AMENDMENT NO. 2

MEMORANDUM OF UNDERSTANDING FIRE CHIEF OFFICERS REPRESENTATION UNIT (MOU NO. 22)

AMENDMENT NO. 2 to Memorandum of Understanding No. 22 made and entered into this <u>9th</u> day of June 2022

BY AND BETWEEN

THE CITY OF LOS ANGELES

AND

THE LOS ANGELES FIRE DEPARTMENT CHIEF OFFICERS ASSOCIATION

July 1, 2019 - June 29, 2024

MOU AMENDMENT NO. 2 FIRE CHIEF OFFICERS REPRESENTATION UNIT (MOU NO. 22)

The Los Angeles Fire Department Chief Officers Association and the City of Los Angeles have reached agreement on the following MOU amendments.

Sections A and B of **Article 4.1 - Health Insurance** are **amended**, as follows:

ARTICLE 4.1 HEALTH INSURANCE

A. Effective July 1, 2018, the City provided a monthly health subsidy not to exceed \$1,460.00 per month toward the cost of any UFLAC, Los Angeles Fireman's Relief Association (LAFRA) or City-sponsored insurance plan approved by the City and the Association. Effective July 1, 2018, the City provided a monthly subsidy not to exceed \$985.00 for employee-only coverage. The monthly subsidy amounts in subsequent years shall be in accordance with the table, below:

Effective Date	Employee + Spouse- Family	Employee Only
July 1, 2019	\$1,508.18	\$1,017.51
July 1, 2020	\$1,557.95	\$1,051.09
July 1, 2021	\$1,609.36	\$1,085.78
July 1, 2022	<u>\$1,689.83</u>	<u>\$1,140.07</u>
July 1, 2023	\$1,774.32	\$1,197.07

B. As a result of negotiations under the Budget and Finances Letter of Agreement attached to this MOU, the dates of July 1, 2022, and July 1, 2023, and associated rates were negotiated and incorporated into the table in subsection A. above.

Section A of **Article 7.2 - Salaries** is **amended**, as follows:

ARTICLE 7.2 SALARIES

A. The operative dates of the salaries shown in the Appendices are as follows:

Appendix G	January 14, 2024
Appendix F	January 1, 2023
Appendix E	July 5, 2020
Appendix D	January 5, 2020
Appendix C	July 7, 2019
Appendix B	July 1, 2019
<u>Appendix</u>	Operative Date

A new subsection C shall be added to Article 8.1 (Wellness), as follows:

- C. If the City does not take action toward administering the monthly health subsidy increases in 2022 and 2023 listed in Article 4.1 (Health Insurance), the Wellness bonus percentages shall be doubled, as shown below:
 - 1. The benefit associated with Article 8.1 B.1 shall be increased from 0.5% to 1.0%.
 - 2. The benefit associated with Article 8.1 B.2 shall be increased from 1.0% to 2.0%.
 - 3. The benefit associated with Article 8.1 B.3 shall be increased from 1.5% to 3.0%.

If the City does not take action toward increasing the monthly health subsidies scheduled for July 1, 2022, then, effective July 3, 2022, the increases to the Wellness bonus described in 1-3, above, shall be administered. If the City does not take action toward increasing the monthly health subsidies scheduled for July 1, 2023, then, effective July 2, 2023, the increases to the Wellness bonus described in 1-3, above, shall be administered.

Appendix G (Family and Medical Leave) shall be amended as Appendix H.

Except for the Appendices and Articles specifically amended, or added, herein, all other Appendices, Articles and/or provisions of the 2019-2024 MOU No. 22 shall remain in full force and effect during the term of the MOU.

