# **CITY OF SUNNYVALE**

# **AND**

# **PUBLIC SAFETY MANAGERS ASSOCIATION**

# **MEMORANDUM OF UNDERSTANDING**

July 1, 20<del>13</del>15 to <u>December 31, 2021June 30, 2015</u>



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### Article 1 PREAMBLE

This Memorandum of Understanding (MOU) is between the City of Sunnyvale (City) and the duly authorized representatives of the Public Safety Managers Association (PSMA). Its purpose is to promote harmonious relations between the City, the Association, and employees (Employees) by setting forth the understanding of the parties reached as a result of meeting and conferring in good faith regarding the wages, hours, and certain other terms and conditions of employment of employees in the classifications comprising this Bargaining Unit (Unit).

### Article 2 RECOGNITION

The Public Safety Managers Association (Association) is hereby acknowledged as the exclusively recognized employee organization for those full-time employees in the classifications of Public Safety Captain and Deputy Chief of Public Safety.

The City shall notify the Association of any proposed new or revised Public Safety management classification and, upon written request from the Association within seven (7) work days from the City's notice, shall consult with the Association concerning the new classification.

# **Article 3 RATIFICATION**

It is agreed that the provisions of this MOU are of no force or effect until ratified by the Association and duly adopted by the City Council of the City of Sunnyvale.

#### Article 4 TERM

The term of this Agreement shall be upon ratification of the parties and through June 30, 2015 December 31, 2021, and will thereafter continue in effect until the parties reach agreement on a successor Agreement or the City Council takes action to modify the wages, hours, and terms and conditions of employment provided hereunder.

# Article 5 FULL UNDERSTANDING, MODIFICATIONS, AND WAIVERS

This Agreement sets forth the full and entire agreement of the parties regarding the matters set forth herein, and any other prior or existing understanding or agreements, including any prior memoranda of understanding, over the matters between parties, whether formal or informal, are hereby superseded or terminated in their entirety.

It is agreed and understood that, except as set forth herein, each party hereto voluntarily and unqualifiedly waives its right to negotiate, and agrees that the other party shall not be required to negotiate with respect to any subject or matter covered herein or with respect to any other matters within the scope of representation, during the term of this Agreement.

No agreement, alteration, understanding, variation, waiver, or modification of any of the terms or provisions contained herein shall in any manner be binding upon the parties hereto unless made and executed by all parties hereto, and if required, approved by the City and ratified by the membership of the Association.

The waiver of any breach, term or condition of this Agreement by either party shall not constitute a precedent in the future enforcement of all its terms and provisions.

### Article 6 SEVERABILITY

In the event any provision of this MOU is declared invalid or unenforceable by a court of competent jurisdiction, the remaining provisions of the MOU shall remain in full force and effect.

If a provision is declared invalid or unenforceable as provided above, at the written request of either party submitted to the other within ten (10) work days of such action by the court, the parties shall meet promptly to negotiate the impact of such declaration by the court.

# **Article 7 ORDINANCES, CODES, AND RESOLUTIONS**

Any written City ordinances, codes, or resolutions currently in effect that cover subjects within the scope of representation shall not be changed during the term of this Agreement without first giving the Association the opportunity to meet and confer concerning such changes, except as otherwise provided by this Agreement.

### Article 8 SCOPE OF NEGOTIATIONS

The scope of representation shall include all matters relating to employment conditions, and employer-employee relations including but not limited to wages, hours, and other terms and conditions of employment, as provided by the Meyers-Milias-Brown Act and as may be amended.

Pursuant to the Meyers-Milias-Brown Act, as it currently exists, or may be amended, the City agrees to meet and confer with the Association in advance regarding any proposed changes in working conditions within the scope of representation, except as provided elsewhere in this Agreement.

The City is mandated to comply with federal and state laws, and to the extent the City is required to meet and confer about any changes in federal or state law, it will do so; however, if there is no requirement to meet and confer, the City will implement any required policies and/or procedures.

### Article 9 AUTHORIZED AGENTS

For purposes of administering the terms and provisions of this Agreement:

City's principal authorized representative shall be the City's Director of Human Resources or his/her duly authorized representative (address: 505 West Olive Avenue, Suite 200, Sunnyvale, CA 94086; telephone (408) 730-30017495) except where a particular management representative is specifically designated in connection with the performance of a specified function or obligation set forth herein.

