

COMMONWEALTH OF PENNSYLVANIA
Pennsylvania Labor Relations Board

FRATERNAL ORDER OF POLICE, :
LODGE NO. 5 :
 :
v. : Case No. PF-C-07-34-E
 :
CITY OF PHILADELPHIA :

AMENDED PROPOSED DECISION AND ORDER

A charge of unfair labor practices was filed with the Pennsylvania Labor Relations Board (Board) by the Fraternal Order of Police, Lodge No. 5 (Union) on February 20, 2007, alleging that the City of Philadelphia (City) violated Section 6(1)(a) and (e) of the Pennsylvania Labor Relations Act (PLRA) as read with Act 111, because it had not timely complied with a settlement agreement.

On March 13, 2007, the Secretary of the Board issued a complaint and notice of hearing wherein a hearing was set for April 27, 2007, in Philadelphia, Pennsylvania. In lieu of a hearing the parties entered into a series of factual stipulations. Each party filed a post-hearing brief.

The examiner, on the basis of the factual stipulations presented and from all other matters and documents of record, makes the following findings of fact.

FINDINGS OF FACT

1. The parties stipulated and agreed that the Union is a labor organization. (Complaint, averment 1).
2. The parties stipulated and agreed that the City is a political subdivision of the Commonwealth of Pennsylvania. (Complaint, averment 1).
3. The parties stipulated and agreed that the Union filed a grievance alleging that the City violated the parties' collective bargaining agreement when it discharged Officer Ernest Lawyer. The Union pursued the grievance to binding grievance arbitration. The parties executed a settlement agreement by January 10, 2007, before the actual arbitration hearing. That settlement agreement included, *inter alia*, that Lawyer receive "a lump sum settlement of \$25,000, less normal deductions, as back pay." (Complaint, averment 3).
4. The parties stipulated and agreed that the City issued a check to Lawyer, pursuant to the settlement agreement, on March 30, 2007. (City's brief at 1; Union's brief at 2).

DISCUSSION

As a general matter, an employer's refusal to comply with a grievance settlement at a lower stage in the grievance procedure is an unfair practice. Moshannon Valley School District v. PLRB, 597 A.2d 229 (Pa. Cmwlth. 1991); Zelienople Borough, 27 PPER ¶ 27024 (Final Order, 1995); New Eagle Borough, 25 PPER ¶ 25026 (Proposed Decision and Order, 1994). Eventual compliance, determined to be untimely, also violates the PLRA. FOP Lodge No. 5 v. City of Philadelphia, 38 PPER 72 (Proposed Decision and Order, 2007).

The criteria developed by the Board to determine whether an employer has timely complied with a grievance arbitration award are equally applicable to the determination of whether an employer has timely complied with a settlement agreement. To determine timeliness the Board will consider such factors as, 1) the nature and complexity of the compliance required under the agreement, 2) the length of time before compliance

occurred, 3) the employer's ability to comply with the agreement including legitimate obstacles to compliance, 4) the steps taken by the employer toward compliance, and 5) the employer's explanation or lack thereof for the delay. City of Philadelphia, 19 PPER ¶ 19069 at 185 (Final Order, 1988); Commonwealth of Pennsylvania (Department of Community Affairs), 19 PPER ¶ 19165 (Proposed Decision and Order, 1998); Commonwealth of Pennsylvania (Office of Administration), 17 PPER ¶ 17151 (Proposed Decision and Order, 1986).

The settlement agreement here was signed by the Union on January 5 and 7, 2007, and by the City on January 10, 2007. It required but a simple calculation of the usual deductions from an agreed upon figure of \$25,000 in back pay. Nevertheless, the City took until March 30, 2007, to make that simple calculation and tender payment. Such a delay is unreasonable, given the simple nature of the award. City of Philadelphia, 27 PPER ¶ 27093 (Proposed Decision and Order, 1996), 27 PPER ¶ 27202 (Final Order, 1996)(delay of five months in paying a simple arbitration award is an unfair labor practice).

The City, in its brief, recited a serpentine series of steps through which it alleges a settlement agreement must pass before any payment therein agreed to can be paid. Because there is no factual, record evidence concerning those steps, argued by the City in its brief, I have not relied upon them in this decision.

