By: Coleman H.B. No. 4298

## A BILL TO BE ENTITLED

1	AN ACT
2	relating to the right of certain hospital districts to maintain
3	local control over wages, hours, and other terms and conditions of
4	employment.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Subtitle B, Title 5, Local Government Code, is
7	amended by adding Chapter 163 to read as follows:
8	CHAPTER 163. LOCAL CONTROL OF EMPLOYMENT MATTERS IN CERTAIN
9	HOSPITAL DISTRICTS
10	Sec. 163.001. APPLICABILITY. This chapter applies only to
11	a hospital district whose boundaries are coextensive with a county
12	with a population of more than three million.
13	Sec. 163.002. DEFINITIONS. In this chapter:
14	(1) "Covered employee" means an employee of a hospital
15	district.
16	(2) "Employee association" means an organization in
17	which employees of a hospital district participate and that exists
18	for the purpose, wholly or partly, of dealing with one or more
19	employers, whether public or private, concerning grievances, labor
20	disputes, wages, rates of pay, hours of employment, or conditions
21	of work affecting public employees and whose members pay dues by
22	means of an automatic payroll deduction.
23	(3) "Public employer" means any hospital district

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required to establish the wages, salaries, rates of pay, hours,

- 1 working conditions, and other terms and conditions of employment of
- 2 public employees.
- 3 Sec. 163.003. GENERAL PROVISIONS RELATING TO AGREEMENTS AND
- 4 RECOGNITION. (a) A hospital district may not be denied local
- 5 control over wages, salaries, rates of pay, hours of work, other
- 6 terms and conditions of employment, or other state-mandated
- 7 personnel issues. A public employer may enter into a mutual
- 8 agreement governing these issues with an employee association
- 9 recognized under this chapter as the sole and exclusive bargaining
- 10 agent for all covered employees that does not advocate the illegal
- 11 right to strike by covered employees. The applicable statutes,
- 12 local orders or ordinances, and civil service rules govern a term or
- 13 condition of employment on which the public employer and the
- 14 association do not agree.
- 15 (b) An agreement under this chapter must be written.
- 16 (c) This chapter does not require the public employer and
- 17 the recognized employee association to meet and confer or reach an
- 18 agreement on any issue.
- 19 (d) This chapter does not authorize an agreement regarding
- 20 pension or pension-related matters governed by Subtitle F, Title 8,
- 21 Government Code.
- Sec. 163.004. PETITION FOR RECOGNITION: ELECTION OR ACTION
- 23 BY BOARD. (a) Not later than the 30th day after the date the board
- 24 of hospital managers of a hospital district receives from an
- 25 employee association a petition signed by the majority of all
- 26 covered employees of the hospital district that requests
- 27 recognition of the association as the sole and exclusive bargaining

- 1 agent for all the covered employees of that employer, the board
- 2 shall:
- 3 (1) grant recognition of the association as requested
- 4 in the petition and find that a public employer may meet and confer
- 5 under this chapter without conducting an election by the voters in
- 6 the district under Section 163.006;
- 7 (2) defer granting recognition of the association and
- 8 order an election by the voters in the district under Section
- 9 163.006 regarding whether a public employer may meet and confer
- 10 under this chapter; or
- 11 (3) order a certification election under Section
- 12 163.005 to determine whether the association represents a majority
- 13 of the covered employees of the district.
- 14 (b) If the board of hospital managers of a hospital district
- 15 orders a certification election under Subsection (a)(3) and the
- 16 association named in the petition is certified to represent a
- 17 majority of the covered employees, the board shall, not later than
- 18 the 30th day after the date that results of that election are
- 19 certified:
- 20 (1) grant recognition of the association as requested
- 21 in the petition for recognition and find that a public employer may
- 22 meet and confer under this chapter without conducting an election
- 23 by the voters in the district under Section 163.006; or
- 24 (2) defer granting recognition of the association and
- 25 order an election by the voters in the district under Section
- 26 163.006 regarding whether a public employer may meet and confer
- 27 under this chapter.