The Association's principal authorized agent shall be the President of the Public Safety Managers Association or his/her duly authorized representative. The Association's official mailing address is P.O. Box 62166, Sunnyvale, CA 94088.

## Article 10 NON-DISCRIMINATION

The parties agree that they and each of them shall adhere to the City's policies concerning Equal Employment Opportunity (EEO) and non-discrimination, and other applicable Federal and State non-discrimination laws.

The parties agree that they and each of them shall not discriminate against any employee because of membership or non-membership in the Association, or because of any authorized activity on behalf of the Association, or because of the exercise of rights under this Agreement.

### Article 11 NEGOTIATION PREPARATION & SESSIONS

Up to two (2) Association negotiating team members and one note taker will be compensated for negotiation sessions that occur during their regular work schedules, notwithstanding leaves of absence. The City will compensate the negotiation team members for up to one (1) hour of preparation time either before or after the scheduled meeting. All other time spent on Association business will be on the member's own time. The Association will present their initial proposal to the City no later than ninety (90) days prior to the expiration of this agreement.

# Article 12 WAGES/COMPENSATION

### 12.1 Salaries

Pay rates for each classification within the Unit shall be assigned to a pay grade as set forth currently in Pay Plan Category D/E-M as defined in the City's Salary Resolution. The range for each classification extends from 85% of the Control Point up to the Control Point (100%).

### 12.2 Salary Adjustments

Members in the bargaining group will receive the same percentage of salary increase or decrease as the Public Safety Officers Association Lieutenant position (pay range 309BE) through the term of the Memoranda of Understanding.

A minimum salary differential of 15% between Public Safety Captain (19PS) and Public Safety Lieutenant (309BE) will be maintained. A minimum salary differential of 12% between Public Safety Deputy Chief (20PS) and a Public Safety Captain (19PS) will be maintained.

# 12.3 Interim/Acting Pay

Employees who are appointed by the City Manager in an acting/interim status to a higher level vacant position will receive either 5% or be placed at the step associated with the minimum salary range of the higher level position, whichever is greater. Such interim/acting appointments shall be for one week or longer in duration.

#### 12.4 Merit Increase

Upon completion of 13 pay periods of service, employees who received an overall rating of achieves or exceeds expectations on their most recent performance evaluation shall receive an increase in salary above the rate to which they were initially assigned, up to but not exceeding the Control Point. Consideration for each subsequent increase in salary will be given following the completion of 26 pay periods from the prior increase in salary, up to but not exceeding the Control Point. Increases in salary shall be granted effective with the pay period immediately following the completion of 26 pay periods.

The pay rate adjustment is subject to an "achieves" or "exceeds" performance evaluation. Increases of more than 5% require approval of the City Manager.

# 12.5 Change in Pay Upon Promotion

Employees who are promoted to a classification which has been assigned a Control Point greater than the classification from which the employee is being promoted shall be entitled to assignment to a pay rate in the new salary range which provides at least 5% above the employee's current pay rate, or the rate which the employee would have received with an overall rating of achieves or exceeds expectations on his/her most recent performance evaluation within 2 pay periods had the promotion not been made, provided the increase does not exceed 95.0% of the Control Point for the new classification. Upon recommendation of the Department Director and approval of the City Manager, the promoted employee's pay rate may be set at up to 100% of such Control Point. Thereafter, the employee is considered for merit increases in the same manner as other employees.

# 12.6 Change in Pay Upon Reclassification

When a position is reclassified to a classification with a higher pay range and the incumbent employee retains the position, the employee shall be placed at a pay level commensurate with his or her skills, knowledge and experience and within the range for the new position, or a salary 5% above the employee's present salary, whichever is higher.

### **12.7** Deployment Overtime

Captains and Deputy Chiefs will receive additional pay, commonly referred to as "overtime" for reimbursable deployments, for responses outside the City of Sunnyvale, with the approval of the Director of Public Safety and the City Manager, when initiated by local, state and/or federal mutual aid agreements. The employee will be compensated for off-duty time

during the deployment or assignment at the prevailing rate not to exceed 1.5 times the employee's hourly rate.

As an example, an employee who is deployed for 7 days on an out-of-county wildland deployment would receive additional pay, at 1.5 times their hourly rate, for the entire time of deployment above and beyond their 40 hour work week.

