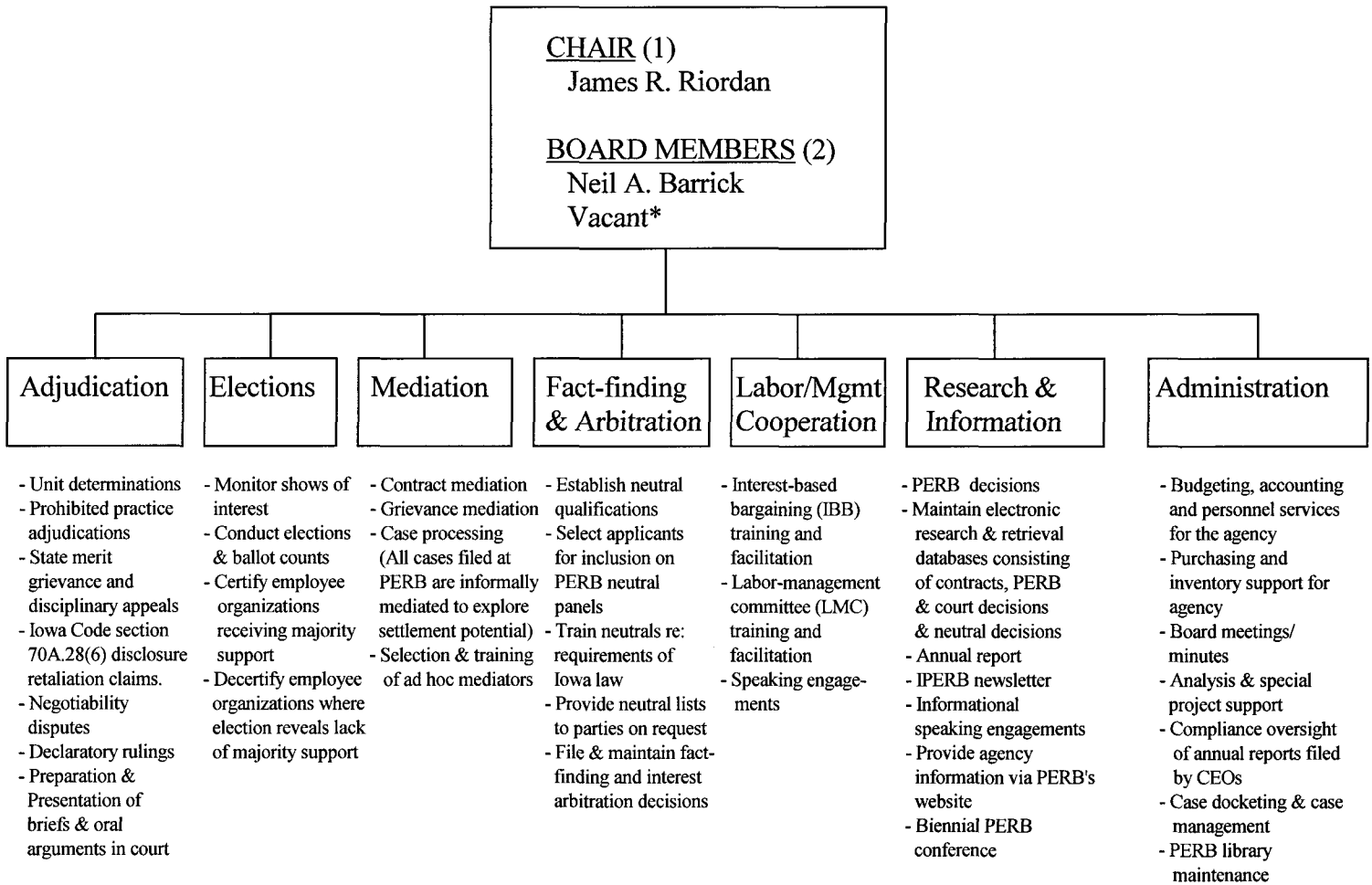
JUDICIAL REVIEW DECISIONS.....11

LISTS OF QUALIFIED NEUTRALS MAINTAINED BY PERB.....12

PERB BUDGET.....13

IOWA PUBLIC EMPLOYMENT RELATIONS BOARD TABLE OF ORGANIZATION

Total Staff = 9



PROFESSIONAL STAFF: (4)	
Jan Berry	Administrative Law Judge/ Counsel
Susan Bolte	Administrative Law Judge/ Coordinator of Neutral Services
Diana Richeson	Administrative Law Judge/ Website-Database Administrator
Ann Smisek	Administrative Law Judge

