

CITY OF LONG BEACH

DEPARTMENT OF HUMAN RESOURCES

333 West Ocean Boulevard 13th Floor • Long Beach, CA 90802 • (562) 570.6621

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ALEJANDRINA BASQUEZ DIRECTOR

February 7, 2017

HONORABLE MAYOR AND CITY COUNCIL City of Long Beach California

RECOMMENDATION:

Adopt a Resolution approving the 2016-2019 Memorandum of Understanding with the Long Beach Police Officers Association. (Citywide)

DISCUSSION

In accordance with instructions from the City Council, a Memorandum of Understanding (MOU) agreement has been reached with the Long Beach Police Officers Association (POA) bargaining unit. The POA represents approximately 800 sworn employees in ranks of Police Recruit through Lieutenant.

Since May 2016, City management and POA representatives have held 13 negotiation sessions regarding their open MOU, which expired on September 30, 2016. A tentative agreement has been reached and jointly signed by representatives of the City and the POA.

The proposed MOU is for a three-year agreement from October 1, 2016 through September 30, 2019, and includes the following major provisions:

- 1. General Wage Increase:
 - 3 percent effective October 1, 2016
 - 3 percent effective October 1, 2017
 - 3 percent effective October 1, 2018
- 2. Skill Pay Adjustments Due to current recruitment and retention issues facing law enforcement, the general purpose of the recommended skill pay and longevity pay adjustments is to mitigate recruitment and retention issues:
 - a. Conversion of Advance POST Certificate (APC) Pay from a flat dollar amount to a percent of Police Officer Step 5 hourly rate, and an increase of that rate by 4.76 percent to a total of 7.50 percent (equivalent to an increase of approximately \$348 monthly).
 - b. Expansion of APC Pay eligibility that allows eligible Officers to receive APC Pay in conjunction with the existing Education Pay incentive.

- c. Conversion of Education Pay from a flat dollar amount to a percent of Police Officer Step 5 hourly rate.
- 3. Ten-Year Longevity Pay Effective April 1, 2017, elimination of Ten-Year Longevity Pay (5 percent) and addition of a Step 6 on the current Step 5 salary schedule for all Officers. The initial implementation of this change will include advancing all Officers with six years of Police service by one step; thereafter, employees will progress through salary steps under the current procedure. Step 6 will be the equivalent of 5 percent of Police Officer Step 5 hourly rate (approximately \$365 monthly).
- 4. Healthcare The formula for employees' contribution towards healthcare costs is slightly adjusted to increase the employee portion. The maximum cap for increases to family coverage was raised from \$25 to \$30 and the employee premium share formula was adjusted to allow the City to place amounts over the cap into a bank that can be applied to the employee rates in the future. In addition, POA agreed to work through the Health Insurance Advisory Committee (HIAC) to manage employee benefit costs increases.
- 5. Overtime Effective September 1, 2017, the maximum overtime hours banked will be reduced from 140 hours to 80 hours.
- 6. "Me Too" Provision During the POA MOU term, should non-POA bargaining units receive a greater compensation increase, including one-time payments, such an increase will be given to the POA bargaining unit as well, with certain exceptions.
- 7. Letters of Agreement City management and POA representatives also reached agreement on several non-economic issues. The proposed MOU contains the following Letters of Agreement intended to address Officer concerns and improve current operations:
 - a. Review procedure for mandating Officers to work overtime.
 - b. Discuss modification of the 12-month Officer training period aimed at increasing the number of Officers in the field.
 - c. Study feasibility of 12-hour shift schedule for Patrol Officers.
 - d. Officers will be required to wear bullet proof vests while in uniform.
 - e. POA to utilize a benefit consultant at Association cost on pilot basis.

This matter was reviewed by Principal Deputy City Attorney Gary J. Anderson on January 25, 2017 and by Assistant Finance Director Lea Eriksen on January 24, 2017.

TIMING CONSIDERATIONS

City Council action is requested on February 7, 2017, to ensure timely implementation of the MOU provisions.

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FISCAL IMPACT

This agreement has a total estimated annual net fiscal impact of \$14.3 million in the General Fund (GF) and \$15.3 million across All Funds once completely implemented in FY 19. The FY 17 portion of the cost is \$6.2 million in the General Fund (GF) and \$6.6 million across All Funds. It is projected that there will be no impact to the FY 17 All Funds budget as the FY 17 costs will be covered by higher than expected revenues, vacancy savings, and additional funding achieved from taking less conservative budgetary actions such as reducing charges for insurance and funding for unfunded retirement liabilities. Costs for FY 18 and FY 19 will be addressed as part of those annual budget processes. There is no local job impact associated with this recommendation.

SUGGESTED ACTION:

Approve recommendation.

Respectfully submitted,

nyuz

ALEJANDRINA BASQUEZ DIRECTOR OF HUMAN RESOURCES

AB: R:Vadministration/CITY COUNCIL LETTERS/2017/02-07-17 ccl -- HR Final MOU-POA.docx

Attachment - Resolution

APPROVED:

CITY MANAGER

RESOLUTION NO. 1 2 3 A RESOLUTION OF THE CITY COUNCIL OF THE 4 CITY OF LONG BEACH APPROVING THE 2016-2019 MEMORANDUM OF UNDERSTANDING ("MOU") WITH THE 5 LONG BEACH POLICE OFFICERS ASSOCIATION: AND 6 7 AUTHORIZING AND DIRECTING THE CITY MANAGER TO 8 EXECUTE SUCH MOU; AND DIRECTING CERTAIN 9 IMPLEMENTING AND RELATED ACTIONS 10 WHEREAS, on the date of this resolution, the City Council has considered 11 12 the 2016-2019 Memorandum of Understanding with the Long Beach City Police Officers 13 Association; and 14 WHEREAS, it is the desire of the City Council to approve such MOU and to 15 provide for its implementation; 16 NOW, THEREFORE, the City Council of the City of Long Beach resolves as 17 follows: 18

Section 1. That the 2016-2019 Memorandum of Understanding between
the City of Long Beach and the Long Beach Police Officers Association, which is hereby
incorporated by reference in this resolution as Exhibit "A", is hereby approved, and the
City Manager is hereby authorized to execute said Memorandum of Understanding on
behalf of the City and to implement, pursuant to Section 503 of the Long Beach City
Charter, all matters affecting compensation contained in and prescribed by the MOU as
of the operative date of this resolution.

Section 2. The City Manager is also authorized and directed to cause the
preparation of amendments to the Long Beach Salary Resolution, if necessary, and to
such other documents as may be necessary, to conform such resolution and documents
to the provisions of the MOU and this resolution, and to further cause such conforming

OFFICE OF THE CITY ATTORNEY CHARLES PARKIN, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664

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1 amendments to be brought before the City Council and such Boards and Commissions 2 as may be required by law to act upon them, and the City Attorney is requested to 3 cooperate fully with the City Manager in order to cause the required documents to be 4 prepared as required by law and brought before the appropriate bodies.

5 Section 3. This resolution shall take effect immediately upon its adoption by the City Council, and the City Clerk shall certify the vote adopting this resolution.

7 I hereby certify that the foregoing resolution was adopted by the City Council of the City of Long Beach at its meeting of _____, 2017, by the 8 9 following vote:

Councilmembers: Ayes: Noes: Councilmembers: Councilmembers: Absent: City Clerk

CHARLES PARKIN, City Attorney 333 West Ocean Boulevard, 11th Floor Long Beach, CA 90802-4664 OFFICE OF THE CITY ATTORNEY

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