Even if those steps the City sets forth in its brief were of record they would not supply a sufficient basis for the delay. The City's assertion is that after a settlement agreement is finalized it is sent to the Mayor's Office of Labor Relations. That office then sends a copy to the Police Department's Labor Relations Unit which "must determine what must be done to comply" with the agreement. The Police Department Labor Relations Unit then "writes a memo instructing the Police Department's Finance Office what must be done." The Police Finance Office then "does the calculations to determine how much money is owed." The Police Finance Office then "writes a memo to the City's Central Finance, part of the Personnel Department, instructing them how much money is owed." It is only then, according to the City, that a check can be issued.

Simply put, the Mayor's Office of Labor Relations got the agreement and merely forwarded it to the Police Department's Labor Relations Unit. That Unit just told the Police Department Finance Office to pay Lawyer **\$25,000** as back pay minus standard deductions. The Finance Office did the simple calculation and sent the dollar amount to the City's Central Finance Office and that office only made out the check.

If it took the Mayor's Office of Labor Relations seven days to merely forward the agreement to the Police Labor Relations Unit, and if it took the Police Labor Relations Unit seven days to simply tell the Police Department's Finance Office to figure the standard deductions from **\$25,000** in back pay for Lawyer, and if it took the Police Department's Finance Office seven days to make that simple calculation and merely pass that dollar amount on to the City's Central Finance Office, and if it took the Finance Office seven days to just write out the check, the check would have issued in twenty-eight days. And even that would have been an inordinate amount of time to accomplish such a simple task. Nevertheless, the City argues without blushing that eighty-four days, almost thrice that time, is eminently reasonable.

There is simply no excuse for the seventy-nine day delay here¹. Instead of deciding what would be a reasonable amount of time to comply with this elementary agreement, then tailoring its procedures to meet that time, the City argues that however long it takes to process the agreement under the City's convoluted (and evidently snail-paced) procedure is reasonable simply because the procedure takes that long. The relative simplicity of the agreement is inversely proportional to the time that is reasonable for payment; the more simple the agreement, the less time allowed.

The City has violated Section (6)(1) (a) and (e) of the PLRA as read with Act 111. By way of remedy, the City is ordered to pay Lawyer 6% *per annum* interest on the back pay amount from the date of the January 10, 2007, settlement agreement until March 30, 2007.

¹ The City, in its brief, calculates the delay as eighty-four days, evidently using January 5, 2007, the date the Union signed the agreement, as its starting date for calculations. I have used January 10, 2007, the date the City signed the agreement, as the starting date for my calculations. See 1 Pa. C.S. § 1908.

CONCLUSIONS

The hearing examiner, therefore, after due consideration of the foregoing and the record as a whole, concludes and finds:

1. The City is an employer within the meaning of Section 3(c) of the PLRA.
2. The Union is a labor organization within the meaning of Section 3(f) of the PLRA.
3. The Board has jurisdiction over the parties hereto.
4. The City has committed unfair labor practices within the meaning of Section 6(1)(a) and (e) of the PLRA as read with Act 111.

ORDER

In view of the foregoing and in order to effectuate the policies of the PLRA and Act 111, the hearing examiner

HEREBY ORDERS AND DIRECTS

that the City shall:

1. Cease and desist from interfering with, restraining or coercing employees in the exercise of the rights guaranteed in the PLRA and Act 111.

2. Cease and desist from refusing to collectively bargain with the representatives of its employees.

3. Take the following affirmative action:

(a) Immediately tender to Lawyer 6% *per annum* interest on the back pay amount pursuant to the January 10, 2007, settlement agreement calculated to March 30, 2007;

(b) Post a copy of this decision and order within five (5) days from the effective date hereof in a conspicuous place readily accessible to its employees, and have the same remain so posted for a period of ten (10) consecutive days; and

(c) Furnish to the Board within twenty (20) days of the date hereof, satisfactory evidence of compliance with this decision and order by completion and filing of the attached affidavit of compliance.

IT IS HEREBY FURTHER ORDERED AND DIRECTED

that in the absence of any exceptions filed with the Board pursuant to 34 Pa. Code § 95.98(a) within twenty days of the date hereof, this order shall be final.

SIGNED, DATED AND MAILED at Harrisburg, Pennsylvania, this twenty-sixth day of November, 2007.

PENNSYLVANIA LABOR RELATIONS BOARD

Timothy Tietze, Hearing Examiner