SUPPORT STAFF: (2)	
Leisa Luttrell	Administrative Secretary
Nancy Anders	Legal Secretary

510 East 12th Street, Suite 1B
 Des Moines IA 50319
 515/281-4414 FAX 242-6511
 E-mail address: iaperb@iowa.gov
 Agency website: <http://iowaperb.iowa.gov>

The Governor retains discretion to appoint a member to complete the 4-year term ending April 30, 2012.

HISTORY AND PURPOSE

In the earlier part of the 20th century, the labor movement in the United States was focused largely on the private sector. By 1970, the labor movement had grown in the public sector, including in Iowa. Even though union activity in the public sector was generally not legally protected, public employees were organizing anyway. Since most states provided no peaceful dispute resolution alternatives to the strike, disruptive strikes among teachers, nurses, city garbage and transit workers, firefighters, and other public employees were rampant across the country. These disruptions in the delivery of public services and the hostilities that developed between public employers and employees were devastating and costly to communities nation-wide. Recognizing this fact and wishing to prevent such problems in Iowa, the legislature passed the Public Employment Relations Act, Iowa Code chapter 20 (PERA) in 1974, and established the Public Employment Relations Board (PERB) to administer it.

The PERA has been such a resounding success that it is now simply taken for granted that labor disputes between public employers and employees in Iowa will be resolved peacefully and without a strike or other costly disruption of public services. The impasse resolution system adopted by the legislature and administered by PERB has been hailed by other states as a model for effective and peaceful dispute resolution. A New York newspaper editorialized in 2002 that, "To those who insist that there has to be a better way than New York's for resolving municipal labor disputes, look west. Iowa has devised a system that encourages negotiation, even after impasse is declared. . . Iowa's law continually pushes the parties closer together, while New York's rewards mulishness . . . New York's law needs to change. Any legislator who wants to take on the task should begin by looking to the Hawkeye state."

Other states without an effective law continue to suffer costly strikes among teachers and other public employees. The absence of strikes in the Iowa public sector makes it clear that PERB provides vital cost-saving services to the state. The citizens of Iowa can be proud of the success of the PERA and PERB in fostering cooperative employment relationships and peacefully resolving public sector labor disputes.

MISSION STATEMENT

To promote harmonious and cooperative relationships between government and its employees without disruption of public services, via the expert and timely services of a neutral agency

PERB's mission is derived from Section 1 of the Public Employment Relations Act, Iowa Code chapter 20, which establishes the powers, duties and responsibilities of the Public Employment Relations Board. During FY11, that section provided:

The general assembly declares that it is the public policy of the state to promote harmonious and cooperative relationships between government and its employees by permitting public employees to organize and bargain collectively; to protect the citizens of this state by assuring effective and orderly operations of government in providing for their health, safety, and welfare; to prohibit and prevent all strikes by public employees; and to protect the rights of public employees to join or refuse to join, and to participate in or refuse to participate in, employee organizations. The general assembly declares that the purposes of the public employment relations board established by this chapter are to implement the provisions of this chapter and adjudicate and conciliate employment-related cases involving the state of Iowa and other public employers and employee organizations. For these purposes the powers and duties of the board include but are not limited to the following:

1. Determining appropriate bargaining units and conducting representation elections.
2. Adjudicating prohibited practice complaints including the exercise of exclusive original jurisdiction over all claims alleging the breach of the duty of fair representation imposed by section 20.17.
3. Fashioning appropriate remedial relief for violations of this chapter, including but not limited to the reinstatement of employees with or without back pay and benefits.
4. Adjudicating and serving as arbitrators regarding state merit system grievances and, upon joint request, grievances arising under collective bargaining agreements between public employers and certified employee organizations.
5. Providing mediators, fact finders, and arbitrators to resolve impasses in negotiations.
6. Collecting and disseminating information concerning the wages, hours, and other conditions of employment of public employees.
7. Assisting the attorney general in the preparation of legal briefs and the presentation of oral arguments in the district court and the supreme court in cases affecting the board.