Reimbursable deployments are defined as events that the City of Sunnyvale is reimbursed for the costs associated with the incident, including costs of personnel assigned to the event. Represented employees will not receive deployment pay for deployments outside the City of Sunnyvale that are not reimbursable, as verified by the Finance Department. Personnel shall ensure they obtain an Incident Order number or Agency Event number, date and time dispatched, and the name of the incident to submit along with their City overtime card to allow Finance to track deployments. Failure to provide relevant information will result in the additional pay ("overtime") not being paid.

### **12.8 Education Incentive**

Effective July 1, 2016, eligible employees shall receive 2.5% in addition to their base hourly rate for possession of a graduate degree from an accredited college or university. After adoption of the MOU, employees who become eligible for the education incentive will receive the additional pay when verification of the degree is received by Human Resources.

### Article 13 INSURANCE PLANS AND RETIREMENT

## **13.1** Medical Insurance

Effective January of each year during the term of this Agreement, the City's contribution will be the cost of the premium of the lowest cost HMO plan available through the CalPERS Bay Area regional medical plans under the Public Employees Medical and Hospital Care Act (PEMCHA) for each employee and his or her eligible dependents. Additionally, the City's contribution shall be no less than the highest City contribution for any of the other represented employee units.

#### 13.2 Cafeteria Benefits Plan

To maintain current benefit levels the City will contribute to a Cafeteria Benefits Plan for the cost of medical premiums for the employee and his or her eligible dependents. The City will contribute to a Cafeteria Benefits Plan for the cost of medical premiums only. The City's Cafeteria Benefits Plan contribution will be capped at the cost of the premium of the highest priced plan between the CalPERS Bay Area regional HMO plans or the PERS Choice PPO plan, based upon the plan level in which the employee is enrolled, and less the City Contribution as stated in Section 13.1 above. Section 13.1 and 13.2 are inseparable sections describing the total medical insurance benefit with the intent that the total medical premium for all members and annuitants represented by this agreement shall be fully paid for the employee and his/her eligible dependents up to the limits allowed in this section 13.2.

# 13.3 Employee Contribution

Any difference between the total cost of the employee's medical plan (for employee only, employee plus one or employee plus family) and the amount contributed by the City will be paid by the employee.

#### **13.4** Premium Conversion

<u>Insurance premium contributions are paid for on a pre-tax basis; however, The City agrees</u> to continue to provide employees with an option to pay their insurance premium contributions on a <u>prepost</u>-tax basis, <u>as provided in to the extent permitted by</u> the Internal Revenue Code.

# 13.5 Cash In-Lieu of Medical Coverage

The City will continue to provide employees with the option <u>to waive of reducing</u> their medical coverage and receiveing payment of a portion of what otherwise would be the City contribution.

To be eligible for this plan, an employee must either:

- Change from full family to employee plus one or employee only
   (Available only when the employee continues to be eligible for full family coverage);
- Change from employee plus one to employee only
   (Available only when the employee continues to be eligible for employee plus one coverage);
- Change from any level coverage to no coverage; or
- A new employee may choose no coverage.

<b>CURRENT</b>	<u>NEW</u>	PER PAY PERIOD	<b>MONTHLY</b>
E + 2	<del>None</del>	<del>\$98.50</del>	<del>\$213.42</del>
E + 2	Æ	<del>\$60.50</del>	<del>\$131.08</del>
E + 2	E + 1	<del>\$22.50</del>	<del>\$ 48.75</del>
E+1	None	<del>\$76.00</del>	<del>\$164.67</del>
E+1	Æ	<del>\$38.00</del>	<del>\$ 82.33</del>
Æ	<del>None</del>	<del>\$38.00</del>	<del>\$ 82.33</del>
NEW	None	<del>\$38.00</del>	<del>\$ 82.33</del>

Effective with the first full pay period following ratification and approval by the City Council, payment shall be made on the following schedule:

Type of Coverage Waiving	Per Pay period Payment

Employee only coverage	<u>\$38.00</u>
Employee +1 coverage	<u>\$76.00</u>
Employee + family coverage	<u>\$98.50</u>

The cash in-lieu payment shall not, when combined with the City's contribution for medical insurance and the cafeteria benefits plan, exceed the combined City contribution for medical insurance and the cafeteria benefits plan.

If the employee is currently a dependent of a City employee and covered by a CalPERS Health Plan, the employee is not eligible for reimbursement.

Whenever an employee changes to no coverage, the employee shall provide proof of alternate coverage and sign a waiver stating that she or he does have alternative coverage and that she or he understands that he or she will no longer receive coverage through a City sponsored CalPERS provided medical plan.