- 1 Sec. 163.005. CERTIFICATION ELECTION. (a) Except as
- 2 provided by Subsection (b), a certification election ordered under
- 3 Section 163.004(a)(3) to determine whether an employee association
- 4 represents a majority of the covered employees shall be conducted
- 5 according to procedures agreeable to the parties.
- 6 (b) If the parties are unable to agree on procedures for the
- 7 certification election, either party may request the American
- 8 Arbitration Association to conduct the election and to certify the
- 9 results of the election.
- 10 <u>(c) The results of an election shall be certified if the</u>
- 11 employee association receives a majority of valid votes cast in the
- 12 election.
- 13 (d) Certification of the results of an election under this
- 14 section resolves the question concerning representation.
- 15 <u>(e)</u> The association is liable for the expenses of the
- 16 <u>certification election</u>, except that if two or more associations
- 17 seeking recognition as the sole and exclusive bargaining agent
- 18 submit a petition signed by at least 30 percent of the employees
- 19 eligible to sign the petition for recognition, all the associations
- 20 named in any petition shall share equally the costs of the election.
- Sec. 163.006. ELECTION TO AUTHORIZE OPERATING UNDER THIS
- 22 CHAPTER. (a) The board of hospital managers of a hospital district
- 23 that receives a petition for recognition under Section 163.004 may
- 24 order an election to determine whether a public employer may meet
- 25 and confer under this chapter.
- 26 (b) An election ordered under this section must be held as
- 27 part of the next regularly scheduled general election for county

- 1 officers that is held after the date the board of hospital managers
- 2 orders the election and that allows sufficient time to prepare the
- 3 ballot in compliance with other requirements of law.
- 4 (c) The ballot for an election ordered under this section
- 5 shall be printed to permit voting for or against the proposition:
- 6 "Authorizing \_\_\_\_\_ (name of the hospital district) to operate
- 7 under the state law allowing a hospital district to meet and confer
- 8 and make agreements with the association representing employees of
- 9 the hospital district as provided by state law, preserving the
- 10 prohibition against strikes and organized work stoppages, and
- 11 providing penalties for strikes and organized work stoppages."
- 12 (d) An election called under this section must be held and
- 13 the returns prepared and canvassed in conformity with the Election
- 14 Code.
- (e) If an election authorized under this section is held,
- 16 the hospital district may operate under the other provisions of
- 17 this chapter only if a majority of the votes cast at the election
- 18 favor the proposition.
- 19 (f) If an election authorized under this section is held, an
- 20 association may not submit a petition for recognition to the board
- 21 of hospital managers of the hospital district under Section 163.004
- 22 before the second anniversary of the date of the election.
- Sec. 163.007. CHANGE OR MODIFICATION OF RECOGNITION. (a)
- 24 The covered employees may modify or change the recognition of the
- 25 employee association granted under this chapter by filing with the
- 26 board of hospital managers of the hospital district a petition
- 27 signed by a majority of all covered employees.

- 1 (b) The board of hospital managers of the hospital district
- 2 may:
- 3 (1) recognize the change or modification as provided
- 4 by the petition; or
- 5 (2) order a certification election in accordance with
- 6 Section 163.005 regarding whether to do so.
- 7 <u>Sec. 163.008. STRIKES PROHIBITED. (a) A covered employee</u>
- 8 may not engage in a strike or organized work stoppage against this
- 9 state or the hospital district.
- 10 (b) A covered employee who participates in a strike forfeits
- 11 any civil service rights, reemployment rights, and other rights,
- 12 benefits, or privileges the employee may have as a result of the
- 13 employee's employment or prior employment with the hospital
- 14 district.
- 15 <u>(c) This section does not affect the right of a person to</u>
- 16 <u>cease work if the person is not acting in concert with others in an</u>
- 17 organized work stoppage.
- 18 Sec. 163.009. RECOGNITION OF EMPLOYEE ASSOCIATION. (a) A
- 19 public employer that chooses to meet and confer under this chapter
- 20 shall recognize an association that is recognized under Section
- 21 163.004 or 163.005 as the sole and exclusive bargaining agent for
- 22 the covered employees of that employer.
- 23 (b) The public employer shall recognize the employee
- 24 association until recognition of the association is withdrawn, in
- 25 accordance with Section 163.007, by a majority of the covered
- 26 employees eligible to sign a petition for recognition.
- Sec. 163.010. SELECTION OF BARGAINING AGENT; BARGAINING

