

2005 - 2008 Master Agreement between the City of Detroit and the Association of Professional Construction Inspectors

TABLE OF CONTENTS

Article		Page
Number		umber
	Agreement	1
	Purpose and Intent	1
1.	Recognition of Association	1
2.	Management Rights and Responsibilities	2
3.	Sub-Contracting	2
4.	Interference with Work	3
5.	Association Security	3
б.	Association Representatives	5
7.	Grievance Procedure	5
8.	Stipulations to the Grievance Procedure	8
9.	Discharge, Suspension and Demotion	9
10.	Special Conferences	10
11.	Seniority	10
12.	Probation Periods	11
13.	Temporary Work Assignments	12
14.	Reduction in Force	13
15.	Leaves of Absence	17
16.	Cooperation in Validation Studies	18
17.	Affirmative Action	19
18.	Wages	19
19.	Overtime	20
20.	Holidays and Excused Time Off	20
21.	Funeral Leave	23
22.	Jury Duty	23
23.	Hospitalization, Medical, Dental and Optical Care Insurance	23
24.	Death Benefits and Life Insurance	26
25.	Retirement	28
26.	Unemployment Compensation - S.U.B.	32
27.	Clothing Allowance	34
28.	Sick Leave	
29.	Unused Sick Leave on Retirement	35
30.	Private Car Mileage Reimbursement	36
31.	Miscellaneous	37
32.	Veterans	38
33.	Fringe Benefits	38
34.	Longevity	38
35.	Workers' Compensation	39
36.	Tuition Refund	
37.	Vacations	41

2005 - 2008 Master Agreement between the City of Detroit and the Association of Professional Construction Inspectors

TABLE OF CONTENTS

MEMORANDUM OF UNDERSTANDINGS:

RE:	Wage Concessions	46
	City Alternative Health Care Proposal	
	10% Work Period Reduction Work Schedule & Flextime Work Schedule	
RE:	Labor/Management Committee	56
RE:	Opportunities for Overtime	57
RE:	Precedence of ADA & MHCRA Obligation to Disabled Persons	58

EXHIBITS:

Exhibit I – Classifications	60
Exhibit II – Holiday Schedule	
Exhibit III – Wage Schedule	

AGREEMENT

1

This Agreement is entered into between the City of Detroit, a Michigan Municipal Corporation (hereinafter referred to as the Employer or the City), and the Association of Professional Construction Inspectors (hereinafter referred to as the Association).

PURPOSE AND INTENT

- A. The general purpose of this Agreement is to set forth wages, hours, terms and conditions of employment for the duration of this Agreement and to promote orderly and peaceful labor relations for the mutual interest of the City of Detroit in its capacity as an Employer, the Employees, the Association, and the citizens of the City of Detroit.
- B. The parties recognize that the interest of the community and the job security of City employees depend upon the Employer's success in establishing (1) a safe environment, (2) a business climate which fosters economic growth and business expansion, (3) a government which provides essential, efficient and user friendly services, and (4) a government which maintains fiscal responsibility.
- C. To these ends the Employer and the Association encourage to the fullest degree, friendly and cooperative relations between the respective representatives at all levels and among all employees.
- D. It is agreed by the City and the Association that the City is legally and morally obligated to provide equality of opportunity, consideration, and treatment of all employees of the City and, accordingly, to establish policies and regulations that will insure such equality of opportunity, consideration and treatment of all persons employed in the bargaining unit in all phases of the employment process, without regard to race, color, creed, national origin, age, political orientation, sex, sexual orientation, marital status, or disability in accordance with applicable state and federal laws.

1. RECOGNITION OF ASSOCIATION

Pursuant to and in accordance with all applicable provisions of Act 336 of the Public Acts of 1947, as amended by Act 379 of the Public Acts of 1965, the Employer does hereby recognize the Association as the exclusive representative for all the employees certified to the classifications listed in Exhibit I for the purpose of collective bargaining in respect to rates of pay, wages, hours of employment and other conditions of employment for the term of this Agreement.

2. MANAGEMENT RIGHTS AND RESPONSIBILITIES

Consistent with the terms of this Agreement:

- A. The Association recognizes the prerogatives of the City to operate and manage its affairs, in all respects in accordance with the responsibilities and powers of authority as set forth in state law, the Home Rule Act and the City Charter.
- B. The City has the right to determine when overtime work is required and to schedule such overtime consistent with the terms of this Agreement.
- C. The City reserves the right to discipline and discharge for cause. The Association shall have the right to grieve on the interpretation and application of this provision.
- D. The City reserves the right to layoff for lack of work or funds; or the occurrence of conditions beyond the control of the City; or where continuation of work would be wasteful and unproductive; provided such actions do not conflict with the terms of this Agreement.
- E. The City has the right to establish schedules of work.
- F. The City has the right to establish the methods and processes by which the work is performed. It is understood by the parties that every incidental duty connected with operations enumerated in classification specifications is not always specifically described.
- G. Except as specifically abridged, delegated, granted or modified by this Agreement, all of the rights, powers, and authority the City had prior to the signing of this Agreement, are retained by the City and remain exclusively and without limitations within the rights of the City.

3. SUB-CONTRACTING

- A. The right of contracting or sub-contracting is vested in the City. The right to contract or sub-contract shall not be used for the purpose or intention of undermining the Association nor to discriminate against any of its members nor shall any seniority employee be laid off or demoted or caused to suffer a reduction in overtime work as a direct and immediate result of work performed by an outside contractor.
- B. In cases of contracting or sub-contracting including renewal of contracts affecting employees covered by this Agreement, the City will hold advance discussion with the Association prior to letting the contract. The Association representatives will be advised of the nature, scope and approximate days of work to be performed and the reasons (equipment, manpower, etc.) why the City is contemplating contracting out the work.

4. INTERFERENCE WITH WORK

A. The Association agrees to refrain from engaging in any strike, work stoppage, slowdown or interference of any kind with the operations of the City during the term of this Agreement.

The City will not lockout any employee during the term of this Agreement. However, if any employee is unable to work because equipment or facilities are not available due to a strike, work stoppage, slowdown or other interference by other employees, such inability to work shall not be deemed a lockout under the provisions of this section.

B. It shall not be a violation of this Agreement and it shall not be cause for discharge or disciplinary action if any employee refuses to enter upon any property involved in a primary labor dispute, or refuses to go through or work behind any primary picket line, including the primary picket line of the Association party to this Agreement, except that the City shall not be required to pay the wages of employees who shall refuse to report for and be willing to work on City property. Provided, however, that such refusal shall in no way be detrimental to the public health or safety. However, the employee cannot be ordered to cross a picket line if such action could result in adverse affect upon the personal safety of the employee, nor shall employees be required to do work normally done by striking members of other associations and unions.

5. ASSOCIATION SECURITY

- A. Employees are free to join or not to join the Association. Employees who are members of the recognized bargaining unit but who are not members of the Association may join the Association by initiating their association application form and dues deduction authorization form.
- B. The City agrees to deduct from the wages of an employee, who is a member of the Association, all association membership dues uniformly required as provided in a written authorization in accordance with the standard form used by the City; provided, that the said form shall be executed by the employee. The written authorization for association membership dues deduction shall remain in full force and effect during the period of this Agreement unless revoked by written notice. The revocation notice must be given to both the Finance Department and to the Association.
- C. Any person certified and employed with the City on or after October 11, 1947 and covered by this Agreement, who is not a member of the Association and who does not make application for membership within ninety (90) calendar days from the effective date of this Agreement or from the date he/she first becomes a member of the bargaining unit, whichever is later, shall pay to the Association a service fee as a contribution towards the administration of this Agreement, in an amount determined by the Association in accordance with applicable law. Employees who fail to comply with this requirement shall be discharged within thirty (30) calendar days after receipt of written notice by the department from the Association unless otherwise notified by the Association in writing within said thirty (30) calendar days and provided that the Association shall release the department from fulfilling the obligation to

discharge if during such 30-day period the employee pays the membership dues or service fee retroactive to the due date and confirms his/her intention to pay the required membership dues or service fee in accordance with this Agreement.

- D. The City agrees to deduct from the wages of any employee covered by this Agreement, who is not a member of the Association, all association service fees uniformly required as provided in a written authorization in accordance with the standard form used by the City, provided that the said form shall be executed by the employee. The written authorization for association service fee deduction shall remain in full force and effect during the period of this Agreement unless revoked by written notice. The revocation notice must be given to both the Finance Department and to the Association.
- E. All association membership dues and service fees will be authorized, levied, and certified in accordance with the by-laws of the Association. Each employee and the Association hereby authorize the City to rely upon and to honor certifications by the Treasurer of the Association regarding the amounts to be deducted and the legality of the adopting action specifying such amounts of Association dues and service fees, which dues and service fees shall be sent to the Treasurer of the Association. The Treasurer of the Association shall not request the City to change the amounts so deducted more often than four times each City fiscal year.
- F. The Association shall have no right or interest whatsoever in any money authorized withheld until such money is actually paid over to them. The City or any of its officers and employees shall not be liable for any delay in carrying out such deductions, and upon forwarding a check by mail to the Association, in payment of such deductions the City and its officers and employees shall be released from all liability to the employee-assignors, and to the Association under such assignments. (Chapter 13, Article 4, Section 4 of the Municipal Code of the City of Detroit.)
- G. The Association shall refund to employees, dues and service fees erroneously deducted by the City and paid to the Association. The City may offset any amount erroneously or improperly deducted and paid to the Association from any subsequent remittance to the Association.
- H. Upon receipt of written notification from the Association, the City agrees to make a special deduction from a member's paycheck to recover delinquent dues or service fees. This deduction will continue until the Association notifies the City in writing to stop the deduction. Any refunds for overpayment will be the responsibility of the Association. The maximum amount the City will deduct for delinquent association dues or service fees from any paycheck will be limited to \$25 per pay check.
- I. The Association agrees to save and hold harmless the City from any damages or other financial loss which the City may be required to pay or suffer as a consequence of enforcing the above provisions.

6. ASSOCIATION REPRESENTATIVES

Employee Representation Shall Be As Follows:

Association Representatives

Department of Public Works - City Engineers' Office Bureau of Buildings. & Bridges) One (1)
Department of Public Works - City Engineers' Office Bureau of Inspection – Pavement Two (2)
Water and Sewerage Department Wastewater Treatment PlantOne (I)
Water and Sewerage Department Field Services Building Two (2)

The Association President shall promptly notify the Department Head or the Department Head's designated representative of the election or appointment of all Association Officers and Representatives, and confirm the same in writing.

The Association representatives, during working hours and without loss of time or pay, may investigate and present grievances to the employer. Arrangements shall be made with the immediate supervisor for their release. This privilege shall not be abused.

Association representatives shall be released from their assigned duties without undue delay to attend to the needs of their represented members as is permitted under the various terms of this Contract. In instances when the Association representatives is requesting to be released and the supervisor or manager is unaware of the reason for the requested release, Association representatives shall be required to state the nature of the union business to be attended to, including where the business will be conducted, approximate time it will take to conduct such business, and a telephone number where he/she can be reached) provided that no genuine confidential, private or sensitive union information or business must be revealed.

7. GRIEVANCE PROCEDURE

A grievance is a difference between the Association and the City or one of its departments concerning the interpretation or application of any provision of this Agreement and may result from a complaint of improper treatment against one or more members of the bargaining unit or an alleged violation of the Agreement affecting all members of the bargaining unit on a division-wide, department-wide, or City-wide basis.

Should such differences arise during the term of this Agreement, the parties shall make an earnest effort to resolve such differences promptly in accordance with the procedure detailed below;

provided, however, that grievances which relate to a particular level of management responsibility may be initiated at the corresponding step of the grievance procedure by mutual consent of the parties.

The grievance procedure contained in this article shall be the exclusive grievance procedure for the Association and all members of the bargaining unit.

Step 1: Any employee who believes that any provision of this contract has not been properly applied or interpreted may discuss the matter with his/her supervisor. The employee has the right to have his/her association representative present. All parties will discuss the matter in a friendly and business-like manner, and will make every effort to reach a satisfactory settlement.

Step 2 - Division Head: In the event the grievance is not settled orally by the supervisor at Step 1, the Association President or his/her designated representative shall reduce the grievance to writing and submit it to the division head or his/her designated representative within ten (10) working days after occurrence of the event giving rise to the grievance. Both the employee and the association representative shall sign the grievance form. The grievance form must indicate (1) a statement of the grievance and the facts upon which it is based, (2) the sections of this Agreement that it is alleged have been violated, (3) the remedy or corrections requested and (4) the names of those who will attend for the Association. A meeting will be arranged within ten (10) working days from the date the appeal is received by the division head or his/her designated representative, between no more than two (2) representatives of the Association, and no more than two (2) representatives of the City, to discuss the grievance or grievances appearing on the agenda presented by the Association.

The division head or his/her designated representative will answer the grievance or grievances, in writing, within ten (10) working days from the date of the meeting. If the subject grievance is not appealed to Step 3 within ten (10) working days from the date of the division head's written decision, management's last disposition shall be considered the settlement of the grievance.

Step 3 - Department Head: If the grievance is not satisfactorily resolved in Step 2, the Association President or his/her designated representative may appeal in writing to the department head or his/her designated representative. A meeting with the Association will be promptly arranged to take place within ten (10) working days from the date of the appeal between at least two (2) and not more than three (3) representative and the Association, which shall include the Association President or his/her designated representative and the appropriate association representative and at least two (2) and not more than (3) representatives of the City, one of whom may be a representative of the Labor Relations Division.

The department head or his/her designated representative shall give his/her decision in writing within ten (10) working days. If the subject grievance is not appealed to Step 4 within ten (10) working days from the date of the department head's decision, management's last disposition shall be considered the settlement of the grievance. Management's written answer after the Third Step meeting shall briefly state the factors considered by management in its decision regarding the grievance.

Step 4 - Appeal and Review Board: If the grievance is not satisfactorily resolved in Step 3, the Association President may submit a written appeal to the Labor Relations Director. Such appeal

must be submitted with ten (10) working days of the Step 3 response. The Association's written appeal to the Fourth Step shall state the facts in dispute and/or reasons for dissatisfaction with management's Third Step answer. The Labor Relations Director shall schedule an appeal and review session to be held within fifteen (15) working days of the receipt of the appeal. Management representatives at the appeal and review session shall include a designated representative of the Labor Relations Director and a representative of the City department involved in the grievance. Present at the appeal and review session for the Association shall be the Association President or his/her designated representative, and the appropriate association representative. The grievant(s) shall not be present at the appeal and review session except by mutual agreement of the parties.

Within twenty (20) working days after the appeal and review session, the Labor Relations Director shall forward in writing management's response to the grievance to the Association President.

