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2/2/81 ARB

STATE OF MICHIGAN

MICHIGAN EMPLOYMENT RELATIONS COMMISSION ARBITRATION UNDER ACT NO. 312 PUBLIC ACTS OF 1969, AS AMENDED

In the Matter of the Statutory Arbitration Between:

CITY OF PORTAGE

-and-

INTERNATIONAL ASSOCIATION OF FIREFIGHTERS LOCAL #1467

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APPEARANCES AND HEARING INFORMATION

A pre-hearing conference was held on September 28, 1980. Full hearings were held on October 24, 1980, and November 24, 1980. Thereafter, each party filed a statement of its last best offers along with its accompanying brief.

Herbert V. Rollins, Chairman

Philip R. Carey City Panel Member Richard A. Palmer Union Panel Member

APPEARANCES

For the City of Portage:

Douglas L. Callander, Attorney Richard A. Knoff, Fire Chief Robert R. Slade, Personnel Director Jennifer L. Scott, Labor Relations Intern

For Local #1467:

Karl G. Erickson, Attorney
John Maury, President Local #1467
Capt. Wayne Kitchen, Training Officer
Douglas, Burlingham, Ass't. to Finance Officer

MICHIGAN STATE LIMITED AND LABOR AND MOUSTRIAL

PREFACE

After completion of the last hearing, a draft of the background of the issues and general summaries of the respective positions were prepared by the Panel Chairman. Meetings of the full panel were then held and together the members reviewed the entire record, reviewed the draft, made changes thereon and discussed the final orders. For the last meeting, the Panel Chairman prepared a draft of this entire document. Each of the panelists made his independent decision. Thereafter, the enclosed orders were signed by each of the members at the panel's last joint meeting held on February // , 1981.

The panel reserves the right to correct any errors in references subsequently discovered.

Werbert V Polling Chairman

Philip Carey, City Panelist

Richard A. Palmer, Union Panelist

Dated: February 2, 1981

SICK LEAVE AND LONG-TERM DISABILITY

ECONOMIC

Present:

Disability payments commence eighteen

(18) weeks after date of disability.

Union:

Payments to commence after four (4)

weeks.

City:

Retain present contract language.

DISPOSITION

This issue was withdrawn by the union.

ACCUMULATION OF RATE OF SICK LEAVE

ECONOMIC

Present: (Article VI) Rate of accumulation is twelve

(12) hours per month.

Union: Raise accumulation to twenty-four

(24) hours per month.

City: Retain present contract language.

DECISION

A study of the record discloses that none of the unit members have suffered any hardship under the present plan. Further, the present benefits appear to be fair and reasonable. Of additional improtance is that the City of Portage has an employer funded long-term disability plan, while a majority of other comparable communities have none. With such a plan in effect, the rate of accumulation becomes less important.

Based on the above findings, the panel accepts the last offer of the city that this provision in the present contract be continued without change.

Phairman

Member

DISSENT

Member

INCREASE OF CAPITAL ON SICK LEAVE ACCUMULATION

ECONOMIC

Present: (Article VI) Sick leave credits accrue for

accumulation up to a maximum of

1,000 hours.

Union: Change maximums to 2,808 hours.

City: Retain present language.

DECISION

According to the comparables furnished by the City, the benefits presently place the Union last on the comparables furnished by the City, and the union's proposal would place it at the top of the list. However, of the cities cited, only Holland has long term disability benefits. In the present system in Portage, the long term disability payments "kick-in" after eighteen weeks, or 972 hours of work. Thus the unit members have adequate coverage.

The union was unable to cite any situations where any members have been harmed under the present plan.

Accordingly, it appears that the present program appears fair and reasonable, and no change is necessary.

The panel accepts the last offer of the City that there be no change in the present language.

CHATRMAN

MEMBER

DISSENT

MEMBER

SICK LEAVE AND LONG-TERM DISABILITY

ECONOMIC

Present:

If injury is job related, benefits

commence on the 8th day.

Union:

Benefits to commence on the first day

of injury, and are not to be deducted

from sick time accumulation.

City;

Retain present contract language.

DISPOSITION

This issue was withdrawn by the union.

SICK LEAVE AND LONG-TERM DISABILITY

ARTICLE VI

ECONOMIC

Present:

Upon retirement or death, employee or beneficiary receives 25% of accumulated

sick leave.

Union:

Upon death or retirement, the employee, or his beneficiary, shall receive fifty (50%) percent for only the first one thousand (1000) hours of sick leave at that time.

DECISION

This appears to be a fair proposal and in line with the plans of many other communities. Further, it is an incentive for employees not to waste sick days.

Accordingly, the panel accepts the last offer of the union.