If an employee decides to increase his or her level of coverage by either reentering a City sponsored CalPERS provided medical plan or including a dependent in his or her current coverage, he or she may enroll in accordance with CalPERS procedures.

Procedures for exercising this option and for reentering the City sponsored CalPERS provided medical plans shall be established by CalPERS. remain the same as current administrative policy.

Employees receiving cash in-lieu payments must provide documentation to verify their dependents' eligibility.

#### 13.6 Dental Insurance

Dental insurance at the current benefit level will continue to be provided for employees and eligible family members. The premium is fully paid by the City.

### 13.7 Vision Insurance

Vision insurance at the current benefit level will continue to be provided for employees and eligible family members. The premium is fully paid by the City.

# 13.8 Life/AD&D Insurance

The City shall provide Basic Life and Accidental Death and Dismemberment (Life/AD&D) insurance for each employee in an amount equal to that employee's base annual salary, up to a maximum of \$175,000.

Such insurance shall be at no cost to the employee, except that, insurance amounts above \$50,000 provided by the City shall be subject to tax law provisions.

At the time of hire, an employee may purchase <u>additional supplemental</u> Life/AD&D insurance in an amount equal to the <u>coverage provided by the City employee's annual base salary</u>, up to coverage of \$250,000.

Current employees, who did not purchase additional supplemental Life/AD&D insurance at the time of hire, may purchase additional supplemental Life/AD&D insurance during open enrollment in an amount equal to the coverage provided by the City employee's annual base salary, up to a maximum coverage of \$250,000, subject to approval by the carrier.

The supplemental life coverage is paid by the employee.

### 13.9 Long Term Disability Insurance

To maintain current benefit level the City shall provide Long Term Disability insurance that provides  $\frac{2/367\%}{2}$  of the employee's base annual salary to a maximum of \$11,000 per month of paid benefits, subject to the terms of the contract with the carrier. Such insurance shall be at no cost to the employee.

## 13.10 Employee Assistance Program

To maintain current benefit level the Employee Assistance Program will continue to be provided. Enrollment is mandatory, and the premium is fully paid by the City.

# 13.11 Dependent Care

The City shall continue to provide a plan in accordance with the Internal Revenue Code Section 129 which provides an option for employees to pay for dependent care expenses on a pre-tax basis.

### 13.12 Medical Reimbursement Account

A Section 125 medical reimbursement plan will be offered to all employees on a voluntary basis.

### **13.13** Retirement

- A) The City has contracted with CalPERS to provide for sworn/safety employees, including employees in this Unit, the Retirement formula commonly called, "Local Safety 3.0% @ 50" for all current City employees (Tier 1). Final compensation, for purposes of calculating the retirement benefit, is calculated on the highest average pensionable compensation earned by a member during a period of 12-consecutive months.
- B) For employees hired by the City of Sunnyvale after February 19, 2012 who are current members of CalPERS or members of a reciprocal retirement system, the employee will be enrolled in the Tier 2 Local Safety benefit formula of 3%@55. Final compensation, for purposes of calculating the retirement benefit, is calculated on the single highest year benefit. Final compensation, for purposes of calculating the retirement benefit, is calculated on the highest average pensionable compensation earned by a member during a period of 12-consecutive months.

- C) For employees who are new members to CalPERS, as defined as individuals who have never been a member of any public retirement system prior to January 1, 2013 or individuals who moved between retirement systems with more than a six (6) month break in service, the employee will be enrolled in the Local Safety benefit formula of 2.7%@57 (Tier 3). Tier 3 members are required to contribute one-half of the normal cost of retirement. This rate is subject to change each year. Final compensation, for purposes of calculating the retirement benefit, is calculated on the higher average pensionable compensation earned by a member during a period of 36-consecutive months. This is also referred to as the 3-year average.
- D) Tier 1 and Tier 2 Contribution towards Retirement
  - The City currently contributes nine percent (9%) of salary for the employee's contribution and two and one quarter percent ( $2\frac{1}{4}$ %) to fund the cost of the "single highest year" retirement benefit. The City's payment of employees' CalPERS contribution is based upon authority from CalPERS and upon tax treatment permitted by the Internal Revenue Service and revenue rulings related thereto, and by the California Franchise Tax Board. It is understood that the State Legislature or Congress may alter the statutory authority for this tax treatment, and the Franchise Tax Board, or the IRS or the United States Department of Treasury may alter the current revenue rulings, either by other rulings or regulations.
  - 2) Effective the first full pay period of July 2011 tThe City's contribution to the employee's contribution will be six percent (6%) and the employee contribution amount will be three percent (3%). EPMC as described in D.1 or C will be six percent (6%).
  - 3) Employees payment of their required employee contribution shall be made on a pre-tax basis pursuant to IRC Section 414(h)(2).
- E) The City's payment of employees' PERS contribution is based upon authority from PERS and upon tax treatment permitted by the Internal Revenue Service under Internal Revenue Code Section 414(h)(2) and revenue rulings related thereto, and by the California Franchise Tax Board. It is understood that the State Legislature or Congress may alter the statutory authority for this tax treatment, and the Franchise Tax Board, or the IRS or the United States Department of Treasury may alter the current revenue ruling, either by other rulings or regulations.
- F) In the event that the City's payment of employees' PERS contribution is no longer allowed by law, the City has the right to discontinue it, in which case the obligation to pay would fall upon the employee.
- G) The City shall provide the Third Level of 1959 Survivor Benefits.
- H) The City shall provide the Military Buy-Back Option.

