

2009-2017 MEMORANDUM OF AGREEMENT
ALLIED BUILDING INSPECTORS, LOCAL 211, IUOE AND THE CITY
OF NEW YORK

MEMORANDUM OF AGREEMENT entered into this ~~24~~ day of May 2015, by and between the undersigned Allied Building Inspectors, Local 211, International Union of Operating Engineers (the "Union") and the City of New York (the "City").

WHEREAS, the undersigned parties desire to enter into a collective bargaining agreement, including this *2009-2017 MOA* and the agreement successor to the one terminating on December 15, 2009 to cover the employees represented by the Union,

WHEREAS, the undersigned parties intend by this *2009-2017 MOA* to cover all economic and non-economic matters and to incorporate the terms of this *2009-2017 MOA* into the *Successor Separate Unit Agreement*, covering the period from December 16, 2009 through May 9, 2017,

WHEREAS, the undersigned parties intend by this *2009-2017 MOA* to continue all of the same terms and conditions specified in the *Separate Unit Agreement*, including applicable side letters, terminating on December 15, 2009, except as modified or amended below,

NOW, THEREFORE, it is jointly agreed as follows:

1. Term: 12/16/2009 – 5/9/2017

2. Ratification Bonus

A lump sum cash payment in the amount of \$1,000, pro-rated for other than full-time employees, shall be payable as soon as practicable upon ratification of the Agreement to those employees who are on payroll as of the date of ratification. The lump sum cash payment shall be pensionable, consistent with applicable law.

- a. Part-time per annum and full-time per diem Employees shall receive a pro-rata lump sum cash payment the computation of which shall be based on service during the period from May 1, 2014 through April 30, 2015.
- b. Part-time per annum, part-time per diem (including seasonal appointees), per session, hourly paid Employees and Employees whose normal work year is less than a full calendar year shall receive a pro-rata portion of the lump sum cash payment based on their regularly scheduled hours and the hours in a full calendar year.
- c. The lump sum cash payments shall not become part of the Employee's basic salary rate nor be added to the Employee's basic salary for the

calculation of any salary based benefits including the calculation of future collective bargaining increases.

- d. For circumstances that were not anticipated by the parties, the First Deputy Commissioner of Labor Relations may elect to issue, on a case-by-case basis, interpretations concerning the application of Section 2 of the *2009-2017 ABI, Local 211, IUOE MOA*. Such case-by-case interpretations shall not be subject to any dispute resolution procedures as per past practice of the parties.

3. General Wage Increases

- a.
 - i. Effective June 16, 2011, Employees shall receive a general increase of 1.00%.
 - ii. Effective June 16, 2012, Employees shall receive a general increase of 1.00%.
 - iii. Effective June 16, 2013, Employees shall receive a general increase of 1.00%.
 - iv. Effective June 16, 2014, Employees shall receive a general increase of 1.50%.
 - v. Effective June 16, 2015, Employees shall receive a general increase of 2.50%.
 - vi. Effective June 16, 2016, Employees shall receive a general increase of 3.00%.
- b. Part-time per annum, per session, hourly paid and part-time per diem Employees (including seasonal appointees) and Employees whose normal work year is less than a full calendar year shall receive the increases provided in Section 3a on the basis of computations heretofore utilized by the parties for all such Employees.
- c. The general increases provided for in Section 3a above shall be based upon the base rates (including salary or incremental salary schedules) of the applicable titles in effect on the day prior to the general increase, e.g. the general increase provided for in Section 3 a.i shall be based on the base rates (including salary or incremental salary schedules) of the applicable titles in effect on June 15, 2011.

d. The general increases shall be applied to the base rates, incremental salary levels and the minimum “hiring rates”, minimum “incumbent rates” and maximum rates (including levels) if any, fixed for the applicable titles.

4. Additions to Gross

Effective June 16, 2016, the general increase provided for in section 3a.vi shall be applied to “additions to gross.” “Additions to gross” shall be defined to include uniform allowances, equipment allowances, transportation allowances, uniform cleaning allowance, assignment differentials, service increments, longevity differentials, advancement increases, assignment (level) increases, and experience, certification, educational, license, evening, or night shift differentials.

5. Conditions of Payment

- i. The lump sum cash payment pursuant to Section 2. of this *2009-2017 ABI, Local 211, IUOE MOA* shall be payable as soon as practicable upon ratification of this *2009-2017 ABI, Local 211, IUOE MOA*.
- ii. The general increases pursuant to Section 3a. i., ii. iii. and iv. of this *2009-2017 ABI, Local 211, IUOE MOA* shall be payable as soon as practicable upon execution of this *2009-2017 ABI, Local 211, IUOE MOA*.
- iii. The general increases pursuant to Section 3a. v. of this *2009-2017 ABI, Local 211, IUOE MOA* shall be payable as soon as practicable after the effective date of such increases.
- iv. The general increases provided in Section 3a. vi. of this *2009-2017 ABI, Local 211, IUOE MOA* shall be payable as soon as practicable after the effective date of such increases and the execution of the successor unit agreement.

6. Inspector (Multi-Discipline)

- i. Inspector (Multi-Discipline) (Title Code 31656), certified to the Union effective September 10, 2013 pursuant to Board of Certification Decision 6 OCB2d 21 (BOC 2013), shall be incorporated into the applicable sections of the 2009-2017 ABI, Local 211 Agreement, consistent with the understanding of the parties.
- ii. Effective September 10, 2013, employees in the title of Inspector (Multi-Discipline) shall be subject to the following salary ranges:

	<u>New Hire</u> <u>Minimum</u>	<u>Incumbent</u> <u>Minimum</u>	<u>Maximum</u>
Assignment Level I	\$46,530	\$53,510	\$67,970

Assignment Level II	\$53,000	\$60,950	\$75,585
Assignment Level III	\$58,987	\$67,835	\$83,116

- iii. Employees in the title of Inspector (Multi-Discipline) shall receive the general wage increases provided in Section 3a iv, v, and vi.
- iv. Effective December 16, 2016, Employees in the title of Inspector (Multi-Discipline) will be entitled to the same service increments and uniform cleaning allowance as other employees in the Building and Construction Inspector bargaining unit.

7. Service Increment

The service increment identified in Article III, Section 10 of the Collective Bargaining Agreement shall be amended to include the following:

Effective December 16, 2016, Employees who have completed 20 or more years of service in any title covered by this agreement or any similar title shall receive a service increment in the pro-rata annual amount of \$7,200.

8. Additional Release Time

Effective September 1, 2015, 50 additional days per year of paid release time will be available for use by designated Union officials. The release time days shall be used in a manner consistent with Mayoral Executive Order 75, and approval for the use of these days shall be subject to the operational needs of the employing agency.

9. Prohibition of Further Economic Demands

Except as provided for in Section 12 of the Agreement, no Party to this agreement shall make additional economic demands during the term of this *2009-2017 ABI, Local 211, IUOE MOA* or during the negotiations for the applicable *Successor Separate Unit Agreement*.

10. Health Savings and Welfare Fund Contributions

The May 5, 2014 Letter Agreement regarding health savings and welfare fund contributions between the City of New York and the Municipal Labor Committee, will be attached as an Appendix, and is deemed to be part of this *2009-2017 ABI, Local 211, IUOE MOA*.

- 11. The final general wage increase in this Agreement as specified in Section 3a.vi shall not be paid unless and until there is a signed separate unit agreement.

- 12. Nothing contained in this current Agreement shall preclude the parties from their continuing discussions to identify, review, recommend and develop initiatives that will

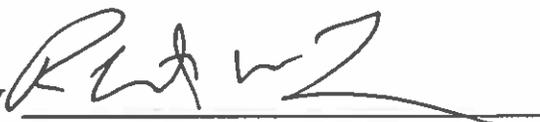
generate workplace savings, maximize the potential of the City workforce and ensure the provision of essential services, while at the same time providing increased compensation for the workforce. The parties must conclude all discussions regarding this Section no later than 24 months after the date of ratification of the Agreement unless the parties have mutually agreed to extend the deadline. Any claim that either party has of **enforcement** of a mutually agreed upon savings proposal shall be submitted to an expedited arbitration panel with the assistance of the Office of Collective Bargaining. The expedited arbitration panel shall not be used to decide the substance, merit or value of either of the parties' specific savings proposals. The final general wage increase in this Agreement as stated in Section 3a.vi shall not be paid unless and until these discussions are completed by the parties or unless the parties mutually agree to extend the deadline.

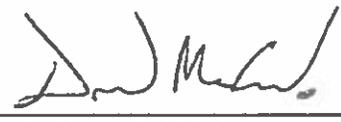
13. The parties agree to continue their ongoing discussions regarding certain non-economic issues, but the final general wage increase in this Agreement as specified in Section 3a.vi shall not be paid unless and until there is a signed separate unit agreement.