CHATOMAN

MEMBER

DISSENT

MEMBER

LEAVES OF ABSENCE

ARTICLE VIII Sec. 5

ECONOMIC

To attend union conventions, etc.

Present:

Time off without pay and without loss of

seniority.

Union:

Twenty-four (24) days off with pay and other

benefits - once per year.

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

LEAVES OF ABSENCE

ARTICLE VIII Section 3

ECONOMIC

Present:

Return from funeral 8:00 a.m. the

day following funeral.

Union:

Return seventy-two (72) hours following

funeral.

City:

Retain present contract language.

DISPOSITION

This issue was withdrawn by the union.

ARTICLE X Section 1

ADDITIONAL HOLIDAYS

ECONOMIC

Union:

For 40 hour employees only add

one (1) holiday for employee's

birthday to a total of 11-1/2 holidays.

City:

Retain present language of 10-1/2 holidays.

DISPOSITION

This issue was withdrawn by the union.

HOLIDAYS

ARTICLE X, Section 4

ECONOMIC

Present:

Firefighters (54 hour employees)

receive a ninety (90) hour bonus

in lieu of holidays.

Union:

Change ninety (90) hours to 144.

City:

Retain present contract language.

DISPOSITION

This issue was withdrawn by the union.

ekairman

VACATION FOR 54-HOUR EMPLOYEES (FIREFIGHTERS)

ARTICLE XI

ECONOMIC

Length of Service	Present	Union Demands
Six months to one year	2 days	3 days
One thru five years	5 days	7 days
Five thru eights years	7 days	9 days
Eight thru fifteen years	9 days	ll days
After fifteen years	10 days	14 days

City: Retain present contract language.

DISPOSITION

The issue was withdrawn by the union.

VACATIONS FOR STAFF AND NON-FIRE FIGHTERS

ARTICLE XI

ECONOMIC

Length of Service:	Present	Union Demands
Six months to one year	One (1) week	None
One thru six years	Two (2) weeks	1 thru 5 years
		(3 Weeks)
Seven thru fifteen years	Three (3) weeks	6 thru 15 years
		(4 Weeks)
After Fifteen years	Four (4) weeks	
)*	

DISPOSITION

This issue was withdrawn by the Union.

UNION ISSUE #12 AND CITY ISSUE #4

ECONOMIC OR NON-ECONOMIC?

ARTICLE XI, SECTION 2(a)

VACATION SCHEDULING

Present:

ī

Not more than 1 firefighter is off during the same shift unless excused by the chief, except that two may be off on the same shift during June, July and August.

Union:

Eliminate the months of June, July, and August for two men vacations and allow two men off on the same shift during the entire year. When requesting vacation time, only a 48 notice would be required.

City:

Eliminate all reference to two men off during the same shift, and permit the chief to designate the time of vacation after days have been selected in the January sign up.

DECISION

The union withdrew this issue, leaving only the city issue to be decided.

A review of the present vacation scheduling appears to interfere with the city's scheduling of work hours. The proposal by the city provides it with more flexibility and at the same time it still allows the employees to make their original "sign-ups" in January.

The majority of the panel adopts the proposal by the city since it appears fair to both parties. (The union did not respond to the city's issue).

To effect an orderly administration of this change, the Chairman will add a proviso that this change shall not effect any "sign-ups" already existing.

CUNTRMAN

MEMBER

DISSENT

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INSURANCE (DENTAL)

ARTICLE XII, SECTION 1(a)

ECONOMIC

Dental Insurance

Present: 50/50 Co-Pay which city now pays

64% of the premiums on the existing

coverage.

Union: The Employer shall pay one hundred (100%)

of dental insurance rider for the existing group health insurance benefits subject to the terms and conditions as provided by the carrier. The coverage to be as presently

and a. Falm

provided.

City: Adopt present language.

DECISION

Since the city is already paying 64% of the policy premiums and many other cities pay 100%, it appears fair and reasonable that the city in this instance be required to pay 100% of the premiums. It is to be noted that the Portage police officers already have the full coverage.

Accordingly, the panel adopts the proposal of the union only as above provided. (A portion of the proposal was amended at the panel conference in order to carry out the actual intentions of the union).

CHAIRMAN MEMI

DISSENT

MEMBER G

ARTICLE XII

INSURANCE (OPTICAL)

ECONOMIC

Present:

None.

Union:

Demands 100% premium paid by city.

City:

No coverage.

DISPOSITION

This issue was withdrawn by the Union.

INSURANCE (PRESCRIPTIONS)

ARTICLE XII SEC. 1(b)

ECONOMIC

Present:

None.

Union:

\$2.00 per prescription rider to be added to medical coverage.

