

L.D. 2385

(Filing No. S-637)

STATE OF MAINE SENATE 115TH LEGISLATURE SECOND REGULAR SESSION

COMMITTEE AMENDMENT "A" to S.P. 930, L.D. 2385, Bill, "An Act to Amend the Process for Collecting for Costs of Services of the Maine Labor Relations Board, the Panel of Mediators and the State Board of Arbitration and Conciliation"

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18 Amend the bill by striking out everything after the enacting clause and before the emergency clause and inserting in its place 20 the following:

'Sec. 1. 13 MRSA §1958-B, sub-§1, as amended by PL 1991, c. 622, Pt. O, §1, is further amended to read:

Voluntary mediation. At any time prior to the 1. commencement of required mediation under subsection 2, a handler 26 and a qualified association may mutually agree to obtain or may 28 unilaterally obtain the services of a mediator. Regardless whether mediation is sought mutually or unilaterally, both parties shall participate in mediation in good faith. 30 The parties must use the services of the State's Panel of Mediators 32 for mediation and must share all costs of mediation equally. Costs of mediation, and any applicable state cost allocation 34 program charges must be paid into a special fund administered by the Maine Labor Relations Board. The Executive Director of the Maine Labor Relations Board shall authorize mediation services 36 and expenditures incurred by members of the panel. All costs 38 must be paid from that special fund. The executive director may estimate costs upon receipt of a request for services and collect 40 those costs prior to providing the services. The executive director shall bill or reimburse the parties, as appropriate, for 42 any difference between the estimated costs that were collected and the actual costs of providing the services. Once one party 44 has paid its share of the estimated cost of providing the service, the mediator is assigned. A party who has not paid an 46 invoice for the estimated or actual cost of providing services within 60 days of the date the invoice was issued is, in the absence of good cause shown, liable for the amount of the invoice 48

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together with a penalty in the amount of 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision remains in the special fund administered by the Maine Labor Relations Board and that fund does not lapse. The executive director is authorized to collect any sums due and payable pursuant to this provision through civil action. In such an action, the court shall allow litigation costs, including court costs and reasonable attorney's fees, to be deposited in the General Fund if the executive director is the prevailing party in the action. Voluntary mediation may not last for more than 3 days for annual crops; voluntary mediation for all other commodities may not last more than 5 days. Mediation may be extended by mutual agreement by the bargaining parties.

Sec. 2. 26 MRSA §892, as amended by PL 1991, c. 622, Pt. O, 16 §2, is further amended to read:

§892. Panel 18

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A-panel--of--mediators The Panel of Mediators, as established by Title 5, section 12004-B, subsection 3, te-censist consisting of not less than 5 nor more than 10 impartial members, must be 22 appointed by the Governor from time to time upon the expiration 24 of the terms of the several members, for terms of 3 years. The Maine Labor Relations Board shall supply to the Governor 26 nominations for filling vacancies. Vacancies occurring during a term are must be filled for the unexpired term. Members of the 28 panel are entitled to compensation according to Title 5, chapter 379. The costs for services rendered and expenses incurred by the 30 panel, and any applicable state cost allocation program charges, must be shared equally by the parties to mediation and must be 32 paid into a special fund administered by the Maine Labor Relations Board. Authorization for services rendered and 34 expenditures incurred by members of the panel is the responsibility of the Executive Director of the Maine Labor 36 Relations Board. All costs must be paid from that special fund. The executive director may estimate costs upon receipt of a request for services and collect those costs prior to providing 38 the services. The executive director shall bill or reimburse the 40 parties, as appropriate, for any difference between the estimated costs that were collected and the actual costs of providing the 42 services. Once one party has paid its share of the estimated cost of providing the service, the mediator is assigned. A party 44 who has not paid an invoice for the estimated or actual cost of providing services within 60 days of the date the invoice was 46 issued is, in the absence of good cause shown, liable for the amount of the invoice together with a penalty in the amount of 48 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision remains in the special fund 50 administered by the Maine Labor Relations Board and that fund

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does not lapse. The executive director is authorized to collect any sums due and payable pursuant to this provision through civil action. In such an action, the court shall allow litigation costs, including court costs and reasonable attorney's fees, to be deposited in the General Fund if the executive director is the prevailing party in the action.