Step 5 - Arbitration: Any unresolved grievance which relates to an alleged violation of any specific article or section of this Agreement and has been fully processed through Step 4 of the grievance procedure may be referred to arbitration by the Association President to the Labor Relations Director. The party requesting arbitration must submit written notice of intent to arbitrate to the other party within twenty (20) working days of the Step 4 answer. If the parties are unable to agree upon an ad hoc arbitrator within ten (10) working days of such notice, the City will secure a list of arbitrators from the Federal Mediation Conciliation Service (FMCS). The parties will then meet to mutually agree upon an arbitrator from the list. The following provisions shall apply to all grievances submitted to arbitration:

- A. The arbitrator shall limit his/her decision strictly to the interpretation, application or enforcement of the provisions of this Agreement and shall be without power and authority to make any decision:
 - 1. Contrary to, or inconsistent with, or modifying in any way the terms of this Agreement.
 - 2. Concerning the discipline or discharge of employees for engaging in a strike, slowdown or stoppage of work who exercise their right under Section 6 of Act 379 of the Public Acts of 1965.
 - 3. Concerning appeals to the Mayor pursuant to applicable state law.
 - 4. Granting any wage increases or decreases.
 - 5. Granting any right to relief for any period of time whatsoever prior to the effective date of this Agreement.
 - 6. Concerning determinations of questions of position classification either temporary or permanent; such determinations are to be made by the Human Resources Department in accordance with Human Resources Department Rules and the Temporary Assignment Article of this Agreement.
 - 7. Contrary to the City's right to establish, adopt, amend, promulgate, and enforce uniform work rules for its departments.
- B. The arbitrator shall have no authority to require the City to delegate, alienate or relinquish any powers, duties, responsibilities, obligations, or discretion which by state law or City Charter, the City cannot delegate, alienate or relinquish, nor to rule on the purchase of buildings or equipment.

- 1. No settlement at any stage of the grievance procedure except an arbitration decision, shall be a precedent in any arbitration and shall not be admissible in evidence in any future arbitration proceeding.
- 2. The decision of the arbitrator in a case shall not require a retroactive wage adjustment in another case, except by express agreement of the parties.
- 3. There shall be no appeal from the arbitrator's decision if made in accordance with his/her jurisdiction and authority under this Agreement. The arbitrator's decision shall be final and binding on the City, on the employee or employees, and on the Association.
- 4. In the event a case is appealed to an arbitrator and he/she finds that he/she has no power to rule on such case, the matter shall be referred back to the parties without decision or recommendation on the merits of the case.
- 5. The expenses of the arbitrator shall be shared equally by the parties. Each party shall make arrangements for and pay the expenses of witnesses who are called by them. The grievant and the Association President or his/her designated representative shall not lose pay for time off the job while attending the arbitration proceedings.

8. STIPULATIONS TO THE GRIEVANCE PROCEDURE

- A. Any grievance settlement shall be made in accordance with the terms and spirit of this Agreement.
- B. Any grievance under this Agreement which is not filed in writing within ten (10) working days after the grievance arises shall not be considered a grievance.
- C. The time limits specified in the first four (4) steps may be shortened or extended, or steps may be eliminated by mutual agreement.
- D. In the event the City does not submit an answer at any step of the procedure within the prescribed time period, or any extension which may have been agreed to, the Association may refer the grievance to the next step, the time limit for the appeal to run from the time when the time limit for the City's answer expired.
- E. Any grievance not appealed by the Association in writing to the next step within the specified time limit following receipt of management's answer from the previous step, shall be considered settled on the basis of management's last answer.
- F. "Working days" as used in the Grievance Procedure, shall include Monday through Friday and exclude Saturdays, Sundays and holidays.
- G. The City shall not be required to pay back wages more than ten (10) working days prior to the date that a written grievance is filed.

- H. All claims for back wages shall be limited to the amount of wages that the employee otherwise would have earned, less any compensation received for temporary employment obtained subsequent to his/her removal from the City payroll, and payments from Unemployment Insurance, Social Security Disability, Family Independence Agency, and City-funded Long Term Disability Insurance, Sickness and Accident Insurance and Automobile Accident Income Replacement Insurance. Where appropriate, the City shall reimburse those agencies and insurance funds so as to not affect the employee's equity therein.
- I. In the case of a pay shortage in which the employee would not have been aware before receiving his/her pay, any adjustment made shall be retroactive to the beginning of the pay period covered by such pay, if a grievance is filed within the ten (10) working days within receipt of such paycheck. Pay shortages will be remedied as soon as practical.

Where an employee is overpaid hours or is paid other than the current negotiated rate for the classification in which he/she has worked, the City is expressly authorized to recover such overpayment through a deduction from the employee's wages.

9. DISCHARGE, SUSPENSION AND DEMOTION

- A. The Employer agrees upon the disciplinary discharge, suspension, or demotion of an employee, to notify the association representative of the discharge, suspension or demotion, in writing.
- B. Upon request, the Employer or his/her designated representative will discuss the disciplinary discharge, suspension, or demotion with the employee and the association representative. Exceptions to this procedure would be in situations where the suspended or discharged employee has committed acts of violence on another person, or the parties agree that such discussion would not be beneficial at this time.
- C. Should the employee or the designated association representative consider the disciplinary discharge or suspension to be improper, the matter may be referred to the grievance procedure, Step 3.
- D. Use of past record. In imposing any discipline on a current charge, the City shall not take into account any prior infractions, which occurred more than fourteen (14) months previously. However, this period shall be extended to twenty-four (24) months where the current charge is a repetition of prior infractions involving workplace violence, sexual harassment, theft or misappropriation of City property, or being under the influence of alcohol or controlled substances at work.
- E. If length of service is to be given consideration as a mitigating factor in imposing or reviewing discipline on a current charge, the employee's entire employment history may be considered.

NOTE: It shall be the responsibility of the grievant to keep the Association and the City informed of his/her mailing address and telephone number (s) at which he/she may be reached for purposes of notification. Certified mail to the address of record shall constitute proper notification to the grievant.

10. SPECIAL CONFERENCES

- A. Special Conferences shall be arranged between the Association and the department head or his/her designated representative upon the request of either party. Such meetings shall be between no more than three (3) representatives of the department and no more than three (3) representatives of the Association. Arrangements for such special conferences shall be made in advance and an agenda of the matters to be taken up at the meeting shall be presented at the time the conference is requested. A copy of the request and agenda shall be sent to the Labor Relations Division for informational purposes.
- B. Matters taken up in special conferences shall be confined to those included in the agenda. Conferences shall be held between the hours of 9:00 A.M. and 4:00 P.M. The representatives of the Association shall not lose time nor pay for time spent in special conferences.
- C. The Employer will submit to the Union a written position statement on the matters taken up in Special Conference that were mutually agreed upon by the parties within ten (10) working days.
- D. In areas where the parties failed to agree, the Employer will submit a written position statement to the Union within twenty (20) calendar days.

11. SENIORITY

- A. Seniority is hereby defined as the length of continuous service beginning on the date of legal certification to a position in the classified service of the City of Detroit, or date of induction into such classified service as provided by law. Effective July 1, 1978, employees who are certified for employment but not hired within thirty (30) calendar days of such certification, shall have their date of hire recorded as their date of seniority and certification.
- B. Seniority, as defined above and in accordance with the rules of the Human Resources Department incorporated herein by reference is established primarily to serve as a basis for determining the order of demotion or layoff in the event of a reduction in force and the re-employment rights of employees.

NOTE: Seniority is not the same as "service time" as utilized for the various economic benefit provisions.

C. The City will furnish the Association a seniority list showing each bargaining unit member's name, address, department, classification, pension number, and social security number, and total City seniority date. This information shall be organized in a format mutually agreeable to

the Association and the City. The City agrees to provide the Association with an up-to-date seniority list quarterly upon written request.

- D. Loss of Seniority: An employee shall lose his/her seniority for the following reasons only:
 - a. The employee resigns or quits.
 - b. The employee retires on regular service retirement.
 - c. The employee is discharged or permanently removed from the payroll and the separation is not reversed through the grievance procedure.
 - d. The employee does not return at the expiration of a leave of absence.
 - e. The employee does not return to work when recalled from layoff as set forth in the recall procedure.
- E. **Suspensions of Seniority Credit:** An employee shall not lose his/her accrued seniority but shall not accumulate additional seniority credit during the following periods:
 - 1. Leaves of absence which exceed one (1) year.
 - 2. Non-duty disability retirements which exceed one (1) year.
 - 3. Voluntary layoffs.
- F. An employee who is absent from duty for three (3) consecutive work days without specific leave from his/her department and who fails to notify the employer within those three (3) days (except in cases of proven unabling emergency), shall be deemed to have quit his/her employment from City service and to have vacated his/her position. Any such absence shall be without pay unless otherwise approved by a subsequent action by the employer.

12. PROBATION PERIODS

- A. Probation periods are recognized as "working test" periods used to supplement other evaluations to determine whether the employee fully meets the qualifications of the class. The length of the probation period for all employees hired, promoted, transferred between departments or otherwise placed into classifications represented by this Association shall be six (6) months.
- B. The Association shall represent employees during the probation period for the purpose of collective bargaining in respect to rates of pay, wages, hours of employment and other conditions of employment <u>except</u> separation from City service or reversion to the formerly held title for reasons other than association activities. For probationary employees with prior City service, the Association shall represent such employees when a department issues a suspension or discharge for cause instead of taking action to revert the employee to his/her prior status.
- C. During an employee's initial hire probation period, the employing department may, in accordance with Human Resources Department Rules, extend the probation period or take action to discharge the employee as a probationary employee. In the case of an unsatisfactory employee who has classified status, the employing department may extend the probation

period or take action reverting the employee to his/her former classification or department, unless a discharge for cause is appropriate.

13. TEMPORARY WORK ASSIGNMENTS

I. Out of Class:

- A. Employees are to be assigned job duties and responsibilities which are appropriate to their classification. An employee shall not be assigned to perform work which falls outside of his/her classification except for short-term training purposes, short-term exigencies, and in cases of emergency or other situations resulting from factors beyond the control of management which cannot be anticipated or planned for in the normal course of departmental operations and where such assignment is necessary to effectively carry out departmental operations.
- B. When an employee is assigned to perform work clearly outside of his/her classification which involves special higher-level skills or is assigned and given responsibility to perform the preponderance of duties regularly performed by employees in a higher class for a period in excess of ten (10) consecutive scheduled working days, the department shall take steps to see that the employee so assigned shall be compensated at the appropriate rate for the work performed. Questions concerning out-of-class work claims shall be determined by the Job Analysis Section of the Human Resources Department.
- C. Performing the duties of an employee in the next higher classification in series during short-term absences and normal vacation periods not in excess of two (2) calendar weeks shall not be construed as being out-of-class work assignments.
- D. In the event it is reasonably anticipated that an employee will be assigned to perform work outside of his/her classification for a period of six months or longer, the employing department shall submit a status change temporarily promoting the employee to the higher class for a specified period of time or for the duration of the assignment. The affected employee may, upon reasonable notice, request a copy of such proposed status change.
- E. The department will review assignments on which temporary promotions exceed eighteen (18) consecutive months to determine if the assignments can be filled on a permanent basis. The Association may request a special conference to discuss any such assignments.
- F. If an employee believes that his/her regularly assigned set of duties and responsibilities are not properly allocated to his/her current title, the employee or the Association may request the Job Analysis Section of the Human Resources Department to conduct a classification survey of the employee's job as provided in Human Resources Department Rules.

I. Temporary Placement of Employees into Other Duties and/or Departments:

- A. The employer may temporarily place an employee into other duties/department in another department once per year. The employer shall first seek volunteers and if additional employees are required, the employee(s) may be placed by inverse seniority.
- B. Such a temporary placement, if made by inverse seniority, shall be limited to forty-five (45) days. An employee that volunteered for such a temporary placement may continue in the placement beyond the forty-five (45) day limit until such time that the employee or the City requests the placement to be ended.
- C. Employees temporarily placed under these provisions shall not be required to perform work out of their class, except that the provisions for out-of-class assignments shall be available for operation in these cases of temporary placement, provided that out-ofclass opportunities at the transferred-in location must be preserved and first made as available to any qualified employee regularly assigned at the transferred-in location. Regardless, if the work performed at the transferred-in location is an upgrade, the subject temporarily placed employee shall be paid the out-of-class rate.
- D. Employees temporarily placed under these provisions shall not lose his/her promotional opportunity at the transferred-out location and shall be treated as if he/she had or had not been temporarily placed in other duties/department.
- E. The local union(s) at the transferred-out and transferred-in locations shall be notified of the proposed move and the reasons therefore, at least thirty (30) days before the planned placement. The City will consider any union responses to its originally planned placement(s) for the possibility of choosing to modify said plans.
- F. Any vacation period the moved employee had approved at the transferred-in location will continue to be honored at the transferred-out location.

14. REDUCTION IN FORCE

In the event of a reduction in force in a department affecting members of the bargaining unit, the procedure shall be as follows:

SECTION I - REDUCTION IN FORCE TERMS DEFINED

- A. A *reduction in force* is a reduction in the number of employees in a given class in a department of the City for lack of work, lack of funds, or reasons other than the acts or delinquencies of employees. The expiration of a limited-term certification or change of status shall not be considered a reduction in force.
- B. A *layoff* due to reduction in force is the removal of an employee from a position in a department and from the classified service of the City of Detroit, subject to the recall rights provided under this Rule.

- C. A *demotion* due to reduction in force is the removal of an employee from a position in a class in a department by change of status to a position in a lower class.
- D. A *transfer* due to reduction in force is the removal of an employee from a position in a class in a department by change of status to a position in another class which is at the same level.
- E. A *voluntary layoff* is a removal of an employee from the classified service of the City of Detroit which is made at the request of and for the convenience of the employee.
- F. Unless otherwise indicated, *seniority* shall mean total City seniority as determined in accordance with Human Resources Department Rules.
- G. An employee acquires *status* in the classified service by certification in accordance with Section 6-510 of the City Charter and Human Resources Department Rules III and IV.
- H. An employee who is certified, promoted, transferred, or demoted to a position in a class on a regular permanent basis or permanent-subject to continuing availability of program funding, acquires *permanent status* in the class, provided he/she has satisfied all qualification requirements of the class including completion of any required probation period. An employee can have permanent status in only one class at a time.
- I. An employee who is certified, promoted, transferred, or demoted to a position in a class only for a specified term or conditional event, or where the certification or status change states that such employment is limited to assignment on a particular project, acquires *limited-term status* in the class.

SECTION 2 - ORDER AND MANNER OF REDUCTION

Reduction in force shall be by class in a department and shall be made from among all employees in the same class in that department.

- A. Within the department, the following categories of employees shall be removed first:
 - 1. Provisional employees shall be separated by terminating their services; provided, however, that employees provisionally employed in the class who hold permanent status in some other class shall revert to the class in the department from which they were provisionally promoted or transferred.
 - 2. Employees who have not completed their initial probationary period shall be laid off in accordance with their seniority, the least senior employee being laid off first.
 - 3. Employees hired on a limited-term basis shall be laid off in accordance with their seniority, the least senior employee being laid off first.
- B. In the event it is necessary to reduce the number of permanent status employees in the class, the order of removal shall be as follows:
 - 1. Employees in the class on a limited-term basis and employees in the class on a permanent basis who have not completed the required probationary period, but who hold permanent

status in some other class, shall revert to the class in the department from which they were promoted or transferred. Removal shall be in accordance with their total City seniority, the least senior employee to be removed first.