OVERVIEW

The Public Employment Relations Board (PERB) was established effective July 1, 1974, by the General Assembly's enactment of the Public Employment Relations Act (PERA), Iowa Code chapter 20.

The PERA defines the collective bargaining rights and duties of public employers and public employees in Iowa. It has broad coverage, applying to virtually all public employees within the state except supervisors, confidential employees, and other classifications specified in Iowa Code section 20.4.

The PERA provides that public employees may organize and bargain collectively with their employers through labor organizations of their own choosing. To assure that representation by a labor organization is truly the employees' choice, secret ballot representation elections are conducted by PERB. To insure that the rights of public employers, employee organizations and employees are protected and to prevent labor disputes from resulting in the disruption of services to the public, the Act defines certain prohibited labor practices and provides PERB with the statutory authority to fashion appropriate remedial relief for violations of the PERA.

The PERA requires a public employer to bargain with its employees' designated labor organization. The subjects upon which bargaining is mandatory are set forth in Iowa Code section 20.9, which provides a more limited scope of bargaining than the traditional "wages, hours, and other terms and conditions of employment" applicable in the private sector under the National Labor Relations Act.

Strikes are prohibited in the Iowa public sector, with strong sanctions imposed in the event of an illegal work stoppage. In lieu of the right to strike, the PERA contains a detailed procedure for the resolution of collective bargaining impasses. Until 1991, the statutory impasse-resolution procedure which applied to all bargaining units and public employers was a three-step system consisting of mediation, followed by fact-finding and culminating in binding arbitration if no voluntary agreement had been reached. In 1991 the General Assembly modified the statutory procedure for bargaining units of teachers licensed under Iowa Code chapter 272 who are employed by school districts, area education agencies and community colleges, adopting a two-step procedure for those employees which omits fact-finding. The fact-finding step was eliminated for all bargaining units effective in FY 11.

Iowa Code sections 20.1(4) and 8A.415 impose upon PERB the responsibility to hear and decide grievance and disciplinary action appeals filed by certain employees covered by the state merit system.

Since its inception, PERB has certified representatives for over 1,540 bargaining units and has issued approximately 1,675 formal decisions. During FY 11, PERB provided impasse resolution services (mediators and/or arbitrators) in 685 disputes involving county, city, state, school district, area education agency and community college employers and their employees.

SUMMARY OF PERB DUTIES

I. BARGAINING UNIT DETERMINATIONS/REPRESENTATION ELECTIONS

Bargaining unit questions continue to generate a great deal of agency activity. As part of its statutory responsibility to determine appropriate bargaining units and conduct representation elections under Iowa Code sections 20.13-20.15, the Board received 46 petitions in FY 11. Petitions to determine the composition of new bargaining units were the most frequent type of unit filings.

Representation elections constitute the most visible PERB activity in these statutory areas. In an effort to minimize costs by eliminating the expense and travel time necessary for PERB employees to conduct representation elections at work sites throughout the state, during FY 11 all elections were conducted utilizing PERB's established mail-balloting procedures. Public employees are provided maximum opportunity to participate in the process which determines, by secret ballot, whether they will be represented by an employee organization for the purpose of collective bargaining, and if so, the identity of their labor representative. Eligible voter participation rates of 80-100% are not uncommon. The average participation rate was 76%, ranging from 0% to 100%.

During FY 11, PERB processed 37 election petitions and conducted 36 elections. The number of representation elections during FY 11 demonstrates a continued interest in collective bargaining activities in the Iowa public sector. The number of public sector bargaining units in Iowa has increased from 421 in 1975 to 1,207 during FY 11.

II. ADJUDICATORY FUNCTIONS

One of PERB's primary responsibilities involves the processing and adjudication of a variety of cases filed with the agency pursuant to the PERA, including unit determination cases (those involving the composition, amendment, clarification and reconsideration of appropriate bargaining units), prohibited practice complaints (cases involving claimed violations of the statutory rights of public employers, public employees or employee organizations), declaratory orders (cases seeking PERB's interpretation of PERA provisions) and negotiability disputes (cases interpreting the scope of the mandatory subjects of bargaining). Although some acts constituting prohibited practices may also be remedied by resort to contractual grievance procedures or action in the district courts, PERB possesses exclusive original jurisdiction over all employee claims which allege an employee organization's breach of its Iowa Code section 20.17 duty to fairly represent all employees in a collective bargaining unit. PERB also serves as the final administrative step in personnel action cases adjudicating grievances and disciplinary actions filed by state merit system employees pursuant to Iowa Code section 8A.415.

