HOUSE BILL No. 5058

September 20, 2001, Introduced by Rep. Switalski and referred to the Committee on Employment Relations, Training and Safety.

A bill to provide for compulsory arbitration of labor disputes between university police officers and their employers; to provide for the selection of members of arbitration panels; to prescribe the procedures and authority of arbitration panels; and to provide for the enforcement and review of awards of those panels.

THE PEOPLE OF THE STATE OF MICHIGAN ENACT:

- 1 Sec. 1. It is the public policy of this state that it is
- 2 requisite to the high morale of university police officers and
- 3 the efficient operation of university facilities to afford an
- 4 alternate, expeditious, effective, and binding procedure for the
- 5 resolution of disputes, and to that end the provisions of this
- 6 act, providing for compulsory arbitration, shall be liberally
- 7 construed.

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- 1 Sec. 2. As used in this act:
- 2 (a) "Employment relations commission" means the commission
- 3 created in section 3 of 1939 PA 176, MCL 423.3.
- 4 (b) "University police officer" means a public safety offi-
- 5 cer of a university who is authorized by the governing board of
- 6 that university to enforce state law and the rules and ordinances
- 7 of that university.
- 8 Sec. 3. If in the course of mediation of a university
- 9 police officer's dispute, except a grievance dispute concerning
- 10 the interpretation or application of an existing agreement, the
- 11 dispute has not been resolved within 30 days of the submission of
- 12 the dispute to mediation, or within additional periods to which
- 13 the parties may agree, the university police officer or his or
- 14 her employer may initiate binding arbitration proceedings by a
- 15 prompt request, in writing, to the other, with a copy to the
- 16 employment relations commission.
- 17 Sec. 4. Within 10 days after the written request described
- 18 in section 3 is made, the employer shall choose a delegate and
- 19 the university police officer's designated or selected exclusive
- 20 collective bargaining representative, or if none, the university
- 21 police officer's previously designated representative in the
- 22 mediation and fact-finding procedures, shall choose a delegate to
- 23 a panel of arbitration as provided in this act. The employer and
- 24 the university police officer shall immediately notify the other
- 25 and the mediation board of their selections.
- 26 Sec. 5. (1) Within 7 days after a request from 1 or both
- 27 parties, the employment relations commission shall select from

- 1 its panel of arbitrators, as provided in subsection (2), 3
- 2 persons as nominees for impartial arbitrator or chairperson of
- 3 the arbitration panel. Within 5 days after the selection, each
- 4 party may peremptorily strike the name of 1 of the nominees.
- 5 Within 7 days after this 5-day period, the commission shall des-
- 6 ignate 1 of the remaining nominees as the impartial arbitrator or
- 7 chairperson of the arbitration panel.
- 8 (2) The employment relations commission shall provide a
- 9 panel of arbitrators, from the Michigan employment relations com-
- 10 mission panel of arbitrators created in section 5 of 1969 PA 312,
- 11 MCL 423.235, to be available to arbitrate labor disputes under
- 12 this act.
- 13 Sec. 6. Upon the appointment of the arbitrator, he or she
- 14 shall proceed to act as chairperson of the panel of arbitration,
- 15 call a hearing, to begin within 15 days after the appointment,
- 16 and give reasonable notice of the time and place of the hearing.
- 17 The chairperson shall preside over the hearing and shall take
- 18 testimony. Upon application and for good cause shown, and upon
- 19 such terms and conditions as are just, a person, labor organiza-
- 20 tion, or governmental unit having a substantial interest in the
- 21 arbitration may be granted leave to intervene by the arbitration
- 22 panel. Any oral or documentary evidence and other data deter-
- 23 mined relevant by the arbitration panel may be received in
- 24 evidence. The proceedings shall be informal. Technical rules of
- 25 evidence shall not apply, and the competency of the evidence is
- 26 not impaired by a violation of a technical rule of evidence. A
- 27 verbatim record of the proceedings shall be made, and the

