MEMORANDUM OF AGREEMENT BOROUGH OF HAWTHORNE AND UPSEU BLUE COLLAR UNIT

The negotiating teams for Borough of Hawthorne and the UPSEU Blue Collar Unit hereby agree to recommend for ratification and approval the following terms for a successor collective negotiations agreement to the Collective Negotiations Agreement ("CNA" which expired on December 31, 2018:

1. Term 4 years - January 1, 2019 through December 31, 2022.

2. Wages:

- A. The salary steps for Foreman (for members hired into the unit after 8/1/2006) and the maximum salary for both Serviceman and Operator shall be increased by 2.35% on January 1 each year during the term of this CNA (including retroactively in 2019)
- B. All of the other steps on the salary guide for Serviceman and Operator shall not be increased during term of this CNA; members not at the maximum will continue to move through the guide with a step increase on their respective anniversary dates.
- C. A new step will be inserted between the current next to last step and the maximum, halfway between those two steps.
- D. The resultant salary guide shall be as shown in Appendix A.

3. Article XXIV, paragraph K, of the CNA shall be revised to read as follows:

The parties agree that, on or after 1/1/2019, the Borough may alter the health plan design in order to join the New Jersey State Health Benefits Plan ("SHBP") provided that the following conditions are met:

- a) The Borough shall have notified the Union in writing of its intention no less than one hundred twenty (120) days prior to the effective date of the change.
- b) As soon as possible after this notification, the Borough will meet with the Union to discuss the intended change
- c) The total premium savings due to moving from the current plan to the SHBP shall be no less than seven percent (7%).
- d) Employees shall have the right to select from among all plan designs offered through the SHBP.
- e) Should the SHBP no longer offer plans substantially similar to, or better than, the Aetna Freedom 10 and NJ Direct 10 plans in effect as of 1/1/2019, this provision allowing the Borough to join the SHPB shall be null and void.
- f) For all members who were in the bargaining unit as of 1/1/2019, and who also were enrolled in the Horizon Direct 1 plan or its equivalent (previously the Aetna Open Access plan) as of the Borough's notice of its intention to make the change, and for no

less than six (6) months prior, the Borough shall annually provide reimbursement for out-of-pocket costs equal to 75% of the amount paid by the employee between \$400.00 and \$2,000.00, as documented by "Explanation of Benefits," for the employee or one dependent, or 75% of the amount paid between \$1,200.00 and \$4,000.00 for the total for the employee and all dependents. This reimbursement shall be in lieu of the \$50 reimbursement mentioned elsewhere.

- 4. Effective 1/1/2020, the annual benefit in the dental plan shall be increased from \$1,000 to \$1,500.
- 5. Effective in 2019 any overtime worked on Thanksgiving Day, Christmas Day or New Year's Day shall be paid at double each employee's normal rate of pay.
- 6. The negotiating teams for the parties agree that they shall recommend ratification of this Memorandum of Agreement to their respective principals within a reasonable period of time. Upon ratification, the parties agree to execute a fully integrated collective negotiations agreement.

Signed:

UPSEU Blue Collar Unit

Borough of Hawthorne

UPSEU Blue Collar Unit

UPSEO Blue Collar Unit

UPSEU Blue Collar Unit

UPSEU Blue Collar Unit

UPSEU Blue Collar Unit

Date

SALARY TABLE FOR HAWTHORNE UPSEU BLUE COLLAR UNIT

| 2018 | 2019 | 2020 | 2021 | 2022 |
|------------------|---|--|--|---|
| | 2.35% | 2.35% | 2.35% | 2.35% |
| | 0.00% | 0.00% | 0.00% | 0.00% |
| or to 8/1/20 | 06: | | | |
| | Y | 79.273 | 81.136 | 83,043 |
| | | | | 77,138 |
| | | | | 68,604 |
| | | | 0.7020 | 00,001 |
| | | 70.66 | | |
| | | | | 72,667 |
| | | | | 74,174 |
| | | | 81,136 | 83,043 |
| the unit 8/1 | /2006-12/3 | 1/2015 | | |
| 47,967 | 47,967 | 47,967 | 47,967 | 47,967 |
| 52,852 | 52,852 | 52,852 | | 52,852 |
| 56,341 | 56,341 | 56,341 | 56,341 | 56,341 |
| 59,830 | 59,830 | 59,830 | 59,830 | 59,830 |
| 63,315 | 63,315 | 63,315 | 63,315 | 63,315 |
| 66,806 | 66,806 | - | | 66,806 |
| 70,294 | 69,376 | | | 71,972 |
| 70,294 | 71,946 | | | 77,138 |
| the unit ofte | | | | |
| T | | | 42.002 | 42.000 |
| | | | | 43,083 |
| | | _ | | 47,967 |
| | | | | 52,852 |
| | | | | 56,341 |
| | | | | 59,830 |
| | | | | 63,315 |
| | | | | 66,806 |
| | | | | 71,972 |
| | | | /3,30/ | 77,138 |
| e unit 8/1/2 | 006-12/31/ | 2015 | | |
| 46,401 | 46,401 | 46,401 | 46,401 | 46,401 |
| 50,121 | 50,121 | 50,121 | 50,121 | 50,121 |
| 52,598 | 52,598 | 52,598 | 52,598 | 52,598 |
| 55,077 | 55,077 | 55,077 | 55,077 | 55,077 |
| 57,557 | 57,557 | 57,557 | 57,557 | 57,557 |
| 60,038 | 60,038 | 60,038 | 60,038 | 60,038 |
| 62,517 | 62,012 | 62,764 | 63,534 | 64,321 |
| 62,517 | 63,986 | 65,490 | 67,029 | 68,604 |
| e unit after | 12/31/2015 | | | |
| | | | 42 690 | 42.000 |
| | | | | 42,680 |
| | | | | 46,401 |
| 52,598 | 52,598 | | | 50,121 |
| 32,330 | 32,336 | 52,598 | 52,598 | 52,598 |
| | 55 077 | 55 077 | EE 077 | EE 0771 |
| 55,077 | 55,077 57,557 | 55,077 | 55,077 | 55,077 |
| 55,077 57,557 | 57,557 | 57,557 | 57,557 | 57,557 |
| 55,077 | | | | |
| | 75,675 70,294 62,517 e unit after 72,667 74,174 75,675 the unit 8/1 47,967 52,852 56,341 59,830 63,315 66,806 70,294 70,294 the unit after 43,083 47,967 52,852 56,341 59,830 63,315 66,806 70,294 the unit after 43,083 47,967 52,852 56,341 59,830 63,315 66,806 70,294 70,294 e unit 8/1/2 46,401 50,121 52,598 55,077 57,557 60,038 62,517 62,517 e unit after 42,680 46,401 50,121 | 2.35% 0.00% or to 8/1/2006: 75,675 77,453 70,294 71,946 62,517 63,986 e unit after 8/1/2006 72,667 72,667 74,174 74,174 75,675 77,453 the unit 8/1/2006-12/3 47,967 47,967 52,852 52,852 56,341 56,341 59,830 59,830 63,315 63,315 66,806 66,806 70,294 69,376 70,294 71,946 the unit after 12/31/202 43,083 43,083 47,967 47,967 52,852 52,852 56,341 56,341 59,830 59,830 63,315 63,315 66,806 66,806 70,294 69,376 70,294 71,946 the unit after 12/31/202 43,083 43,083 47,967 47,967 52,852 52,852 56,341 56,341 59,830 59,830 63,315 63,315 66,806 66,806 70,294 69,376 70,294 71,946 e unit 8/1/2006-12/31/ 46,401 46,401 50,121 50,121 52,598 52,598 55,077 55,577 67,557 57,557 60,038 60,038 62,517 62,012 62,517 63,986 e unit after 12/31/2015 42,680 42,680 46,401 46,401 50,121 50,121 | 2.35% 2.35% 0.00 | 2.35% 2.35% 2.35% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 0.00% 6.5,490 6.70.29 6.76,029 6.76,029 6.70,029 |



BOROUGH OF HAWTHORNE

County of Passaic State of New Jersey



RESOLUTION NO. 65-19

| Resolution, Introduced by Council Person | Riga Murele | Date: <u>March 6, 2019</u> |
|--|-------------|----------------------------|
| WHEREAS, the Borough of Hawthorne, th UPSEU, as representative to its Blue Collar December 31, 2022; and | | • |

WHEREAS, a Memorandum of Agreement has been created a copy being annexed hereto; and

WHEREAS, the Administration has recommended approval of the contract, as set forth in the Memorandum of Agreement, subject, nevertheless subject to a final review of the same by legal counsel;

NOW THEREFORE, BE IT RESOLVED, by the Municipal Council of the Borough of Hawthorne that it does hereby ratify and approve the contract, as set forth in the Memorandum of Agreement, subject nevertheless to final approval of the form thereof by legal counsel and adoption of any and all required ordinances.

I, Lori DiBella, Borough Clerk of the Borough of Hawthorne, County of Passaic. State of New Jersey, do hereby certify this copy of to be a true copy as adopted by the Municipal Council on March & Do

Lori DiBella, RMC, CMC, Borough Clerk

Buch & Matthews Wild

Name Motion Second Yes No Abstain Absent
Bennett
Bertollo
Lane
Matthews
Mele
Sinning
Wojtecki

Frank E. Matthews, Council President

Lori DiBella, RMC, CMC, Borough Clerk

Factual Content Certified by Approved as to form and legality on basis of facts set forth

Name / Title / Date Borough Attorney

Date