### Article 14 LEAVES

# 14.1 Paid Time Off Leave (PTO)

(a) Employees are eligible to accrue and use Paid Time Off Leave (PTO). Such leave shall be used for vacation, medical appointment, disability/illness, family emergency, and may also be used for personal business, care of sick children or other family members, school visits, etc. Leaves not included in PTO which remain separate leaves are bereavement, jury duty, military duty, management administrative leave, workers' compensation, floating holiday, and holiday.

Except for illness or emergency, all PTO shall be pre-planned and pre-approved. The recommended advance notice is 1 week. Shorter periods of advance notice may be acceptable with Supervisor or Director's approval. The City may at any time require written verification from a physician for a non-pre-planned absence for illness, family emergency or visits to a doctor, dentist or licensed mental health practitioner.

- (b) PTO begins accruing on the first day of employment and is prorated on an hourly basis for each paid hour. PTO shall not accrue during any unpaid leave. Time off is paid provided there is adequate PTO accrued to cover the absence. Time off in excess of PTO accruals and other available leave shall be leave without pay. As employees use PTO, the time used shall be deducted from the employee's current PTO balance.
- (c) The accrual rates are listed below:

**TABLE A** 

Service Period			Accrual Rate	
Pay Periods	Years	Hrs/pp	Hrs/yr	<del>Days/yr</del>
1-26 <u>.99</u>	0 to 1	6.5	169	<del>21</del>
27-130 <u>.99</u>	1+ to 5	7.5	195	<del>24</del>
131-260 <u>.00</u>	5+ to 10	9.0	234	<del>29</del>
261- <del>650</del> 442.99	10+ to	10.5	273	<del>3</del> 4
	<del>25</del> 17			
443-650.99	<u>17+ to</u>	<u>11.5</u>	<u>299</u>	
	<u>25</u>			
651+	25+	12.0	312	<del>39</del>

(d) Accruals at this level will stop at 1040 hours (maximum cap) until total accrual is reduced below 1040. Eligible employees will accrue at the rates shown in Table A for the first 870 hours (21.75 weeks, 108.75 work days). After 870 hours are accrued, the employee will start at the reduced rate levels of Table B

TABLE B

Service Period			Accrual Rate	Work
Pay Periods	Years	Hrs/pp	Hrs/yr	Days/yr

1-130	0 to 5	5.0	130	16
131-650	5+ to 25	6.5	169	21
651+	25+	8.0	208	27

- (e) If at any time the total accrual falls below 870 hours, the accrual rate will revert to the rates in Table A.
- (f) No minimum usage per year is required. Accruals carry over from one payroll calendar year to the next.
- (g) <u>PTO and Separation/Retirement</u>. PTO accrues and is prorated on an hourly basis for each paid hour during the last pay period of service. PTO shall be paid off to the employee through the employee's last day of work (pay included in final paycheck). The City Manager may, however, approve the utilization of available accrued PTO to extend the date of retirement, and in special circumstances, the date of separation.
- (h) PTO and DisabilityPaid Medical Leave (PML). Effective the first pay period following City Council approval, Aafter 26 consecutive pay periods of service, the City shall provide full pay for a medically certified (same occurrence) illness/injurydisability, beginning with work hour 81121 through 90 calendar days of disabilityillness/injury. At this time, the City will require a doctor's note and medical information in accordance with current Administrative Policy provisions. No disability leave PML will be provided until this requirement is satisfied.