- 1 UNIT. (a) The public employer's chief executive officer or the
- 2 chief executive officer's designee shall select one or more persons
- 3 to represent the public employer as its sole and exclusive
- 4 bargaining agent to meet and confer on issues related to the wages,
- 5 hours of employment, and other terms and conditions of employment
- 6 of covered employees.
- 7 (b) An employee association may designate one or more
- 8 persons to negotiate or bargain on the association's behalf.
- 9 <u>(c) A hospital district's bargaining unit is composed of all</u>
- 10 the covered employees of the hospital district.
- 11 Sec. 163.011. PROTECTED RIGHTS OF EMPLOYEES. A meet and
- 12 confer agreement ratified under this chapter may not interfere with
- 13 the right of a member of a bargaining unit to pursue allegations of
- 14 discrimination based on race, creed, color, national origin,
- 15 religion, age, sex, or disability with the Texas Workforce
- 16 <u>Commission civil rights division or the federal Equal Employment</u>
- 17 Opportunity Commission or to pursue affirmative action litigation.
- Sec. 163.012. OPEN RECORDS. (a) A proposed meet and confer
- 19 agreement and a document prepared and used by the hospital district
- 20 in connection with the proposed agreement are available to the
- 21 public under Chapter 552, Government Code, only after the agreement
- 22 is ready to be ratified by the board of hospital managers of the
- 23 hospital district.
- 24 (b) This section does not affect the application of
- 25 Subchapter C, Chapter 552, Government Code, to a document prepared
- 26 and used in connection with the agreement.
- Sec. 163.013. OPEN DELIBERATIONS. (a) Deliberations

- 1 relating to a meet and confer agreement or proposed agreement under
- 2 this chapter between representatives of the hospital district and
- 3 representatives of the employee association recognized under this
- 4 chapter as the sole and exclusive bargaining agent for the covered
- 5 employees must be open to the public and comply with state law.
- 6 (b) Subsection (a) may not be construed to prohibit the
- 7 representatives of the hospital district or the representatives of
- 8 the recognized employee association from conducting private
- 9 caucuses that are not open to the public during meet and confer
- 10 negotiations.
- 11 Sec. 163.014. RATIFICATION AND ENFORCEABILITY OF
- 12 AGREEMENT. (a) An agreement under this chapter is enforceable and
- 13 binding on the hospital district, the recognized employee
- 14 association, and the employees covered by the meet and confer
- 15 agreement only if:
- 16 (1) the board of hospital managers of the hospital
- 17 district ratified the agreement by a majority vote; and
- 18 (2) the recognized employee association ratified the
- 19 agreement by conducting a secret ballot election at which the
- 20 majority of the covered employees who are members of the
- 21 association favored ratifying the agreement.
- (b) A meet and confer agreement ratified as described by
- 23 Subsection (a) may establish a procedure by which the parties agree
- 24 to resolve disputes related to a right, duty, or obligation
- 25 provided by the agreement, including binding arbitration on a
- 26 question involving interpretation of the agreement.
- 27 (c) A state district court of a judicial district in which

- 1 the hospital district is located has jurisdiction to hear and
- 2 resolve a dispute under the ratified meet and confer agreement on
- 3 the application of a party to the agreement aggrieved by an action
- 4 or omission of the other party when the action or omission is
- 5 related to a right, duty, or obligation provided by the agreement.
- 6 The court may issue proper restraining orders, temporary and
- 7 permanent injunctions, or any other writ, order, or process,
- 8 including contempt orders, that are appropriate to enforcing the
- 9 agreement.
- 10 Sec. 163.015. ACTION OR ELECTION TO REPEAL AUTHORIZATION TO
- 11 OPERATE UNDER THIS CHAPTER. (a) The board of hospital managers of
- 12 a hospital district that granted recognition of an employee
- 13 association under Section 163.004 without conducting an election
- 14 under Section 163.006 may withdraw recognition of the association
- 15 by providing to the association not less than 90 days' written
- 16 <u>notice that:</u>
- 17 (1) the board is withdrawing recognition of the
- 18 association; and
- 19 (2) any agreement between the board and the
- 20 association will not be renewed.
- 21 (b) The board of hospital managers of a hospital district
- 22 that granted recognition of an employee association after
- 23 conducting an election under Section 163.006 may order an election
- 24 to determine whether a public employer may continue to meet and
- 25 confer under this chapter. The board may not order an election
- 26 under this subsection until the second anniversary of the date of
- 27 the election under Section 163.006.