Each petition filed with the agency is initially assigned to an Administrative Law Judge (ALJ) who, by working with the parties involved, attempts to informally resolve the matter prior to a hearing. If all issues are not resolved, the case is referred to either the Board or an ALJ, and a hearing is held. In cases assigned to an ALJ, a proposed decision and order is issued which becomes the final agency decision unless it is appealed to or reviewed on motion of the Board. Declaratory order and negotiability disputes are heard and decided by the Board without the involvement of an ALJ.

Judicial review of PERB decisions is governed by the Iowa Administrative Procedure Act, Iowa Code chapter 17A. The district courts, sitting in an appellate capacity, review the record created before the agency to determine whether any of the grounds for reversal or modification of agency action specified by Iowa Code section 17A.19 have been established. District court decisions reviewing PERB actions are appealable to the Iowa Supreme Court.

In addition to deciding contested cases, the Board and its administrative law judges act as grievance mediators and arbitrators, upon mutual request of the parties, in cases involving disputes arising under collective bargaining agreements.

During FY 11, 81 prohibited practice complaints, petitions for declaratory rulings, state employee grievance or discipline appeals, petitions for resolution of negotiability disputes and other non-unit cases were filed with PERB.

See page 10 for further review of FY 11 cases.

III. COURT ACTION: JUDICIAL REVIEW

In addition to serving as ALJs, PERB staff attorneys represent PERB in the courts when any final agency action is judicially reviewed. In so doing, PERB attorneys prepare pleadings, draft briefs and deliver oral arguments in cases before the district courts, the Iowa Court of Appeals and the Iowa Supreme Court.

During FY 11, two new petitions for judicial review were filed in the district courts – *Schroeder v. PERB* and *AFSCME/Iowa Council 61 v. PERB*. PERB's decision in the *Schroeder* case was affirmed by the Polk County District Court in June, 2011, and had not yet been appealed at the close of the fiscal year. *AFSCME v. PERB* was voluntarily dismissed by AFSCME prior to its submission to the district court on its merits.

Two other judicial review cases which were pending at the commencement of FY 11 were decided by the Polk County District Court. The court affirmed PERB's decision in *City of West Des Moines v. PERB* in August, 2010, and no appeal was taken. The PERB decision under review was also affirmed in *United Electrical, Radio and Machine Workers v. PERB* in March, 2011, and that ruling was appealed to the Iowa Supreme Court, where it was pending at the close of the fiscal year.

For more information concerning these court decisions, see "Judicial Review Decisions" at p. 11.

IV. IMPASSE RESOLUTION SERVICES

One often-overlooked aspect of collective bargaining impasse resolution under the PERA is the parties' ability to design their own impasse-resolution procedure. Iowa Code section 20.19 directs the parties, as the first step in the performance of their duty to bargain, to endeavor to agree upon impasse-resolution procedures. The only restriction specifically placed upon the parties' ability to tailor their own impasse procedures is the section's requirement that any agreed or "independent" impasse-resolution procedures provide for their implementation not later than 120 days prior to the applicable deadline for the completion of the process.

Parties have frequently exercised this ability to design and utilize independent impasse procedures, which may take many forms. Such procedures often eliminate a step in the otherwise-applicable statutory procedure or provide for a completion date different than the otherwise-applicable statutory deadline. As with the "statutory" impasse-resolution procedures, summarized below, PERB offers parties operating under independent procedures whatever impasse-resolution services they may require which are within PERB's ability to provide.

If the parties fail to agree upon independent impasse procedures as contemplated by section 20.19, the statutory impasse-resolution procedures set out in Iowa Code sections 20.20-20.22 apply. For all bargaining units including those which include teachers licensed under Iowa Code chapter 272 and are employed by school districts, area education agencies or community colleges, the statutory impasse-resolution procedure consisted of two steps: mediation, which if unsuccessful in producing a complete agreement, is followed by binding arbitration. PERB's professional staff and board members serve as mediators, and PERB also maintains a list of qualified ad hoc mediators, as

well as lists of arbitrators to assist in the resolution of bargaining impasses. Mediators from the Federal Mediation and Conciliation Service (FMCS) also provide mediation services for PERB.