City:

None.

DECISION

In examining the comparables it appears that the City of Portage is below many other cities in this benefit.

Accordingly, the panel accepts the last offer of the union with added proviso that the benefit is to become effective 30 days after the date of this award.

CHAIRMAN

DISSENT

ARTICLE XII

LIFE INSURANCE

ECONOMIC

Present: \$10,000.00

<u>Union</u>: \$50,000.00

City: Present coverage only.

DISPOSITION

This issue was withdrawn by the union.

UNION DEMAND #17

ARTICLE XII Sec. 3

BENEFITS FOR RETIREES

ECONOMIC

Present:

Pension Only.

Union:

The employer to pay group premium for health insurance for retired employees, spouse and dependents, with additional costs, except increases in premium rates to be paid by

retiree.

City:

Continue present coverage.

DECISION

There are no present retirees who would be eligible for this benefit. There are no present employees who would become eligible during the term of this contract. Since the present retirees men who were hired under the terms of prior contracts, it does not seem fair to burden the city with additional costs to cover future benefits. Further, that costs would be very expensive. The union's evidence in regard to comparables, costs and contract language was not exact enought to be persuasive.

Accordingly, the panel accepts the last offer of the city.

CHAIRMAN

DISSENT

UNION DEMAND #18

PENSION

ECONOMIC

Present: Eligibility after 25 years of service and

55 years of age.

Union: Full eligibility after 20 years of service.

City: No change.

DISPOSITION

This issue was withdrawn by the union.

UNION DEMAND #19

PENSION

ECONOMIC

Present:

Present benefits 50% of highest 5 years of

pay in last 10 years.

Union:

Benefits to be 75% of highest 5 years of

pay in 10 years

of last 20 years

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

PENSION - MILITARY SERVICE CREDITS

ECONOMIC

Military Service Credit

Present: No credit for pension during time of

service.

Union: Up to 5 years service credit during

20 years of employment.

City: No change.

DECISION

Upon examination of the record it appears that the present pension program of the City of Portage is fair and reasonable. There appears to be no pressing reason to provide additional credits to accrue during times of military service, particularly when there are presently no member of the union in the service.

The record shows that such a benefit would cost an additional \$12,000.00 per year. The other city provides 100% employer contribution and military service credit.

Accordingly, the last offer of the city is accepted.

MEMBER

DISSENT

MEMBER

CHAIRMAN

AND CITY ISSUE #1

WAGES AND COLA

ECONOMIC

Union:

7% increase as of 7/1/79
5% increase as of 7/1/80
Plus uncapped COLA at present rate

City:

5% increase as of 7/1/79 COLA capped at 60¢ per year (15¢ per quarter) 5% increase as of 7/1/80 COLA capped at 60¢ per year (15¢ per quarter)

DECISION

The budget for the fire department is derived from the city's general fund. A review of the comparables shows that of 11 communities, Portage allocates 20% of its general fund to the fire department and 7 communities allocate less. Thus Portage is above average. Portage is already taxing its residents virtually to the limit, 7.43 mills of a permissible 7.5 mills.

Regarding COLA, the city's proposal for COLA would place it at the top of the comparables cited by it. (No comparable contracts were offered by the union). Also, since the COLA formula is based on an hourly rate, and the firemen work more hours, their wages increase in a more rapid amount percentagewise than do the other city employees who work less hours.

Considering the COLA benefits offered by the city, the other benefits which the firemen already have and the additional benefits awarded in this proceeding, the city's offer appears fair and reasonable. A review of all the fringe benefits show that the firemen are being treated fairly, for with the two 5% increases in wages and the increases with COLA, their total increases over 2 years will be about 30%.

By instituting the proposal of the City, the firefighters will be earning a fair increase in salaries, and hopefully this can also prevent a diminution of the staff as is being experienced by other cities in Michigan.

The total package in this issue as offered by the city will be accepted.

AWARD

The Panel accepts the last offer of the city.

PANEL CHAIRMAN

MEMBER

DISSENT

MEMBED

HOURS OF WORK

Present:

Union:

City:

DISPOSITION

This issue was withdrawn by the union.

ARTICLE XIV (8)

UNION WORK

ECONOMIC

Present:

Not to do any painting, plumbing, roofing,

electrical etc.

Union:

Not to perform any work of other union members.

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

CLOTHING ALLOWANCE

ARTICLE XIV Sec. 9

ECONOMIC

Clothing Allowance

Present:

Dress uniform, boots, gloves, work

uniform, helmet.

Union:

(a) A dress uniform to consist of trousers, suit jacket, and cap.

