

Lakeside Plaza Building 1401 Lakeside Drive, Suite 200 Oakland, CA 94612-4305 TDD: (510) 272-3703

June 26, 2012

Honorable Board of Supervisors Administration Building Oakland, CA 94612

# SECOND READING

Subject: Salary Ordinance Amendment and Administrative Code Amendment

Dear Board Members:

CONTINUED FROM Thosday, 7/10/1>

# **Recommendation:**

That your Board adopt a Salary Ordinance amendment amending Article 7, to extend certain benefits provisions to Unrepresented Non-Management related to SEIU employees, and to adopt an Administrative Code amendment to authorize a change in the employee's share of premium costs for HMO Medical Insurance to 10 percent for Unrepresented Non-Management related to SEIU employees.

#### Discussion/Findings:

The recent agreement reached with the Northern California Public Sector Region Local 1021 of the Service Employees International Union, Change to Win (CTW) contained several benefit changes, which we are recommending be extended to unrepresented non-management related to SEIU employees.

Effective Plan Year 2013, employees who are eligible for Medical Benefits, will pay 10% of the medical premiums for all HMO plans, prorated for the hours worked and the County will pay 90% of the lowest cost HMO towards the PPO plan, prorated based on hours worked.

In addition, effective January 1, 2013, the County shall contribute \$900 annually towards a cafeteria plan for full-time employees. This amount shall be prorated in advance of the calendar year for employees regularly scheduled to work less than full-time based upon the hours which the employee has been regularly scheduled to work.

## Financing:

Funds are available in the 2012-2013 budget appropriation to pay the costs of these actions.

Very truly yours

Mery Welch, Interim Director Human Resource Services

MW:BM:vb

Z\Board Letters\07.10.12 SEIU Non-Management EE's

C: County Administrator Auditor-Controller County Counsel

Agency/Department Heads

Approved as to Form
DONNA ZIEGLER, County Counsel

AN ORDINANCE AMENDING
CERTAIN PROVISIONS OF THE 2011 – 2012
ALAMEDA COUNTY SALARY ORDINANCE

The Board of Supervisors of the County of Alameda ordains as follows:

#### SECTION I

The Introduction to Article 7, of Ordinance Number 0-2011-4 of the County of Alameda is hereby amended to read as follows.

Article 7 – Provisions Applicable to Persons in Classifications Designated SE, EM, SM, PA, CA, MA, or M and only as specifically mentioned in certain provisions to employees represented by the Probation Peace Officers' Association in Representation Units 001 and 076 and by the Union of American Physicians and Dentists in Representation Units 018 and 024\_and Unrepresented Non-Management classes related to SEIU represented employees.

#### **SECTION II**

**Section 7-1 Application,** of Ordinance Number 0-2011-4 of the County of Alameda is hereby amended by the addition thereto of the following sentence.

This Article shall also apply, only as specifically mentioned in certain provisions, to unrepresented non-management classes related to SEIU represented employees.

#### **SECTION III**

**Section 7-9, Cafeteria Benefit Plan: Purpose,** of Ordinance Number 0-2011-4 is hereby amended by the addition thereto of the following:

Effective January 1, 2013, Cafeteria Benefit Plan: Allocation of Benefits, for unrepresented non-management classes related to SEIU represented employees read as follows:

Prior to January 1 of each year, and within the first 30 days of employment in the case of a new employee, the employee may allocate the plan amount towards eligible benefit accounts. Failure of the employee to allocate benefits within the stated time frame will result in all funds being allocated to the Health Care expense account. Except in the case of a termination and reinstatement or a change in dependent status, no change may be made in this allocation during the calendar year and any sums remaining unspent at the end of the year, are county funds.

#### **SECTION IV**

**Section 7-10, Cafeteria Benefit Plan: Amount of Allocable Money,** of Ordinance Number 0-2011-4 of the County of Alameda is hereby amended by the addition thereto of the following paragraphs.

Effective January 1, 2013, each unrepresented non-management related to SEIU, full time employee is eligible for a cafeteria benefit plan in the amount of \$900 for the calendar year. This amount shall be prorated in advance of the calendar year for employees regularly scheduled to work less than full-time based upon the hours which the employee has been regularly scheduled to work. Employees hired after January 1<sup>st</sup> shall be entitled to a prorated amount based upon the number of pay periods to be worked full-time

An employee appointed mid-year shall be entitled to a prorated amount based upon the number of pay periods to be worked during the remainder of the calendar year, except that employees appointed during the two last full pay periods, and any following partial pay period, prior to December 31 shall not be eligible for plan benefits until the following calendar year. The maximum sum available to employees who reinstate shall not exceed \$900 minus the sum of cafeteria plan benefits received by the employee during any previous portion of the calendar year.

#### **SECTION V**

This ordinance shall take effect immediately, and before the expiration of fifteen days after its passage, shall be published once with the names of the members voting for and against the same in the Inter-City Express, a newspaper published in the said County of Alameda.

Z\Board Letters\07.10.12 SEIU Non-Management EE's

Approved as to Form
DONNA ZIEGLET County Counsel

By

# AN ORDINANCE AMENDING CERTAIN PROVISIONS OF THE ALAMEDA COUNTY ADMINISTRATIVE CODE

The Board of Supervisors of the County of Alameda ordains as follows:

#### **SECTION I**

**Section 3.64.050** — County Contribution, of Chapter 3.64 Employee Health and Welfare Benefit Program, is hereby amended by the addition thereto of the following:

Effective February 1, 2013, for unrepresented non-management related to SEIU employees, the County and covered employees will share in the cost of health care premiums. The County will pay ninety (90) percent of the total premium for a health maintenance organization (HMO) plan and the County will pay (90) percent of the lowest cost HMO towards the total premium of the PPO plan, prorated each pay period based on the proportion of the paid hours within the pay period to the normal full time hours for the job classification, provided further that the employee is on paid status at least (50) percent of the normal full-time pay period for the job classification.

- 1. The County shall contribute (90) percent of the total premium for an HMO at the corresponding level of coverage (i.e., Self, Self + 1 Dependent, Family) in a plan year.
- 2. The County shall contribute (90) percent of the total premium of the lowest cost HMO toward the total monthly premium of the PPO plan at the corresponding level of coverage (i.e., Self, Self + 1 Dependent, Family) in a plan year.

### **SECTION II**

**Section 3.64.060** – County Contribution for Intermittent and Employees Regularly Scheduled to Work Less than Full-time, of Chapter 3.64 Employee Health and Welfare Benefit Program, is hereby amended by the addition thereto of the following paragraph:

Effective February 1, 2013, for unrepresented non-management related to SEIU employees regularly scheduled to work less than full-time, the County's contribution towards the providers premium shall be ninety (90) percent of the lowest cost total monthly premium for health maintenance organization (HMO) prorated each pay period based upon a proportion of the hours the employee is on paid status within that pay period to the normal full-time pay period for the job classification, provided that the employee must be on paid status at least (50) percent of the normal full-time biweekly pay period for the job classification. Part-time employees, who choose the PPO/Indemnity plan, will receive (90) percent of the lowest cost HMO towards the total monthly premium, prorated based upon the number of hours paid for in the pay period.