MEMORANDUM OF AGREEMENT
For Successor Agreement
to the
2006 - 2009 STUDENT CENTER AGREEMENT
by and between
LOCAL 1597, DISTRICT COUNCIL 37, AFSCME, AFL-CIO
and
THE CITY UNIVERSITY OF NEW YORK
acting on behalf of
THE BARUCH COLLEGE STUDENT CENTER,
THE BROOKLYN COLLEGE STUDENT CENTER, and
THE QUEENS COLLEGE STUDENT CENTER

MEMORANDUM OF AGREEMENT made this ___ day of July, 2016 (hereinafter “MOA”) by and between the undersigned parties, to wit, District Council 37, AFSCME, AFL-CIO, Local 1597 (“Union”), and The City University of New York (“CUNY”), acting on behalf of The Baruch College Student Center, The Brooklyn College Student Center, and The Queens College Student Center (“Student Centers”):

WHEREAS, the undersigned parties desire to enter into a collective bargaining agreement, modifying the 2006-2009 collective bargaining agreement between District Council 37, AFSCME, AFL-CIO, Local 1597 (“Union”), and The City University of New York (“CUNY”), acting on behalf of The Baruch College Student Center, The Brooklyn College Student Center, and The Queens College Student Center (“Student Centers”):

WHEREAS, the undersigned parties to this agreement intend by this MOA to cover all economic and non-economic matters and to incorporate the following terms of this MOA into the Student Center Successor Agreement, as set forth below;

NOW THEREFORE, it is mutually agreed to by and between the parties as follows:

1. Term of Agreement:

   The term of the successor unit agreement shall be eighty-seven (87) months from the date of termination of the applicable existing separate unit agreement, namely, from November 1, 2009, through January 31, 2017.

2. Continuation of Terms

   The terms of the predecessor Student Center Agreement (“Student Center Agreement”) shall be continued except as modified by this MOA.

3. Prohibition of Further Economic Demands

   No party to this agreement shall make additional economic demands during the term of this agreement. Any disputes hereunder shall be promptly submitted and resolved.
4  

**Ratification Bonus**

A. A lump sum cash payment in the amount of $1,000, pro-rated for other than full-time employees shall be payable as soon as practicable upon ratification of the Agreement to those employees who are on payroll as of the date of ratification. The lump sum cash payment shall be pensionable, consistent with applicable law.

(i) Part-time per annum, part-time per diem (including seasonal employees), per session and hourly paid employees and employees whose normal work year is less than a full calendar year shall receive a pro-rata portion of the lump sum cash payment as set forth in Section 4 A. above, on the following basis:

(a) In order to be eligible to receive the $1,000 pro-rata lump sum cash payment, the hourly employee must have worked during any part of the period from July 1, 2015, through June 30, 2016 (Fiscal Year 2016).

(b) All hourly employees meeting the eligibility criteria in 4. (i) (a) above will receive a pro-rata amount based on the calculations of the total number of hours worked during the period July 1, 2015, through June 30, 2016, excluding any sick leave and/or annual leave paid during this period.

(c) The pro-rata calculation shall be based upon the full time per day equivalent (7 hours or 8 hours) for similar employees in respective full time titles, if applicable.

(d) The pro-rata portion of the lump sum cash payment shall not exceed the amount in Section 4. A. above.

(ii) The lump sum cash payment provided in Section 4. A. above shall be pensionable consistent with applicable law and shall be paid as soon as practicable upon ratification of this Memorandum of Agreement.

(iii) The lump sum cash payment provided in Section 4. A. above shall not become part of the employee's basic salary rate, nor shall it be added to the employee's basic calculation of any salary based benefits, including calculation of future collective bargaining increases.

5.  

**General Wage Increase**

a. The general wage increases, effective as indicated, shall be as follows:

| Effective Dates |  
|----------------|---|
| i) 1% percent   | 05/1/011 |
| (1st day of the 18th month) |   |
| ii) 1% percent   | 05/1/12 |
| (1st day of the 30th month- compounded) |   |
iii) 2.5% percent 05/1/13
   (1st day of the 42nd month - compounded)

iv) 2% percent 05/1/14
    (1st day of the 54th month - compounded)

v) 2% percent 05/1/15
    (1st day of the 66th month - compounded)

vi) 1.5% percent 05/1/16
    (1st day of the 78th month - compounded)

vii) Part-time per annum, per session, hourly, per diem (including seasonal)
    employees and employees whose normal work year is less than a full calendar
    year shall receive the increases provided in subsection 5 (a) (i) through 5. (a) (vi)
    on the basis of the computations heretofore utilized by the parties for all such
    employees.