Statutory impasse procedures are initiated by the filing of a request for mediation. Upon the filing of such a request, PERB appoints a mediator to the dispute during a statutorily-prescribed period, who meets with the parties to assist them in reaching a voluntary agreement. If mediation does not produce a complete agreement upon the terms of a contract, arbitration can be requested. Upon receipt of an arbitration request, PERB provides a list of arbitrators to the parties from which one is selected to serve as the sole arbitrator. A hearing is held, and an arbitration award is issued which, absent judicial intervention, is binding on the parties and establishes the disputed terms of their collective bargaining agreement.

The success of Iowa's impasse-resolution process is evinced by the fact that since the PERA became effective there has been only one public-sector strike and, most significantly, approximately 95% of all bargaining impasses have been resolved without resort to binding arbitration. In FY 11, the agency received requests for mediation in 685 bargaining impasses (557 in FY 10), only 30 of these impasses ultimately proceeded through arbitration--a pre-arbitration resolution rate of 96%. The table below provides more detailed impasse data concerning FY 11.

HISTORICAL IMPASSE ACTIVITY

YEAR	TOTAL REPRESENTED UNITS	REQUESTS FOR IMPASSE SERVICES	MEDIATED SETTLEMENTS	FACT-FINDING REPORTS ISSUED	INTEREST ARB. AWARDS ISSUED
1975-76	421	305	195	44	25
1976-77	572	357	203	60	41
1977-78	638	440	253	36	27
1978-79	680	448	258	57	22
1979-80	724	475	323	43	28
1980-81	765	522	332	74	46
1981-82	800	568	347	42	43
1982-83	815	593	402	94	53
1983-84	826	611	399	71	41
1984-85	863	695	385	103	51
1985-86	863	792	356	94	45
1986-87	899	680	431	86	42
1987-88	935	673	430	70	38
1988-89	969	628	410	97	45
1989-90	992	673	457	110	48
1990-91	999	693	456	65	30
1991-92	1017	627	413	29	53
1992-93	1027	740	496	33	36
1993-94	1036	698	391	37	42
1994-95	1052	726	398	21	31
1995-96	1062	575	340	21	24
1996-97	1070	619	351	26	34
1997-98	1087	569	312	19	40
1998-99	1098	661	369	23	35
1999-00	1106	582	305	20	34
2000-01	1111	589	313	19	30
2001-02	1114	604	325	15	25
2002-03	1130	677	354	37	33
2003-04	1154	644	332	30	26
2004-05	1157	686	321	18	23
2005-06	1171	623	303	17	17
2006-07	1169	587	272	8	12
2007-08	1174	582	248	12	15
2008-09	1178	603	299	12	6
2009-10	1191	557	264	9	27
2010-11	1207	685	262	NA	29

V. RESEARCH & INFORMATION SERVICES

Pursuant to Iowa Code sections 20.1 and 20.6, PERB collects and makes available to the public various types of information relating to public employment and public sector collective bargaining in Iowa. During FY 06, the Board decided to transition to an internet-based system for the distribution of agency information and to discontinue its existing “paper” systems for indexing/researching agency decisions and providing other informational services.

In FY 07, the Board partnered with an information technology provider to develop a database and search engine for all final agency decisions and PERB-related court decisions. This system became operational during FY 08. The system is a powerful search tool and offers a comprehensive collection of documents. There are three databases of full-text documents in the system: Contracts, PERB and Court Decisions, and Neutral Decisions. For each database, the system displays an index of its full-text documents, allows electronic access to these documents, and provides search functions to facilitate research by any user. The databases are accessible through the "Searchable Databases" link on the PERB website's homepage, which allows public access. In FY10, ALJ's conducted several training sessions on the system for its constituents. Volumes of the hard-copy index and digest of PERB decisions covering decisions issued from 1974 through June 30, 2005 are still available from the agency.

In the past, the Board produced annual “Contract Summaries” which summarized major contract provisions for city, county, police/fire, and school district support units. During FY 07, the Board discontinued the publication of these summaries when it implemented the contracts database. The database is searchable and allows immediate access to more complete and accurate information than could be provided through the contract summaries. Biographical data concerning arbitrators listed with PERB is also available on the website.