- 1 (c) An election ordered under Subsection (b) must be held as
- 2 part of the next regularly scheduled general election for county
- 3 officers that occurs after the date the board of hospital managers
- 4 of the hospital district orders the election and that allows
- 5 sufficient time to prepare the ballot in compliance with other
- 6 <u>requirements of law.</u>
- 7 (d) The ballot for an election ordered under Subsection (b)
- 8 shall be printed to permit voting for or against the proposition:
- 9 "Authorizing \_\_\_\_\_ (name of the hospital district) to continue
- 10 to operate under the state law allowing a hospital district to meet
- 11 and confer and make agreements with the association representing
- 12 employees of a hospital district as provided by state law,
- 13 preserving the prohibition against strikes and organized work
- 14 stoppages, and providing penalties for strikes and organized work
- 15 stoppages."
- (e) An election ordered under Subsection (b) must be held
- 17 and the returns prepared and canvassed in conformity with the
- 18 Election Code.
- 19 (f) If an election ordered under Subsection (b) is held, the
- 20 hospital district may continue to operate under this chapter only
- 21 if a majority of the votes cast at the election favor the
- 22 proposition.
- 23 (g) If an election ordered under Subsection (b) is held, an
- 24 association may not submit a petition for recognition to the board
- of hospital managers of the hospital district under Section 163.004
- 26 before the second anniversary of the date of the election.
- Sec. 163.016. ELECTION TO REPEAL AGREEMENT. (a) Not later

- 1 than the 45th day after the date a meet and confer agreement is
- 2 ratified by the board of hospital managers of the hospital district
- 3 and the recognized employee association, a petition calling for the
- 4 repeal of the agreement signed by at least 10 percent of the
- 5 qualified voters residing in the district may be presented to the
- 6 person charged with ordering an election under Section 3.004,
- 7 Election Code.
- 8 (b) If a petition is presented under Subsection (a), the
- 9 board of hospital managers of the hospital district shall:
- 10 <u>(1)</u> repeal the meet and confer agreement; or
- 11 (2) certify that it is not repealing the agreement and
- 12 call an election to determine whether to repeal the agreement.
- (c) An election called under Subsection (b)(2) may be held
- 14 as part of the next regularly scheduled general election for the
- 15 county in which the hospital district is located or at a special
- 16 <u>election called by the board of hospital managers of the hospital</u>
- 17 district for that purpose. The ballot shall be printed to permit
- 18 voting for or against the proposition: "Repeal the meet and confer
- 19 agreement ratified on \_\_\_\_\_ (date agreement was ratified) by the
- 20 \_\_\_\_\_ (name of the board of hospital managers of the hospital
- 21 district) and the \_\_\_\_ (name of the recognized employee
- 22 association) concerning wages, salaries, rates of pay, hours of
- 23 work, and other terms of employment."
- 24 (d) If a majority of the votes cast at the election favor the
- 25 repeal of the agreement, the agreement is void.
- Sec. 163.017. AGREEMENT SUPERSEDES CONFLICTING PROVISIONS.
- 27 A written meet and confer agreement ratified under this chapter

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- 1 preempts, during the term of the agreement and to the extent of any
- 2 conflict, all contrary state statutes, local orders or ordinances,
- 3 executive orders, civil service provisions, or rules adopted by
- 4 this state or a political subdivision or agent of this state,
- 5 including a civil service commission, county, or hospital district,
- 6 other than a statute, order, ordinance, executive order, civil
- 7 <u>service provision</u>, or rule regarding pensions or pension-related
- 8 matters.
- 9 SECTION 2. This Act takes effect September 1, 2009.