SIDE LETTER OF AGREEMENT BETWEEN CITY OF NEWPORT BEACH

AND

THE NEWPORT BEACH FIREFIGHTERS ASSOCIATION

This Side Letter of Agreement ("Agreement") is made and entered into this 29 day of November 2022, by and between the City of Newport Beach ("City") and the Newport Beach Firefighters Association ("NBFA") (collectively "Parties") with respect to the following:

WHEREAS, on December 14, 2021, the City Council adopted Resolution No. 2021-130 approving a Memorandum of Understanding ("MOU") between the Parties with a term of January 1, 2022, through December 31, 2025;

WHEREAS, given increases in the cost of medical insurance and to aid in the recruitment and retention of valuable employees, the Parties wish to modify the MOU; and

WHEREAS, this Agreement will not have the effect of an agreement, and will not be binding on either party, until it is ratified by the affected bargaining unit and approved by the City Council.

NOW, THEREFORE, it is mutually agreed between the Parties as follows:

1. The following language in Section 4.A.2. Fringe Benefits, Insurance, Medical Insurance, of the MOU is amended to read as follows:

2. Medical Insurance

<u>Current Language</u>: The City's monthly contribution towards the Cafeteria Plan is \$1,824.00 (plus the minimum CalPERS participating employee's contribution).

Amended Language: The City's monthly contribution towards the Cafeteria Plan is \$1,824.00 (plus the minimum CalPERS participating employer's contribution). Temporary Increase. Effective the pay period that includes January 1, 2023, the City's monthly contribution towards the Cafeteria Plan increases to \$1,924.00 (plus the minimum CalPERS participating employer's contribution). Effective the pay period that includes January 1, 2025, the City's monthly contribution towards the Cafeteria Plan decreases to \$1,824.00 (plus the minimum CalPERS participating employer's contribution).

2. Except as expressly modified herein, all other provisions, terms, and covenants set forth in the MOU shall remain unchanged and shall be in full force and effect.

Signatures on the next page

FOR THE NEWPORT BEACH FIREFIGHTERS ASSOCIATION:

FOR THE CITY OF NEWPORT BEACH:

By: Kevin Muldoon, Mayor

CITY OF NEWPORT BEACH APPROVED AS TO FORM:

ATTEST: