By: Representative Fleming

To: Labor

HOUSE BILL NO. 184

AN ACT TO CREATE THE STATE NEUTRALITY IN LABOR ORGANIZING 1 2 ACT; TO PROHIBIT THE STATE OR ANY ENTITY THAT RECEIVES STATE FUNDS FROM USING STATE FUNDS TO ASSIST, PROMOTE OR DETER UNION 3 4 ORGANIZING; AND FOR RELATED PURPOSES. BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 5 SECTION 1. This act shall be called the "State Neutrality in 6 7 Labor Organizing Act." **SECTION 2.** (1) The legislature finds that: 8 9 (a) It is the policy of the state not to interfere with 10 an employee's choice about whether to join or to be represented by a labor union. 11 12 (b) Nevertheless, state funds and state property are used to aid or subsidize efforts by private employers to deter 13 union organizing. 14 (c) Such use of state funds is contrary to the purposes 15 16 for which they were appropriated, and wasteful of scarce public resources. 17 (2) This law is enacted to maintain state neutrality in 18 19 labor organizing, conserve state resources and ensure that state funds are used for the purposes for which they were appropriated. 20 21 SECTION 3. In this section: (a) "Assist, promote or deter union organizing" means 22 23 any attempt by an employer to influence the decision of any or all 24 of its employees or the employees of its subcontractors regarding: (i) Whether to support or oppose a labor 25 26 organization that represents or seeks to represent those 27 employees; or

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(ii) Whether to become a member of any labororganization.

30 (b) "Employer" means any individual, corporation,
31 association, partnership or other legal entity that employs more
32 than one person in the state.

33 (c) "State" means the state or any agency of state 34 government.

35 (d) "State contract" means a contract with the state 36 for goods or services or a subcontract for providing part or all 37 of the goods or services covered by another entity's contract for 38 goods or services.

39 (e) "State contractor" means an employer that has a40 state contract.

(f) "State funds" means any money drawn from the State Treasury or any special or trust fund of the state, including any money appropriated by the state and transferred to any public agency.

45 (g) "State property" means any real property or46 facility owned or leased by the state.

47 <u>SECTION 4.</u> (1) (a) Any state contract for goods or 48 services must prohibit state contractors from using any state 49 funds to assist, promote or deter union organizing. No state 50 funds shall be used to reimburse a state contractor for any costs 51 incurred to assist, promote or deter union organizing.

52 (b) During the duration of a state contract, no state 53 contractor shall use any state funds to assist, promote or deter 54 union organizing. Every request for reimbursement from state 55 funds by a state contractor shall include a certification that the 56 contractor is not seeking reimbursement for costs incurred to 57 assist, promote or deter union organizing.

(c) The recipient of a grant of state funds, including
state funds disbursed as a grant by any public agency, shall not
use the funds to assist, promote or deter union organizing.

H. B. No. 184 *HR40/R140* 04/HR40/R140 PAGE 2 (GT\BD) 61 Before the disbursement of a grant of state funds, the recipient 62 shall provide a certification to the state that none of the funds 63 will be used to assist, promote or deter union organizing.

64 An employer conducting business on state property (d) 65 in accordance with a contract or concession agreement with the 66 state, or a subcontractor on such a contract or agreement, shall 67 not use state property to hold a meeting with any employees or supervisors if the purpose of the meeting is to assist, promote or 68 deter union organizing. This paragraph does not apply if the 69 state property is equally available, without charge, to the 70 71 general public for holding a meeting.

(e) No state contractor shall discharge, demote, harass or otherwise take adverse actions against any individual because such individual seeks to enforce this section or testifies, assists or participates in any manner in an investigation, hearing or other proceeding to enforce this section.

77 (f) For purposes of this section, any expense, 78 including legal and consulting fees and salaries of supervisors and employees, incurred for research for, or preparation, planning 79 80 or coordination of, or carrying out, an activity to assist, promote or deter union organizing shall be treated as paid or 81 82 incurred for that activity. For purposes of accounting for expenditures, if state funds and other funds are commingled, any 83 expenditures to assist, promote or deter union organizing shall be 84 85 allocated between state funds and other funds on a prorata basis. This section shall not apply to an activity 86 (2) (a) 87 performed, or to an expense incurred, in connection with: 88 Addressing a grievance or negotiating or (i) 89 administering a collective bargaining agreement. (ii) Allowing a labor organization or its 90 91 representatives access to the employer's facilities or property. 92 (iii) Performing an activity required by federal 93 or state law or by a collective bargaining agreement. *HR40/R140* 184 H. B. No. 04/HR40/R140

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PAGE 3 (GT\BD)
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94 (iv) Negotiating, entering into, or carrying out a95 voluntary recognition agreement with a labor organization.

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(b) This section shall not apply to a fixed-priced
contract or to any other arrangement by which the amount of the
payment of state funds does not depend on the costs incurred by
the state contractor.

(c) This section shall not apply to a grant or contract
awarded before July 1, 2004, unless the grant or contract is
modified, extended or renewed after July 1, 2004.

(3) (a) This section shall be enforced by the Attorney General, which shall promulgate such regulations as are necessary to implement and administer compliance. Regulations shall include reasonable requirements for state contractors and grantees to maintain records sufficient to show that no state funds are used to assist, promote or deter union organizing.

(b) A civil action for a violation of this section may be brought by the Attorney General, or by any state taxpayer on behalf of the people of the state, for injunctive relief, damages, civil penalties and other appropriate equitable relief. All damages and civil penalties collected under this section shall be paid to the State Treasury.

115 (c) Before filing an action under this section, a taxpayer shall give written notice to the Attorney General of the 116 117 alleged violation and the intent to bring suit. If the state 118 commences a civil action for the same alleged violation within sixty (60) days of receiving the notice, a separate action by the 119 120 taxpayer shall be barred. A taxpayer may intervene as a plaintiff 121 in any action brought under this section. If the plaintiff prevails, a taxpayer plaintiff or taxpayer intervener who makes a 122 substantial contribution to the action is entitled to recover 123 124 reasonable attorney's fees and costs.

125 (d) A state contractor or employer that violates this 126 section shall be liable to the state for a civil penalty equal to H. B. No. 184 *HR40/R140* 04/HR40/R140 PAGE 4 (GT\BD) 127 triple the amount of any funds expended to assist, promote or 128 deter union organizing.

129 **SECTION 5.** This act shall take effect and be in force from 130 and after July 1, 2004.