Copies of collective bargaining agreements, fact-finders’ recommendations, and the awards of interest and grievance arbitrators are available from PERB. The Board also makes available impasse-resolution information contained in PERB’s data files and provides access to the PERB library for research purposes.

PERB’s website address is: <http://iowaperb.iowa.gov>.

VI. CERTIFIED EMPLOYEE ORGANIZATION REPORTS

Pursuant to Iowa Code section 20.25, PERB monitors certain internal operations of certified employee organizations and enforces compliance with statutory requirements. It ensures that each certified employee organization has a constitution and by-laws filed with the agency that contain certain safeguards relating to financial accountability and membership rights as set out in the statute. It maintains these records, which are updated when changes in the organizations’ governing documents are reported. The Board also receives, reviews and maintains each certified employee organization’s annual report, including a financial statement and audit, which is required for the employee organization to maintain its certification. It gives advice on the completion of the documents and issues delinquency letter and orders hearings when organizations are not in compliance. During FY 11, PERB received reports from 616 certified employee organizations representing the 1,207 collective bargaining units for which a representative is currently certified.

VII. PERB'S INTEREST-BASED COOPERATION (IBC) PROBLEM-SOLVING PROCESSES

During its 35-year history, PERB has provided mediation, training, and facilitation services to state, county, city and school district employees and their employers. It is PERB's statutory duty to promote harmonious and cooperative relationships between government and its employees which motivates PERB's interest-based cooperation (IBC) problem-solving processes.

INTEREST-BASED BARGAINING

Interest-based bargaining (IBB) is a process designed as an alternative to the traditional, adversarial process to settle contract disputes.

The legal duty to bargain a contract requires labor and management to follow an impasse resolution process contained in the Public Employment Relations Act (PERA). This process includes mediation and arbitration as the legislatively mandated steps to resolve disputes over the list of mandatory subjects of bargaining contained in the PERA. Labor and management have typically used traditional, adversarial bargaining methods and strategies under the PERA's impasse resolution process. That is, each have taken positions and offered proposals and counterproposals to resolve the outstanding issues before them.

IBB focuses on labor and management interests as opposed to bargaining positions. IBB contains three key elements. First, a commitment from labor and management leadership to move from an adversarial to a joint problem-solving process. Second, the use of consensus decision-making. Third, an agreement on specific ground rules; that is, how the parties will conduct themselves during contract negotiations. PERB serves as facilitators and trainers of the IBB process.

LABOR-MANAGEMENT COMMITTEE

A labor-management committee (LMC) is an alternative dispute resolution process. An LMC is designed to build better working relationships through cooperation and problem-solving using consensus decision-making. An LMC is not intended to replace either contract negotiations or a contractual grievance procedure.

The initial focus of an LMC is to develop the LMC's statement of purpose, and establish the LMC's ground rules. An LMC's statement of purpose varies according to labor's and management's needs. LMCs have been established to address specific needs, for example health care costs, as well as broader issues such as how to build and maintain trust at the workplace. In addition to establishing procedural ground rules, *i.e.* who are the members of the LMC and when the LMC will meet, the LMC also establishes substantive ground rules including respecting each other's opinions, developing a working definition of consensus decision-making, and requiring the LMC to focus on problems, not people.

LMCs, facilitated by PERB, continue to function primarily with state, county, and cities, and their respective unions or associations to address workplace and health insurance issues.

GRIEVANCE MEDIATION

Grievance mediation is an alternative dispute resolution process designed to address and resolve workplace disputes. In grievance mediation, labor and management explore possible "win-win" settlements of grievances in order to avoid the "win-lose" scenario, which results from a grievance arbitration. PERB provides experienced mediators to assist parties in resolving grievances prior to arbitration. PERB's experience has been that, in approximately 90% of the cases, mediation settles the issue without the need for arbitration. Grievance mediation is not a substitute for arbitration. However, if the parties can reach a mutually acceptable resolution this process can save arbitration expenses.

FY 2011 CASE REVIEW

I. BOARD - DECLARATORY ORDERS

Iowa Code section 17A.9 requires each agency to provide by rule for the filing and disposition of petitions for declaratory orders as to the applicability to specified circumstances of a statute, rule, or order within the primary jurisdiction of the agency. Chapter 10 of PERB's rules governs such proceedings. In addition, the Board has enacted other rules for a specialized type of petition for declaratory order (discussed below)--those which raise negotiability questions requiring expedited processing. During FY 11 the agency received five petitions, and issued two Declaratory Orders.