- 2. Employees in the class on a permanent basis shall be removed in accordance with their total City seniority, the least senior employee to be removed first. Such employees shall be laid off subject to the following demotion or transfer rights within the department:
 - a. **Demotion in Series** If the employee is in a class in an occupational series, the employee shall have the right to be demoted to a position in a lower class in the series, provided there are one or more employees in the lower class in the department having less total City seniority. (The least senior employee displaced as a result shall be subject to demotion, transfer or layoff in accordance with applicable provisions of this rule.)
 - b. An employee who waives his/her right to demotion to the next lower class in series and is laid off, shall lose all rights to City-wide displacement as provided for in section 3 and restoration rights as provided for in paragraph A of Section 4.
 - c. **Demotion or Transfer to a Formerly-Held Class.** If the employee has previously held permanent status in another class not in series which is at the same or lower level, the employee may elect demotion or transfer to such class, provided there are one or more employees in the class in the department having less total City seniority. (The least senior employee displaced as a result shall be subject to demotion, transfer or layoff in accordance with applicable provisions of this rule.)
 - d. An election to accept a demotion or transfer to a formerly held class is optional for employees who also have a right to a demotion in series.
 - e. Change of Status to Vacant Positions in Other Classes. If the employee has exhausted his/her rights to demotion or transfer under (a) and (b) above, the department may, in so far as the interests of the service permit, propose transfer or demotion of the employee to an available vacant position in any other class in the department for which the department believes the employee is qualified. Such proposed change of status shall be subject to the approval of the Human Resources Director.

SECTION 3 - CITY-WIDE DISPLACEMENT

Employees with permanent status who have been laid off in a class from a City department shall displace employees of the same classification in those categories listed in Paragraph A of section 2 on the City-wide basis. In addition, laid off permanent employees who have one or more years of classified service shall displace other permanent employees in the same classification of lesser seniority on a City-wide basis; and if there are no lesser seniority employees in the same classification, shall have the right to displace lesser seniority employees in a lower class in the same occupational series. Employees who fail to exhaust their eligibility for demotion to the next lower class in series in their department shall lose their eligibility for City-wide displacement. (Least senior employees displaced under this section shall be subject to demotion, transfer or layoff in accordance with applicable provisions of this rule.)

Displacement of lesser seniority employees across department lines shall be accomplished by layoff and displacement certification and shall coincide with the effective date of the layoff, if possible, but in any event within sixty (60) days of the effective date of layoff of employees having displacement rights.

SECTION 4 - RE-EMPLOYMENT PROCEDURES

- A. Employees with permanent status in the class who were laid off, demoted, transferred, or laid off and certified to a lower class as a result of a reduction in force, shall have their names maintained in order of their total City seniority on a special register ("blocking list") in the Human Resources Department. Such employees shall be entitled to re-certification, promotion or transfer from the register to any <u>vacancy</u> in the class from which they were demoted, transferred or laid off, or any lower class in the same series in any City department, before any such <u>vacancy</u> can be filed by certification, promotion, or transfer.
- B. An employee's name shall remain on the special register until he/she is restored to the classification (or equivalent level) from which he/she was demoted, transferred or laid off, or waives an offer of such restoration.
- C. Laid off employees who elect layoff in lieu of demotion in series shall be placed on the preferred eligible list for the class in which they were laid off and shall be re-certified to available vacancies in this class in the order of their total City seniority from the list.
- D. Laid off employees shall be placed on preferred eligible lists for all other classes in which they have held permanent status and shall be offered certification to available vacancies in these classes in the order of their total City seniority from such lists, provided that employees who were laid off in such classes have been first recalled.
- E. Should a laid off employee on a preferred eligible list waive an offer of employment to a position in the class, his/her right to remain on that list shall terminate.
- F. In the absence of a preferred eligible for a class, laid off employees shall be certified to requisitions for positions in such class from higher, equivalent or allied lists which have been determined to be appropriate by the Human Resources Director.
- G. Persons recalled for employment who have been off work for more than ninety (90) days shall be subject to the pre-employment medical evaluations required of all applicants for hire.
- H. Re-employment provisions in this article do not apply to persons laid off and separated from City employment for a period of four (4) years.

SECTION 5 - EFFECT OF JURISDICTIONAL LINES

The order of layoff, demotion and re-employment shall not be altered by bargaining unit jurisdictional lines and employees shall carry their total City seniority across jurisdictional lines for reduction in force purposes.

16

SECTION 6 - EMPLOYEES HOLDING MULTIPLE TITLES

In determining an employee's rights under this rule, an employee can have permanent status in only one class at a time. An employee who carries a multiple title shall have permanent status in the lowest class of his/her multiple title or the class in which he/she last held permanent status on a single title basis, unless there is a contractual agreement which otherwise identifies the class in which the employee has permanent status, or official action is taken designating such class based upon the nature and history of the employment. Such agreement or official action must be completed at least ninety (90) days prior to the announcement of reduction in force.

SECTION 7 - CONDITIONAL WAIVER OF EMPLOYEE RIGHTS

Where the City anticipates that a reduction in force will not exceed thirty (30) days, an employee in a class subject to reduction in force and his/her employing department may agree to a conditional waiver of the employee's seniority rights for a specified period not to exceed thirty (30) days. This conditional waiver must be in writing and be approved by the Human Resources Director. It is recognized that an out-of-seniority layoff resulting from such waiver is for the benefit of the City and the employee retains the right to exercise all rights to restoration, demotion, transfer and displacement at the end of the specified period.

SECTION 8 - PREEMPTIVE LAYOFF REQUESTS

If a reduction in force in a department is imminent or taking place over an extended period of time, any employee who has been identified as being subject to layoff, may request in writing that he/she be laid off prior to the date when he/she would be reached for such layoff. Such request is subject to approval of the employing department and the Human Resources Director.

Employees who are granted an effective date of layoff earlier than the scheduled layoff date shall retain the same rights which they would have had they been laid off as scheduled.

SECTION 9 - STATUS CHANGES IN ANTICIPATION OF LAYOFFS

Where the Human Resources Department shall find that any status change was made either to avoid the layoff of or to cause the layoff of any employee, upon finding by the Human Resources Director that such status change was made for reasons other than the good of the service such status change shall be set aside and proper layoff made; provided, however, this section not apply to status changes of more than six month's standing.

SECTION 10 - RETENTION OF RE-EMPLOYMENT RIGHTS

To remain eligible for re-employment rights provided for under Section 4, laid-off employees must continue to maintain their residency in the City of Detroit or other approved area if applicable, unless specific permission to temporarily move is granted by the Human Resources Director. Failure to obtain such approval prior to establishing residence outside of the City of Detroit or other approved area if applicable shall result in removal of the employee's name from all re-employment lists.

15. LEAVES OF ABSENCE

A. **FAMILY AND MEDICAL LEAVE ACT OF 1993 (FMLA):** The FMLA became applicable to employees in the bargaining unit on August 5, 1994. The Human Resources Department issued a Policy Directive dated September 9, 1993, which detailed how the provisions of the FMLA would be implemented in City service. The Policy is incorporated herein by reference.

The FMLA provides that eligible employees may be off work for up to twelve (12) weeks each twelve (12) month period for the following reasons: to get treatment for the employee's own serious illness or temporary disability; to take care of a spouse, child or parent who is seriously ill or disabled; or to exercise parental care for a new-born infant or newly placed adopted or foster child. During this absence from work, the employee is entitled to continuation of health care benefit coverage. For employees of the City, the twelve month period is the fiscal year. Questions concerning leaves for FMLA purposes should be referred to the employee's Human Resources representative.

- B. **CITY LEAVES OF ABSENCES:** Leaves for purposes covered under the FMLA may be extended, and leaves for other purposes may be granted, under the City's leave of absence policies and procedures as set forth below:
 - 1. Leaves of absence without pay may be granted for reasonable periods for the following purposes:
 - a. Temporary physical or mental incapacity.
 - b. Training related to the employee's regular duties in an approved educational institution.
 - c. Military service.

Leaves of absence may be granted at the discretion of the City for reasons other than those listed above where in the judgment of the City such leaves are deemed beneficial to the City.

- 2. To be eligible for a leave of absence, the employee must have completed one year of continuous classified service immediately prior to the leave. This requirement shall not apply to leaves for military service.
- 3. Leaves of absence (excluding military) may be extended for periods up to two (2) years. After two (2) years, the person's name may be placed on the preferred eligible list for an additional two (2) years. Seniority of persons on leave of absence shall be governed by the Seniority Article of this Agreement.
- 4. Unless otherwise provided for, the procedure for the administration of this article shall be in accordance with Human Resources Department Rule XIV.

16. COOPERATION IN VALIDATION STUDIES

A. The City and the Association recognize the need for and the responsibility of the Human Resources Department in taking steps to insure that written tests and other selection devices and procedures used in selecting persons for positions in City service be validated, i.e., that such devices and procedures be shown to be predictive of, or significantly related to, important elements of work behavior of the position or positions for which applicants are being evaluated.

- B. The Human Resources Department agrees to inform the Association of all validation studies and projects directed toward development of validated tests in which the Association or association members are asked to participate and, upon request, to meet the association representatives to discuss any aspects of such studies or projects.
- C. The Association agrees to cooperate and provide assistance in validation studies and test development projects conducted by the Human Resources Department, and to use its good offices to secure the cooperation and participation of association members in such studies or projects.

17. AFFIRMATIVE ACTION

The City and the Association recognize that there is a provision of the City Charter which mandates the City's Human Resources Department to take affirmative action, as required by the constitutions of Michigan and the United States, to assure that all levels of the classified service are reasonably representative of the ethnic and sex composition of the City.

In accordance with this provision, the City agrees:

- 1. To periodically provide the Association with statistical information concerning the composition of the City's work force and reports concerning policies and programs for achieving equal opportunity in employment.
- 2. To make available representatives of the Affirmative Action Unit of the Human Resources Department to meet with representatives of the Association to exchange information and discuss affirmative action activities.

18. WAGES

A. GENERAL WAGE INCREASES:

a.	Effective July 1, 2005	0%	
b.	Effective July 1, 2006	-10%	(See MOU RE: Wage Concessions)
c.	Effective July 1, 2007	0%	
d.	Effective June 30, 2008 11:59 p.m.	4%	No retroactive amounts shall be attributable to any period between July 1, 2005 and June 30, 2008

B. Each employee covered by this Agreement whose minimum and maximum rates are over \$20,000 per year, shall, if these rates fall between even hundred dollar levels, have these rates adjusted to the next higher hundred dollar level.

19. OVERTIME

- A. The City has the right to schedule overtime work as required in a manner most advantageous to the City and consistent with requirements of municipal employment and the public interest. Such overtime shall not be scheduled so as to reduce the work force.
- B. **Time and One-Half Overtime:** Salary-rated Employees Time and one-half shall be credited or paid to salary employees as follows:
 - 1. Cash payment for all hours worked over forty (40) in one service week except if such time is worked on a seventh day or holiday.
 - 2. Cash payment or credit for all hours worked on the sixth day, provided the employee has worked his/her assigned hours in the work week.

C. Double Time Overtime:

- 1. Double time [two hundred percent (200%) of the basic or hourly rate] will be paid to hourly-rated and salary-rated employees for work on the seventh day of the work week schedules as defined by Chapter 13, Article 2, Section 12 of the Municipal Code of the City of Detroit.
- 2. Double time (two-hundred percent [200%] of the basic or hourly rate) shall be paid for all time worked in excess of sixteen (16) hours from the employee's assigned starting time.
- D. Premium payments shall not be duplicated for the same hours worked.
- E. All time paid under this contract and existing rules and ordinances for sick leave, holidays, vacation, jury duty time and time lost due to a job connected injury shall be counted as time worked for the purpose of computing overtime.
- F. All of the above shall be in accordance with Chapter 13, Article 2 of the Municipal Code of the City of Detroit and the Michigan Minimum Wage Law.

20. HOLIDAYS AND EXCUSED TIME OFF

A. Employees shall be entitled to the following seven (7) holidays: New Year's Day, Martin Luther King's Birthday, Memorial Day, Independence Day, Labor Day, Thanksgiving Day, and Christmas Day.

Employees shall be entitled to three (3) swing holidays in each fiscal year. New employees shall be entitled to the first swing holiday after ninety (90) calendar days and the second swing holiday after one hundred and eighty (180) calendar days and the third swing holiday after two hundred and seventy (270) calendar days.

- B. Employees shall receive eight (8) hours straight time pay for the above mentioned holidays. Where a holiday is concurrent with the employee's sixth or seventh work day, the department head shall have the option of paying for the holiday or granting equivalent time off with pay. When the City elects to give the employee time off, said time shall be granted at the request of the employee with the approval of the department head.
- C. An employee shall be eligible for holiday pay or excused time day pay provided he/she shall have received at least eight (8) hours of pay exclusive of overtime in the calendar week prior to, during or after the holiday or excused time day; provided the employee continues on the payroll through the holiday or excused time day in question and would otherwise be qualified for the holiday or excused time day.

For the purpose of this section, an employee shall be considered off the payroll if he/she is fired, quits, is on workers' compensation is on a formal leave of absence granted by the Human Resources Department (generally over 30 days) or is laid off. An employee's payroll status not covered by the above shall be subject to a special conference. Criteria to be used to determine payroll status will be if the absence of the employee shall be for more than thirty (30) days.

- D. If an employee is absent without just cause on a holiday or an excused time day on which he/she is scheduled to work, he/she shall receive no pay for the holiday.
- E. Double time will be paid for all hours worked on a holiday in addition to the straight time holiday pay due for a holiday as such.
- F. Premium payments shall not be duplicated for the same hours worked.
- G. Employees shall be granted four (8) hours of excused time on Good Friday or the last four (8) hours on the last scheduled paid day prior to Good Friday, and eight (8) hours of "excused time" on the last scheduled paid day before Christmas Day and before New Year's Day and for Veteran's Day, and the day after Thanksgiving, and Election Day as designated by the City Council, or an additional swing holiday in the event there is no designated Election Day, provided they are on the payroll through the excused time day in question. Employees required to work any portion of the excused time on these days will receive either equal time off for hours worked or additional pay at straight time for such hours at the option of the department head. No holiday premium will be paid for work on these days. When an employee is absent without good cause for the non-excused portion of the day, he/she shall forfeit this excused time for the day.
- H. For the purpose of this article, an employee shall be considered off the payroll if he/she engages in work stoppage which extends through a holiday or excused time day. All benefits under this article will be forfeited for the holiday or excused time in question.
- I. If a holiday or excused time day falls on Saturday it shall be observed on the preceding Friday, and if a holiday or excused time day falls on Sunday it shall be observed on the following Monday for all employees except those assigned to six and seven day operations. Should two (2) consecutive holidays or excused time days occur on a Friday and Saturday, or on a Sunday and Monday, Friday and Monday, respectively, shall be designated as the official holidays.