- (b) Turnout gear to consist of coat, helmet, three-quarter length boots, bunker pants, and bunker boots. It shall be "first-line," equipment with Scotchlite markings on coat and boots.
- (c) A winter Class A jacket for all other responses other than fire runs.

City:

No change.

DECISION

The panel is of the opinion that any clothing and equipment that provides additional protection for the fireman and enhances their appearance while on inspections and other departmental business should be furnished by the city.

Accordingly, the panel adopts the last offer of the union, with a proviso that the union, in the spirit of exercising fiscal restraint and in conformity with its original demand, not request the above for those who already have the same.

CHAIRMAN

MEMBER

DISSENT

MEMBER C.

FOOD ALLOWANCE

ARTICLE XIV Sec. 12

ECONOMIC

Present;

Food allowance of \$200 per year.

Union:

\$300 per year.

City:

No change.

DECISION

The request of the union seems fair and reasonable. In comparing this benefit with cities like Bay City, East Lansing, Kalamazoo, Jackson, and Battle Creek, the request of the union is within comparable allowances.

Accordingly, the offer of the union for a \$300.00 per annum food allowance is awarded, with additional proviso that it is to become effective as of July 1, 1979.

CHATDMAN

MEMBER

DISSENT

MIMBED

ARTICLE XV LONGEVITY

ECONOMIC

Present:

\$10.00 per year from 5 to 10 years \$20.00 per year after 10 years.

Union:

Change increase from dollars to percentages -

6-10 years 1% 11-15 years 2% 16-20 years 3-1/2% over 20 years 5%

City:

After five years an annual payment of \$40.00

for each year of service.

DECISION

The panel is of the opinion that any benefits should not be included which are based on a percentage of salary. The estimated cost of the union's proposal would double the city's costs in the first year and more than triple it in the second year. The city's proposal appears generous and within reasonable fiscal control.

Accordingly, the panel accepts the offer of the city.

CHAIRMAN

MEMBER

DISSENT

MEMBER

ARTICLE XVI CONTINUING EDUCATION

ECONOMIC

Present:

\$50.00 per year for each 12 credit hours.

Union:

\$100.00 per year.

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

ARTICLE XVI - Sec. 1(d) - CONTINUING EDUCATION

ECONOMIC

Now:

\$650 maximum.

Union:

No limitation.

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

ARTICLE XIX PROMOTIONS

NON-ECONOMIC

Present: No provision.

<u>Union</u>: Seniority unless other basis exists.

City: No change.

DISPOSITION

This issue was withdrawn by the union.

ehairman

FILLING TEMPORARY VACANCIES

ECONOMIC

Present:

No provision.

Union:

When a Firefighter is required to fill-in for an Officer, he shall receive pay commensurate with the lowerst Officer position for the duration of the fill-in

period.

City:

No change.

DISPOSITION

This issue was withdrawn by the union.

CALL BACK PAY

ECONOMIC

Present: No provision. It is the present

practice that firefights called into

work on overtime are paid 1-1/2 times

the regular hourly rate.

Union: Time and one half for a minimum of 2

hours.

City: No change.

DISPOSITION

This issue was withdrawn by the union.

JOINT ISSUE #32

TWO-YEAR CONTRACT

The parties stipulated that the new contract will be for a period of two years, commencing July 1, 1979 and terminating on June 30, 1981.

DECISION

The panel accepts the stipulation of the parties.

CHATRMAN

CITY PANEL MEMBER

UNION DANEL MEMBER

CITY ISSUE #2

ARTICLE III (4th STEP-Sub-section (a)

NON-ECONOMIC

Present:

Appeal to the Appeal Board on Fourth

Step of the Grievance.

City Position:

Remove Appeal Board step at Article III,

Sec. fourth step and fourth step a.

Union:

Retain present contract language.

DECISION

An examination of the present grievance procedure indicates that it is lengthy and cumbersome. However, the proposal of removing the dispute from going to the Appeal Board appears to eliminate contact with disinterested parties who may have more objective viewpoints. While the panel agrees with shortening the time to settle the dispute it appears to the panel that the elimination of presenting the dispute to the Appeal Board at some stage of the dispute could possibly lengthen the proceeding rather than shorten it.

Accordingly, the panel rejects the proposal of the City of Portage and accepts the proposal of the union. The present contract language will be retained.

CHAIRMAN

MEMBER

DISSENT

MEMBER

CITY ISSUE #3

GRIEVANCE PROCEDURE III.

NON-ECONOMIC

Present:

Appeal from the Appeal Board to Arbitration thru the American

Arbitration Association.

City:

Eliminate submission of grievances.

Union:

Retain present language.

DISPOSITION

The city withdrew this issue.

CHAIRMAN