## LEGISLATURE OF NEBRASKA

## ONE HUNDRED FIRST LEGISLATURE

## FIRST SESSION

# LEGISLATIVE BILL 557

Introduced by Nantkes, 46.

Read first time January 21, 2009

Committee: Business and Labor

## A BILL

1	FOR AN ACT relating to labor; to amend section 48-219, Reissue
2	Revised Statutes of Nebraska; to provide for a fair
3	share representation contribution by employees who
4	are not members of certain labor organizations for
5	representation provided by the labor organization; to
6	eliminate provisions; to harmonize provisions; to repeat
7	the original section; and to outright repeal sections
8	48-217 and 48-218, Reissue Revised Statutes of Nebraska.
9	Be it enacted by the people of the State of Nebraska,

1 Section 1. For purposes of sections 1 to 5 of this act:

- 2 (1) Bargaining unit means a group of employees
- 3 represented by a labor organization in matters of wages, hours, and
- 4 conditions of employment;
- 5 (2) Collective bargaining means activities of a labor
- 6 organization in representing employees in bargaining over wages,
- 7 hours, and condition of employment;
- 8 (3) Employee means a person employed by an employer;
- 9 (4) Employer means the state, each county, city, village,
- 10 and school district, and all public and quasi-public corporations,
- 11 including any utility or public service corporation without regard
- 12 to the number of persons employed;
- 13 (5) Contribution or fair share representation
- 14 contribution means the sum of money paid by an employee
- 15 who is not a member of a labor organization representing the
- 16 employee, which sum represents the employee's proportionate share
- 17 of the cost borne by the labor organization in representing
- 18 employees for purposes of collective bargaining and contract
- 19 enforcement; and
- 20 (6) Labor organization means any organization of any
- 21 kind, or any agency or employee representation committee or plan,
- 22 which exists for the purpose, in whole or in part, of dealing with
- 23 employers concerning grievances, labor disputes, wages, rates of
- 24 pay, hours of employment, or conditions of work.
- 25 Sec. 2. An employee shall pay his or her fair share

LB 557 LB 557

representation contribution to a labor organization if (1) 1 2 the labor organization has been established as the collective 3 bargaining and contract enforcement representative for the bargaining unit representing the employee and (2) the labor 4 organization and the employer have entered into an agreement 5 6 requiring represented employees of the employer, who are not paying 7 membership dues to the labor organization, to pay a fair share 8 representation contribution. The contribution shall not exceed the 9 amount of dues, if any, uniformly required for membership in the 10 labor organization. 11 Sec. 3. (1) The agreement provided for in subdivision 12 (2) of section 2 of this act shall state whether the fair share 13 representation contribution of a nonmember employee shall be paid 14 by the employer to the labor organization through a monthly 15 deduction from the employee's wages. No such deduction shall be made without the written consent of the employee. If the 16 contribution payment is not deducted from the employee's wages, 17 18 the employee shall pay the contribution directly to the labor 19 organization. 20 (2) Such agreement may also provide that payment of the 21 contribution shall be a condition of employment only to the extent 22 that acceptance of employment subject to the condition of paying 23 the contribution gives rise to an enforceable debt on the part of 24 the employee to the labor organization of the unpaid amount. The 25 agreement shall not provide that nonpayment of the contribution is

1 grounds for discharge from employment.

2 Sec. 4. Any labor organization which assesses the fair 3 share representation contribution for nonmember employees, as authorized in section 2 of this act, shall: (1) Establish 5 a procedure for a nonmember employee to challenge the labor organization's contribution calculations, which challenge shall 6 7 include the right to be heard by the labor organization in a prompt and expeditious manner before any action for judicial 9 enforcement of the contribution or arbitration proceedings pursuant 10 to the Uniform Arbitration Act may be taken; (2) establish an 11 interest-bearing escrow account in which shall be placed any 12 contribution in dispute pending a decision pursuant to subdivision 13 (1) of this section; and (3) provide to each nonmember employee 14 notice outlining (a) the amount the labor organization has 15 determined constitutes the contribution and the percentage the contribution represents of the regular dues paid by a member, 16 (b) how the labor organization determined the amount of the 17 contribution including the basic financial data and specification 18 19 of the expenditures that are considered part of the contribution 20 and expenditures that are not part of the contribution, and (c) the 21 dispute procedure established pursuant to subdivision (1) of this 22 section. 23 Sec. 5. Failure of a nonmember employee to pay his or 24 her fair share representation contribution as provided in section 25 3 of this act gives the labor organization the right to bring an

1 action in any court of competent jurisdiction for the payment of

- 2 the contribution together with reasonable attorney's fees and court
- 3 costs.
- 4 Sec. 6. Section 48-219, Reissue Revised Statutes of
- 5 Nebraska, is amended to read:
- 6 48-219 Any individual, corporation, or association that
- 7 enters into a contract after September 7, 1947, the effective date
- 8 of this act, in violation of the provisions of section 48-217,
- 9 Article XV, section 13, of the Constitution of Nebraska, shall be
- 10 guilty of a Class IV misdemeanor.
- 11 Sec. 7. Original section 48-219, Reissue Revised Statutes
- 12 of Nebraska, is repealed.
- Sec. 8. The following sections are outright repealed:
- 14 Sections 48-217 and 48-218, Reissue Revised Statutes of Nebraska.