21

If an employee engaged in six or seven day operations works either the actual calendar holiday or the substitute holiday, he/she shall receive the holiday premium, but he/she will not be allowed to pyramid holiday premium for working both days.

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- 1. An employee assigned to a six or seven day operation may be scheduled off for the holiday on either the calendar holiday or the substitute holiday.
- 2. When an employee works both the calendar holiday and the substitute holiday, the day selected as a holiday for pay purposes shall be the day which allows the employee the maximum pay credit for working both days.
- 3. If an employee works either the calendar holiday or the substitute holiday, but not both, he/she shall be paid holiday premium for the day worked.
- 4. If an employee is off sick on the calendar holiday, or the substitute holiday, or both, he/she shall receive holiday pay in lieu of sick pay on one of the two days. If he/she works either of the two days he/she shall receive holiday premium.
- 5. If an employee is AWOL on the actual calendar holiday, but works the substitute holiday, he/she shall not be entitled to holiday pay or holiday premium.
- K. The City shall have the option to close all or part of its facilities for the Christmas and New Year's holiday season consistent with operating needs and the public service. Employees shall have the option of using vacation, swing holidays, compensatory time or no-pay for any days off during this period. If an employee has none of the above listed accrued time, departmental leave may be used if available. If an employee has no paid time accrued, and wishes to work, the City will make every attempt to place an employee in his/her department on a job assignment consistent with their job classification and ability to perform the work.

In the event a department requires additional personnel during the period, the Human Resources Department will be so advised. Employees who are without accrued time and are desirous of working during this period will contact their department Human Resources Officer for available placement in another department.

The optional holiday season closing dates during the period of this Agreement shall be:

December 27, 28, 29, 2005 December 26, 27, 28, 2006 December 26, 27, 28, 2007

Any scheduled time off or uses of department leave days during these periods shall not be counted against the employees' attendance records nor (except for bonus vacation) adversely affect their benefits.

L. The Holiday Schedule during the term of this Agreement is set forth in Exhibit II.

21. FUNERAL LEAVE

- A. If a death occurs among members of the employee's immediate family or household, the employee, provided he/she attends the funeral or memorial service, will be granted three (3) days leave not to be charged to sick leave; provided that such leave will be extended to five (5) days if the funeral or memorial service which the employee attends is more than 300 miles from the City of Detroit. When an employee is entitled to three (3) days leave under this provision, and the funeral or memorial service is within 300 miles of Detroit, he/she shall be granted two (2) days to be charged against current sick leave and then reserve sick leave upon his/her request.
- B. **Definition of Immediate Family:** The immediate family is defined as wife, husband, son, daughter, brother, sister, father, mother, step-father, and step-mother, grandmother, and grandfather.
- C. If a death occurs among the relatives of the employee, the employee will be granted one (l) day leave, not to be charged to sick leave provided he/she attends the funeral. If the funeral which the employee attends is more than 300 miles from the City of Detroit, the employee may extend the leave by two (2) days to be charged against current sick leave and then reserve sick leave upon his/her request.
- D. **Definition of Relatives:** Relatives are defined as grandson, granddaughter, brother-in-law, sister-in-law, uncle, aunt, mother-in-law, and father-in-law.
- E. The Association President or his/her designated representative, with proper notification to the department head, shall be allowed one (I) funeral day, not to be charged to sick leave, in order to attend the funeral of a City employee who was a member of his/her Association on the day prior to his/her death.

22. JURY DUTY

- A. An employee who serves on jury duty will be paid the difference between his/her pay for jury duty and his/her regular pay for all days he/she is required to serve on jury duty in accordance with the City Council Resolution of March 16, 1965, J.C.C. page 459, as amended.
- B. Jury duty shall be considered as time worked.

23. HOSPITALIZATION, MEDICAL, DENTAL AND OPTICAL CARE INSURANCE

Additional changes to this Article are reflected in the Memorandum of Understanding Re: City Alternate Health Care Proposal.

A. The City shall continue to provide hospitalization and medical insurance based on the Blue Cross/Blue Shield ward service rate under the Michigan Variable Fee Coverage (MVF-2) and the Prescription Drug Group Benefit Certificate with two dollar (\$2) co-pay (Certificate #87),

known as the two dollar (\$2) deductible Drug Rider for employees and their legal dependents, duty disability retirees and their legal dependents, and duty death beneficiaries and their legal dependents, as provided by Chapter 13, Article 8 of the Municipal Code of the City of Detroit. Effective July 1, 2006, the co-pay for the Prescription Drug benefit was increased to \$5 for generic and \$15 for brand name.

B. The City's contribution for the cost of hospitalization on a monthly basis shall be as follows:

Single person	\$100.06
Two person	\$238.29
Family	\$253.54

Fifty percent (50%) of any premium charges that exceed the above amounts will be paid by the employees and fifty percent (50%) shall be paid by the employer. When the City's payroll system has the capability of allowing employees to pay these amounts through the pre-tax IRS code 125K mechanism, all bargaining unit members shall be entitled to participate.

- C. Employees who wish to insure sponsored dependents shall pay the premium cost of this coverage.
- D. The City will provide regular retirees and their spouses hospitalization and medical insurance based on the Blue Cross/Blue Shield ward service under the Michigan Variable Fee coverage (MVF-2) and the Prescription Drug Group Benefit Certificate with two dollar (\$2) co-pay (Certificate #87) known as the two dollar (\$2) deductible Drug Rider as provided by City Council in the 1977-78 Closing Resolution. The City will pay this premium for regular retirees and their spouses for only as long as they receive a pension from the City. For employees who retire (except for vested retirees) on or after July 1, 2006, the co-pay for the Prescription Drug benefit was increased to five \$5 for generic and \$15 for brand name. For persons who retire (except for vested retirees) on or after July 1, 1986, the City will pay the following amounts per month for hospitalization and medical insurance:

Single person	\$100.06
Two person	\$238.29

Fifty percent (50%) of any increase over these amounts will be paid by the retiree and fifty percent (50%) shall be paid by the City. The City will pay this premium for regular retirees and their spouses only for as long as they receive a pension from the City.

- E. The City Blue Cross hospitalization plan for active employees and their dependents and retirees and their spouses shall include Blue Cross Master Medical insurance with a twenty percent (20%) co-pay benefit and a fifty dollar (\$50) per person annual deductible (\$100 for two or more in a family).
- F. Employees and retirees shall have the option of choosing alternative hospitalization medical coverage from any plan or program made available by the City. The City's contribution to the alternative plans or programs shall be limited to the premium cost for the level of benefits provided in Paragraphs B and D, as applicable. If at the end of any fiscal year an alternative hospitalization plan or program has failed to enroll 50 employees city-wide, the City shall have

the option of removing that plan from the list of eligible plans or programs. Effective with the 1987-88 fiscal year, all alternate carriers must account for their premium charges without distinguishing between active and retired employees using the following format:

Single Person Two Persons Family

G. The City shall provide for all active employees and their dependents, and duty disability retirees and their dependents, a Dental Plan which shall be equivalent to the Blue Cross/Blue Shield program which provides Class I benefits on a twenty-five (25%) co-pay basis and Class II and III benefits on a 50% co-pay basis. Classes I, II, and III benefits shall not exceed \$1,000 per person per year. In addition, Orthodontic coverage shall be on a 50% co-pay basis with a \$1,000 lifetime maximum. Other terms and conditions regarding these plans shall be in accordance with the standard Blue Cross/Blue Shield policies regarding administration of such programs.

The City will make available cost effective alternative dental plans.

Coverage for new hires shall begin on the first of the month following the employee completing six (6) months of service. Coverage ends on the last day of the month that employment ends.

H. The City will provide Optical Care Insurance through the Employee Benefit Board, such benefit will include case hardened lenses.

Effective July 1, 2005 through June 30, 2006, the City will contribute \$6.42 per month for employees covered by CO/OP Optical and \$6.27 per month for employees covered by Heritage Optical. Optical care enrollments will occur at two (2) year intervals.

Coverage for new hires shall begin on the first of the month following sixty (60) days of service. Coverage ends on the last day of the month that employment ends.

- I. If, during the term of this Agreement, a Federal Health Care Law is enacted, the parties shall enter into immediate collective bargaining negotiations over the impact of such a law on the existing arrangements for funding and providing health care benefits.
- J. No insurance carrier shall be allowed to underwrite City Health Care Benefits unless it offers coordination of benefits. All carriers will be required to provide group specific utilization and cost data as a condition of doing business with the City. Copies of all information will be provided to Association and City representatives as directed.
- K. The City reserves the right to implement health care cost containment programs during the term of the Contract. Said cost containment program shall not diminish the levels of benefits provided in the basic plans but may require the insured to follow procedures prescribed by the carrier in order to be eligible for benefits. If premium levels remain below the 1982-83 base year premiums for coverage listed in paragraph B, the City will pay fifty percent (50%) of that amount to an escrow account which shall be used to offset health care costs or to increase health care benefits.

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Employees on the active payroll who are covered by a health care plan offered by an employer other than the City, and can furnish proof of such coverage, may elect to take a \$950 cash payment, payable monthly, in lieu of the hospitalization-medical coverage offered by the City. This election shall take place annually during the open enrollment period.

Once an employee elects the cash payment, the employee will not receive hospitalizationmedical coverage until the next year's enrollment period. If the employee loses his eligibility for the alternate coverage, the employee, upon submitting appropriate proof of loss of coverage, will be able to resume the City's hospitalization-medical coverage the month following completion of the applicable enrollment forms. The cash payments will cease upon the employee resuming the City's hospitalization-medical coverage.

The City shall have the sole discretion to offer this opt-out provision to current and future retirees who are eligible for the City's hospitalization-medical coverage. This discretion shall extend to the determination of the amount of the cash payment, the method of payment, the eligibility requirements, and the continuance of the opt-out plan itself.

24. DEATH BENEFITS AND LIFE INSURANCE

A. **DEATH BENEFITS** Death benefits for all regular City employees are authorized by the City Charter, Title IX, Chapter VIII. The City Code, Chapter 13, Article 8, Section 8, currently provides a death benefit of \$10,000.

1. MEMBERSHIP:

L.

Mandatory for regular employees.

2. **CONTRIBUTIONS:**

By the City - \$13.30 per year per employee. By the employee 20¢ per week or \$10.40 per year.

If during the term of this Agreement, the Employee Benefit Board approves an increase in the death benefit eligible for payment to members of the plan, the parties agree that this increased benefit will be applicable to employees covered by this Agreement.

- B. Payment for employees killed or permanently disabled in line of duty:
 - 1. A lump-sum duty death benefit of \$10,000 will be paid to the beneficiaries or estate of employees who are killed or who die as a direct result of injuries sustained in the actual performance of their duties.
 - 2. A lump-sum payment of \$10,000 will be made to any employee who is totally and permanently disabled from illness or injury arising solely out of the actual performance of their duties. "Totally and permanently disabled" shall be defined exclusively as follows:

- a. Total and permanent loss of sight of both eyes.
- b. Loss of both legs or both feet at/or above the ankle.
- c. Loss of both arms or both hands at/or above the wrist.
- d. Loss of any two of the members or facilities enumerated in (a), (b), (c).
- e. Permanent and complete paralysis of both legs or both arms or one leg and one arm.
- f. Incurable insanity or imbecility.

A claimant to benefits under this paragraph shall have the right to present any written information in support of the claim which shall become part of the records reviewed by the physician appointed by the Finance Director and the Medical Board of Inquiry, should a Board of Inquiry be formed.

The Finance Director shall appoint a physician who shall examine the medical records and findings, and with respect to rights of claimants, the physician may also personally examine the claimant. Said physician shall within sixty (60) days of appointment file a written report regarding his medical findings which report shall include a recommendation as to whether or not the claimant is entitled to the benefits.

Should either the claimant or the Finance Director disagree with the medical findings of the physician so appointed and the claim for benefits is denied, the claimant or the Finance Director must so indicate to the other in writing the demand for a Medical Board of Inquiry.

The Medical Board of Inquiry shall consist of three physicians or surgeons appointed by the Wayne County Medical Society. The Medical Board of Inquiry shall examine all medical findings and within sixty (60) days of its formation shall file with the Finance Director written report of its findings, which as to the benefits provided herein shall be final and binding as to the medical finding. The Finance Director shall pay the fees of the physician named by him and the fees of any Medical Board of Inquiry formed.

- 3. Employees who receive a permanent disability payment under this article shall be ineligible for the \$10,000 Duty Death Benefit described in Section B-1 above.
- C. **GROUP LIFE INSURANCE** A group life insurance program for the employee and his/her family is available for all members of the Employees Benefit Plan on an optional basis, under the provisions of the City Code, Chapter 13, Article 9.
 - 1. **Membership** Optional for members of the Employees Benefit Plan.
 - Contributions The City shall pay approximately sixty percent (60%) of the premium for insurance up to and including \$12,500. The employee shall pay forty percent (40%) of the premium for insurance up to and including \$12,500. The employee shall pay the full cost of any insurance in excess of \$12,500.

3. Benefits - Employees:

Yearly Pay	Amount of Insurance
Under \$5,000	\$ 3,750
\$5,000 to \$7,500	\$ 6,250
\$7,500 to \$10,000	\$ 9,375
Over \$10,000	\$12,500

4. Benefits - Dependents:

Cost to Employee	Amount of Insurance
70¢ per week	\$5,000 each dependent

D. ADDITIONAL INSURANCE:

1. Employees will be able to purchase insurance, which is approximately equal to their annual salary or they may choose to purchase insurance which is approximately equal to two times their annual salaries in accordance with the following:

	Amount of Insurance	Amount of Insurance
<u>Yearly Pay</u>	Option 1	Option 2
\$12,500 to \$15,000	\$15,000	\$30,000
\$15,000 to \$17,500	\$17,500	\$35,000
\$17,500 to \$20,000	\$20,000	\$40,000
\$20,000 to \$22,500	\$22,500	\$45,000
\$22,500 to \$25,000	\$25,000	\$50,000
\$25,000 to \$27,500	\$27,500	\$55,000
\$27,500 to \$30,000	\$30,000	\$60,000
\$30,000 to \$32,500	\$32,500	\$65,000
\$32,500 and above	\$35,000	\$70,000
And so forth in	And so forth in	And so forth in
\$2,500 Increments	\$2,500 Increments	\$5,000 Increments

2. Subject to the agreement of and conditions determined by the current life insurance carrier, retirees shall have the option of converting all or part of their group life insurance to a life insurance policy at their own expense. Also, subject to the above conditions, employees who resign may continue their current coverage at their own expense. For retirees who elect to retain this coverage, the City shall deduct the premiums from their retirement checks on a monthly basis.