II. BOARD - EXPEDITED NEGOTIABILITY RULINGS

The scope of bargaining for public employers and employee organizations is set out in Iowa Code section 20.9. Subjects of bargaining are divided into three categories. There are mandatory subjects, on which bargaining is required if requested (wages, hours, vacations, etc.), permissive subjects, on which bargaining is permitted but not required and illegal subjects, on which bargaining is precluded by law. The classification of a particular item is important not only as it relates to the duty to bargain, but also because only mandatory items may be taken through statutory impasse-resolution procedures absent mutual agreement of the parties.

Because it is not uncommon for the parties to disagree, either during negotiations or impasse-resolution procedures, as to whether certain contract proposals are mandatorily negotiable, it is sometimes necessary for PERB to make a legal determination as to the negotiability status of disputed proposals. Pursuant to its Iowa Code section 17A.9 authority to establish rules for the disposition of petitions for declaratory orders, PERB has established, by rule, an expedited mechanism for the resolution of such negotiability issues.

Pursuant to this procedure, the parties petition PERB for an expedited negotiability ruling, setting out the precise language of the proposal(s) at issue. The parties are allowed to submit written and/or oral arguments to PERB on the issues. PERB then issues a short-form "Preliminary Ruling" on the matter, designating each proposal at issue as mandatory, permissive or illegal, without supporting rationale or discussion. This preliminary ruling is not final agency action. If, after receiving a preliminary ruling, a party desires a final agency ruling supported by written reasoning, such may be requested in writing within 60 days and a final ruling will be issued.

During FY 11, the agency issued 2 preliminary rulings and two final negotiability rulings.

III. BOARD - OBJECTIONS TO IMPASSE

Chapter 20 has been interpreted by the Board and the courts as requiring the completion of bargaining and impasse-resolution services by a particular date, absent certain recognized exceptions. The Board has established, by rule, a procedure for raising objections to the conduct of further impasse-resolution procedures where it appears the applicable deadline will not be met. Although this has at times been a fertile area for litigation, in FY 11 the Board was required to issue only one ruling in this area.

IV. OBJECTIONS TO ELECTIONS

Upon written objections filed by any party to a representation election, the Act allows the Board to invalidate an election and hold a second election if the Board finds that misconduct or other circumstances prevented the eligible voters from freely expressing their preferences. The Board has established rules governing objections to elections. In FY 11, no election objection cases were filed with the agency.

V. CONTESTED CASE DECISIONS

"Contested cases" are proceedings in which the opportunity for an evidentiary hearing is required by statute or constitution before the rights, duties or privileges of parties are determined by an agency. Although at times forming a significant part of the Board's caseload, neither petitions for declaratory orders, petitions seeking the resolution of negotiability disputes nor objections to continued impasse-resolution procedures constitute true contested cases.

During FY 11 the Board and its administrative law judges issued 18 rulings or decisions in true contested cases involving the composition of collective bargaining units, alleged prohibited practices and state employee grievance or disciplinary action appeals.

VI. JUDICIAL REVIEW DECISIONS

Final PERB decisions are subject to judicial review by the district courts pursuant to Iowa Code section 17A.19, and the resulting district court judgments are then subject to review by the Iowa Supreme Court or Court of Appeals.

In FY 11, no appellate court opinions were issued on judicial review of PERB decisions, but three district court rulings were issued, all by the Polk County District Court:

City of West Des Moines v. PERB, Polk County CVCV8101 (8/20/10):

The district court rejected the City's claim that the PERB decision in a bargaining unit determination case controlled by Iowa Code section 20.13 had misapplied the statute and suffered from other legal errors. PERB had determined that a bargaining unit which included the City's full-time paramedics and EMTs, as well as its ¾-time paramedics, but excluded the part-time paramedics and EMTs the City had sought to include, was appropriate under the factors specified in section 20.13. No appeal from the district court's affirmance of the PERB decision was taken.

