

# 131st MAINE LEGISLATURE

## FIRST SPECIAL SESSION-2023

**Legislative Document** 

No. 2017

H.P. 1299

House of Representatives, June 27, 2023

An Act to Fund Collective Bargaining Agreements with Executive Branch Employees

(EMERGENCY)

Reference to the Committee on Appropriations and Financial Affairs suggested and ordered printed.

ROBERT B. HUNT

R(+ B. Hunt

Clerk

Presented by Representative SACHS of Freeport. (GOVERNOR'S BILL)

**Emergency preamble.** Whereas, acts and resolves of the Legislature do not become effective until 90 days after adjournment unless enacted as emergencies; and

Whereas, certain obligations and expenses incident to the operation of state employee collective bargaining agreements will become due and payable immediately; and

**Whereas,** it is the responsibility of the Legislature to act upon those portions of collective bargaining agreements negotiated by the executive branch that require legislative action; and

Whereas, the Governor and the Legislature share a desire to address in a timely manner the needs of certain state employees excluded from collective bargaining units; 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,

#### Be it enacted by the People of the State of Maine as follows:

- **Sec. 1.** Adjustment of salary schedules for fiscal years 2023-24 and 2024-25. The salary schedules for the executive branch employees in bargaining units represented by the American Federation of State, County and Municipal Employees, the Maine State Troopers Association, the Maine State Law Enforcement Association, the Maine Service Employees Association, the Fraternal Order of Police and any other certified bargaining representative for an executive branch bargaining unit must be adjusted consistent with the terms of any agreements ratified by December 31, 2023.
- Sec. 2. New, temporary and seasonal employees; similar and equitable treatment. The Governor is authorized to grant similar and equitable treatment consistent with this Act for employees in classifications included in bargaining units subject to collective bargaining agreements described in section 5 of this Act who are excluded from collective bargaining pursuant to the Maine Revised Statutes, Title 26, section 979-A, subsection 6, paragraph F.
- **Sec. 3.** Confidential employees; similar and equitable treatment. The Governor is authorized to grant similar and equitable treatment consistent with this Act for confidential employees. For the purposes of this section, "confidential employees" means those employees within the executive branch, including probationary employees, who are in positions excluded from collective bargaining units pursuant to the Maine Revised Statutes, Title 26, section 979-A, subsection 6, paragraphs B, C, D, I and J.
- **Sec. 4.** Employee salaries subject to Governor's adjustment or approval. The Governor is authorized to grant similar and equitable treatment consistent with this Act for those unclassified employees whose salaries are subject to the Governor's adjustment or approval.
- **Sec. 5.** Costs to General Fund and Highway Fund. Costs to the General Fund and Highway Fund must be provided wholly or in part through a transfer of Personal Services appropriations within and between departments and agencies from the Salary Plan program, General Fund account in the Department of Administrative and Financial Services in an amount not to exceed \$99,000,000 in total for the fiscal years ending June

30, 2024 and June 30, 2025 to implement the economic terms of the most recent collective bargaining agreements made from July 2023 to December 2023 by the State and the American Federation of State, County and Municipal Employees, the Maine State Troopers Association, the Maine State Law Enforcement Association, the Maine Service Employees Association, the Fraternal Order of Police and any other certified bargaining representative for an executive branch bargaining unit, to provide equitable treatment of employees excluded from collective bargaining pursuant to the Maine Revised Statutes, Title 26, section 979-A, subsection 6, paragraph F and, notwithstanding Title 26, section 979-D, subsection 1, paragraph E, subparagraph (3), to implement equitable adjustments for confidential employees.

