## MAINE STATE LEGISLATURE

The following document is provided by the

LAW AND LEGISLATIVE DIGITAL LIBRARY

at the Maine State Law and Legislative Reference Library

http://legislature.maine.gov/lawlib



Reproduced from scanned originals with text recognition applied (searchable text may contain some errors and/or omissions)

1 2 3 4	(EMERGENCY) (New Draft of H.P. 1446, L.D. 2040) SECOND REGULAR SESSION
5 6	ONE HUNDRED AND TWELFTH LEGISLATURE
7 8	Legislative Document No. 2362
9 10 11	H.P. 1676  Reported by Representative Boutilier from the Committee on State Government and printed under Joint Rule 2. Original bill sponsored by Representative Cote of Auburn. Cosponsored by Representative Descoteaux of Biddeford, Senator Bustin of Kennebec and Representative Paradis of Augusta.
10	EDWIN H. PERT, Clerk
13 14 <b>1</b> 5	STATE OF MAINE
16 17 18	IN THE YEAR OF OUR LORD NINETEEN HUNDRED AND EIGHTY-SIX
19 20 21	AN ACT to Authorize the Payment of Retention and Recruitment Stipends in State Government.
23 24 25	Emergency preamble. Whereas, Acts of the Legis- lature do not become effective until 90 days after adjournment unless enacted as emergencies; and
26 27 28	Whereas, there are many job classifications with- in State Government for which there are recruitment and retention problems; and
29 30 31 32 33 34	Whereas, some of these recruitment and retention problems are the result of labor market conditions which have established higher wages and salaries in the private sector for the same job classification that in State Government is paid a lower wage or salary; and

Whereas, some state agencies are experiencing a crisis with respect to filling a number of essential positions which has seriously affected the ability of these agencies to operate; and

Whereas, in the judgment of the Legislature, these facts create an emergency within the meaning of the Constitution of Maine and require the following legislation as immediately necessary for the preservation of the public peace, health and safety; now, therefore,

- 11 Be it enacted by the People of the State of Maine as 12 follows:
- - §634. Compensation plan

1

2

3

5

6

7

8

9

10

15

16

17

18

19

20

21

22

23

24 25

26

27

28

29 30

31

32

33

34

35

36 37

38

The commissioner shall, as soon as practicable after the adoption of the classification plan, submit to the Legislature a proposed plan of compensation showing for each class of position in the classified service minimum and maximum salary rates and such intermediate rates as he deems desirable.

When the compensation plan has become effective through its adoption by the Legislature, it shall constitute the official schedule of salaries for all classes of positions in the classified service, that if the adoption of a compensation plan results in the reduction of salary of an employee, Commissioner of Personnel shall certify to the proper fiscal officer of the State that the employee's salary shall not be subject to any reduction for a period one year from the effective date of adoption of said plan. No position shall may be assigned a salary greater than the maximum or less than the minimum rates fixed in the compensation plan, except as provided in this section. Salaries of persons holding positions in the classified service shall not be approved by paying authorities unless such salaries conform to the adopted compensation plan.

- 1 1. Recruitment and retention adjustments. Subject to Title 26, section 979-D, subsection 1, para-2 3 graph E, the director may approve payment of recruitment and retention adjustments for occupations in State Government when the payment of a labor market 4 5 adjustment is required to recruit and retain an ade-6 7 quate work force. Payment of a recruitment and retention adjustment may be authorized only when justified 8 9 by the following conditions:
- A. High turnover exists or long-term vacancies
  exist within State Government in the relevant occupational classifications or job series;
- B. The relevant occupational classification or job series has a clear, geographically definable labor market within which the State must compete;
- 16 C. All appropriate recruitment and retention ef17 forts have been attempted and have proven inef18 fective at the current levels of compensation;
  19 and
- 20 D. Comprehensive, verifiable documentation of 21 labor market compensation levels for the relevant occupation has been compiled to determine compet-22 itive pay levels within the defined labor market. 23 24 This documentation must demonstrate that a labor 25 market disparity exists and that the disparity 26 represents a long-term, not transitory or season-27 al, problem.
- 28 2. Limitations on recruitment and retention adjustments. The payment of recruitment and retention adjustments authorized under this subsection shall be subject to the following provisions.

32

33

34

35

36

37

38

39 40

41

- A. The labor market adjustment shall be reviewed no less frequently than once every 2 years and shall be adjusted to changes in the labor market or the overall relation of the standard pay policy to the specialized labor market.
  - B. If the subsequent review provided in paragraph A results in the adjustment being decreased or discontinued, no employee receiving the recruitment and retention adjustment may be subject to a reduction in pay.

3. Limitation on stipends. The use and application of the recruitment and retention adjustment shall be discontinued for any job classification that is not provided with a stipend as of June 30, 1987.

Salary advancements within an established range shall not be automatic, but shall be dependent upon specific recommendation of the appointing officer and approval of the commissioner. Such recommendation shall be based upon standards of performance as indicated by merit ratings or other pertinent data. No advancements in salary shall may be made until the employee has completed the probationary period.

Emergency clause. In view of the emergency cited in the preamble, this Act shall take effect when approved.

## 16 STATEMENT OF FACT

This new draft is intended to provide emergency and temporary relief to departments and agencies of State Government positions that cannot be filled as a result of labor market conditions. Some agencies, such as the Bureau of Insurance which has 25% of its positions vacant, cannot fill the positions because the wages and salaries in the private sector for the same positions are much higher.

This new draft does not propose a comprehensive solution to the problem of employee recruitment and retention. The new draft proposes a temporary solution that is available only through June 30, 1987. Job classifications receiving a stipend before June 30, 1987, will be reviewed every 2 years to determine whether the job classifications require continued use of the stipend.

By June 30, 1987, long-range comprehensive solutions to the problem will be established.

35 7288040886