DEPARTMENT OF PERSONNEL ADMINISTRATION
SUMMARY OF COLLECTIVE BARGAINING AGREEMENT
FOR BARGAINING UNIT 9

Exclusive Employee Representative:
Professional Engineers in California Government (PECG)

Number of Employees: Approximately 10,112 Full-Time Equivalents

I. Retirement

Benefit Formula Calculation

- Bargaining Unit 9 (BU 9) Miscellaneous and Industrial First Tier retirement members, first employed by the state on or after January 15, 2011, will be subject to the Pre-SB 400 Retirement Formula of 2% at age 60 (from current 2% at 55).

- BU 9 State Safety retirement members, first employed by the State on or after January 15, 2011, will be subject to the Pre-SB 400 Retirement Formula of 2% at age 55 (from current 2.5% at 55).

- Acknowledges Government Code section 20037.15 which provides that for newly hired BU 9 members, first employed on or after January 15, 2011, retirement benefits will be based on the employees’ highest consecutive 36–month salary (instead of single-highest year).

Employee Pension Contribution

- Effective the pay period following legislative ratification, current BU 9 Miscellaneous and Industrial members in the First Tier retirement category shall have their contribution increased from 5% to 8% of monthly compensation over $513.

- Effective the pay period following legislative ratification, current BU 9 State Safety retirement members shall have their contribution increased from 6% to 9% of monthly compensation over $317.

II. Compensation

Adjusted Pay Ranges

- Effective July 1, 2013 all BU 9 represented classifications shall be adjusted by increasing the maximum step of the pay range by 3%. This only applies to BU 9 employees who reach the top step of the pay range for 12 qualifying pay periods.
**Personal Leave Program (PLP 2011)**

- Effective the April 2011 pay period, the Personal Leave Program (PLP 2011) will apply to BU 9 employees. This program reduces pay by approximately 5%. The employer shall ensure that BU 9 employees schedule and use their PLP time before separation from employment. This program shall remain in effect for 12 months.

- The State will not implement a new furlough program for BU 9 employees during the twelve full months that the Personal Leave Program is in effect.

**III. Health Benefits**

**Employer Contribution**

- The State’s monthly contribution to the health insurance portion of the BU 9 employee’s allowance will continue at the 85/80 formula: $460 for employee only, $893 for employee plus one dependent, and $1,156 for employee plus two or more dependents. The amounts shall be increased pursuant to the formula above on January 1, 2012, and January 1, 2013.

**IV. Dental/Vision**

**Employer Contribution**

- Effective the pay period following ratification, the State will pay the following contributions for BU 9 employee dental benefits: up to $40.13 for employee only, up to $71.30 for employee plus one dependent, and up to $103.79 for employee plus two or more dependents.

- Effective the pay period following ratification, the State will pay $8.64 per month for vision benefits to BU 9 employees and dependents. The vision benefit provided by the State shall have an employee copayment of $10 for the comprehensive annual eye examination and $25 for materials.

**V. Miscellaneous**

- The State and PECG agree to present to the Legislature, as part of the legislation implementing this Memorandum of Understanding (MOU), a provision to appropriate funds to cover the economic terms of this agreement through July 1, 2013.

- The State and PECG agree to delete Lincoln’s Birthday and Columbus Day as recognized holidays.

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1 Under this formula, the employer contribution for single-party coverage is 85 percent of that year’s weighted average premium of the four plans with the highest employee enrollment (80 percent for dependent coverage).
• BU 9 employees will have a salary survey conducted with outlined methodologies for informational purposes only.

• PECG and the State agree to establish a Joint Labor/Management Committee to discuss and provide recommendations on HR Modernization projects affecting BU 9 employees.

• Employees in Work Week Group 2 that work on January 1st, the last Monday in May, July 4th, the first Monday in September, Thanksgiving Day or Christmas shall receive one and one-half times the employee’s regular rate of pay.

• BU 9 employees shall receive two days per fiscal year for professional/personal development activities. The days cannot be accumulated and do not have a cash value. These activities shall be at the employees’ expense and must be used within the fiscal year they are granted.

VI. Duration

• April 1, 2011 through July 1, 2013

VII. Fiscal

• FY 10/11 Savings: $134 million (GF= $3.10 million and OF = $131 million)

• Total Savings: $231 million (GF = $5.3 million and OF = $226 million)

VIII. Agreement

• The complete Tentative Agreement between the State and PECG is posted at: http://www.dpa.ca.gov/bargaining/contracts/index.htm