b. The increases provided in Section 5 (a) (i) through 5. (a) (vi) shall be calculated as
   follows:

i) The general increases in Section 5. (a) (i) shall be based upon the base rates
    (including salary or incremental salary schedules) of the applicable titles in effect
    on the last day of the seventeenth (17th) month of this successor Student Center
    Agreement;

ii) The general increase in Section 5. (a) (ii) shall be based upon the base rates
    (including salary or incremental salary schedules) of the applicable titles in effect
    on the last day of the twenty-ninth (29th) month of this successor Student Center
    Agreement.

iii) The general increase in Section 5. (a) (iii) shall be based upon the base rates
    (including salary or incremental salary schedules) of the applicable titles in effect
    on the last day of the forty-first (41st) month of this successor Student Center
    Agreement.

iv) The general increases in Section 5. (a) (iv) shall be based upon the base rates
    (including salary or incremental salary schedules) of the applicable titles in effect
    on the last day of the fifty-third (53rd) month of this successor Student Center
    Agreement;

v) The general increase in Section 5. (a) (v) shall be based upon the base rates
    (including salary or increment salary schedules) of the applicable titles in effect on
    the last day of the sixty-fifth (65th) month of this successor Student Center
    Agreement.

vi) The general increase in Section 5. (a) (vi) shall be based upon the base rates
    (including salary or incremental salary schedules) of the applicable titles in effect
    on the last day of the seventy-seventh (77th) month of this successor Student
    Center Agreement.
c. Other increases as follows:

The general increases provided in Section 5 (a) (i) through 5. (a) (vi) shall be applied to the base rates, incremental salary levels and the minimum and maximum rates (including levels, if any), fixed for the applicable titles.

6. **Conditions of Payment**

The general increases provided in Section 5. (a) (i) through (vi) shall be payable as soon as practicable upon execution of this MOA.

7. **Welfare Fund:**

<table>
<thead>
<tr>
<th>Increase</th>
<th>Effective Date</th>
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<td>$200</td>
<td>01/31/17</td>
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a. Effective on the last day of the eighty-seventh (87th) month of the successor Student Center Agreement, the welfare fund contribution paid on behalf of each full-time per annum employee shall be increased by two hundred ($200) dollars per annum.

b. The per annum contribution rates paid on behalf of eligible part-time per annum, hourly, per session and per diem (including seasonal) employees and employees whose normal work year is less than a full calendar year shall receive a pro rata adjustment in the same proportion heretofore utilized by the parties for all such employees as the per annum contribution rate adjusted in Section 7a. for full-time employees.

c. The Union agrees to provide welfare fund benefits to domestic partners of covered employees in the same manner as those benefits are provided to spouses of married covered employees.

d. The May 5, 2014 Letter Agreement regarding health savings and welfare fund contributions between the City of New York and the Municipal Labor Committee, attached hereto as an Appendix, is deemed to be part of this MOA.

8. **Resolution of Disputes**

Subject to the subsequent provisions of Section 8 (b) below, any dispute, controversy, or claim concerning or arising out of the execution, application, interpretation or performance of this MOA shall be submitted to arbitration upon written notice therefor by any of the parties to this MOA to the party with whom such dispute or controversy exists. The matter submitted for arbitration shall be in accordance with the terms of the dispute resolution provision of the applicable Student Center Agreement. Any award in such arbitration proceeding shall be final and binding and shall be enforceable pursuant to Article 75 of the CPLR.
b. After incorporation of this Agreement into the successor Student Center Agreement, any dispute, controversy or claim referred to in Section 8 (a) which arises between the parties to such separate agreement, shall be submitted in accordance with the dispute resolution provisions of such applicable successor Student Center Agreement.

c. The terms of this Section 8 shall be from the date of execution of this MOA to the date of execution of any successor agreement to this MOA.

9. **Retroactivity**

In the event that any payment is not paid on the date due under this MOA, such payment when made shall be paid retroactive to such due date.

10. **Approval and Ratification:**

The terms of this MOA are subject to approval by the Board of Trustees of The City University of New York (CUNY), ratification by the Student Center employee membership of District Council 37, Local 1597, and Student Center funding.

