

We're About People

San Diego Housing Commission (SDHC) Tentative Agreement for Memorandum of Understanding (MOU) with Service Employees International Union (SEIU), Local 221 Housing Authority of the City of San Diego Agenda Item #2 October 11, 2022

Suket Dayal Executive Vice President, Business Administration, and Chief Financial Officer San Diego Housing Commission

Michael McKenna Vice President of Human Resources San Diego Housing Commission





## SDHC – MOU with SEIU Local 221

Overview

- May 2, 2022: SDHC received SEIU's bargaining proposals.
- SDHC management team representatives were identified and designated for negotiations:
  - May 5, 2022: SDHC Board of Commissioners approval
  - May 17, 2022: Housing Authority of the City of San Diego approval
- SDHC management team representatives received direction and authority for negotiations
  - May 5, 2022: SDHC Board of Commissioners
  - May 24, 2022: Housing Authority of the City of San Diego
- June 30, 2022: Existing three-year MOU with SEIU expired.
- 13 bargaining session meetings between SDHC negotiating team and SEIU bargaining team from May 31, 2022, to September 2, 2022.
- September 2, 2022: The parties reached a deal in principle.
- September 13, 2022: SEIU, Local 221 ratified the agreement.





SDHC – MOU with SEIU Local 221 Summary of Proposed Changes

- The Tentative Agreement contains the following essential changes to the MOU:
  - A two-year MOU
  - Article 50: Cost of Living Adjustments (COLA)
    - Fiscal Year 2023: 5%
    - Fiscal Year 2024: 4%
  - Article 25: Increased Health Care Benefits (Article 25)
    - Fiscal Year 2023: 3%
    - Fiscal Year 2024: 3%
  - Article 18: Two-year remote work pilot program
  - Two additional holidays
    - Juneteenth
    - Floating holiday
- The agreement also provides for revisions to other articles including, but not limited to: Article 19

   Pay Plan; Article 21 Bilingual Pay; Article 22 Uniforms; Article 23 Mileage
   Reimbursement; Article 34 Bereavement Leave; and Article 36 Educational Reimbursement.





## SDHC – MOU with SEIU Local 221 Cost

• Cost per year to implement the increases in health insurance flex credits and COLA:

Cost of COLA & Increase in Flex		
	Fiscal Year 2023	Fiscal Year 2024
COLA	\$ 1,560,170	\$ 1,310,543
Flex	152,347	156,917
Other taxes and benefits*	313,904	268,985
Fully Burdened Salary	\$ 2,026,421	\$ 1,736,445

\*Medicare, workers compensation, pension, etc.





SDHC – MOU with SEIU, Local 221 Staff Recommendations

## That the Housing Authority of the City of San Diego take the following actions:

- 1) Approve the proposed Tentative Agreement (Attachment 1) for a two-year Memorandum of Understanding (MOU) (Attachment 2) between SDHC and Service Employees International Union (SEIU), Local 221 (collectively "Parties"), which SEIU, Local 221 ratified on September 13, 2022.
- 2) Authorize the President & Chief Executive Officer (President & CEO), or designee, to implement the changes being proposed for represented employees and implement applicable changes for the non-represented employees of SDHC as well, as has been SDHC's past practice.





SDHC – MOU with SEIU, Local 221 Staff Recommendations (Continued)

- 3) Authorize the President & CEO, or designee, to substitute the funding sources with other available funding sources so long as the total program/project budget amount after substitution does not exceed the approved total budget, should the operational need arise or should such actions be to the benefit of SDHC and its mission; and
- 4) Authorize the President & CEO, or designee, to execute all documents and instruments that are necessary and/or appropriate to implement these approvals, in a form approved by General Counsel, and to take such actions as are necessary and/or appropriate to implement these approvals, provided that a copy of the documents, signed as to form by General Counsel, are submitted to each Housing Commissioner.





SDHC – MOU with SEIU, Local 221

## **Questions & Comments**