25. RETIREMENT

A. Eligibility for Service Retirement Allowance - Any employee who is covered by the provisions of this Agreement and who is a member of the General Retirement System of the City of Detroit who has thirty (30) or more years of credited service may retire upon his/her written application filed with the Board of Trustees setting forth the date, which shall not be

less than thirty (30) nor more than ninety (90) days, subsequent to the execution and filing of said written application, he/she desires to be retired. On the date so specified for his/her retirement he/she shall be retired, notwithstanding that pending such period of notification he/she may have separated from City service. Upon his/her retirement he/she shall receive a Retirement Allowance as provided by the City Charter and Municipal Code. Employees may retire on or after July 1, 1992 with 25 years of credited service but less than 30 and receive an actuarially reduced pension which shall be known as the Actuarially Reduced 25 Year Option of the Retirement Plan. Employees who are receiving a duty or a non-duty disability pension or Income Protection benefits may elect to convert to this new option if they otherwise meet the qualifications.

Employees who have resigned with 25 or more years of service since July 1, 1992, shall have ninety (90) days to submit an application for this option from the date they are officially notified by the Pension Bureau that said application can be processed.

After the initial enrollment of applicants by the Pension Bureau, employees who subsequently leave City employment shall have ninety (90) days from their last paid date on the City payroll to select this option.

Retirees who began receiving a Duty or Non-Duty Disability Pension after July 1, 1992 may convert to this option no later than ninety (90) days after they would have had twenty-five (25) years with the City and have been notified by the Pension Bureau of the availability of this option.

Employees who began receiving Income Protection Benefits after July 1, 1992 may convert to this option anytime after they have had twenty-five (25) years of service with the City.

The above paragraphs notwithstanding, employees hired after January 1, 1996, shall not be eligible for a Service Retirement until they shall have attained fifty-five (55) years of age. This age requirement shall apply to both the regular service retirement with thirty (30) years of service and for pension calculation purposes to the early service retirement (actuarially reduced) with twenty-five (25) or more years of service.

- B. Retirement benefits shall be modified to include an optional coordination of benefits between regular retirement benefits and Social Security benefits for those employees who retire from the City with a regular retirement or the Actuarially Reduced 25 Year Option prior to becoming eligible for Social Security payments. Such coordination of benefits shall cause an approximate leveling of total monthly benefits derived from both the City's retirement system and Social Security without creating any additional actuarial costs.
- C. For employees hired on or after July 1, 1980, the vesting provisions of the City Retirement Plan shall require ten (10) years of service regardless of age in lieu of the "40 and 8" age and service requirement.
- D. For employees who separate from City service with a vested pension prior to reaching eligibility for a regular service retirement, time earned after July 1, 1986 shall not be factored into the formula for determining their pension benefit until they shall have attained age 62. This provision will not affect the current practice governing disabled employees.

In the event that any law, state or federal, is passed during the term of this Agreement which permits employees to vest their pension prior to meeting the vesting requirements set forth in this contract, any employee who vests his/her pension in such a manner shall not be eligible for any pension benefits until his/her sixty-second birthday.

E. Employees who become eligible for a pension under the vesting provisions of the plan, shall be ineligible for any of the hospital, medical, optical or dental benefits provided for other retirees, spouses, dependents or beneficiaries.

Employee contributions to the general retirement annuity fund shall be optional. Balances in the fund standing to the individual credit of employees discontinuing contribution shall be maintained with accumulated interest to be paid out to the employee upon separation from the City. Employees qualified under the pension vesting provision of the general retirement system may withdraw their annuity with accumulated interest upon separation.

Upon attainment of twenty-five (25) years of service, an employee shall be eligible to withdraw, one time only prior to retirement, all or part of his/her annuity savings. Non-Duty and Duty Disability Retirees shall be eligible to withdraw, one time only, all or part of their annuity savings.

F. At the time of retirement, members of the General City pension system may elect an option which shall entitle them to change their pension option from either option 2 or option 3 to a straight life pension after they have commenced collection of the pension if the member's beneficiary predeceases the member. This shall be known as the Pop-Up Option. The actuarial cost of the change in benefit shall be borne by the member who selects this change in his/her option election.

Employees who retire on or after July 1, 1998, shall have their pensions computed according to the following formula: Using the highest paid 36 consecutive months out of the last 120, including longevity payments, as Average Final Compensation; 1.6% of Average Final Compensation for each year of service for the first 10 years; 1.8% of Average Final Compensation for each year of service greater than 10 years up to 20 years, 2.0% of Average Final Compensation for each year of service greater than 20 years up to 25 years; and 2.2% of Average Final Compensation for each year of service greater than 25 years; plus \$12 for each year of City service not to exceed \$120. In no case shall benefits paid by the Retirement System exceed ninety percent (90%) of Average Final Compensation except in the case where a higher pension amount has been earned in accordance with the provisions in effect prior to July 1, 1992.

- G. Effective for bargaining unit members who retire on or after July 1, 1999, they shall have the option to 1) select the Unused Sick Leave On Retirement payment benefit provided for elsewhere in Article 26 of this labor agreement or 2) chose to receive payment of one-quarter (1/4) of their unused sick time and have that sum included in the average final compensation used to compute the membership service pension portion of their retirement allowance.
- H. Effective January 1, 1999, the maximum annual amount payable to an individual on a Duty Disability pension shall be increased to \$9,000 and for Non-Duty Disability pension to \$6,000.

The maximum amount of the Accidental Death Benefit as found in Chapter VI, Article VI, Part C, Section 1, Paragraphs B and C of the City Charter shall be increased to \$9,000 per annum.

- I. Effective January 1, 1999, minor dependents under age 19 or permanently mentally or physically impaired dependent children who become impaired prior to age 19 of employees who die with 20 years of service without a surviving spouse shall receive a payment of \$9,000 per year which shall be divided equally amongst all eligible dependents. The payment will cease when the last minor attains age 19 or for mentally or physically impaired children at death. There shall be no retirement escalator for this payment.
- J. In addition to in-service death pension benefits which already exist for employees with 20 or more years of service, effective January 1, 1999, if a bargaining unit member dies after having attained 15 or more but less than 20 years of creditable service at any age below 60, the surviving spouse will be paid a 50% joint and survivor election. Dependent children, if there is no eligible surviving spouse, are to be paid a total of \$6,000 which shall be divided equally amongst all eligible dependents until the youngest child reaches age 19, or for life if a child is permanently physically or mentally impaired.
- K. The post retirement escalator factor shall increase from 2.0% to 2.25% of original base pension effective July 1, 1992.
- L. Employees shall have the option of selecting from two additional surviving beneficiary options of 25% and 75%.
- M. Annuity Contribution Amounts: The City will offer to employees who choose to contribute to the annuity plan the option of 3% up to the Social Security maximum salary which would then be increased to 5%, a straight 5%, or a straight 7%.
- N. Members of the bargaining unit shall have the option of belonging to the City's current defined benefit/defined contribution retirement plan or a new defined contribution retirement plan in accordance with the rules the City will issue for a defined contribution plan. The parties agree that the defined contribution plan the Executive Branch will propose for acceptance by the City Council, although not specifically detailed at this time, is intended to be primarily in accordance with the provisions which were last advocated in the Executive Branch in November-December, 1997.
- O. Effective August 1, 1999, or the earliest date thereafter when all required agreements are reached between the City and other parties, the membership of the General Retirement System, Board of Trustees [Article II, Section 2, Subsection (1)] shall be modified to provide that one of the trustees is: "The Mayor of the City or his/her designated representative, exofficio. Such designated person shall be a full time appointive or classified City employee."
- P. All Retirement and Pension Plan Provisions provided for by the City Charter and Municipal Code are incorporated herein by referral unless otherwise specifically modified by this Agreement and Ordinance 2-93, J.C.C. Page 133.

NOTE: All of the above provision changes will be presented to the Internal Revenue Service and are subject to being final only upon a determination that they are acceptable and approved and will not harm the current favorable tax-exempt status of the General Retirement System.

26. UNEMPLOYMENT COMPENSATION - S.U.B.

A. UNEMPLOYMENT COMPENSATION:

Employees covered by this Agreement shall receive unemployment benefits in accordance with the unemployment insurance plan administered by the Michigan Unemployment Insurance Agency (MUIA) under the Michigan Employment Security Act.

B. SUPPLEMENTAL UNEMPLOYMENT PLAN: (S.U.B.)

Subject to all of the following rules and qualifications, employees shall be entitled to Supplemental Unemployment Benefits (S.U.B.).

Section 1. Application for Supplemental Unemployment Benefits. No employee shall be eligible for S.U.B. unless and until he/she shall have made due application, therefore, in accordance with the procedure established by the City and shall have met the eligibility requirements of Section 2 of this article. Such an employee shall be considered as an applicant.

Section 2. An applicant shall be eligible for S.U.B. only if he/she is on layoff from the City with respect to the week for which application is made, and he/she did not work for another employer during such week, and if

a. such layoff

- 1. was from the bargaining unit;
- 2. occurred in a reduction in force;
- 3. was not for disciplinary reasons and was not a consequence of (i) any strike, slowdown, work stoppage, picketing (whether by his/her bargaining unit or any other), or concerted action, or any dispute of any kind involving City employees, or (ii) any fault attributable to the applicant, or (iii) any war or hostile act of a foreign power (but not government controls or regulation connected therewith), or (iv) sabotage or insurrection, or (v) any act of God and
- 4. was not self-elected.
- b. with respect to such week, the applicant:
 - 1. had sufficient seniority to be eligible for one week's benefit;
 - 2. has registered at and has reported to an employment office of the Michigan Unemployment Insurance Agency as required by the MUIA;
 - 3. has received unemployment compensation from MUIA not currently under protest;
 - 4. has not refused to accept work when recalled pursuant to the collective bargaining agreement and has not refused an offer by the City of other available work which the applicant has no option to refuse under the collective bargaining agreement;
 - 5. has not failed to report for interview within five (5) working days after notice of recall from the City;

- 6. has not failed through any fault of his/her own to report for hire at the employing department within five (5) working days after certification;
- 7. was not eligible for and was not claiming any accident or sickness or other disability benefit (other than a disability benefit which would be payable to the applicant whether he/she was working full time or not or a survivor's allowance under Workers' Compensation laws), whether publicly or privately financed, or a pension or retirement benefit financed in whole or in part by the City;
- 8. was not in military service;
- 9. did not receive any unemployment benefit from, or under any contract, plan or arrangement of, any other employer, and he/she was not eligible for such a benefit from, or under any contract, plan or arrangement of, any employer with whom he/she has greater seniority than with the City;
- 10. must have been on continuous layoff from the City for thirty (30) consecutive calendar days; whereupon he/she will be eligible retroactively for benefits commencing after the second week of layoff.
- 11. must not be on layoff from a classification designated as special service, limited term, part-time, provisional, contractual, limited status, or for which the duration of employment is listed as seasonal;
- 12. must have at least eighteen (18) months total City seniority.
- c. an employee shall forfeit permanently all eligibility for S.U.B. if he/she shall misrepresent any material fact in connection with an application by him/her for any S.U.B. or other unemployment compensation. Furthermore, he/she shall be subject to disciplinary action upon his/her return to active status.

Section 3. Powers and Authority to the City. The City shall have such powers and authority as are necessary and appropriate in order to carry out its duties under this article, including without limitation the following:

- 1. to obtain from employees, persons filing applications for benefits, eligible persons and elsewhere such information as the City shall deem necessary in order to carry out its duties under this article;
- 2. to investigate the correctness and validity of information furnished by any person who applies for a benefit;
- 3. to make appropriate determinations pursuant to this article;
- 4. to require an applicant to exhibit his/her MUIA Unemployment Benefit check for the week with respect to which application for S.U.B. is made, or to submit evidence satisfactory to the City of receipt or entitlement to receive a MUIA unemployment benefit.

Section 4. Amount of Weekly Supplemental Benefit. An applicant who meets all the eligibility requirements of this article shall be entitled to a weekly Supplemental Unemployment Benefit in the amount of forty-five dollars (\$45).

Section 5. Duration of Supplemental Benefit An eligible applicant shall be entitled to one week of S.U.B. for every month of total City seniority, not to exceed in any case a maximum of twenty-six (26) weeks duration for any continuous layoff.

Section 6. Offset for Back Wages: All compensation received under this article shall be offset against any claim for back wages.
27. CLOTHING ALLOWANCE

All members of the bargaining unit are eligible to receive an annual clothing allowance of one hundred seventy dollars (\$170).

28. SICK LEAVE

- A. All employees who shall have completed three (3) months of continuous service shall be granted one (1) day of sick leave for every service month in which they have worked eighty percent (80%) of their scheduled hours, not to exceed twelve (12) sick leave days in any one fiscal year. Sick leave earned after July 1, 1971 may accumulate without limitation. These days shall be known as current sick leave and shall be kept in the Current Sick Leave Bank. All employees must be on the payroll for the entire month to be eligible for sick leave.
- B. Reserve sick leave of five (5) service days shall be granted on July 1 to each employee who was on the payroll the preceding July 1 and who has earned at least sixteen hundred (1600) hours of straight time pay during the fiscal year. Reserve sick leave shall be kept in the Reserve Sick Leave Bank.
- C. Sick leave may not be granted in anticipation of future service.
- D. Sick leave balances shall be expressed in terms of hours and shall be posted on the employee's check stub.
- E. Employees who have accumulated a total of fifty (50) or more unused sick days on July 1, shall receive up to six (6) bonus vacation days based upon their sick leave usage in the previous fiscal year. Such time shall be credited according to the following table:

Sick Leave Days Used In Previous Fiscal Year	Bonus Vacation Days To Be Credited on July 1st		
0	6		
½ to 1 day	5 1/2		
1 ½ to 2	5		
2 ½ to 3	4 1/2		
3 ½ to 4	4		
4 ½ to 5	3 1/2		
5 ½ to 6	3		
6 ½ to 7	2 1/2		
7 ½ to 8	2		
8 ½ to 9	1 1/2		
9 ½ to 10	1		
10 ½ to 11	1/2		
11 ½ to more	0		

F. Employees who have accumulated a total of at least twenty-five (25) but less than fifty (50) or more unused sick days on July 1 shall receive up to three (3) bonus vacation days based upon their sick leave usage in the previous fiscal year. Such time shall be credited according to the following table:

Total Sick Leave Days Used In Previous Fiscal Year	Bonus Vacation Days <u>To Be Credited on July</u>			
0 to 2 days	3			
2 ½ to 3	2 1/2			
3 ½ to 4	2			
4 ½ to 5	1 1/2			
5 ½ to 6	1			
More than 6	0			

This section shall otherwise be in accordance with Chapter 13-5-1 of the Municipal Code.

- G. Employees will have access to Departmental Leave Days in accordance with the Municipal Code and the Manual of Standard Personnel Practices. Permission will not be unreasonably withheld.
- H. The above shall be in accordance with Chapter 13, Article 5, Section 2 of the Municipal Code of the City of Detroit except as modified by this article.
- I. Employees who have worked on the shift preceding their regular shift shall not be eligible to use sick leave on that day to cover their regular shift, so that if they go home sick at the beginning of their regular shift they shall receive only straight time pay for their work on the preceding shift.

29. UNUSED SICK LEAVE ON RETIREMENT

A. Employees shall be entitled to payment for unused sick leave on retirement as follows:

Upon retirement or death, with twenty (20) years of service, an employee shall be entitled to payment of one-half (1/2) of their unused sick leave.