To access the <u>Disability Leave Benefit PML</u> (full pay from <u>10121 hours</u>-90 calendar days), an employee must provide acceptable written medical documentation showing that the <u>disability illness/injury</u> is a single\_<u>disability illness/injury</u>, whether continuous time off has been taken or not for that\_<u>disability illness/injury</u>. The first <u>80120</u> hours of a single disability are charged to the employee's PTO bank. Hours <u>81121</u> up through the maximum of calendar day 90 are eligible for coverage under the <u>Disability Leave PML</u> Benefit.

After 90 calendar days of (same occurrence)\_\_disabilityillness/injury, the disabled employee shall be eligible to apply for Long Term Disability coverage. In addition, if, after having been off work for 80120 hours on a same disability\_illness/injury and becoming eligible for disability leave payPML, and the disabled employee continues to be unable to return to work full-time, but is able to work partial days, the employee remains eligible for disability pay PML for the part of the day that the employee is unable to work.

(i) If an employee has no available leave hours, pay may be deducted for any hours short of 40 worked in a week. This policy is established pursuant to principles of public accountability.

- (j) Employees have the option to cash-out up to 80120 hours of PTO effective the last pay day in October of each calendar year. To be eligible to cash out PTO, and employee must submit an irrevocable election form in the calendar year preceding the cash-out specifying the number of hours that he/she irrevocably elects to cash out once at the end of each payroll calendar year. This cash-out will be allowed as long as the employee maintains a balance of 80120 hours in his/her bank. If the employee elects this option, the minimum number of hours that may be cashed-out is 8.
- (k) On or after April 16, 2018, or upon any change in IRS regulations which could potentially affect this process, the City of Sunnyvale (City) will solicit, within 45 days of a written request from PSMA to do so, a written opinion from the IRS opining as to whether the concept of constructive receipt applies to leaves cash-out programs. The PSMA understands that this could take considerable time to receive.

Once an opinion from the IRS is received, the PSMA agrees to meet with the City to determine the most appropriate course of action. In the event the IRS classifies that the early identification of leave pay-out is unnecessary then PSMA has the right to return to the original/historical annual process.

### 14.2 HOLIDAY LEAVE

# (a) Holidays

Employees who were on pay status both before and after each holiday shall be entitled to take leave on each of the following City holidays (currently):

New Year's Eve
New Year's Day
Martin Luther King Jr. Day
Presidents' Day
Memorial Day
Independence Day
Labor Day
Thanksgiving Day
Day after Thanksgiving
Christmas Eve
Christmas Day

When a City holiday falls on a Saturday the holiday will be observed on the Friday; when a holiday falls on a Sunday, the holiday will be observed on Monday; or as designated by the City Council.

# (b) Floating Holiday

Employees shall be credited with twenty (20) thirty (30) hours of floating holiday leave on the first day of the first pay period in the payroll calendar year.

Newly hired employees shall be credited with a pro-rata share of floating holiday hours, based upon the proportion of the calendar year remaining after their date of hire. Use of floating holiday leave shall be subject to approval in advance by the employee's supervisor.

Employees separating City employment shall have their allotment of floating holiday leave for that year pro-rated based upon their date of separation.

Any employee who has used less than his/her pro-rated allotment for the portion of the calendar year worked, shall have the balance paid to him/her on his/her final paycheck.

Any employee who has used more than his/her pro-rated allotment for the portion of the calendar year worked, shall have the overage offset against any available accrued leave, on his/her final paycheck. The employee may also authorize the deduction from his/her final compensation. If the employee's final paycheck is insufficient to repay the overage, the employee shall reimburse the City immediately.

Unused floating holiday leave at the end of the payroll calendar year may be paid out in cash or rolled over into PTO leave subject to maximum accrual limits specified in this Agreement.

#### 14.3 Bereavement Leave

Employees are entitled to bereavement leave where death has occurred to an employee's spouse or registered domestic partner, father, <u>step-father</u>, mother, <u>step-mother</u>, son, daughter, brother, sister, grandparents, or grandchildren, or to the father, <u>step-father</u>, mother, <u>step-mother</u>, son, daughter, brother, or sister, grandparents or grandchildren of an employee's spouse or registered domestic partner.