Sec. 3. 26 MRSA §931, first ¶, as amended by PL 1991, c. 622, Pt. O, §3, is further amended to read:

The State Board of Arbitration and Conciliation, in this subchapter called the "board," consists of 3 members appointed by 12 the Governor from time to time upon the expiration of the terms 14 of the several members, for terms of 3 years. One member $\pm s$ must be an employer of labor or selected from some association 16 representing employers of labor, and another is must be an employee or selected from some bona fide trade or labor union. The 3rd member represents must represent the public interests of 18 the State and shall-serve serves as chair. Vacancies occurring during a term must be filled for the unexpired term. Members of 20 the board are entitled to receive \$75 a day for their services 22 for the time actually employed in the discharge of their official duties. They are entitled to receive their traveling and all other necessary expenses. The costs for services rendered and 24 expenses incurred by the State Board of Arbitration and Conciliation, and any state allocation program charges, must be 26 shared equally by the parties to the proceedings and must be paid 28 into a special fund administered by the Maine Labor Relations Authorization for services rendered and expenditures Board. 30 incurred by the State Board of Arbitration and Conciliation is the responsibility of the Executive Director of the Maine Labor 32 Relations Board. All costs must be paid from that special fund. The executive director may estimate costs upon receipt of a 34 request for services and collect those costs prior to providing the services. The executive director shall bill or reimburse the 36 parties, as appropriate, for any difference between the estimated costs that were collected and the actual costs of providing the 38 services. Once one party has paid its share of the estimated cost of providing the service, the matter is scheduled for hearing. A party who has not paid an invoice for the estimated 40 or actual cost of providing services within 60 days of the date 42 the invoice was issued is, in the absence of good cause shown, liable for the amount of the invoice together with a penalty in the amount of 25% of the amount of the invoice. Any penalty 44 amount collected pursuant to this provision remains in the 46 special fund administered by the Maine Labor Relations Board and that fund does not lapse. The executive director is authorized to collect any sums due and payable pursuant to this provision 48 through civil action. In such an action, the court shall allow 50 litigation costs, including court costs and reasonable attorney's

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fees, to be deposited in the General Fund if the executive director is the prevailing party in the action. The Executive Director executive director shall, annually, on or before July 1st, make a report of the activities of the State Board of Arbitration and Conciliation to the Governor. The board shall from time to time adopt rules of procedure as it determines necessary.

Sec. 4. 26 MRSA §965, sub-§2, ¶C, as amended by PL 1991, c. 622, Pt. O, §4, is further amended to read:

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R.015.

A-panel-of-mediators The Panel of Mediators, to-consist C. consisting of not less than 5 nor more than 10 impartial members, must be appointed by the Governor from time to time 14 upon the expiration of the terms of the several members, for 16 terms of 3 years. The Maine Labor Relations Board shall supply to the Governor nominations for filling vacancies. 18 Vacancies occurring during a term are must be filled for the unexpired term. Members of the panel are entitled to \$100 a day beginning July 1, 1988, for services for the time 20 actually employed in the discharge of their official duties and also are entitled to traveling and all other necessary 22 expenses. The costs for services rendered and expenses incurred by members of the panel of-mediators and any state 24 cost allocation program charges must be shared equally by the parties to the proceedings and must be paid into a 26 special fund administered by the Maine Labor Relations 28 Board. Authorization for services rendered and expenditures incurred by members of the panel is the responsibility of 30 the Executive Director of the Maine Labor Relations Board. All costs must be paid from that special fund. The 32 executive director may estimate costs upon receipt of a request for services and collect those costs prior to 34 providing the services. The executive director shall bill or reimburse the parties, as appropriate, for any difference 36 between the estimated costs that were collected and the actual costs of providing the services. Once one party has paid its share of the estimated cost of providing the 38 service, the mediator is assigned. A party who has not paid an invoice for the estimated or actual cost of providing 40 services within 60 days of the date the invoice was issued is, in the absence of good cause shown, liable for the 42 amount of the invoice together with a penalty in the amount 44 of 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision remains in the special 46 fund administered by the Maine Labor Relations Board and that fund does not lapse. The executive director is 48 authorized to collect any sums due and payable pursuant to this provision through civil action. In such an action, the 50 court shall allow litigation costs, including court costs

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and reasonable attorney's fees, to be deposited in the General Fund if the executive director is the prevailing party in the action.