APPENDIX G FIRE CHIEF OFFICERS - MOU 22 OPERATIVE January 14, 2024

6 7 12 **Battalion Chief** Regular Pay 7,640.00 \$ 8,069.60 BW \$ 6,853.60 \$ 7,239.20 \$ (Platoon Duty) МО \$ 14,906.58 \$ 15,745.26 \$ 16,617.00 \$ 17,551.38 2152 YR \$ 178,879 \$ 188,943 \$ 199,404 \$ 210,617 1% ED BW 68.54 \$ \$ 72.39 \$ 76.40 \$ 80.70 MO \$ 149.07 \$ 157.45 \$ 166.17 \$ 175.52 \$ 1,994 \$ YR 1,789 \$ 1,889 \$ 2,106 2% ED BW \$ 137.07 \$ 144.78 \$ 152.80 \$ 161.39 MO \$ 298.13 \$ 314.90 \$ 332.34 \$ 351.02 \$ 3,578 \$ 3,779 \$ 3,988 \$ YR 4,212 3% ED BW 205.61 \$ 217.18 \$ 242.09 \$ 229.20 \$ MO \$ 447.20 \$ 472.37 \$ 498.51 \$ 526.55 YR \$ 5,366 5,668 5,982 6,319 7,376.00 \$ 8,224.00 \$ 13 **Battalion Chief** BW \$ 7,788.00 8,678.40 Regular Pay \$ (Special Duty) MO \$ 16,042.80 \$ 16,938.90 \$ 17,887.20 \$ 18,875.52 2152 YR \$ 192,514 \$ 203,267 \$ 214,646 \$ 226,506 1% ED BW \$ 73.76 \$ 77.88 \$ 82.24 \$ 86.78 MO \$ 160.43 \$ 169.39 \$ 178.87 \$ 188.75 YR \$ 1,925 \$ 2,033 \$ 2,146 \$ 2,265 2% ED 173.57 BW\$ 147.52 \$ 155.76 \$ 164.48 \$ MO \$ 320.86 \$ 338.78 \$ 357.74 \$ 377.51 4,065 \$ \$ 3,850 \$ 4,293 \$ 4,530 YR 3% ED BW260.35 \$ 221.28 \$ 233.64 \$ 246.72 \$ МО \$ 481.28 \$ 508.17 \$ 536.62 \$ 566.26 YR \$ 5,775 \$ 6,098 \$ 6,439 \$ 6,795 2.75% BW \$ 202.84 \$ 214.17 \$ 226.16 \$ 238.66 3 YRS SD MO \$ 441.18 \$ 465.82 \$ 491.90 \$ 519.09 YR 5,903 \$ \$ 5,294 5,590 6,229 \$ 15 **Assistant Chief** Regular Pay BW \$ 8,225.60 \$ 8,684.00 9,169.60 9,680.80 (Platoon Duty) MO \$ 17,890.68 \$ 18,887.70 \$ 19,943.88 \$ 21,055.74 2166 YR \$ 214,688 \$ 226,652 \$ 239,327 \$ 252,669 1% ED BW \$ 82.26 \$ 86.84 \$ 91.70 \$ 96.81 MO \$ 178.92 \$ 188.88 \$ 199.45 \$ 210.56 YR \$ 2,147 \$ 2,267 \$ 2,393 \$ 2,527 2% ED BW \$ 164.51 \$ 173.68 \$ 183.39 \$ 193.62 MO \$ 357.81 \$ 377.75 \$ 398.87 \$ 421.12 YR \$ 4,294 \$ 4,533 \$ 4,786 \$ 5,053 246.77 \$ 275.09 \$ 3% ED BW \$ 260.52 \$ 290.42 MO \$ 536.72 \$ 566.63 \$ 598.32 \$ 631.66 ΥR \$ 6,800 7,180 \$ 7,580 6,441 \$ 16 **Assistant Chief** ВW 8,852.00 9,344.00 9,866.40 \$ 10,417.60 Regular Pay \$ \$ \$ (Special Duty) MO \$ 19,253.10 \$ 20,323.20 \$ 21,459.42 \$ 22.658.28 2166 YR \$ 231,037 \$ 243,878 \$ 257,513 \$ 271,899 1% ED BW \$ 88.52 \$ 93.44 \$ 98.66 \$ 104.18 \$ MO 192.53 \$ 203.23 \$ 214.59 \$ 226.59 YR \$ 2,310 \$ 2,439 \$ 2,575 \$ 2,719

