## CITY COUNCIL RESEARCH DIVISION LEGISLATIVE SUMMARY

**JEFFREY R. CLEMENTS** Chief of Research (904) 255-5137



Bill Type and Number: Ordinance 2022-736

**Introducer/Sponsor(s):** Council President at the request of the JEA

**Date of Introduction:** September 27, 2022

Committee(s) of Reference: R, F, TEU

Date of Analysis: September 29, 2022

Type of Action: Approval of collective bargaining agreement

**Bill Summary:** The bill approves a collective bargaining agreement between the JEA and International Brotherhood of Electrical Workers (IBEW) Local #2358 for a three-year period ending September 30, 2025.

**Background Information:** IBEW represents approximately 511 JEA employees who are skilled craft workers, primarily in JEA's electric utility operations. The major provision of the agreement are these:

- Wage increases of 8% in FY22-23, 4.5% in FY23-24 and 3.5% in FY24-25.
- Wage increases in years 2 and 3 have an additional adjustment if the CPI for those years exceeds the negotiated increase, up to a maximum of 7%; if the CPI exceeds 7% then the additional percentage will be provided in a lump sum not applied to general wages.
- There will be a 3% of salary lump sum payment in FY22-23.
- Longevity pay increases from \$300 to \$325 for every 5 years of continuous service through the 15<sup>th</sup> year; thereafter it increases from the current \$300 to \$500 for every 5 years.
- JEA will increase its contribution to dependent health coverage from 50% to 60%.
- The recapitalization provisions introduced in 2019 are removed from the agreement.

Policy Impact Area: Collective bargaining

Fiscal Impact: Estimated cost of the new agreement:

FY22-23 - \$5,627,385

FY23-24 - \$2,626,169 (without CIP considerations) or \$3,961,593 (if CPI is 7%, excluding lump sum amount for CPI above 7%)

FY24-25 - \$2,194,290 (without CIP considerations) or \$4,245,766 (if CPI is 7%, excluding lump sum amount for CPI above 7%)

**Analyst:** Clements