- 1 arbitrator shall arrange for the necessary recording service.
- 2 Transcripts may be ordered at the expense of the party ordering
- 3 them, but the transcripts shall not be necessary for a decision
- 4 by the arbitration panel. The expense of the proceedings,
- 5 including a fee to the chairperson, established in advance by the
- 6 labor mediation board shall be borne equally by each of the par-
- 7 ties to the dispute. The delegates, if public officers or
- 8 employees, shall continue on the payroll of the public employer
- 9 at their usual rate of pay. The hearing conducted by the arbi-
- 10 tration panel may be adjourned from time to time, but, unless
- 11 otherwise agreed by the parties, shall be concluded within 30
- 12 days after the time of its commencement. The majority actions
- 13 and rulings of the arbitration panel shall constitute the actions
- 14 and rulings of the arbitration panel.
- 15 Sec. 7. The arbitration panel may administer oaths, require
- 16 the attendance of witnesses, and the production of books, papers,
- 17 contracts, agreements, and documents as the panel determines
- 18 material to a just determination of the issues in dispute, and
- 19 for purpose may issue subpoenas. If any person refuses to obey a
- 20 subpoena, or refuses to be sworn or to testify, or if any wit-
- 21 ness, party, or attorney is guilty of any contempt while in
- 22 attendance at any hearing, the arbitration panel may, or the
- 23 attorney general if requested shall, invoke the aid of any cir-
- 24 cuit court within the jurisdiction in which the hearing is being
- 25 held, which court shall issue an appropriate order. Any failure
- 26 to obey the order may be punished by the court as contempt.

- 1 Sec. 8. At any time before the rendering of an award, the
- 2 chairperson of the arbitration panel, if he or she is of the
- 3 opinion that it would be useful or beneficial to do so, may
- 4 remand the dispute to the parties for further collective bargain-
- 5 ing for a period not to exceed 3 weeks. If the dispute is
- 6 remanded for further collective bargaining, the time provisions
- 7 of this act shall be extended for a time period equal to that of
- 8 the remand. The chairperson of the panel of arbitration shall
- 9 notify the employment relations commission of the remand.
- 10 Sec. 9. At or before the conclusion of the hearing held
- 11 pursuant to section 6, the arbitration panel shall identify the
- 12 economic issues in dispute, if any, and direct each of the par-
- 13 ties to submit, within the time limit as the panel shall pre-
- 14 scribe, to the arbitration panel and to each other its last offer
- 15 of settlement on each economic issue. The determination of the
- 16 arbitration panel as to the issues in dispute and as to which of
- 17 these issues are economic shall be conclusive. The arbitration
- 18 panel, within 30 days after the conclusion of the hearing, or
- 19 further additional periods to which the parties may agree, shall
- 20 make written findings of fact and issue a written opinion and
- 21 order upon the issues presented to it and upon the record made
- 22 before it, and shall mail or otherwise deliver a true copy of
- 23 those writings to the parties and their representatives and to
- 24 the employment relations commission. As to each economic issue,
- 25 the arbitration panel shall adopt the last offer of settlement
- 26 which, in the opinion of the arbitration panel, more nearly
- 27 complies with the applicable factors prescribed in section 10.

- 1 The findings, opinions, and order as to all other issues shall be
- 2 based upon the applicable factors prescribed in section 10.
- 3 Sec. 10. If there is no agreement between the parties, or
- 4 if there is an agreement but the parties have begun negotiations
- 5 or discussions for a new agreement or amendment of the existing
- 6 agreement, and wage rates or other conditions of employment under
- 7 the proposed new or amended agreement are in dispute, the arbi-
- 8 tration panel shall base its findings, opinions, and order upon
- 9 the following factors, as applicable:
- 10 (a) The lawful authority of the employer.
- 11 (b) Stipulations of the parties.
- 12 (c) The interests and welfare of the public and the finan-
- 13 cial ability of the university to meet those costs.
- 14 (d) Comparison of the wages, hours, and conditions of
- 15 employment of the university police officer or officers involved
- 16 in the arbitration proceeding with the wages, hours, and condi-
- 17 tions of employment of other university police officers perform-
- 18 ing similar services and with other employees generally:
- 19 (i) In public employment in comparable communities.
- 20 (ii) In private employment in comparable communities.
- (e) The average consumer prices for goods and services, com-
- 22 monly known as the cost of living.
- 23 (f) The overall compensation presently received by the
- 24 employees, including direct wage compensation, vacations, holi-
- 25 days and other excused time, insurance and pensions, medical and
- 26 hospitalization benefits, the continuity and stability of
- 27 employment, and all other benefits received.