- B. The payments will be made as part of the Employee's Pension Program, or the Employee's Benefit Plan, or through the Finance Department.
- C. At the employee's option, he/she can elect to have up to the amount permitted by law of his/her unused sick leave payment deposited in his/her deferred compensation account with the balance paid to the employee.

30. PRIVATE CAR MILEAGE REIMBURSEMENT

A. When an employee covered by this Agreement is assigned to use his/her automobile to perform his/her job, he/she shall be paid mileage at the current IRS per mile rate subject to change when the rate changes higher or lower. In addition, \$3.00 per day is to be paid for each day an employee is required to use his/her car for City business.

The City will continue to reimburse employees for the difference in premiums between business and pleasure insurance according to the formula approved by City Council for that purpose.

B. Definition of Reimbursable Mileage

- 1. Trips from home to headquarters and back home shall not constitute reimbursable mileage.
- 2. Trips in either direction between home and any officially designated point (when there is no specific headquarters) shall not constitute reimbursable mileage.
- 3. Trips from headquarters (or from the designated starting point if he/she has no headquarters) to a job, from job to job, and if directed, back to headquarters or starting point, shall constitute reimbursable mileage.
- 4. For those employees who do not report to a specific headquarters, or starting point on any given day, mileage in excess of 15 miles from home directly to a job at other than headquarters or starting point at the start of the work day and mileage in excess of 15 miles from a job located at other point than headquarters or starting point to home at the end of work day shall constitute reimbursable mileage.
- 5. If as a condition of employment an employee must bring his/her car to work, then the City must pay the daily rate regardless of whether it is used or not. If the employee brings the car to work by his/her own choice and does not drive it on City business then no payment is to be made.
- 6. **Accident Payments.** When an employee is involved in an accident while on City business resulting in damage to his/her automobile in excess of fifty dollars (\$50), the City will pay for unrecoverable collision damage in excess of fifty dollars (\$50) not to exceed two hundred and fifty dollars (\$250). Employees must furnish proof to their department of the time of an accident and the extent of the damages. Automobile accidents will be excluded from the City's regular small claims program.
- 7. In the event of an automobile breakdown during regular working hours, the time which an employee is allowed for servicing and repairing his/her automobile is to be left up to the department in which he/she works.
- 8. When an employee covered by this Agreement is regularly assigned to a job which requires the use of an automobile during his/her normal working hours, he/she shall be

required to furnish said car. Other employees may be requested to use their cars when their job assignment requires the use of an automobile. Employees who refuse to use their cars as required or requested by the City as part of an action to coerce the City to accept their demands shall be subject to discipline.

However, the City and the Association agree that in the event an employee cannot furnish the automobile as required for the job, for a limited period of time, the Association and the department will meet, if deemed necessary, in order to discuss possible alternative assignments for the employee during this period.

- 9. Employees receiving private car mileage may be required to transport equipment and materials incidental to their particular assignment.
- 10. In order to receive mileage reimbursement an employee must actually use an automobile on City business.
- C. There shall be no designated starting point or headquarters outside the City of Detroit unless an employee lives outside the City.
- D. A construction site per se shall not be designated as a starting point or headquarters. The Department, however, may designate any department property on which a building is located as a headquarters or designated starting point as long as it is in compliance with paragraph one (1) of this article.

31. MISCELLANEOUS

- A. All salaried employees will have their hourly rate computed by dividing their annual salary by 2080 hours.
- B. Deferred Compensation Plan: Employees shall be eligible for a Deferred Compensation Plan made available by the City. Participation in the Plan shall be optional with each employee.
- C. Effective October 1, 1980, the basic step increment schedule for salary classifications shall be changed so that the annual increments will be five percent (5%) of the employee's salary as of the date the increment is normally paid, not to exceed the maximum rate for the classification.

Half steps shall be two and one-half percent (2-1/2%).

- D. Effective October 1, 1980, employees promoted from classes where the maximum of the old class is greater than the minimum of the new class, shall be entitled to a pay increase of two annual steps not to exceed the maximum of the new class.
- E. Effective July 1, 1980, employee benefits for those employees sixty-five (65) years of age and older may be modified as permitted by law but shall not result in any additional cost to the employee, (e.g. coordination of Medicare/Medicaid coverage with City hospitalization coverage).

32. VETERANS

Nothing in this Agreement shall abridge the rights and preferences of veterans and members of the armed forces reserves, as provided by federal, state and local laws, rules and resolutions.

33. FRINGE BENEFITS

Fringe benefits and working conditions except as otherwise expressly provided herein, shall be in accordance with the City Charter, Ordinances, Resolutions and Human Resources Department Rules as adopted by the Civil Service Commission.

34. LONGEVITY

- A. Employees shall qualify for longevity pay as follows:
 - 1. Employees may qualify for the first step of longevity pay, provided they have served as City employees for an accumulated period of five (5) years.
 - 2. Employees may qualify for the second step of longevity pay, inclusive of the first step, provided they have served as City employees for an accumulated period of eleven (11) years.
 - 3. Employees may qualify for the third step of longevity pay, inclusive of the first and second steps, provided they have served as City employees for an accumulated period of sixteen (16) years.
 - 4. Employees may qualify for the fourth step of longevity pay, inclusive of the first, second, and third steps, provided they have served as City employees for an accumulated period of twenty-one (21) years.
 - 5. Employees may qualify for the fifth step of longevity pay, inclusive of the first, second, third, and fourth steps, provided they have served as City employees for an accumulated period of twenty-six (26) years.
 - 6. The first step of longevity increment shall be one hundred and fifty dollars (\$150). The second step of longevity increment inclusive of the first step, shall be three hundred dollars (\$300). The third step of longevity increment, inclusive of the first and second steps, shall be four hundred and fifty dollars (\$450). The fourth step of longevity increment, inclusive of the first, second, and third steps, shall be six hundred dollars (\$600). The fifth step of longevity increment, inclusive of the first, second, and third steps, shall be six hundred dollars (\$600). The fifth step of longevity increment, inclusive of the first, second, third, and fourth steps, shall be seven hundred and fifty dollars (\$750).
 - 7. Employees who have qualified for longevity pay and have accumulated at least sixteen hundred (1600) hours of straight time regular payroll hours of paid time during the year immediately preceding any December 1st date or other day of payment will qualify for

a full longevity payment provided they are on the payroll on the December 1st date or any other date of qualification. Except for employees first qualifying for increments, the payment will be made in a lump sum annually on the first pay date after December 1st.

No employee will be denied a full longevity payment on December 1st because of a temporary unpaid absence of twenty (20) continuous days or less extending through the December 1st date in question.

- B. Employees who first qualify for longevity pay increments in any month after any December 1st date shall be paid such increment on a pro-rata basis upon attaining such qualification in the amount of a full increment less one-twelfth (1/12) thereof for each calendar month or fraction thereof from the previous December 1st date to date of such qualification.
- C. Prorated longevity payments may be made between December 1st dates to qualified employees and officers who separate or take leave from City service, excluding those who are discharged, those who resign and those who resign with a vested pension. Such prorated longevity increment shall be paid for time served on a full calendar month basis since the date of their last longevity payment; provided, that each month shall contain at least one hundred and sixty (160) straight time regular payroll hours of service.
- D. All of the above provisions except as modified herein shall be in accordance with Chapter 13, Article 7 of the Municipal Code of the City of Detroit.

35. WORKERS' COMPENSATION

- A. All employees shall be covered by the applicable Workers' Compensation laws and related benefits. An employee sustaining injury or occupational disease arising out of and in the course of City employment shall be continued on the payroll and his/her time shall be charged to his/her sick leave reserve for all days not covered by Workers' Compensation payments; provided that in the absence of any sick leave reserve he/she shall be paid regular wages or salary to the extent of two-thirds of his/her daily wage or salary but for a period not to exceed seven (7) days; provided, also; that where the employee has off-time banks and receives income under the Workers' Compensation Act, such income shall be supplemented by the City from his/her off-time banks in an amount sufficient to bring it up to ninety-five percent (95%) of his/her weekly take-home pay. For the purposes of this article, take-home pay is defined as gross pay from the City less Social Security deductions, and less federal, state and City income tax withholding amounts based on the employee's actual number of dependents. Employees shall be eligible to earn current sick leave.
- B. Employees who are unable to supplement their Workers' Compensation benefit from their off-time banks because the amount of overtime worked causes the benefit to meet or exceed ninety-five (95%) percent of weekly take-home pay, shall be treated like employees who are able to supplement for the purposes of hospitalization, life insurance and current sick leave. This provision does not apply to those employees who are unable to supplement because they have no time available in their off-time banks.

- C. Employees shall not be eligible for holiday pay nor earn additional vacation or reserve sick leave when they are being paid Workers' Compensation benefits.
- D. The City agrees to continue hospitalization and life insurance benefits for employees with one (1) or more years of seniority who have been approved for Workers' Compensation benefits for a period of nine (9) months after they go off the payroll. Thereafter employees will be entitled to benefits which accrue to them through the Pension Plan and the Income Protection Plan.

NOTE: In order to continue hospitalization and life insurance benefits, employees are responsible for their portion of the premium as required by the Contract. Those deductions will be made automatically while they remain on the payroll because they are supplementing. Once they leave the payroll, they must make arrangements with the Pension Bureau to pay those premiums in order to continue coverage.

When an employee receives sick leave pay from the City for a time period for which he/she subsequently receives Workers' Compensation benefits, the resulting overpayment shall be immediately recoverable by the City notwithstanding any limitations set forth elsewhere in this Agreement pertaining to the recovery of overpayments which are due to payroll error. Upon recovery of the money owed to the City the employee's sick leave banks shall be restored.

- E. Consistent with the Workers' Compensation Act and current City practices:
 - 1. The City shall continue its program of returning workers who suffered job injuries back to active employment to perform work tasks which are compatible with their current physical capabilities. To the maximum extent possible, employees will be returned to their former job classification in their former department, or if no such position is available, in another City department if they are presently able to perform the essential duties with or without reasonable accommodations.
 - 2. If the employee is presently able to perform some but not all of the essential duties, but there is competent medical documentation that he/she will be able to perform all such duties within ninety (90) days, he/she may be placed conditionally in an available position in the classification subject to review at the end of this period. Work tasks assigned will be those compatible with present work restrictions.
 - 3. If the employee cannot presently be returned to his/her former job classification, he/she will be placed in an appropriate available position in another classification on a temporary basis until such time as the employee is able to return to his/her former job classification or acquires permanent status in the alternate classification by action of the Human Resources Department. The duration of the temporary status shall be in accordance with the Workers' Compensation Act. During the temporary period, efforts will be made to place the employee in available positions consistent with his/her training and experience and current physical capabilities.
 - 4. While employed in the alternate job classification, whether temporary or permanent, the employee shall be represented by the local union having jurisdiction over

employees in that classification and at that location. However, residual seniority rights to the employee's former classification shall remain with his/her former local or other union. An employee in an alternate classification on a permanent basis continues to have a right to return to his former job classification in his former department when physically able to do so.

- 5. Employees returned to work under these provisions shall not be charged with absences for disciplinary purposes where there is medical documentation that such absences were caused and necessitated by the former job injury.
- 6. Employees will be eligible for wage increases granted to their alternate job classification.
- 7. Should a medical dispute arise between the employee's physician and the Employer's physician, a third physician will be mutually selected by the doctors and the third doctor's opinion shall be final and binding on the City and Union.

36. TUITION REFUND

- A. Bargaining unit members may participate in the City's Tuition Refund Program as administered by the Human Resources Department. Employees requesting a tuition refund should submit the applications to the human resources officer in their department.
- B. The maximum amount of the tuition refund shall be increased as indicated below:
 - 1. An eligible employee will be entitled to receive a maximum of \$2,000 per fiscal year to be applied toward tuition in seeking a graduate degree from an accredited university.
 - 2. An eligible employee will be entitled to receive a maximum of \$1,500 per fiscal year to be applied toward tuition in seeking an undergraduate degree from an accredited university.
 - 3. An eligible employee will be entitled to receive a maximum of \$1,200 per fiscal year to be applied toward payment for participation in employee development programs.

The above amounts cannot be pyramided to permit any employee to receive more than a total amount of \$2,000 in any fiscal year.

37. VACATIONS

A. **ELIGIBILITY:** Employees inducted during the course of the fiscal year shall not be eligible for vacation leave without deduction of pay until they shall have earned at least one thousand (1,000) hours of paid time, exclusive of overtime or premium time, and until they have attained status as City employees for at least six (6) months. When employees qualify, as above stated, they shall be entitled to five (5) days of vacation leave. Once employees have

earned at least sixteen hundred (1600) hours of paid time, exclusive of overtime, and have attained status as employees for at least twelve (12) months, they are entitled to five (5) additional vacation days. In order that an employee's time may be computed on a fiscal year basis, on the July 1st following his first year anniversary date of employment, the employee will be entitled to a prorated vacation leave computed by multiplying the number of months remaining from the anniversary date, to the end of the fiscal year by 8.3 percent of ten (10) days and rounding the product to the nearest whole number. Thereafter, his vacation shall be computed on a fiscal year basis.

B. The vacation schedule shall be as follows:

0-6 months	No vacation
6 months	5 days
1 year	Additional 5 days
2 through 5 years	10 days
б years	11 days
7 years	12 days
8 years	13 days
9 years	14 days
10 through 12 years	17 days
13 years	18 days
14 years	19 days
15 years or more	20 days

C. VACATION PERIOD:

- 1. Vacations will, insofar as possible, be granted at a time most desired by employees according to their seniority.
- 2. When an official holiday occurs during a scheduled vacation, the employee shall be entitled to an additional vacation day.
- 3. If an employee becomes ill while on his vacation, or prior to, his vacation shall be re-scheduled after proof of such illness.
- 4. Employees who are on extended sick leave of one (l) month or more on any July 1st date, shall, upon prior written application to the department head and the Finance Director be entitled to a lump-sum payment in lieu of time off for all vacation leave earned during the preceding fiscal year.
- 5. An employee's vacation bank may not exceed more than forty (40) days, or 320 hours, on any October 1.
- D. **VACATION PRORATION:** Employees who fail to accumulate the required sixteen hundred (1600) straight time regular payroll hours, those who die and those who are separated from the service, either temporarily or permanently, so that it is apparent at the time of separation that they will not accumulate sixteen hundred (1600) hours of straight time pay, shall be entitled to vacation leave before such separation computed as follows: 8.3 percent of the vacation credit

of the previous July 1st multiplied by the number of calendar months in which employees have been paid for not less than one hundred and sixty (160) straight time regular payroll hours, and rounded to the nearest whole number. After sixteen hundred (1600) straight time hours are worked in a fiscal year, employees will be entitled to one hundred percent (100%) of their next July 1st vacation.

Employees who have attained status for at least twelve (12) months but have not yet been placed on a fiscal year basis, and who are separated from the service, shall be entitled to prorated vacation leave, computed by multiplying the number of months worked from the one year anniversary date to the date of separation by 8.3 percent of ten (10) days and rounding the product to the nearest whole day. Current rules governing vacation shall otherwise continue to apply. This paragraph does not apply to part-time, seasonal or temporary employees.

- E. **CREDITING VACATION:** One hundred percent (100%) of anticipated annual vacation leave (rounded down to the nearest 1/2 day) will be posted to an employee's bank after he/she has accumulated sixteen hundred (1600) straight time hours in a fiscal year. In the event an employee has been credited with more time than he/she has earned, on the succeeding July 1st, or date of separation, whichever comes first, the employee will have any vacation time credited but not yet earned charged first against his/her existing vacation bank, then to his/her swing holiday bank, or failing sufficient time in those two banks, he/she will be docked for the time.
- F. **VACATION PRORATION LAYOFFS:** An employee who is laid off for an extended period of time beyond thirty (30) calendar days, will receive a lump-sum bonus payment in lieu of any unused vacation credit including that accrued in the current fiscal year on a pro-rata basis according to Section D.

A recalled employee who received a lump-sum bonus credit at the time of layoff for the current fiscal year will have such credit deducted from the total vacation earned in the fiscal year in which he/she is laid off.

An employee who is laid off for thirty (30) days or less shall have the option of receiving a lump-sum bonus payment in lieu of vacation or leaving his/her vacation in tact.

- G. **RATE DURING VACATION:** Employees will be paid their current base rate while on vacation. Employees with multiple classifications shall be paid an average current rate of pay computed from the ratio of time worked in each classification over the fiscal year immediately preceding such vacation.
- H. **C-TIME CONVERSION:** Employees will have two (2) vacation days converted into "Prior 'C' Time."

38. RATES FOR NEW POSITIONS

Rates of pay for newly established classes shall be determined by the Labor Relations Director. Recommendations for the establishment of such rates shall be directed to the City Council. When the new classification clearly falls within one or more established bargaining units covered by this Agreement, the Association will be notified in writing as to the classification, the Departments, the rate and anticipated number of employees affected before any action will be taken by the City Council.

In the absence of any appeal by the Association within twenty (20) working days of the date of the notice to the Association, action on the positions will be submitted to the City Council. In the event of an appeal, the interested bargaining agent may negotiate for a suitable rate with the Labor Relations Director and the matter shall be handled in accordance with the procedure for special conference.

If the Labor Relations Director and the Association fail to reach an agreement on a new rate within forty-five (45) days after notice is given, the City may implement its last offer. Any subsequent settlement shall have retroactivity to the date the offer is implemented.

39. RECOVERY OF OVERPAYMENTS

Where, by payroll error, an employee is underpaid or overpaid, the City is expressly authorized to correct the underpayment or overpayment by payroll adjustment. The City shall notify an employee in writing fourteen (14) days prior to making any overpayment recovery. The correction of the underpayment shall be made within sixty (60) days after notification to the department Human Resources Officer.

For overpayment recoveries the City is authorized to deduct up to fifty dollars (\$50) weekly or one hundred dollars (\$100) bi-weekly. If the employee separates from City service, the entire unpaid balance shall be recoverable immediately. If the amount owed by the employee is over \$2,600, the City reserves the right to seek immediate recovery through the appropriate legal proceedings.

40. SAVINGS CLAUSE

If any article or section of this Agreement should be held invalid by operation of law or any tribunal of competent jurisdiction, or if compliance with or enforcement of any article or section should be restrained by such tribunal, the remainder of this Agreement shall not be affected thereby and the parties shall enter into immediate collective bargaining negotiations for the purpose of arriving at a mutually satisfactory replacement for such article or section.

41. CONTENT

The parties acknowledge that for the life of this Agreement, they have voluntarily and unqualifiedly waived the right, and agreed that the other shall not be obligated, to bargain collectively with respect to any subject or matter referred to, or covered in this Agreement, or with respect to any subject or matter not specifically referred to, or covered in this Agreement even though such subjects or matter may not have been within the knowledge or contemplation of either or both of the parties at the time that they negotiated or signed this Agreement.

42. DURATION, MODIFICATION AND TERMINATION

It is agreed between the parties that this contract shall continue in full force and effect until 11:59 p.m., June 30, 2008. If either party desires to modify this contract it shall give written notice during the month of February, 2008. Negotiations for a new contract shall commence thirty (30) days after that date.

In the event that the City and the Association fail to arrive at an agreement on wages, fringe benefits, other monetary matters, and non-economic items by June 30, 2008, the Agreement will remain in effect on a day-to-day basis. Either party may terminate the Agreement by giving the other party a ten (10) day written notice on or after June 20, 2008.

IN WITNESS WHEREOF, the parties hereto have affixed their signature below

Dated this <u>UL</u> day of <u>Recenchen</u>, 2008.

FOR THE ASSOCIATION OF PROFESSIONAL CONSTRUCTION INSPECTORS:

Juanita Sanders, President

Michael Twyman, Vice P resident

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APPROVED AND CONFIRMED BY FRIDAY JAN 2 3 2009 THE CITY COUNCIL DATE WINFREY NICE M. CITY CLERK

FOR THE CITY OF DETROIT:

ockrel Ir. Mayor

Barbara Wise-Johnson, Director Labor Relations

Shannon A. Holmes, Director Human Resources Department

Joseph Harris, Chief Financial Officer er Finance Department

Kathleen Leavey, Int. Corp Counsel Law Department

MEMORANDUM OF UNDERSTANDING BETWEEN THE CITY OF DETROIT AND THE

ASSOCIATION OF PROFESSIONAL CONSTRUCTION INSPECTORS

RE: Wage Concessions

The parties enter into this agreement for the purpose of reducing the standard payroll work period of the membership by 10% during the temporary period beginning on or about July 17, 2006, through July 15, 2007. The standard payroll work period will be reduced from forty (40) hours to thirty-six (36) hours or from eighty (80) hours to seventy-two (72) hours during this period. Other appropriate contract changes consistent with this reduction are also being agreed to and implemented. All of these changes are entirely temporary and shall immediately revert to their original state at the conclusion of the temporary period.

WORK WEEK, WORK DAY, SHIFT PREMIUM

Effective July 17, 2006, through July 15, 2007, the standard payroll work period of the Union membership shall be reduced from 40 hours to 36 hours or from 80 hours to 72 hours. Work schedules reflecting this reduction shall be established at the discretion of the department based on operational needs.

Hourly employees shall be scheduled for thirty-six (36) hours of work per week or seventy-two (72) hours in a two week work period, and be paid accordingly. Salaried employees shall continue to have their equivalent hourly rate determined by dividing their salary by 2080 hours but shall be scheduled and paid for only seventy-two (72) hours per two week pay period.

Departments shall have the option of implementing the following work schedules:

- One 8-hour days and four-7 hour days for a total of thirty-six (36) hours per payroll week.
- Four 9-hour days for a total of thirty-six (36) hours per payroll week. The first scheduled off day shall be designated as the "fifth day", the second as the "sixth day", and the third as the "seventh day.
- Four 8-hour days and one 4-hour day for a total of thirty-six (36) hours per payroll week.
- Nine 8-hour days in a two-week pay period, for a total of seventy-two (72) hours per pay period. In the week where the employee is scheduled for thirty-two (32) hours, the first scheduled off day shall be designated as the "fifth day," the second as the "sixth day," and the third as the "seventh day."

Employees who currently receive forty hours of pay but who are scheduled to work less than forty (40) hours per week shall be scheduled for 36 hours per week and receive 36 hours of pay, inclusive of the lunch period. In order for the employee's lunch period to be included in his/her workday, the employee must actually work 5 $\frac{1}{2}$ hours on that day.

OVERTIME

If an employee is scheduled to work less than 40 hours in a work week, overtime for that work week shall not be payable until the employee works 40 hours in that work week. For employees working a four 9-hour day schedule, daily overtime will not begin until after the employee works their scheduled nine hours for that day. All other overtime provisions shall remain as is.

RETIREMENT

The temporary period of reduced regular wages shall not be recognized for pension computation purposes and appropriate calculations will be made to have any pension benefits equal the same amount the member would have earned had his or her regular pay not been temporarily reduced.

Employees who retire during this period shall continue to have their vacation, swing holiday and compensatory time banks run-out in forty (40) hour per week increments.

VACATIONS

Qualifications for earning time are proportionally reduced, and other appropriate modifications are agreed to as necessary to comport with the 10% hours reduction.

SICK LEAVE

Qualifications for earning time are proportionally reduced, and other appropriate modifications are agreed to as necessary to comport with the 10% hours reduction.

LONGEVITY PAY

The minimum number of hours needed to qualify for this pay is proportionally reduced.

WORKERS' COMPENSATION

Employees who are working a 10% reduced work period at the time that they go off on Workers' Compensation shall have their formula for supplementation out of their sick leave banks calculated upon 100% of their take-home pay under the reduced hours work week.

HOLIDAYS AND EXCUSED TIME DAYS

The work schedules established by the departments to reflect the reduced work week shall be structured as follows:

One 8 hour day, four 7 hour days per work week

In those weeks in which a holiday or excused time day occurs, the work day designated as the 8 hour day shall be the holiday or excused time day. When two holidays or excused time days occur in the same work week, the holiday shall be designated as the 8 hour day and the excused time day as the 7 hour day.

Four 9 hours days per work week

When a holiday falls on an employee's "fifth day," it shall be observed on the scheduled work day which immediately precedes that day. If the preceding work day is also a holiday or excused time day, then the employee shall be scheduled off on the last scheduled preceding work day that is not a holiday or excused time day.

Four 8 hour days and one 4 hour day per work week

The employee's 4 hour work day shall not be scheduled on a holiday or excused time day.

Nine 8 hour days per two week pay period

When a holiday falls on an employee's "fifth day," it shall be observed on the scheduled work day which immediately precedes that day. If the preceding work day is also a holiday or excused time day, then the employee shall be scheduled off on the last scheduled preceding work day that is not a holiday or excused time day. However, the department shall have the right to schedule the employee's "fifth day" so as to not fall on a holiday or excused time day.

In the above-described work schedules, if an employee is required to work either a holiday or an excused time day, payment for such days shall be in accordance with the Master Agreement.

BANKED PAID OFF TIME (Vacation time, Sick time, Compensatory time, Swing Holidays) Employees shall continue to accrue banked paid off time in accordance with the Master Agreement. When utilizing paid off time, an employee's banks will be charged with the appropriate number of hours to cover the day or days off.

NON-BANKED PAID OFF TIME (Funeral Leave, Jury Duty, Union Business)

When utilizing non-banked paid off time, an employee will receive payment for the number of hours he or she was scheduled to work on that day(s).

COMMITMENT TO A FAIR AND EQUITABLE SETTLEMENT

It is the City's goal and commitment to this Union to achieve a 10% reduction in scheduled work hours with all of our labor organizations. However, due to circumstances such as providing essential services to the public which must be delivered in an immediate manner, services that must be provided on a 24 hour/7 day per week basis, or Act 312 status, it may not be possible to implement a 10% reduction in hours without severely impacting the service to, or jeopardizing the safety of, the public. In these cases, the City will make every effort to achieve similar savings in other areas of employee overall compensation.

Employee who have previously taken the 10% reduction in scheduled hours and transferred or promoted into the APCI bargaining unit and have completed a full year of reduced hours will not be subject to the 10% reduction as described herein.

The City further agrees that should the City reach an agreement with another non-Act 312 labor organization on a health care benefit plan that is more advantageous to the employee, such plan will be implemented for members of this Association. Lastly, the City agrees that with respect to the complete terms of this Wage Concession Memorandum, this labor organization will not be disadvantaged as a result of a subsequent Wage Concession Memorandum agreement reached with any other non-Act 312 bargaining unit.

LAY-OFFS DURING THE CONCESSION PERIOD

The City agrees that during the period that the wage concession agreement is in effect (July 17, 2006 through July 15, 2007), no bargaining unit employee who is on the payroll as of the date the City receives written notification that the "Tentative Agreement" has been ratified by the Association membership will be laid off from City employment. However, the City reserves the right to reduce the work force for lack of work or lack of funds, or where such continuation of work would be wasteful or unproductive. In such instances employees will be reassigned or transferred to other position within their department or other City departments in accordance with the Master Agreement and Human Resources Rules. Excluded from this "no layoff guarantee" are normal and customary

seasonal layoffs, and positions lost due to the termination of resources for grant-funded positions or for the occurrence of conditions beyond the control of the City.

Dated This 4th Day of December, 2008.

FOR THE ASSOCIATION:

Juanita Sanders, President Association of Construction Inspectors

FOR THE CITY:

Aknoon

Barbara Wise-Johnson, Director Labor Relations

City Alternative Health Care Proposal

- 1. This "City Alternative Health Care Plan" is conditioned upon the City achieving the specific cost saving objectives professionally-estimated and calculated to result from the implementation of all of the features contained in this proposal and based on beginning at the of the FY 2006 2007 benefit year. The health care benefit plan changes specified in the attached document will be effective, July 1, 2006. It is understood that the open enrollment may not be held prior to but, will be held as soon possible to allow employees the opportunity to switch to other plans and/or add dependents. The attached "Alternative City Health Care Proposal" must be TA'd through the negotiation process and ratified by the union membership in sufficient time to meet a July 1, 2006 implementation schedule.
- 2. Contribution Structure: Effective with the coverage plan year beginning July 1, 2006, the employee's contribution towards the component premiums (i.e., one person, two persons, family), for the BC PPO plan shall be capped at 10% of the monthly premium, and for all HMO plans capped at 20% of the monthly premium. If the Blue Cross/Blue Shield Traditional plan as modified by the new plan design, continues to be offered as an option, it will be offered under the current premium sharing arrangement.
- 3. Effective with the Family Continuation Verification Period for the coverage plan year beginning July 1, 2006, in addition to the existing family continuation requirements, employees insuring family continuation dependents must also provide proof that the dependent is enrolled in an accredited school as a full-time student in order for that dependent to be eligible for continued coverage.
- 4. Employees insuring sponsored dependents under any plan shall continue to pay the entire premium for this coverage.
- 5. Effective with the coverage plan year that begins on or after July 1, 2006, in order to be eligible for coverage under all City of Detroit health care plans, all active employees and their dependents who are eligible for Medicare due to certain medical conditions as defined by Medicare must enroll in Medicare Parts A and B.

Such enrollment in Medicare shall not result in any reduction in benefits or additional cost to the employee, in that the employee shall be reimbursed that amount paid for Medicare after submission of required proof of payment. (This benefit does not apply to retirees or dependents covered under the City retiree's health care contract. Currently, all retirees and their dependents who are eligible for Medicare regardless of age must enroll in Medicare Parts A and B at their own expense to be eligible for continued coverage, and this provision shall remain unchanged and applicable to all persons who retire in the future.)

- 6. Effective with the implementation of the new HR/Payroll and Benefit System:
 - A. Health care and life insurance coverage start and end dates shall be as follows:

Hospitalization: Coverage begins on the first day of the first full pay period, and ends on the last day of the month that employment ends.

