28-LS1432\O Wayne 3/19/14

CS FOR SENATE BILL NO. 182(FIN)

IN THE LEGISLATURE OF THE STATE OF ALASKA

TWENTY-EIGHTH LEGISLATURE - SECOND SESSION

BY THE SENATE FINANCE COMMITTEE

Offered: Referred:

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Sponsor(s): SENATOR DYSON

A BILL

FOR AN ACT ENTITLED

"An Act relating to salary differences in collective bargaining agreements subject to the
Public Employment Relations Act that are based on a difference in the cost of living
outside the state and the cost of living in the state; and providing for an effective date."

4 **BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF ALASKA:**

* Section 1. AS 23.40.075 is amended by adding a new subsection to read:

(b) The parties may not enter into a collective bargaining agreement that adjusts the amount of the salary paid to an employee who resides inside the state based on a difference between the cost of living in the state and the cost of living outside the state.

* Sec. 2. AS 23.40.210 is repealed and reenacted to read:

Sec. 23.40.210. Agreement. Upon the completion of negotiations between an organization and a public employer, if a settlement is reached, the employer shall reduce it to writing in the form of an agreement. The agreement may include a term for which it will remain in effect, not to exceed three years. The agreement shall

include a grievance procedure that has binding arbitration as its final step. Either party to the agreement has a right of action to enforce the agreement by petition to the labor relations agency.

* Sec. 3. The uncodified law of the State of Alaska is amended by adding a new section to read:

TRANSITION: SALARY DIFFERENCES IN COLLECTIVE BARGAINING AGREEMENTS. (a) Notwithstanding AS 23.40.075(b), as enacted by sec. 1 of this Act, and AS 23.40.210, as repealed and reenacted by sec. 2 of this Act, a person who is eligible on June 30, 2014, to receive a cost-of-living differential under AS 23.40.210(a) shall remain eligible on and after July 1, 2014, to receive a cost-of-living differential at the rate applicable to the person under the most recent collective bargaining agreement in effect before July 1, 2014, for so long as the person would have been eligible to receive that cost-of-living differential under AS 23.40.210(a) if AS 23.40.075 and 23.40.210 were not amended by this Act.

(b) If a person entitled to receive a cost-of-living differential on and after July 1, 2014, under (a) of this section transfers to a position in a different bargaining unit on or after July 1, 2014, the person is eligible to receive a cost-of-living differential at the rate that would have been applicable to the person under the most recent collective bargaining agreement in effect for that different bargaining unit before July 1, 2014, for so long as the person would have been eligible to receive that cost-of-living differential under AS 23.40.210(a) if AS 23.40.075 and 23.40.210 were not amended by this Act.

* Sec. 4. The uncodified law of the State of Alaska is amended by adding a new section to read:

APPLICABILITY. Sections 1 - 3 of this Act apply to collective bargaining agreements that are entered into on or after July 1, 2014.

* Sec. 5. This Act takes effect July 1, 2014.

CSSB 182(FIN)