

Hormel Austin Plant Company 2023 Negotiations List to share with Local 663 UFCW Union on July 11, 2023

The Company reserves the right to add, delete or modify any of these proposals until a final agreement is reached.

Union response July 14, 2023 @ 8am

Vacation – Consider moving vacation year from March 1st to January 1st.

Union wants clarity / details on what this would mean, including:

- When will vacation sign up/scheduling start?
- Is there carry over or buy out at time of implementation?

Bidding/Jobs

- **14.11 (a) Bidding:** Move from 4 months to 6 month department and from 6 months to 12 month plant bid and restrict bidding to those **who have no strike on record** for past year:
*“Any employee claiming a permanent job outside of their department **who does not have an absence or discipline strike on record during the last rolling calendar year from the time of putting in the bid** can only bid onto the plant bidding board once every ~~180~~ **365** days. Any employee claiming a permanent job and within their department can only bid onto the department bidding board once every ~~120~~ **180** days.”*

Union declines, counter: **14.11 (a) Bidding:** Move from 4 months to ~~6~~**3** month department and from 6 months to ~~12~~**4** month plant bid...

- **Seniority Rule 7 - Disqualifications** – eliminate language retaining automatic department & plant bidding rights:
*“The employee will be ~~given the same bid rights they had at the time they were awarded the job in which they were disqualified.~~ **placed on a job off of the unfilled list and will start their plant and department bid rights according to section 14.11 (a) effective the date of the disqualification.**”*

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- The Company may have the flexibility for up to 10% additional plant production jobs to be **alternate shift** outside of M-F or T-S (in addition to what is already agreed upon for the shipping dept (Appendix E, VIII. Letter on Shipping work week agreement).

Union declines, reduction of wages

- **18.4 3/2/2 Flex Schedule:** Allow for up to an additional 24 - 3/2/2 jobs in maintenance department for a total of up to 80 - 3/2/2 jobs or explore other types of alternate shifts:
*“To better align mechanical and electrical craftsmen with equipment availability, the Company shall utilize a rotating 12-hour 3/2/2 flex schedule **or other similar types of flexible schedules** where business needs dictate but not to exceed ~~56~~ **80** maintenance positions.”*

Union declines, reduction of wages

Wages/Pay:

- **20.8 paycheck errors** – due to ability to see live timecard on ADP app, advise people to connect with their manager before Monday if they see an error:
*“When an employee's paycheck is short by \$50.00 or more, the employee will be reimbursed ~~the same day,~~ **the next pay cycle, but not later than the day** after discovery of the shortage, provided the employee has scanned in/out of their department properly.”*
- **Move from Thursday Payday to Friday Payday.**
- **20.13 and Appendix A: Eliminate Language on “Paychecks”** since employees have electronic access to daily clock hour information:
*“**20.13** The Company agrees to provide daily clock hour information on weekly **electronic pay statements** ~~paychecks~~. The parties agree to a Friday pay date on any Holiday week.”*
- Appendix A Wage Classifications, Section II. Starting Rates: Delete the following:**
*“The Company will provide daily clock hour information on ~~paychecks~~ **electronic pay statements**”*

Union declines, various issues exist: from ADP, tech literacy, no banking to negative economic impact on workers

General Workers:

- 20.9 (d) Revise bonus language for general worker employees based on the wage on the day prior (for holidays and vacations) and instead give them pay based on what is listed in our HR system.
*"When general work employees are absent from work because of a holiday, those employees shall be paid for the holiday at the rate they **are on in the HR System of record** received the day immediately preceding the holiday, or if excused on that day, the rate they received on the day immediately preceding the excused absence."*
- 20.9 (c) – delete from contract since no history of following this:
"When general work employees are absent from work because of vacation or paid disability, those employees shall be paid at the average of the rates they received during the twenty (20) working days immediately preceding the absence in question."

Union counter: if all general workers are placed in bracket 4 after 90 days of employment, can agree to 20.9(c)

Attendance control

- Take Appendix B – **Attendance Control Program out of the bargaining agreement.** (Willing to talk through ideas on new separate absence and tardy program separate from non-absence related discipline progressive discipline) and eventually change up other language in contract that is affected by the change.

Union declines removal of attendance control program from CBA, open to reviewing employer's details for proposed program to separate attendance and non-attendance issues

- **Appendix E, XIII. Memo of Agreement on Overtime Reduction 3/6/07 and 5.2(d):**
Eliminate the memo of agreement on "OT reduction exception for those with 3 absence points or less". Follow this 5.2 (d) language for all employees regardless of absence points: *"Employees must actually work their full regular schedule, or be paid for time missed, or excused during the first five days in order to qualify for overtime pay on the sixth or seventh day."*

Union declines, reduction of wages. Need clarification re: what the employer is looking for.

Housekeeping issues:

Contract:

- Word search "Local 9" & replace with "Local 663" [TA 7-14-2023 8am](#)
- Word search "Personnel Manager" and replace with "Human Resources Manager" [TA 7-14-2023 8am](#)
- Word search "craftsman" and replace with "craftsperson". [TA 7-14-2023 8am](#)
- Update the word "gang" to "team or department" (contract and seniority). [TA 7-14-2023 8am](#)
- Update Table of Contents after negotiations to fit changes [TA 7-14-2023 8am](#)
- Update to correct dates on front and inside of CBA and Seniority Rules and Article XXIII – Termination. [TA 7-14-2023 8am](#)
- 6.1-classifications – replace 4 maintenance classes to 9 classes. [TA 7-14-2023 8am](#)
- 10.9 special leave (delete section b – not sure why it was in the contract but not used).
[Union wants clarity: the reason for the employer's proposal?](#)
- 11.1 Grievance Procedure – change language from "Superintendent" to "Department Head" [TA 7-14-2023 8am](#)
- 14.3 (i) discuss 4 types of bid language (Perm, temp, temp vac, temp helper).
[Union wants clarity: details of the discussion the employer is asking for?](#)

- P.34 postings of jobs 1 – 5 types vs 4 types of SWP
[Union wants clarity: what does this mean?](#)
- P.42 – interplant transfer – delete Fremont [TA 7-14-2023 8am](#)
- 17.4 replace “product control” with “product control clerk” [CBA already says “product control clerk”](#)
- P. 59 – Skinner job class 4 – delete – now a class 6. [TA 7-14-2023 8am](#)
- Appendix C Work Standards – outdated as it references 1950 work standards – delete.
[Union declines, wants clarity on what are the work standards?](#)
- Appendix F, IVB - Meal ticket – Modify language from current language stating “second meal time” to “1 additional meal time” Currently managers are easily confused by similar language in Etime and misapply.
[Union declines, wants clarity re: what is confusing about current CBA language?](#)
- 10.2 Funeral pay – Times need to be adjusted for alternative schedules or specify with in alternative work rules section. Modify “8 hours” to max of 3 day working days to reflect what is being done. [TA 7-14-2023 8am](#)
- Change Appendix A, 2 A to reflect the November 2023 Memo of Agreement eliminating the initial starting rate progression.
[Union needs additional time to review Memo of Agreement](#)

Seniority Rule Book:

- Change all “capable” to “qualified”.
[Union wants clarity: what does “capable” vs “qualified” mean to the employer?](#)
 - Work together to go through entire seniority booklet to make language more understandable for new managers and floor stewards with more up to date examples. For example:
 - Rule 20 Multiple Unit Definitions – clean up language around parenthesis with better examples that are used today verses the Bacon Slice Line examples.
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- [Union willing to review the booklet jointly to make it more understandable for managers and workers. Which sections are difficult to understand?](#)