Sec. 5. 26 MRSA §965, sub-§6, as amended by PL 1991, c. 622, Pt. O, §6, is further amended to read:

8 6. Arbitration administration. The cost for services rendered and expenses incurred by the Maine State Board of 10 Arbitration and Conciliation, as defined in section 931,, and any state cost allocation program charges, must be shared equally by the parties to the proceedings and must be paid into a special 12 fund administered by ' the Maine Labor Relations Board. $\mathbf{14}$ Authorization for services rendered and expenditures incurred by members of the State Board of Arbitration and Conciliation is the 16 responsibility of the executive director. All costs must be paid from that special fund. <u>The executive director may estimate</u> 18 costs upon receipt of a request for services and collect those costs prior to providing the services. The executive director 20 shall bill or reimburse the parties, as appropriate, for any difference between the estimated costs that were collected and 22 the actual costs of providing the services. Once one party has paid its share of the estimated cost of providing the service, 24 the matter is scheduled for hearing. A party who has not paid an invoice for the estimated or actual cost of providing services 26 within 60 days of the date the invoice was issued is, in the absence of good cause shown, liable for the amount of the invoice together with a penalty in the amount of 25% of the amount of the 28 invoice. Any penalty amount collected pursuant to this provision remains in the special fund administered by the Maine Labor 30 Relations Board and that fund does not lapse. The executive 32 director is authorized to collect any sums due and payable pursuant to this provision through civil action. In such an action, the court shall allow litigation costs, including court 34 costs and reasonable attorney's fees, to be deposited in the 36 General Fund if the executive director is the prevailing party in the action.

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Sec. 6. 26 MRSA §968, sub-§1, as amended by PL 1991, c. 622, Pt. O, §8, is further amended to read:

42 1. Maine Labor Relations Board. The Maine Labor Relations Board, established by Title 5, section 12004-B, subsection 2, consists of 3 members and 6 alternates to-be appointed by the 44 Governor, subject to review by the joint standing committee of 46 the Legislature having jurisdiction over labor matters and to confirmation by the Legislature. The Governor, in makinq appointments, shall name one member and 2 alternates to represent 48 employees, one member and 2 alternates to represent employers and one member and 2 alternates to represent the public. The member 50

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representing the public shall-be serves as the board's chair and the alternate representing the public shall--be serves as an 2 alternate chair. Members of the board are entitled to compensation according to the provisions of Title 5, chapter 379. 4 The alternates are entitled to compensation at the same per diem б rate as the member that the alternate replaces. The term of each member and each alternate is 4 years +- provided, except that of 8 the members and alternates first appointed, one member and 2 alternates are appointed for a term of 4 years, one member and 2 alternates are appointed for a term of 3 years and one member and 10 2 alternates are appointed for a term of 2 years. The members of 12 the board, its alternates and its employees are entitled to receive necessary expenses. Per diem and necessary expenses for 14 members and alternates of the board, as well as state cost allocation program charges, must be shared equally by the parties 16 to any proceeding at which the board presides, and must be paid into a special fund administered by the board from which all 18 costs must be paid. The executive director may estimate costs upon receipt of a request for services and collect those costs prior to providing the services. The executive director shall 20 bill or reimburse the parties, as appropriate, for any difference between the estimated costs that were collected and the actual 22 costs of providing the services. Once one party has paid its share of the estimated cost of providing the service, the matter 24 is scheduled for hearing. A party who has not paid an invoice 26 for the estimated or actual cost of providing services within 60 days of the date the invoice was issued is, in the absence of 28 good cause shown, liable for the amount of the invoice together with a penalty in the amount of 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision 30 remains in the special fund administered by the Maine Labor 32 Relations Board and that fund does not lapse. The executive director is authorized to collect any sums due and payable 34 pursuant to this provision through civil action. In such an action, the court shall allow litigation costs, including court 36 costs and reasonable attorney's fees, to be deposited in the General Fund if the executive director is the prevailing party in the action. At its discretion, the board may allocate all costs 38 to a party that presents a frivolous complaint or defense or that blatant violation the 40 commits а of applicable collective bargaining law. When the board meets on administrative or other matters that do not concern the interests of particular parties 42 or when any board member presides at a prehearing conference, the 44 members' per diem and necessary expenses must be paid from the board's regular appropriation for these purposes. The executive 46 director and legal or professional personnel employed by the board are members of the unclassified service. 48

Sec. 7. 26 MRSA §1026, sub-§5, as amended by PL 1991, c. 622, Pt. O, §11, is further amended to read:

2 5. Costs. The following costs must be shared equally by the parties to the proceedings: the costs of the fact-finding 4 board, including, if any, per diem expenses and actual and necessary travel and subsistence expenses and; the costs of the neutral arbitrator or arbitrators, including, if any, per diem 6 actual expenses and and necessary travel and subsistence expenses; the costs of the Federal Mediation and Conciliation 8 Service or the American Arbitration Association; and the costs of hiring the premises where any fact-finding or arbitration 10 proceedings are conducted. All other costs must be assumed by the 12 party incurring them. The services of the Panel of Mediators and the Maine State Board of Arbitration and Conciliation, and any 14 state allocation program charges, must be shared equally by the parties to the proceedings and must be paid into a special fund 16 administered by the Maine Labor Relations Board. Authorization for services rendered and expenditures incurred by members of the 18 Panel of Mediators and the State Board of Arbitration and Conciliation is the responsibility of the executive director. 20 All costs must be paid from that special fund. The executive director may estimate costs upon receipt of a request for 22 services and collect those costs prior to providing the services. The executive director shall bill or reimburse the parties, as appropriate, for any difference between the estimated 24 costs that were collected and the actual costs of providing the services. Once one party has paid its share of the estimated 26 cost of providing the service, the matter is scheduled for hearing or the mediator is assigned. A party who has not paid an 28 invoice for the estimated or actual cost of providing services within 60 days of the date the invoice was issued is, in the 30 absence of good cause shown, liable for the amount of the invoice 32 together with a penalty in the amount of 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision 34 remains in the special fund administered by the Maine Labor Relations Board and that fund does not lapse. The executive 36 director is authorized to collect any sums due and payable pursuant to this provision through civil action. In such an 38 action, the court shall allow litigation costs, including court costs and reasonable attorney's fees, to be deposited in the 40 General Fund if the executive director is the prevailing party in the action.

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Sec. 8. 26 MRSA §1285, sub-§8, as amended by PL 1991, c. 622, Pt. O, §13, is further amended to read:

8. Arbitration administration. The cost of services rendered and expenses incurred by the State Board of Arbitration and Conciliation, as defined in section 931, and any applicable state cost allocation program charges, must be shared equally by the parties to the proceedings and must be paid into a special

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administered by the Maine Labor fund Relations Board. 2 Authorization for services rendered and expenditures incurred by members of the State Board of Arbitration and Conciliation is the responsibility of the executive director. All costs must be paid 4 from that special fund. The executive director may estimate costs upon receipt of a request for services and collect those 6 costs prior to providing the services. The executive director . 8 shall bill or reimburse the parties, as appropriate, for any difference between the estimated costs that were collected and 10 the actual costs of providing the services. Once one party has paid its share of the estimated cost of providing the service, the matter is scheduled for hearing. A party who has not paid an 12 invoice for the estimated or actual cost of providing services within 60 days of the date the invoice was issued is, in the 14 absence of good cause shown, liable for the amount of the invoice 16 together with a penalty in the amount of 25% of the amount of the invoice. Any penalty amount collected pursuant to this provision 18 remains in the special fund administered by the Maine Labor Relations Board and that fund does not lapse. The executive director is authorized to collect any sums due and payable 20 pursuant to this provision through civil action. In such an action, the court shall allow litigation costs, including court 22 costs and reasonable attorney's fees, to be deposited in the General Fund if the executive director is the prevailing party in 24 the action.'

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Further amend the bill by inserting at the end before the statement of fact the following:

'FISCAL NOTE

32 Authorizing the Maine Labor Relations Board to bill for services in advance of providing those services will have no net 34 fiscal impact, but will change the cash flow pattern of the board's dedicated revenue. The board's General Fund account contains sufficient funds to pay members per diem and expenses 36 when they meet only for administrative purposes.

The bill additionally allows the executive director to 40 collect amounts due through civil action. The additional workload and administrative costs associated with the minimal 42 number of new cases filed in the court system can be absorbed within the budgeted resources of the Judicial Department.

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The collection of litigation costs through civil action may increase General Fund revenue. The amount can not be determined 46 at this time.'

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STATEMENT OF FACT

The original bill authorizes the Executive Director of the Maine Labor Relations Board to estimate and collect costs prior to providing certain services for which, under Public Law 1991, chapter 622, the parties must now pay. This amendment adds to the changes in the original bill by adding a provision to ensure that there will be no delay in the provision of services if one . party fails to pay for the estimated costs of those services. The amendment also imposes a penalty of 25% of the amount of the invoice if a party, in the absence of good cause, fails to pay the invoice amount within 60 days. Any penalties collected remain in the special fund set up by Public Law 1991, chapter 622 to pay for those services, and that fund does not lapse. The amendment also authorizes the Executive Director of the Maine Labor Relations Board to collect any sums due pursuant to these changes through civil action. If the executive director prevails, the court shall award litigation costs, including reasonable attorney's fees, to be deposited in the General Fund. The amendment also adds a fiscal note.

Reported by Senator Conley for the Committee on Labor. Reproduced and Distributed Pursuant to Senate Rule 12. (3/17/92) (Filing No. S-637)

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