- **Sec. 6.** Transfer of Personal Services appropriations between programs and departments; General Fund. Notwithstanding the Maine Revised Statutes, Title 5, section 1585 or any other provision of law to the contrary, available balances in the General Fund for Personal Services in fiscal year 2023-24 and fiscal year 2024-25 may be transferred by financial order between programs and departments within the General Fund upon recommendation of the State Budget Officer and approval of the Governor to be used for costs associated with collective bargaining agreements for state employees.
- **Sec. 7. Transfer from Salary Plan program and special account funding.** The Salary Plan program, General Fund account in the Department of Administrative and Financial Services may be made available as needed in allotment by financial order upon the recommendation of the State Budget Officer and approval of the Governor to be used for the implementation of the collective bargaining agreements for state employees and for other economic items contained in this Act in fiscal year 2023-24 and fiscal year 2024-25. Positions supported from sources of funding other than the General Fund and the Highway Fund must be funded from those other sources.
- **Sec. 8.** Transfer of Personal Services allocations between programs and departments; Highway Fund. Notwithstanding the Maine Revised Statutes, Title 5, section 1585 or any other provision of law to the contrary, available balances in the Highway Fund for Personal Services in fiscal year 2023-24 and fiscal year 2024-25 may be transferred by financial order between programs and departments within the Highway Fund upon recommendation of the State Budget Officer and approval of the Governor to be used for costs associated with collective bargaining agreements for state employees.
- Sec. 9. Authorization for reimbursement of costs associated with comprehensive review of classification and compensation system. The Department of Administrative and Financial Services may be reimbursed up to \$1,200,000 from the Salary Plan program, General Fund account in the Department of Administrative and Financial Services for additional resources necessary to finalize the efforts of the ongoing comprehensive review of the classification and compensation system for employees of the executive branch of State Government and to conduct a market pay study that compares the salaries of state employees with employees performing comparable work for a sampling of private and public employees in the State, other New England states and other states as appropriate by September 30, 2024.
- Sec. 10. Authorization for reimbursement of costs associated with contract resolution. The Department of Administrative and Financial Services may be reimbursed from the Salary Plan program, General Fund account in the Department of Administrative

and Financial Services for the costs of contract resolution, administration and implementation and other costs required by the process of collective bargaining and negotiation procedures.

**Emergency clause.** In view of the emergency cited in the preamble, this legislation takes effect when approved.

6 SUMMARY

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This bill implements the cost items in the collective bargaining agreements reached between the State and the American Federation of State, County and Municipal Employees, the Maine State Troopers Association, the Maine State Law Enforcement Association, the Maine Service Employees Association, the Fraternal Order of Police and any other certified bargaining representative for an executive branch bargaining unit and provides for equitable treatment for confidential employees and certain other employees excluded from collective bargaining.

The bill specifies the costs from the General Fund and Highway Fund to fund salary increases and authorizes the transfer by financial order of available General Fund and Highway Fund balances as necessary.

The bill provides for the adjustment of certain salary schedules in fiscal year 2023-24 and in fiscal year 2024-25 consistent with agreements ratified by December 31, 2023. The bill provides for similar and equitable treatment of confidential employees, probationary employees and other employees excluded from collective bargaining.

The bill authorizes the Department of Administrative and Financial Services to be reimbursed up to \$1,200,000 for finalization of the ongoing comprehensive review of the classification and compensation system for executive branch employees and for a market pay study comparing state salaries with those of employees performing comparable work of a sampling of certain private and public employees.

FISCAL NOTE REQUIRED (See attached)



## 131st MAINE LEGISLATURE

LD 2017

LR 2599(01)

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Fiscal Note for Original Bill Sponsor: Rep. Sachs of Freeport Committee: Not Referred Fiscal Note Required: Yes

### **Fiscal Note**

Current biennium cost increase - General Fund Current biennium increase - Highway Fund

#### **Fiscal Detail and Notes**

This bill authorizes the adjustment of salary schedules upward consistent with various collective bargaining agreements. The General Fund and Highway Fund costs are to be supported through transfers between and within departments and agencies and through the Salary Plan program, General Fund account within the Department of Administrative and Financial Services. Transfers from the Salary Plan are limited to up to \$99,000,000 in fiscal years 2023-24 and 2024-25. The unobligated balance in the Salary Plan as of June 23, 2023 is \$108,574,334. It is anticipated that additional balances will lapse to the program at the end of the fiscal year.