- 1 (g) Changes in any of the circumstances described in
- 2 subdivisions (a) to (f) during the pendency of the arbitration
- 3 proceedings.
- 4 (h) Any other factor, which is normally or traditionally
- 5 taken into consideration in the determination of wages, hours,
- 6 and conditions of employment through voluntary collective bar-
- 7 gaining, mediation, fact-finding, arbitration, or otherwise
- 8 between the parties, in the public service or in private
- 9 employment.
- 10 Sec. 11. A majority decision of the arbitration panel, if
- 11 supported by competent, material, and substantial evidence on the
- 12 whole record, shall be final and binding upon the parties, and
- 13 may be enforced, at the instance of either party or of the arbi-
- 14 tration panel in the circuit court in the county in which the
- 15 dispute arose or in which a majority of the affected university
- 16 police officers reside. The commencement of a new municipal
- 17 fiscal year after the initiation of arbitration procedures under
- 18 this act, but before the arbitration decision, or its enforce-
- 19 ment, does not render a dispute moot, or otherwise impair the
- 20 jurisdiction or authority of the arbitration panel or its
- 21 decision. Increases in rates of compensation or other benefits
- 22 may be awarded retroactively to the commencement of any period in
- 23 dispute, any other statute to the contrary notwithstanding. At
- 24 any time the parties, by stipulation, may amend or modify an
- 25 award of arbitration.
- 26 Sec. 12. If an employee organization recognized under 1947
- 27 PA 336, MCL 423.201 to 423.217, as the bargaining representative

- 1 of university police officers subject to this act, willfully
- 2 disobeys a lawful order of enforcement by a circuit court pursu-
- 3 ant to section 11, or willfully encourages or offers resistance
- 4 to that order, whether by a strike or otherwise, the punishment
- 5 for each day that the contempt persists may be a fine fixed in
- 6 the discretion of the court in an amount not to exceed \$250.00
- 7 per day. A public employer who is subject to 1947 PA 336, MCL
- 8 423.201 to 423.217, and who willfully disobeys a lawful order of
- 9 enforcement by the circuit court or willfully encourages or
- 10 offers resistance to the order is guilty of contempt and may be
- 11 fined for each day that the contempt persists an amount, fixed at
- 12 the discretion of the court, not to exceed \$250.00 per day to be
- 13 assessed against the employer.
- 14 Sec. 13. (1) Orders of the arbitration panel shall be
- 15 reviewable by the circuit court in the county in which the dis-
- 16 pute arose or in which a majority of the affected university
- 17 police officers reside, but only for the following reasons:
- 18 (a) The arbitration panel was without or exceeded its
- 19 jurisdiction.
- 20 (b) The order is unsupported by competent, material, and
- 21 substantial evidence on the whole record.
- 22 (c) The order was procured by fraud, collusion, or other
- 23 similar and unlawful means.
- 24 (2) The pendency of the proceeding for review shall not
- 25 automatically stay the order of the arbitration panel.
- 26 Sec. 14. During the pendency of proceedings before the
- 27 arbitration panel, existing wages, hours, and other conditions of

- 1 employment shall not be changed by action of either party without
- 2 the consent of the other but a party may consent without preju-
- 3 dice to his or her rights or position under this act.
- 4 Sec. 15. This act is supplementary to 1947 PA 336, MCL
- 5 423.201 to 423.217, and does not amend or repeal any of its pro-
- 6 visions, but any provisions of that act requiring fact-finding
- 7 procedures shall be inapplicable to disputes subject to arbitra-
- 8 tion under this act.
- 9 Sec. 16. A person shall not be sentenced to a term of
- 10 imprisonment for any violation of this act or an order of the
- 11 arbitration panel.