1	LOCAL GOVERNMENT EMPLOYEE-MANAGEMENT RELATIONS BOARD
2	STATE OF NEVADA
3	
4	In the Matter of)
5	COUNTY OF WASHOE,
6	Complainant,
7	vs.) Case No. A1-045365
8	WASHOE COUNTY EMPLOYEES'
9	Respondent.
10	
11	
12	For the Complainant: I. Howard Reynolds
13	For the Respondent: Paul H. Lamboley, Esq.
14	For the EMRB Board: Salvatore C. Gugino Tamara Barengo
15	Jeffrey L. Eskin
16	DECISION
17	On June 14, 1983, the Local Government Employee-Management
18	Relations Board (EMRB) held a hearing on the above-entitled
19	matter. The hearing was duly noticed and posted pursuant to the
20	provisions of the Nevada Open Meeting Law.
21	This written Decision is prepared in conformity with pro-
22	visions of NRS Chapter 233B, more particularly NRS 233B.125 which
23	requires that final decisions of this agency contain findings of
24	fact and conclusions of law separately stated.
25	STATEMENT OF CASE
26	On June 14, 1982, the COUNTY OF WASHOE (hereinafter
27	COUNTY), filed a Complaint alleging that Respondent WASHOE COUNTY
28	EMPLOYEES' ASSOCIATION (hereinafter WCEA) refused to bargain in
29	good faith in violation of provisions of NRS 288.270 by insisting
30	I I A I A I A I A I A I A I A I A I A I
	to the point of impasse on negotiating over an issue, i.e., the
31 32	to the point of impasse on negotiating over an issue, i.e., the impact of subcontracting, which the COUNTY contends is outside the

1 scope of mandatory bargaining. The COUNTY prayed for an order compelling the WCEA to remove the issue of subcontracting from 2 bargaining proposals and to bargain in good faith. On or about 3 September 17, 1982, COUNTY submitted an Amended Complaint, to 4 which, on September 22, 1982, the WCEA filed its Answer and 5 Counterclaim. On September 27, 1982, the COUNTY filed its Reply 6 to the Counterclaim of WCEA. By its Counterclaim, the WCEA sought 7 declaratory relief from this Board, determining and declaring that 8 the impact of subcontracting be considered negotiable under pro-9 visions of NRS 288.150(2). 10

ISSUES

11

27

12 The Complaint and Counterclaim raise the same issue, i.e.,
13 the negotiability of the impact of subcontracting, but each do so
14 from different perspectives.

The COUNTY asserts the question in the context of prohibited practice charges against the WCEA under provisions of NRS 288.270(2)(b).

18The WCEA seeks determination of the issue by declaratory19relief from this Board under provisions of NRS 233B.120 and the20General Rules of this Board, Chapter 4, Section 401, et seq.

The COUNTY's Complaint thus raises both the question of (1) whether the subject is negotiable and (2) whether the WCEA engaged in the prohibited practice of refusing to bargain in good faith in relations to that subject.

25 The WCEA's Counterclaim for declaratory relief raises the 26 single issue whether the impact of subcontracting is negotiable.

DISCUSSION

For reasons here reviewed, we dismiss the Complaint for prohibited practices, and find and declare that while the decision to subcontract is a management prerogative, and, as such, is not negotiable, the impact of the decision to subcontract is negotiable.

-2-

1 A. PROHIBITED PRACTICE

At the conclusion of the COUNTY's case, we orally granted the WCEA's Motion to dismiss the COUNTY's Complaint on the grounds that the evidence did not prima facie establish that the WCEA refused to bargain in breach of its duty under NRS 288.270(2)(b).

6 Our decision was predictated on the fact that the sub-7 contracting proposals did not appear to be the cause of impasse; 8 each party at the time bargained in good faith and with an honest 9 belief as to the legitimacy of its position as to negotiability.