APPENDIX G FIRE CHIEF OFFICERS - MOU 22 OPERATIVE January 14, 2024

		OPERATIVE January 14, 2024											
					3		4		5		6		7
16	Assistant Chief	2% ED	BW	\$	177.04	\$	186.88	\$	197.33	\$	208.35		
	(Special Duty)		МО	\$	385.06		406.46		429.19		453.16		
	2166		YR	\$	4,621		4,878		5,150		5,438		
		3% ED	вw	\$	265.56	\$	280.32	\$	295.99	\$	312.53		
			МО	\$	577.59	\$	609.70	\$	643.78	\$	679.75		
			YR	\$	6,931	\$	7,316	\$	7,725	\$	8,157		
		2.75%	вw	\$	243.43	\$	256.96	\$	271.33	\$	286.48		
		3 YRS SD	МО	\$	529.46	\$	558.89	\$	590.14	\$	623.09		
			YR	\$	6,354	\$	6,707	\$	7,082	\$	7,477		
18	Deputy Chief	Regular Pay	BW	\$	10,220.80	\$	10,792.00	\$	11,392.00	\$	12,028.00	\$	12,699.20
	2176		МО	\$	22,230.24	\$	23,472.60	\$	24,777.60	\$	26,160.90	\$	27,620.76
			YR	\$	266,763	\$	281,671	\$	297,331	\$	313,931	\$	331,449
		1% ED	BW	\$	102.21	\$	107.92	\$	113.92	\$	120.28	\$	126.99
			МО	\$	222.31	\$	234.73	\$	247.78	\$	261.61	\$	276.20
			YR	\$	2,668	\$	2,817	\$	2,973	\$	3,139	\$	3,314
		2% ED	вw	\$	204.42	\$	215.84	\$	227.84	\$	240.56	\$	253.98
			MO	\$	444.61	\$	469.45	\$	495.55	\$	523.22	\$	552.41
			YR	\$	5,335	\$	5,633	\$	5,947	\$	6,279	\$	6,629
		3% ED	вw	\$	306.62	\$	323.76	\$	341.76	\$	360.84	\$	380.98
			МО	\$	666.90	\$	704.18	\$	743.33	\$	784.83	\$	828.63
			YR	\$	8,003	\$	8,450	\$	8,920	\$	9,418	\$	9,944
19	Deputy Chief	Regular Pay	BW	\$	10,220.80	\$	10,792.00	\$	11,392.00	\$	12,028.00	\$	12,699.20
	(Geographic		МО	\$	22,230.24	\$	23,472.60	\$	24,777.60	\$	26,160.90	\$	27,620.76
	Bureau)		YR	\$	266,763	\$	281,671	\$	297,331	\$	313,931	\$	331,449
	2176	1% ED	BW	\$	102.21	Ф	107.92	¢	113.92	Ф	120.28	Ф	126.99
		170 LD	MO	\$	222.31		234.73	\$	247.78		261.61		276.20
			YR	\$	2,668		2,817		2,973		3,139		3,314
		2% ED	BW	\$	204.42	\$	215.84	¢	227.84	¢	240.56	\$	253.98
		2 /0 LD	MO	\$	444.61		469.45	\$	495.55		523.22		552.41
			YR	\$	5,335		5,633	,	5,947		6,279		6,629
		3% ED	BW	\$	306.62	\$	323.76	\$	341.76	\$	360.84	\$	380.98
		070 22	МО	\$	666.90		704.18	\$	743.33		784.83		828.63
			YR	\$	8,003		8,450	•	8,920		9,418		9,944
21	Deputy Chief	Regular Pay	BW	\$	11,392.00	\$	12,028.00	\$	12,699.20	\$	13,407.20	\$	14,152.80
	(Emergency	,	МО	\$	24,777.60	\$	26,160.90	\$	27,620.76	\$	29,160.66	\$	30,782.34
	Operaitons)		YR	\$	297,331	\$	313,931		331,449		349,928		369,388
	(Aministrative	40/ 55	D14	_	440.00	^	400.00	•	100.00	*	404.0=	•	444.50
	Operaitons)	1% ED	BW	\$	113.92		120.28		126.99		134.07		141.53
	2176		MO YR	\$ \$	247.78 2,973		261.61 3,139		276.20 3,314		291.60 3,499		307.83 3,694
		00/ 55	D.M.		007.04	*	040.50	•	050.00	*	000.11	•	000.00
		2% ED	BW	\$	227.84		240.56		253.98		268.14		283.06
			MO YR	\$ 	495.55 5,947		523.22 6,279		552.41 6,629		583.20 6,998		615.66 7,388
				Ψ	0,347	Ψ	0,213	Ψ			0,000	Ψ	7,000
		3% ED	BW	\$	341.76		360.84		380.98		402.22		424.58
			MO	\$	743.33		784.83	\$	828.63		874.83		923.46
			YR	\$	8,920	\$	9,418	\$	9,944	\$	10,498	\$	11,082

LETTER OF AGREEMENT 2019-2024 MEMORANDUM OF UNDERSTANDING NO. 22

SALARY REOPENER

The parties engaged in the meet and confer process pursuant to the Budget and Finances Letter of Agreement (LOA) in the amended 2019-2024 Memoranda of Understanding (MOU). This LOA is the product and represents the conclusion of that meet and confer process in which the parties reached agreement, the terms of which are as follows:

A cash payment for each bargaining unit member in an amount equal to the percentage (6.75%) of salary that was deferred from July 4, 2021, through January 1, 2023.