14. This Agreement is subject to union ratification.

FOR THE CITY OF NEW YORK

**FOR ALLIED BUILDING INSPECTORS,
LOCAL 211, IUOE**

BY: 
ROBERT W. LINN
Commissioner of Labor Relations

BY: 
DAVID MCCREDO
President, ABI Local 211, IUOE



THE CITY OF NEW YORK
OFFICE OF LABOR RELATIONS
40 Rector Street, New York, NY 10006-1705
<http://nyc.gov/olr>

ROBERT W. LINN
Commissioner

May 5, 2014

Harry Nespoli
Chair, Municipal Labor Committee
125 Barclay Street
New York, NY 10007

Dear Mr. Nespoli:

This is to confirm the parties' mutual understanding concerning the following issues:

1. Unless otherwise agreed to by the parties, the Welfare Fund contribution will remain constant for the length of the successor unit agreements, including the \$65 funded from the Stabilization Fund pursuant to the 2005 Health Benefits Agreement between the City of New York and the Municipal Labor Committee.
2. Effective July 1, 2014, the Stabilization Fund shall convey \$1 Billion to the City of New York to be used to support wage increases and other economic items for the current round of collective bargaining (for the period up to and including fiscal year 2018). Up to an additional total amount of \$150 million will be available over the four year period from the Stabilization Fund for the welfare funds, the allocation of which shall be determined by the parties. Thereafter, \$ 60 million per year will be available from the Stabilization Fund for the welfare funds, the allocation of which shall be determined by the parties.
3. If the parties decide to engage in a centralized purchase of Prescription Drugs, and savings and efficiencies are identified therefrom, there shall not be any reduction in welfare fund contributions.
4. There shall be a joint committee formed that will engage in a process to select an independent healthcare actuary, and any other mutually agreed upon additional outside expertise, to develop an accounting system to measure and calculate savings.

5. The MLC agrees to generate cumulative healthcare savings of \$3.4 billion over the course of Fiscal Years 2015 through 2018, said savings to be exclusive of the monies referenced in Paragraph 2 above and generated in the individual fiscal years as follows: (i) \$400 million in Fiscal Year 2015; (ii) \$700 million in Fiscal Year 2016; (iii) \$1 billion in Fiscal Year 2017; (iv) \$1.3 billion in Fiscal Year 2018; and (v) for every fiscal year thereafter, the savings on a citywide basis in health care costs shall continue on a recurring basis. At the conclusion of Fiscal Year 2018, the parties shall calculate the savings realized during the prior four-year period. In the event that the MLC has generated more than \$3.4 billion in cumulative healthcare savings during the four-year period, as determined by the jointly selected healthcare actuary, up to the first \$365 million of such additional savings shall be credited proportionately to each union as a one-time lump sum pensionable bonus payment for its members. Should the union desire to use these funds for other purposes, the parties shall negotiate in good faith to attempt to agree on an appropriate alternative use. Any additional savings generated for the four-year period beyond the first \$365 million will be shared equally with the City and the MLC for the same purposes and subject to the same procedure as the first \$365 million. Additional savings beyond \$1.3 billion in FY 2018 that carry over into FY 2019 shall be subject to negotiations between the parties.

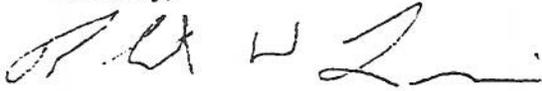
6. The following initiatives are among those that the MLC and the City could consider in their joint efforts to meet the aforementioned annual and four-year cumulative savings figures: minimum premium, self-insurance, dependent eligibility verification audits, the capping of the HIP HMO rate, the capping of the Senior Care rate, the equalization formula, marketing plans, Medicare Advantage, and the more effective delivery of health care.

7. Dispute Resolution

- a. In the event of any dispute under this agreement, the parties shall meet and confer in an attempt to resolve the dispute. If the parties cannot resolve the dispute, such dispute shall be referred to Arbitrator Martin F. Scheinman for resolution.
- b. Such dispute shall be resolved within 90 days.
- c. The arbitrator shall have the authority to impose interim relief that is consistent with the parties' intent.
- d. The arbitrator shall have the authority to meet with the parties at such times as the arbitrator determines is appropriate to enforce the terms of this agreement.
- e. If the parties are unable to agree on the independent health care actuary described above, the arbitrator shall select the impartial health care actuary to be retained by the parties.
- f. The parties shall share the costs for the arbitrator and the actuary the arbitrator selects.

If the above accords with your understanding and agreement, kindly execute the signature line provided.

Sincerely,



Robert W. Linn
Commissioner

Agreed and Accepted on behalf of the Municipal Labor Committee

BY: 

Harry Nespoli, Chair