Dental: Coverage begins on the first of the month following the employee working six months, and ends on the last day of the month that employment ends.

Optical: Coverage begins on the first of the month following 60 days of service, and ends on the last day of the month that employment ends.

Life Insurance and Death Benefit: Coverage begins on the first day of the first full pay period, and ends on the last day of the month that employment ends.

- B. **Supplemental Life Insurance Coverage:** Employees may opt for additional coverage up to either their actual salary or double their actual salary, rounded up to the nearest thousand. This would replace the Option 1 and Option 2 schedules for additional life insurance found in the Death Benefit and Life Insurance article of the Master Agreement.
- C. Opt-Out Program: Employees will receive a monthly stipend.
- D. **Pre-Tax Medical Premiums:** The employee's share of medical premiums will be shown and paid on a pre-tax basis.
- E. **Employee Payroll Deductions:** Payroll deductions will be taken out equally during every pay cycle.

In addition to the above noted provisions, the parties will continue to work collaboratively toward establishing cost saving measures for medical, dental, optical and life insurance plans as well as resolve issues that may arise with the implementation of the new HR/Payroll and Benefit System.

Dated This 4th Day of December , 2008.

FOR THE ASSOCIATION:

Juarita Sanders, Président Association of Construction Inspectors

FOR THE CITY:

Barbara Wise-Johnson, Director Labor Relations

City of Detroit Alternative Health Blue Cross PPC		esign	
General Plan Information	In-Network Benefits	Out-of Network Benefits	
Annual Deductible/Individual	\$175	\$425	
Annual Deductible/Family	2x individual deductible	2x individua deductible	
Coinsurance (Outpatient only)	90%	70%	
Office Visit/Exam	\$10 copay, then 100%	D&C	
Outpatient Mental Health/Substance Abuse	\$90%/50%	70%/50%	
Annual Out-of-Pocket Limit/Individual	\$1,000	\$2,000	
Annual Out-of-Pocket Limit/Family	\$2,000	\$4,000	
Inpatient Hospitalization	100%	70%	
Emergency Room (Co-pay waived if admitted)	\$75 copay, then 100%	\$75 copay then 100%	
Urgent Care Facility	\$10 copay, then 100%	D&C	
Hospital Admission Deductible	None	None	
Prescription Drug Bene	fits <u>Retail</u>		
Generic	\$5	Not covered	
Brand (SingleSource/Formulary)	\$15	Not Covere	
Brand (Multi-Source/Non-formulary)	\$15	Not Covere	
Number of Days Supply	30 days 30 da		
Mail Order			
Generic	\$10	Not Covere	
Brand (Single-Source/Formulary)	\$30	Not Covere	
Brand (Multi-Source/Non-Formulary)	\$30	Not Covere	
Number of Days Supply for Mail Order	90 days	n.a.	

(____)

City of Detroit Alternative Health Care Plan Design HMO Plans				
Plan Design	Alternative Plan			
General Plan Information				
Office Visit Copay	\$ 10 Copay			
Inpatient Admission Copay	None			
Emergency Copay (Waived if admitted)	\$ 75 Copay, then 100%			
Urgent Care Copay	\$10 Copay			
Outpatient MH/SA Copay	\$10 Copay			
Prescription Drug Be	enefits Retail			
Generic	\$5			
Brand (Single Source/Formulary)	\$15			
Brand (Multi-Source/Non-Formulary)	\$15			
Number of Days Supply	30 days			
Mail Order				
Generic	\$10			
Brand (Single Source/Formulary)	\$30			
Brand (Multi-Source/Non-Formulary)	\$30			
Number of Days Supply for Mail Order	90 days			

City of Detroit Alternative Health Care Plan Design BCBSM Traditional Plan				
Plan Design	Alternative Plan			
General Plan Information				
Annual Deductible/Individual	\$175			
Annual Deductible/Family	2x individual deductible			
Office Visit/Exam	80%			
Outpatient Mental Health Substance Abuse	100% first 6 visits, then 50%			
Annual Out-of-Pocket Limit/Individual	\$1,000			
Annual Out-of-Pocket Limit/Family	\$2,000			
Lifetime Plan Maximum	\$1,000,000			
Inpatient Hospital Servi	Ces			
Inpatient Hospitalization	100%			
Semi-Private Room & Board; Including Services and Supplies	100%			
Emergency Room (co-pay waived if admitted)	\$75 copay then 100%			
Urgent Care	80%			
Hospital Admission Deductible	None			
Retail Prescription Drug Be	enefits			
Generic	\$5			
Brand (Singlesource/Formulary)	\$15			
Brand (Multisource/Non-Formulary)	\$15			
Number of Days Supply	30 days			
Mail Order				
Generic	\$10			
Brand (Singlesource/Formulary)	\$30			
Brand (Multisource/Non-formulary)	\$30			
Number of Days Supply for Mail Order	90 days			

RE: 10% Work Period Reduction Work Schedule & Flextime Work Schedule

During negotiation for the 2005-2008 Contract, the APCI presented proposals to:

- 1. Have members of the APCI specifically placed on the one 8-hour and four 7-hour days for a total of thirty-six (36) hours per payroll week schedule. As implemented this schedule provides that overtime shall not begin until an employee works more than eight hours in a day or forty hours in a week. For holiday and excused time purposes, in those weeks in which a holiday or excused time day occurs, the work day designated as the 8 hour day shall be the holiday or excused time day. When two holidays or excused time days occur in the same workweek, the holiday shall be designated as the 8-hour day and the excused time day as the 7-hour day and,
- 2. Permit APCI members a sixty-(60) minute Flextime schedule in the Department of Public Works and the Detroit water & Sewage Department.

In as much as the parties were not able to finalize acceptable contract language prior to ratification of the 2005-2008 Master Agreement, the parties hereby agree to continue negotiations over these two issues to completion. Should the City not be able to come to and agreement on either issue, the City will provide a written explanation to the APCI as to the specific reason(s) for not being able to agree.

Dated this 4th day of Alexander 2008.

Juanita Sanders, President Association of Professional Construction Inspectors

Barbara Wise-Johnson, Director Labor Relations

RE: Labor/Management Committee

The parties acknowledge a need to establish a means for a continuing dialogue between management and association representatives to discuss and resolve matters that are of mutual concern, and to work cooperatively toward improving services, and the effective delivery of such services, to the citizens of Detroit. Accordingly, the parties have agreed to establish a Labor/Management Committee.

Composition of the Committee shall consist of three members of the Association, one of whom shall be the Association President and three (3) management representatives, one of whom shall be the Labor Relations Director or his/her designated representative. Appointment of the association and management representatives shall be on an <u>ad hoc</u> basis; that is, committee members can be chosen based on the item(s) on the meeting agenda.

The proper subjects to be discussed by the Labor/Management Committee shall include employment issues that are unique or of special concern to the department, or how provisions of the Master Agreement shall be applied in the department. Proper issues for discussion may include methods of increasing productivity, implementing technological changes, and training employees in the department.

The parties agree that to increase effectiveness of Committee discussions, relevant training in specific subject areas should be made available to committee members. Provisions may be made to send selected committee members to seminars, workshops or in-service training.

Dated this 44 day of Alemahu, 2008.

Juanita Sanders, President Association of Professional Construction Inspectors

Barbara Wise-Johnson, Director Labor Relations

RE: Opportunities for Overtime

During the course of negotiations, the parties discussed distribution of overtime opportunities for employees represented by the Association.

Management agrees to the extent feasible to attempt to institute a program to equalize overtime opportunities for employees in the same classifications in each of the representational areas of the Association.

In making individual assignments of overtime or work involving overtime opportunities, management shall take into account the qualifications and availability of employees and the need or desirability of continuity in assignments.

Matters of departmental overtime equalization shall be a proper subject for special conference between the Association and the employing department.

day of levember Dated this Lith 2008.

Juanita Sanders, President Association of Professional Construction Inspectors

Barbara Wise-Johnson, Director Labor Relations

RE: Precedence of ADA & MHCRA Obligation to Disabled Persons

WHEREAS the CITY OF DETROIT and the ASSOCIATION OF PROFESSIONAL CONSTRUCTION INSPECTORS each became subject to the provisions of the Americans with Disabilities Act of 1990 (ADA), Title I, on July 26, 1992; and

WHEREAS provisions of the Michigan Handicappers' Civil Rights Act (MHCRA) although already applicable, were not enacted prior to the negotiation of any present or prior labor agreements between the parties; and

WHEREAS these pieces of legislation are new comprehensive civil rights acts providing for non-discrimination of persons who, in accordance with the standards and contents of said acts, are disabled and yet fully-qualified to perform applicable City jobs; and

WHEREAS these acts impose new obligations upon the CITY OF DETROIT and the ASSOCIATION OF PROFESSIONAL CONSTRUCTION INSPECTORS with regard to employment-related interaction with such covered persons and the ADA specifically proscribes any precedence for labor contract provisions contrary to that Act; and

WHEREAS the full impact of the legislations' application to CITY OF DETROIT employment policies, present and future, and the changes that will necessarily have to be made to past practices, including those that grew out of the operation of the provisions of prior labor agreements between the parties, cannot be fully determined at this time; and

WHEREAS the congressional history surrounding the ADA's enactment and the subsequent EEOC-written Federal Regulations issued to assist in its implementation and enforcement, specifically recognize that many critical determinations to be made concerning compliance will be on a case-by-case basis; and

WHEREAS the congressional history of the EEOC-written Federal Regulations also encourage employers and labor associations to agree to the type of provisions set forth in this Memorandum and elsewhere in the Master Collective Bargaining Agreements;

NOW THEREFORE in recognition of the forestated obligations and anticipated uncertainties attendant the MHCRA, and the ADA in particular, the parties hereby agree that:

1. They were obliged to and have hereby abandoned or amended any provisions contained in prior Agreements and past acceptable employment practices which would now be contrary to the provisions of the subject Acts.

- 2.(a) The language in Contract Articles entitled: Management Rights and Responsibilities; Seniority; Temporary Work Assignments; Leaves of Absence; Equal Employment Opportunity and Affirmative Action; Workers' Compensation; and Grievance Procedure is subordinated to the contents of this Memorandum and references within those articles, if any, which refer specifically to the ADA and the MHCRA or to non-discrimination of qualified disabled persons generally, have been made to allow the City to fully effectuate the mandates of the said non-discrimination Acts.
 - (b) In addition to those instances where specific references have been made to the precedence of the accommodation obligations of the Acts, it is also agreed that the general language contained in the balance of the Agreement shall not be construed to negate the otherwise clear intention to provide the accommodations called for as a consequence of the contents of this memorandum and said specific references cited in the preceding subparagraph 2(a).
- 3. The various provisions of this Memorandum and those cited in paragraph 2(a) will be liberally construed in favor of empowering the City of Detroit to make employment decisions that carry out the goals of the Act.
- 4. In recognition of the case-by-case determinations that will have to be made in order to sometimes accurately know what the ADA requires be done in a given situation, the City, so long as it acted in good faith in its initial actions, shall be allowed to make, without liability or penalty, those after-the-fact adjustment to employment decisions which are later determined to have actually been required at the initial time of action so as to effectuate the requirements of the Act.

Day of Recember . 2008. Dated this 44h

Juanita Sanders, President Association of Professional Construction Inspectors

Barbara Wise-Johnson, Director Labor Relations

EXHIBIT I

CLASSIFICATIONS COVERED BY THIS AGREEMENT:

REPRESENTATION: City-Wide except Human Resources and Transportation Departments

CLASSIFICATIONCLASSCODEJunior Construction Inspector19-60-12Construction Inspector19-60-22Construction Inspector - Investigation19-60-23Senior Construction Inspector19-60-32Senior Construction Inspector-Investigation19-60-33Sewer Safety Inspector19-50-31

REPRESENTATION: Only in Department of Public Works (City Engineering) and Water and Sewerage Department.

Materials Laboratory Technician	25-20-21
Senior Materials Laboratory Technician	25-20-31

EXHIBIT II

HOLIDAY SCHEDULE

HOLIDAY	2005-2006	2006-2007	2007-2008	
Independence Day	Monday, July 4, 2005	Tuesday July 4, 2006	Wednesday, July 4, 2007	
Labor Day	Monday, September 5, 2005	Monday, September 4, 2006	Monday, September 3, 2007	
Election Day*	Tuesday, November 8, 2005	Tuesday, November 7, 2006	(Extra Swing Holiday)	
Veterans Day*	Friday, November 11, 2005	Friday, November 10, 2006	Monday, November 12, 2007	
Thanksgiving Day	hanksgiving Day Thursday, November 24, 2005		Thursday, November 22, 2007	
Day After Thanksgiving* Friday, November 25, 2005		Friday, November 24, 2006	Friday, November 23, 2007	
Christmas Eve (eight hours)* Friday, December 23, 2005		Friday, December 22, 2006	Monday, December 24, 2007	
Christmas Day Monday, December 26, 2005		Monday, December 25, 2006	Tuesday, December 25, 2007	
New Year's Eve (eight hours)* Friday, December 30, 2005		Friday, December 29, 2006	Monday, December 31, 2007	
New Year's Day	New Year's Day Monday, January 2, 2006		Tuesday, January 1, 2008	
Martin Luther King's Birthday Monday, January 16, 2006		Monday, January 15, 2007	Monday, January 21, 2008	
Good Friday (eight hours)*	Good Friday (eight hours)* Friday, April 14, 2006		Friday, March 21, 2008	
Memorial Day	Memorial Day Monday, May 29, 2006		Monday, May 26, 2008	

* Excused Time Holiday for all City employees. No holiday premium to be paid.

NOTE: Special rules on holiday observance may apply to employees engaged in unusual work assignments such as shift work and/or six (6) or seven (7) day operations.

EXHIBIT III

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Association of Professional Construction Inspectors

CLASS CODE	CLASSIFICATION	07/01/2005 - 6/30/2008		INCREASE		Effective June 30, 2008 @11:59 p.m. 4% General Increase	
		Minimum	Maximum	Minimum	Maximum	Minimum	Maximum
19-60-22	Construction Inspector	\$35,600	\$38,200	\$1,500	\$1,600	\$37,100	\$39,800
19-60-23	Construction Insp Invest.	\$35,600	\$38,200	\$1,500	\$1,600	\$37,100	\$39,800
19-60-12	Jr. Construction Inspector	\$25,700	\$30,600	\$1,100	\$1,300	\$26,800	\$31,900
25-20-21	Materials Lab. Technician	\$31,200	\$32,400	\$1,300	\$1,300	\$32,500	\$33,700
19-60-32	Sr. Construction Inspector	\$39,600	\$42,900	\$1,600	\$1,800	\$41,200	\$44,700
19-60-33	Sr. Constr. Insp Invest.	\$39,600	\$42,900	\$1,600	\$1,800	\$41,200	\$44,700
25-20-31	Sr. Materials Lab. Tech.	\$34,900	\$37,600	\$1,400	\$1,600	\$36,300	\$39,200
19-50-31	Sewer Safety Inspector	\$35,200	\$37,000	\$1,500	\$1,500	\$36,700	\$38,500