The circumstances of this case are substantially different 10 from those found in our decision in In Re Reno Police Protective 11 12 Association and the City of Reno, Item No. 101, (1980). In that 13 case, there was similar dispute over negotiability of a subject 14 proposed by the employee organization. However, the City asserted that the subject was not negotiable and refused to bargain. We 15 16 found that action to be a violation of NRS 288.270(1)(e), for the 17 reason that while asserting non-negotiability and refusal to bargain with the charging employee association, the City was. 18 19 at the same time, engaging in negotiation with another employee 20 association over the same topic.

21 The lack of good faith or legitimate doubt as to nego-22 tiability was patently obvious in that case.

By contrast, in the case now before us, the totality and
quality of the parties bargaining on both procedural and substantive issues evidence good faith and legitimate dispute, coupled
with ability to reach agreement as to other issues. See <u>Reno</u>
<u>Municipal Employees Association v. City of Reno</u>, Item No. 93
(1980).
...
...

159-3

32

Further, because we now find and conclude that the impact of subcontracting is negotiable, the complaint of the COUNTY charging prohibited practice for refusal to bargain is not sustained and is dismissed.

5 B. NEGOTIABILITY

.

In negotiations for both fiscal year 1981/82 and fiscal 6 year 1982/83 the WCEA submitted a proposal concerning sub-7 contracting and requested bargaining with the COUNTY over the 8 proposal, asserting that it was negotiable because the impact of 9 the decision to subcontract affects wages, hours and certain other 10 working conditions of the employees, which are specifically 11 declared to be mandatory subjects of negotiation under provisions 12 of NRS 288.150(2). 13

The COUNTY, for its part, refused to bargain with WCEA or for that matter to discuss subcontracting, asserting that the proposal regarding subcontracting is not negotiable under provisions of NRS Chapter 288 inasmuch as the term "subcontracting" & was specifically not enumerated among the topics listed in NRS 288.150.

Further, the COUNTY asserted that the decision to subcontract was a management prerogative relating to the employer's right to determine appropriate staffing levels and the means and methods of offering services to the public.

The record evidences a history of subcontracting by the COUNTY of maintenance and custodial work over recent years. The COUNTY also has considered contracting out services at Washoe County Golf Course, which would affect employees represented by the WCEA who presently perform those services.

- 29
- 30 || • •
- 31 . . .
- 32

Thus, in light of the past and presently proposed subcontracting considerations by the COUNTY, the WCEA in the two years has submitted proposals to the COUNTY seeking to negotiate over the impact or effect a subcontracting decision may have on employees the WCEA represents.

From the testimony it is clear that the WCEA's proposal was, in fact, a limited request to negotiate over the impact of the decision to subcontract. It was not understood nor considered by the COUNTY to be a request to negotiate over the actual decision to subcontract. The WCEA apparently concedes that the decision to subcontract is within the management prerogative of the COUNTY and is not negotiable.

We agree with the position of the parties that a decision by an employer whether or not to subcontract is within the exclusive province and prerogative of the employer, and, as such, is not a mandatory subject of negotiation, within the provisions of NRS 288.150(2).

18 However, once the decision to subcontract is made by the 19 employer, the impact of that decision on employees is, in our 20 view, a proper subject of mandatory negotiation under provisions 21 of NRS 288.150(2).

The record developed in this case demonstrates to us that, 22 as a matter of fact, the decision to subcontract has a direct, 23 substantial, significant, and pervasive impact and effect on 24 specific terms and conditions of employment, which are, in and of 25 themselves, mandatory subjects of negotiation, such as wages, 26 overtime, hours of work, days of work, workweek, reduction in 27 force and layoff, and such other significant employee concerns as 28 transfer and reassignment, reclassification and retraining, 29 safety, job security, supervision and promotional opportunities. 30 31 32

-5-

We are cognizant that there is not an item set out in the 1 listing under NRS 288.150(2) entitled "subcontracting". However, 2 our determination that the impact and effect of a decision to sub-3 contract is a mandatory subject of negotiation and predicated on 4 the fact that its impact and effect essentially includes various 5 terms and conditions of employment which are expressly and 6 specifically declared to be mandatory subjects of negotiation by 7 NRS 288.150(2), i.e., 8