- 1. The total amount paid to an employee shall be:
 - a. Paid in two installments. The first installment shall be half of the total amount, made payable through the regular payroll process between May 26, 2022, and July 29, 2022, the latter date of which may be extended to allow for the City to notify the Los Angeles Fire Department Chief Officers Association 30 days in advance of the installment date. The second installment shall be an amount equal to the first installment, made payable through the regular payroll process on November 16, 2022.
 - b. Calculated on a bargaining unit member's regular rate of pay (i.e., the base hourly rate and all regularly assigned bonus pay) that is in effect when the first payment is made.
- 2. Each installment shall be paid to all bargaining unit members who are on active payroll status as of May 26, 2022.

FOR THE UNION:	FOR THE CITY:	
OfRel (FOR)	AB FOR	
John Drake, President Los Angeles Fire Department Chief Officers Association	Matthew W. Szabo City Administrative Officer	
6/8/22	6/9/2022 Date	

MOU AMENDMENT NO. 2 FIRE CHIEF OFFICERS BARGAINING UNIT (MOU 22)

IN WITNESS WHEREOF, the parties hereto have caused their duly authorized representatives to execute this Memorandum of Understanding the day, month, and year first written above.

FOR THE UNION:	FOR THE CITY:
John Drake, President Los Angeles Fire Department Chief Officers Association	Matthew W. Szabo City Administrative Officer
6/8/22 Date /	6/9/2022 Date
	Approved as to Form and Legality:
	For the City Attorney
	June 3, 2022

Date

CITY OF LOS ANGELES

INTER-DEPARTMENTAL CORRESPONDENCE

Date: June 9, 2022

To: The City Council

From: Matthew W. Szabo, City Administrative Officer

Subject: 2019-2024 MEMORANDUM OF UNDERSTANDING (MOU) FOR THE FIRE

CHIEF OFFICERS BARGAINING UNIT (MOU 22) — TENTATIVE AGREEMENT

AND MOU AMENDMENT NO. 2

RECOMMENDATION

The City Administrative Officer (CAO) recommends the following actions by the City Council:

- 1. Approve the attached Tentative Agreement with the Los Angeles Fire Department Chief Officers Association (LAFD COA) representing the Fire Chief Officers bargaining unit regarding a reopener of the Memorandum of Understanding (MOU) to discuss salaries and benefits;
- 2. Approve the attached Amendment No. 2 to MOU 22 that would codify the provisions of the attached Tentative Agreement; and,
- 3. Authorize the Controller and the CAO to correct any clerical errors in the MOU, or make necessary technical corrections subsequent to City Council approval.

SUMMARY

In February 2021, the City Council approved an agreement with LAFD COA to modify the terms and conditions contained in the 2019-2022 MOU, including but not limited to extending the term of the MOU (through June 2024) and deferring a scheduled base wage increase. This resulted in the agreement between LAFD COA and the City to reopen the MOU to engage in discussions about wages and benefits.

At the direction of the Executive Employee Relations Committee (EERC), this Office met with LAFD COA from January through May 2022. In accordance with EERC instructions, a Tentative Agreement has been reached with LAFD COA for the Fire Chief Officers bargaining unit.

As part of the February 2021 MOU amendment, LAFD COA agreed to defer one base wage increase (four and one-half percent from July 2021 to January 2023). The proposed

Tentative Agreement provides (1) an increase of five percent (5%) in the monthly health subsidy for the health care plan years 2022-23 and 2023-24; (2) a cash restoration of six and three-quarters percent (6.75%) for the deferred raise; and, (3) a base wage increase of three percent (3%), effective January 14, 2024.

FISCAL IMPACT

The General Fund impact of the Salary Reopener Tentative Agreement will be a total of approximately \$1.5MM in Fiscal Year 2022-23 and \$1MM in Fiscal Year 2023-24.

MWS:MCB:PAG:SAO:0722149

Attachments