# **CHAPTER 187**

# (Senate Bill 264)

## AN ACT concerning

#### State Employees – Collective Bargaining – Negotiations – "The Fair Share Act"

FOR the purpose of authorizing collective bargaining negotiations pertaining to certain State employees to include negotiations relating to the right of an employee organization to receive service fees from nonmembers; <u>exempting certain employees who are members of certain religions</u> whose religious beliefs are opposed to joining or financially supporting a certain labor organization from the requirement to pay a service fee under certain circumstances; providing that an employee who is exempt from paying a service fee <u>may shall</u> be required to pay a certain amount to a certain organization and to furnish certain proof of payment under certain circumstances; requiring a certain memorandum of understanding to include a list of certain organizations; and generally relating to permissible matters of negotiation under the State employee collective bargaining process.

BY repealing and reenacting, with amendments,

Article – State Personnel and Pensions Section 3–502 Annotated Code of Maryland (2004 Replacement Volume and 2008 Supplement)

SECTION 1. BE IT ENACTED BY THE GENERAL ASSEMBLY OF MARYLAND, That the Laws of Maryland read as follows:

#### **Article – State Personnel and Pensions**

3 - 502.

(a) Collective bargaining shall include all matters relating to wages, hours, and other terms and conditions of employment.

(b) (1) [Collective] EXCEPT AS PROVIDED IN PARAGRAPH (2) (3) OF THIS SUBSECTION, COLLECTIVE bargaining may [not] include negotiations relating to the right of an employee organization to receive service fees from nonmembers.

(2) (1) AN EMPLOYEE WHO IS A MEMBER OF A BONA FIDE RELIGION THAT HISTORICALLY HAS HELD CONSCIENTIOUS OBJECTIONS TO JOINING OR FINANCIALLY SUPPORTING AN EMPLOYEE ORGANIZATION MAY NOT

## BE REQUIRED TO PAY A SERVICE FEE TO AN EMPLOYEE ORGANIZATION UNDER PARAGRAPH (1) OF THIS SUBSECTION.

(II) <u>AN EMPLOYEE WHO IS EXEMPT FROM PAYING A</u> SERVICE FEE UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH MAY BE REQUIRED TO PAY AN AMOUNT EQUAL TO THE SERVICE FEE TO A NONRELIGIOUS, NONLABOR CHARITABLE ORGANIZATION EXEMPT FROM TAXATION UNDER § 501(C)(3) OF THE INTERNAL REVENUE CODE.

(III) 1. <u>A MEMORANDUM OF UNDERSTANDING THAT</u> INCLUDES SERVICE FEES FOR NONMEMBERS OF AN EMPLOYEE ORGANIZATION AND REQUIRES AN ALTERNATIVE PAYMENT UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH SHALL INCLUDE A LIST OF AT LEAST THREE ORGANIZATIONS TO WHICH AN EMPLOYEE MAY CHOOSE TO CONTRIBUTE.

2. <u>IF A MEMORANDUM OF UNDERSTANDING DOES</u> <u>NOT INCLUDE THE LIST OF ORGANIZATIONS REQUIRED UNDER</u> <u>SUBSUBPARAGRAPH 1 OF THIS SUBPARAGRAPH, AN EMPLOYEE MAY</u> <u>CONTRIBUTE TO ANY OTHER ORGANIZATION THAT MEETS THE REQUIREMENTS</u> <u>UNDER SUBPARAGRAPH (II) OF THIS PARAGRAPH.</u>

(IV) TO MAINTAIN AN EXEMPTION UNDER SUBPARAGRAPH (I) OF THIS PARAGRAPH, AN EMPLOYEE WHO IS REQUIRED TO MAKE AN <u>ALTERNATIVE PAYMENT UNDER SUBPARAGRAPH</u> (II) OF THIS PARAGRAPH <u>SHALL PROVIDE PROOF OF PAYMENT TO THE DEPARTMENT OF BUDGET AND</u> <u>MANAGEMENT EACH MONTH</u>.

(2) AN EMPLOYEE WHOSE RELIGIOUS BELIEFS ARE OPPOSED TO JOINING OR FINANCIALLY SUPPORTING ANY COLLECTIVE BARGAINING ORGANIZATION IS:

# (I) NOT REQUIRED TO PAY A SERVICE FEE; AND

(II) REQUIRED TO PAY AN AMOUNT OF MONEY AS DETERMINED IN COLLECTIVE BARGAINING NEGOTIATIONS, NOT TO EXCEED ANY SERVICE FEE NEGOTIATED UNDER PARAGRAPH (1) OF THIS SUBSECTION, TO ANY CHARITABLE ORGANIZATION EXEMPT FROM TAXATION UNDER § 501(C)(3) OF THE INTERNAL REVENUE CODE AND TO FURNISH TO THE DEPARTMENT AND THE EXCLUSIVE REPRESENTATIVE WRITTEN PROOF OF SUCH PAYMENT.

(2) (3) Collective bargaining between an employee organization and a system institution, Morgan State University, St. Mary's College of Maryland, or Baltimore City Community College

### MAY NOT INCLUDE NEGOTIATIONS RELATING TO THE RIGHT OF AN EMPLOYEE ORGANIZATION TO RECEIVE SERVICE FEES FROM NONMEMBERS.

(c) Notwithstanding subsection (a) of this section, the representatives of the State, a system institution, Morgan State University, St. Mary's College of Maryland, and Baltimore City Community College:

(1) shall not be required to negotiate over any matter that is inconsistent with applicable law; and

(2) may negotiate and reach agreement with regard to any such matter only if it is understood that the agreement with respect to such matter cannot become effective unless the applicable law is amended by the General Assembly.

SECTION 2. AND BE IT FURTHER ENACTED, That this Act shall take effect July 1, 2009.

## Approved by the Governor, May 7, 2009.