(2)(a) Salary or salary rates or other

9 forms of direct monetary compensation. 10 (2)(g) Total number of hours required of an employee on each workday or workweek. 11 (2)(h) Total number of days required of 12 an employee in the work year. 13 (2)(m) Protection of employees in negotiating from discrimination because of 14 participation in recognized organizations consistent with provisions of this chapter. 15 (2)(r) Safety. 16 (2)(t) Procedures for reduction in the 17 workforce. 18 Testimony presented by the parties clearly evidences the 19 pervasive nature of a subcontracting decision and its impact and 20 effect on many terms and conditions of employment, both those that 21 are mandatory subjects of bargaining, and those that are per-22

missive. 23

:

We agree with the WCEA that the decision to subcontract 24 brings a multifaceted dimension of consequences to the employment 25 situation and circumstances of employees, the impact of which sub-26 stantially effects terms and conditions which themselves are 27 negotiable under provision of NRS 288.150(2). Accordingly, we 28 determine that the impact and effect of a decision to subcontract 29 is negotiable, and proposals regarding the impact and effect are 30 31 negotiable.

32 We have reviewed NRS Chapter 288, its amendments and
 decisions of this Board in our analysis of standards for nego tiability. We find nothing in the legislative history of the Act,
 its amendments or decisions of this Board, which preclude our
 determination that the impact of a decision to subcontract is
 negotiable.

7 Prior to the 1975 amendments, the criteria for negotiation 8 adopted by this Board was set out in a case entitled In Re Washoe 9 County School District v. Washoe County Teachers Association, Item 10 No. 3 (1971), which stated the standard as follows: 11 "It is the opinion of the Board therefore that any matter significantly related to 12 wages, hours, and working conditions, is negotiable, whether or not said matters 13 also relate to questions of management prerogative, and is the duty of local govern-14 ment employer to negotiate said items." 15 This early negotiability criteria was reaffirmed and 16 applied a short time later by the Board in In Re Clark County 17 Teachers Association Complaint re County County School District, 18 Item No. 5 (1972).

In 1975 the Nevada Legislature altered the provisions of
NRS Chapter 288 with reference to subject of negotiation. By
deliniating subjects, the scope of mandatory bargaining appeared
to be limited to those various subject matters specifically listed
in NRS 288.150(2).

24 While recognizing the general legislative intent to 25 deliniate the scope of collective bargaining, a different issue 26 arises when within the framework of a given subject declared to be 27 a mandatory subject under NRS 288.150(2), the Board is called on 28 to determine whether or not the scope of that particular subject 29 should be broadly or narrowly construed. Our decisions have 30 favored and today favor a broad construction of the scope of sub-31 jects to be negotiated.

-7-

32 . . .

In <u>Henderson Police Officer Association v. City of</u>
 <u>Henderson</u>, Item No. 83 (1978), this Board found that physical
 agility testing as a subject matter was negotiable under a <u>broad</u>
 construction of "safety" as a mandatory subject of collective
 bargaining under provisions of NRS 288.150(2)(r).

6 In <u>In Re IAFF Local 1908 v. Clark County</u>, Item No. 146 7 (1982), in determining whether Rules and Regulations were nego-8 tiable stated:

9

10

11 12 "Rules and regulations in and of themselves do not constitute a mandatory subject of bargaining, but if they include matters which relate to a mandatory subject of bargaining, then such rule or regulation would be negotiable." (emphasis added)

In other words, it appears that decisions of this Board 13 subsequent to the 1975 legislative amendments have approached 14 analysis of negotiability under NRS 288.150(2), subsections (a) 15 through (t), as being whether or not from the facts presented, 16 the subject matter involved is directly and significantly related 17 to any one of the subjects specifically enumerated in NRS 18 288.150(2)(a) through (t) under a broad construction of the par-19 ticular listed subject. 20

The legislative intention of the provisions of NRS 288, and, indeed, those of the existing collective bargaining agreement between the parties, fosters a commitment to collective bargaining over matters that are significantly and directly related to wages, hours and working conditions among the other enumerated items which are mandatory subjects of negotiation under NRS 288.150(2).