Employees are entitled to bereavement leave in an amount not to exceed 40 work hours per eligible incident immediately upon employment. Except as provided herein, all bereavement leave must be used within six calendar months of the date of the eligible incident. Employees who are designated as the executor for a qualifying decedent's estate may use bereavement leave beyond the six month limitation. Any use of bereavement leave more than six months after the eligible incident requires the approval of the Human Resources Director.

The City reserves the right to require proof of death from the employee including, but not limited to: death certificates, obituaries, and funeral cards.

### 14.4 Jury Leave

An employee is entitled to jury leave in accordance with State Law and/or City Policy.

#### 14.5 Military Leave

Employees assigned to active military duty are entitled to military leave in accordance with the provisions of applicable State and Federal laws and/or City policy.

### 14.6 Administrative Leave

Administrative Leave of Employees accrue forty (40) fifty (50) hours of Administrative Leave per calendar year and the use of this leave is subject to Department Director's approval and to the additional provisions in the Administrative Policy.

### Article 15 ADDITIONAL BENEFITS

# 15.1 Workers' Compensation Benefits

Workers' Compensation Benefits will be provided as required by law, and in accordance with the provisions of the City's Salary Resolution.

# **15.2** Deferred Compensation

Employees are eligible to participate in a 457 deferred compensation plan approved by the City. A 401 (a) plan is available, and procedures for contribution to such plan has been established by the City. With respect to any employee who enrolls in either of the two deferred compensation plans (457 or 401 (a)), the City shall contribute to such plan on behalf of the employee an amount equal to 2% of the employee's gross pay per pay period. Employees shall not be entitled to receive any or all of such payment except as payment into a deferred compensation account.

### 15.3 Tuition Reimbursement

Employees are eligible for tuition reimbursement as provided in the City's Administrative Policy.

No reduction of City services will result due to the tuition reimbursement program.

# 15.4 City-Wide Employee Emergency Leave Relief Fund

The City-Wide Employee Emergency Leave Relief Fund is available to employees pursuant to the provisions contained in the City's Salary Resolution. <u>Donations are made based on an hour-for-hour conversion</u>.

Subject to review by other bargaining units the City will change the program provisions to provide for dollar-to-dollar conversion as opposed to the current hour for hour conversion.

### 15.5 Direct Deposit

The City shall make available deposit of all or a portion of an employee's net pay to financial institutions of his or her choice via direct electronic paycheck deposit.

### 15.6 Vehicle Use

<u>Certain employees Members</u> of the PSMA are eligible to receive <u>either</u> an automobile allowance <u>or a take home vehicle subject to the provisions of the applicable City administrative policies, under the City's administrative policy, and shall receive \$310 per month.</u>

The assignment of vehicles and eligibility for vehicle allowances depend upon specific work assignments as identified in Exhibit 1 of the MOU.

15.7 - Commuter Transportation Benefits

The City shall provide a plan in accordance with the Internal Revenue Code Section 132(f) that provides an option for employees to pay for qualified work-related transportation expenses for mass transit, van pools, and parking on a pre-tax basis. The monthly election limit is regulated by the IRS.

### Article 16 WORKING CONDITIONS

# 16.1 Special Work Schedule

An employee may request an alternative work schedule based on the guidelines found in the City's Administrative Policy related to Work Schedules.

This policy specifically allows the establishment of alternative work schedules, including flextime schedules. It also requires that the City establish schedules that are attentive to the needs of individual employees while also assuring prompt, efficient and cost effective public service.

A special work schedule implemented according to the above procedure may be terminated at the end of a pay period by the City Manager, the Department Director, or upon request of the employee upon three (3) weeks written notice to each other.

The City agrees to consider the needs and desires of employees requesting a special schedule. If the City denies a request for a special schedule, then the City will give the employee(s) the reasons for the denial in writing.

### 16.2 Reduction-In-Force

If the City implements a reduction-in-force that affects employees in this Unit, it will be administered pursuant to the City's Administrative Policy related to Reduction-in-Force.

### 16.3 Grievance Procedure

Any employee covered by the Memorandum of Understanding may file a grievance.

- a) Purpose
  - To assure prompt and fair treatment of employee grievances related to employment.
- b) Definition

A grievance is defined as an alleged violation, misinterpretation or misapplication of the provisions of this Memorandum of Understanding or the City's Administrative Policy. The rating or content of performance evaluations shall not be subject to the grievance process.