11. **Savings Clause**

In the event that any provision of this MOA is found to be invalid, such invalidity shall not impair the validity and enforceability of the remaining provisions of this MOA.
WHEREFORE, we have hereunto set our hands and seals on this ___ day of July, 2016.

THE UNION

By: District Council 37
   Henry Garrido
   Executive Director

By: Eric Latson
   President Local 1597
   District Council 37

By: James B. Milliken
   Chancellor

THE CITY UNIVERSITY OF NEW YORK

Date

Date

8-25-16
May 5, 2014

Harry Nespoli
Chair, Municipal Labor Committee
125 Barclay Street
New York, NY 10007

Dear Mr. Nespoli:

This is to confirm the parties' mutual understanding concerning the following issues:

1. Unless otherwise agreed to by the parties, the Welfare Fund contribution will remain constant for the length of the successor unit agreements, including the $65 funded from the Stabilization Fund pursuant to the 2005 Health Benefits Agreement between the City of New York and the Municipal Labor Committee.

2. Effective July 1, 2014, the Stabilization Fund shall convey $1 Billion to the City of New York to be used to support wage increases and other economic items for the current round of collective bargaining (for the period up to and including fiscal year 2018). Up to an additional total amount of $150 million will be available over the four year period from the Stabilization Fund for the welfare funds, the allocation of which shall be determined by the parties. Thereafter, $60 million per year will be available from the Stabilization Fund for the welfare funds, the allocation of which shall be determined by the parties.

3. If the parties decide to engage in a centralized purchase of Prescription Drugs, and savings and efficiencies are identified therefrom, there shall not be any reduction in welfare fund contributions.

4. There shall be a joint committee formed that will engage in a process to select an independent healthcare actuary, and any other mutually agreed upon additional outside expertise, to develop an accounting system to measure and calculate savings.
5. The MLC agrees to generate cumulative healthcare savings of $3.4 billion over the course of Fiscal Years 2015 through 2018, said savings to be exclusive of the monies referenced in Paragraph 2 above and generated in the individual fiscal years as follows: (i) $400 million in Fiscal Year 2015; (ii) $700 million in Fiscal Year 2016; (iii) $1 billion in Fiscal Year 2017; (iv) $1.3 billion in Fiscal Year 2018; and (v) for every fiscal year thereafter, the savings on a citywide basis in health care costs shall continue on a recurring basis. At the conclusion of Fiscal Year 2018, the parties shall calculate the savings realized during the prior four-year period. In the event that the MLC has generated more than $3.4 billion in cumulative healthcare savings during the four-year period, as determined by the jointly selected healthcare actuary, up to the first $365 million of such additional savings shall be credited proportionately to each union as a one-time lump sum pensionable bonus payment for its members. Should the union desire to use these funds for other purposes, the parties shall negotiate in good faith to attempt to agree on an appropriate alternative use. Any additional savings generated for the four-year period beyond the first $365 million will be shared equally with the City and the MLC for the same purposes and subject to the same procedure as the first $365 million. Additional savings beyond $1.3 billion in FY 2018 that carry over into FY 2019 shall be subject to negotiations between the parties.

6. The following initiatives are among those that the MLC and the City could consider in their joint efforts to meet the aforementioned annual and four-year cumulative savings figures: minimum premium, self-insurance, dependent eligibility verification audits, the capping of the HIP HMO rate, the capping of the Senior Care rate, the equalization formula, marketing plans, Medicare Advantage, and the more effective delivery of health care.

7. Dispute Resolution

   a. In the event of any dispute under this agreement, the parties shall meet and confer in an attempt to resolve the dispute. If the parties cannot resolve the dispute, such dispute shall be referred to Arbitrator Martin F. Scheinman for resolution.
   b. Such dispute shall be resolved within 90 days.
   c. The arbitrator shall have the authority to impose interim relief that is consistent with the parties' intent.
   d. The arbitrator shall have the authority to meet with the parties at such times as the arbitrator determines is appropriate to enforce the terms of this agreement.
   e. If the parties are unable to agree on the independent health care actuary described above, the arbitrator shall select the impartial health care actuary to be retained by the parties.
   f. The parties shall share the costs for the arbitrator and the actuary the arbitrator selects.
If the above accords with your understanding and agreement, kindly execute the signature line provided.

Sincerely,

[Signature]

Robert W. Linn
Commissioner

Agreed and Accepted on behalf of the Municipal Labor Committee

BY: [Signature]

Harry Nespoli, Chair