In our analysis, the present case to us is not a request for declaration or outright determination that "subcontracting" itself be declared a negotiable subject matter under provisions of NRS 288.150(2); it cannot be for it is not one specifically enumerated and declared by statute. This approach was criticized by 1 this Board in Nevada School Employees Association v. Clark County

2 School District, Item No. 111 (1981), in which we observed:

"Couched in its present terms, the Association's position seeks an outright determination that certain subjects be negotiable; rather than that a particular provision of NRS 288.150 is applicable to or includes the subjects at issue."

WCEA distinctly requests the determination of negotiability of the impact and effect of decision to subcontract because particular provisions of NRS Chapter 288.150(2), previously cited as mandatory subjects are applicable to, and are included in the subject at issue, i.e., the impact and effect of decision to subcontract.

We are expressly not deciding that subcontracting itself is negotiable, but rather we are making a determination of negotiability because the particular and specific provisions of NRS 288.150(2) are applicable to, and included in the impact or effect of decision to subcontract.

Based on the record evidence in this case, there is little doubt that the impact and effect of decision to subcontract has direct and significant consequence on various conditions of employment, which conditions themselves are expressly declared to be mandatory subjects of bargaining by statute. Each of those mandatory subjects contemplate the obligation to negotiate.

Accordingly, because the impact and effect of decision to subcontract applies to and includes subjects which are themselves expressly declared to be negotiable within provisions of NRS 288.1501(2), the local government employer is obligated to negotiate and bargain in good faith with the employee organization over the impact and effect of decision to subcontract.

159-9

30

31

32

. . .

. .

. . . .

11

3

4

5

6

FINDINGS OF FACT 1 Based on the foregoing discussion and record in this case, 2 we find the following material facts: 3 1. Complainant COUNTY OF WASHOE (hereinafter COUNTY) is a 4 local government employer, as defined in the Act, NRS Chapter 288. 5 2. Respondent WASHOE COUNTY EMPLOYEES' ASSOCIATION (here-6 inafter WCEA), is a local government employee organization as 7 defined in the Act, NRS Chapter 288. 8 3. Collective bargaining agreements exist between the 9 WCEA and COUNTY covering two (2) bargaining units of supervisory 10 and non-supervisory employees. 11 4. Collective bargaining agreements were negotiated and 12 in effect, for each of two fiscal years: (1) fiscal year 1981/82 13 and (2) fiscal year 1982/83. 14 5. In negotiations for each of the fiscal years for which 15 agreement was reached, the WCEA submitted proposals requesting the 16 COUNTY to bargain over the impact and effect of decisions to sub-17 18 contract. In each of the fiscal years for which negotiations 19 6. were undertaken, the COUNTY refused to negotiate with the WCEA 20 over the impact and effect of a decision to subcontract declaring 21 the subject matter to be non-negotiable as subcontracting is not a 22 subject matter specifically listed as negotiable under provisions 23 of NRS 288.150(2). 24 7. In each of the two fiscal years for which negotiations 25 were undertaken and in which the WCEA requested to bargain over 26 the impact and effect of subcontracting, the WCEA's position did 27 not cause impasse in negotiations between the parties, nor act as 28 impediment to agreement reached between the parties. 29 8. In the totality of the circumstances, quality of 30 bargaining reflects the parties adopted and maintained their posi-31 tions in good faith. 32

-10-

9. Decision to subcontract has a direct, substantial, 1 significant and pervasive impact and effect on specific terms and 2 conditions of employment which are in and of themselves, mandatory 3 subjects of negotiation under provisions of NRS 288.150(2), such 4 as wages, overtime, hours of work, days of work, workweek, safety, 5 reduction in force and layoff, as well as such other significant 6 and substantial employee concerns as transfer and reassignments, 7 reclassification and retraining, job security, supervision and 8 promotional opportunities. 9

10. The impact and effect of a decision to subcontract
directly relates to and includes various terms and conditions of
employment which are expressly and specifically declared to be
mandatory subjects of negotiation by NRS 288.150(2), i.e.,

(2)(a) Salary or salary rates or other forms of direct monetary compensation.