United Electrical, Radio and Machine Workers v. PERB, Polk County CVCV8208 (3/3/11):

PERB had ruled in a negotiability proceeding that portions of a union proposal concerning the order of employee layoffs were permissive, rather than mandatory, topics of bargaining. The portions of the proposal ruled permissive would have required that the employer, Iowa Western Tech Community College, lay off temporary employees not included within the represented bargaining unit before laying off any bargaining unit employees. PERB ruled that the challenged portions of the proposal constituted a precondition on the layoff of bargaining unit employees and was not within the scope of the mandatory bargaining topic of "procedures for staff reduction." The union petitioned for judicial review and the district court, in a somewhat confusing decision, ruled that to the extent the temporary employees addressed by the proposal were not members of the represented bargaining unit, the proposal's references to them were permissive, but to the extent the temporaries were within the unit, the references to them were mandatory. On its face, the district court decision thus affirmed the PERB decision in part, and reversed it in part.

Because both PERB and the Union recognized that none of the temporary employees addressed by the proposal were within the bargaining unit, both viewed the district court ruling as an affirmance of the PERB decision. United Electrical filed a timely appeal of the district court's ruling, and the appeal was pending before the Iowa Supreme Court at the end of FY 11.

Schroeder v. PERB, Polk County CVCV8391(6/23/11):

Schroeder, an education program consultant with the Iowa Department of Education, was terminated from her employment and attempted to appeal the termination to the director of the Department of Administrative Services pursuant to Iowa Code section 8A.415(2). When her appeal was denied on the basis that she was not a merit-system-covered employee entitled to use the section 8A.415(2) process, she appealed to PERB. Following a hearing before an ALJ, PERB

granted the State's motion to dismiss Schroeder's appeal, concluding that she was a "member of the professional staff" of the Department of Education within the meaning of Iowa Code section 256.9(4), which excludes such employees from the merit system provisions of chapter 8A, and that she was thus not entitled to pursue an appeal under section 8A.415(2).

The district court agreed with PERB in all respects in its June 23, 2011 ruling, and no appeal from that ruling had been filed by the close of FY 11, although the time for appeal to the Iowa Supreme Court had not yet expired and further appeal was still possible.

LISTS OF QUALIFIED NEUTRALS MAINTAINED BY PERB

The PERA requires PERB to maintain lists of qualified mediators and interest arbitrators, and Iowa Code chapter 279 requires PERB to maintain a list of qualified teacher-termination adjudicators. PERB also maintains a list of qualified grievance arbitrators for parties to utilize.

In 1991, pursuant to legislation which had amended Iowa Code section 20.6, PERB established minimum qualifications for these neutrals and established procedures for appointing neutrals to the various lists, for maintaining the lists, and for removing neutrals from the lists. A neutral may be removed from a list by request of the neutral or through procedures initiated by PERB or a complaining party. A neutral may also request that he or she be placed on inactive status for periods of time, due to unavailability.

As of June 30, 2011, PERB's neutral lists included 64 active grievance arbitrators and interest arbitrators (17 of whom are Iowans) and 34 active ad hoc mediators (30 of whom are Iowans).

**PERB BUDGET
FISCAL YEARS 2010 & 2011**

RECEIPTS	ACTUAL FY 10	ACTUAL FY 11
Appropriations	1,168,781	1,101,903
Salary Adjustment	0	0
Training & Technology Carry Forward	0	0
Chapter 8.31 Reduction	-116,878	0
Legislative Reduction	0	-247,517
Transfer	11,798	200,000
Miscellaneous Income	<u>51,816</u>	<u>9,984</u>
TOTAL	\$1,115,517	1,064,370

EXPENDITURES

101 Personal Services	1,001,436	857,978
202 In State Travel	9,992	9,341
205 Out of State Travel	0	0
301 Office Supplies	3,407	15,979
309 Printing & Binding	2,396	3,036
313 Postage	2,736	4,708
401 Communications	8,201	6,537
406 Outside Services	45,281	32,961
409 Outside Repairs	2,320	1,674
414 Reimbursements –Other agencies	24,118	25,545
416 ITS Reimbursements	12,016	8,851
417 Workers Compensation	0	0
503 Equip Non-Inventory	0	11,643
510 IT Equipment	1,891	0
705 Refunds/Other	<u>1,725</u>	<u>0</u>
TOTAL	\$1,115,517	978,253

TRAINING & TECHNOLOGY
CARRY FORWARD

43,059

REVERSION

43,059