# c) Limitations

A grievant and representative shall be allowed reasonable time during work hours to meet regarding any grievance as provided in this article without loss of pay. It is understood that the grievant and representatives shall:

- (i) provide their supervisor(s) with advance notice and request for such time;
- (ii) that such request will not be arbitrarily denied;
- (iii) that such time shall be charged on the grievant's/representative's timecard to the designated program code, if applicable.

Time limits may be extended by written mutual agreement of the parties.

## d) Procedures

### Step I

The grievant will first attempt to resolve the grievance through informal discussions with successive levels of supervision beginning with his/her immediate supervisor through his/her department head. These discussions must be initiated within ten (10) work days following knowledge of the incident upon which the grievance is based. Every attempt will be made by the parties to settle the issue at this level.

# Step II

If the grievance is not resolved through the informal discussions, the employee may submit a written appeal to his/her department head within ten (10) work days after the informal meeting.

The written appeal must contain in clear, factual, and concise language:

- 1. A brief statement as to the date of the occurrence on which the grievance is based and the facts, as the grievant sees them;
- 2. The rule, regulation or act on which the grievance is based;
- 3. The action the grievant believes will resolve the grievance;
- 4. Signature of the employee.

The department head shall have ten (10) work days following receipt of the appeal to review the matter and prepare a written response. Copies shall go to all parties involved and the Human Resources Department.

#### Step III

If the grievance is not resolved, the grievant may, and upon approval of the Association, within ten (10) work days following receipt of the department head's response, appeal to the City Manager, stating in writing the basis for the appeal.

The City Manager shall render a written decision to all parties directly involved within fifteen (15) work days following the date of the hearing with the City Manager. This decision will be final.

# 16.4 Disciplinary Appeal Procedure

Any employee holding a regular appointment who is suspended, demoted, dismissed or had a salary reduction shall be entitled to be heard before the Personnel Board at a duly constituted meeting in accordance with the provisions contained in the City's Administrative Policy.

# **16.5** Pay Date

Pursuant to the City's Compensation Policy, payday is normally on the Thursday following the end of the pay period, but may deviate because of a holiday in the pay period or due to an emergency. It is understood that at such time that the payday is changed City-wide, such change shall be applied to the Association.

# **16.6 HRIS/**Financial System

The City contemplates implementing a new HRIS / Financial System during the term of this MOU. Accordingly, the parties agree to re-open MOU terms, as necessary, in order to implement any new system. The City agrees that the re-opener negotiations will not result in any material diminution in compensation.

### 16.7 Affordable Care Act

At such time as regulations are issued implementing the Affordable Care Act (ACA), the City and the Association will meet and confer to review the impact of such regulations on the benefit plans then in force. If modifications to the health benefits, eligibility for coverage, employer or employee contribution to the cost of insurance or any other provisions of the benefit plans covered by this MOU will be modified by the ACA during the term of this agreement, it is agreed that the City and the Association will reopen the contract to meet and confer and determine how such mandated changes will be implemented. In the event of a reopener, the City will not unilaterally impose changes that would cause a reduction in City contributions toward benefits.

### Article 17 ASSOCIATION PROVISIONS

### 17.1 Use of City E-mail System

The Association may use the City's e-mail system outside of work hours to post notices and results of elections, appointments of officers, to schedule and post notices of meetings, and to post notices of recreational, social and other organization events.

Per Section 2.24.100 of the Municipal Code, employees may only review and respond to such during non-work times.

#### 17.2 Dues Deduction

The Association will handle dues deductions directly with their members.

# 17.3 Release Time When Meeting With The City

If the President of the Association attends a mutually agreed upon meeting with the City, the President and up to two (2) designated Association Representatives, shall have reasonable release time to attend such meeting. Employees shall notify their supervisor or his/her designee as soon as possible in advance of such meeting. Travel time is included within the reasonable release time.

# 17.4 Association/Management Committee

The parties agree that regular meetings to explore mutual problems and issues will be beneficial to the relationship between the City and the Association. Consequently the parties agree to meet as needed to discuss any issue concerning the rights of either party or the relationship between the City and the Association or the City and employees the Association represents. The purpose of the meetings is to exchange information and to solve problems and issues.

The Association may have up to two (2) representatives attend these meetings. Association representatives shall receive reasonable release time to participate in these meetings.

The specific schedule and agenda shall be mutually agreed by the parties.

Signed this day of 2016	
CITY OF SUNNYVALE	PUBLIC SAFETY MANAGERS ASSOCIATION
Deanna J. Santana, City Manager	Dave Pitts, President
 Teri Silva Director of Human Resources	