(2)(g) Total number of hours required of an employee on each workday or workweek.

(2)(h) Total number of days required of an employee in the work year.

(2)(m) Protection of employees in negotiating from discrimination because of participation in recognized organizations consistent with provisions of this chapter.

(2)(r) Safety.

14

15

16

17

18

19

20

21

22

23

24

(2) (t) Procedures for reduction in the workforce.

CONCLUSIONS OF LAW

25 Based on the foregoing, the Board concludes as a matter of 26 law as follows:

Pursuant to provisions of NRS Chapter 288, this Board
 possesses original jurisdiction over the parties and subject
 matter of this action. (NRS 288.110 and NRS 288.280)

30 2. Complainant COUNTY OF WASHOE (hereinafter COUNTY), is
31 a local government employer within the meaning of Nevada Revised
32 Statutes, Chapter 288, NRS 288.060.

Respondent WASHOE COUNTY EMPLOYEES' ASSOCIATION (here inafter WCEA), is a local government employee organization within
 the meaning of Nevada Revised Statutes, Chapter 288, NRS 288.040.

4 4. Collective bargaining agreements exist between the 5 WCEA and the COUNTY covering two bargaining units, (1) supervisory 6 employees and (2) non-supervisory employees, as defined in the 7 provisions of NRS 288.028.

S Collective bargaining agreements were in effect for
9 fiscal year 1981/82 and fiscal year 1982/83, each of one year
10 duration, executed by the parties, consistent with provisions of
11 NRS 288.033, NRS 288.150, and NRS 288.155.

12 6. The parties engaged in good faith collective
13 bargaining as to both procedural and substantive issues in each of
14 the fiscal years for which negotiations were held.

15 7. The position of the parties in dispute over negotia16 bility of the impact of subcontracting was not causal to impasse
17 or an impediment to agreement in either of the fiscal years for
18 which negotiations were held.

19 8. The decision to subcontract is a management preroga20 tive and, as such, is not negotiable under provisions of NRS
21 288.150(2).

9. The impact of decision to subcontract is negotiable as
it directly, substantially and significantly relates to, and
includes various terms and conditions of employment which are
expressly required negotiable under provisions of NRS 288.150(2).

10. Provisions of NRS 288.150(2), more particularly NRS
288.150(2)(a), 288.150(2)(g), 288.150(2)(h), 288.150(2)(m),
288.150(2)(r), and 288.150(2)(t), are applicable to, and include
the terms and conditions of employment impacted by decision to
subcontract; and, accordingly, the impact of subcontracting is
deemed negotiable.

32 . . .

.

-12-

11. Neither party hereto has engaged in conduct in 1 violation of NRS 288.270(2)(b) in that there has been no violation 2 or breach of duty to bargain in good faith by either COUNTY or 3 WCEA. 4 ORDER 5 Based on the foregoing, we enter the following Order: 6 1. That the Complaint of COUNTY OF WASHOE is not 7 sustained and is dismissed, with relief prayed for in Application 8 for Declaratory Relief granted; 9 2. That the COUNTY OF WASHOE and the WASHOE COUNTY 10 EMPLOYEES' ASSOCIATION bargain in good faith over the impact of 11 subcontracting consistent with this Decision of the Board; and 12 3. That each party bear its own costs and attorney's fees 13 incurred herein. 14 DATED this Sto day of Manak 1984. 15 16 LOCAL GOVERNMENT EMPLOYEE-MANAGEMENT 17 RELATIONS BOARD 18 19 By: Gugino Chairman Salvatore C. 20 21 By: 22 23 24 By Eskin, effréj 25 26 27 I. Howard Reynolds 28 cc: Paul H. Lamboley, Esq. Board Members 29 Interested Parties 30 31 32 -13-

159-13

1. 1. 14