



RESOLUTION NO. 2019-27

**MEMORANDUM OF UNDERSTANDING
CITY OF WINTERS
MANAGER'S SERIES EMPLOYEES**

**Effective
July 1, 2019**

TABLE OF CONTENTS

ARTICLE I. GENERAL PROVISIONS

SEC. 1.1 APPLICATION 3
SEC. 1.2 TERM 3

ARTICLE II. COMPENSATION

SEC. 2.1 SALARY 3
SEC. 2.2 ADMINISTRATIVE LEAVE 3
SEC. 2.3 CELLULAR PHONES 4
SEC. 2.4 DEFERRED COMPENSATION 4
SEC. 2.5 CALGOVEBA 4
SEC. 2.6 SOCIAL SECURITY 4
SEC. 2.7 STATE UNEMPLOYMENT INSURANCE 4
SEC. 2.8 LONGEVITY INCENTIVE 5
SEC. 2.9 UNIFORM 5

ARTICLE III. MEDICAL AND RELATED BENEFITS

SEC. 3.1 MEDICAL INSURANCE 5
SEC. 3.2 LONG TERM DISABILITY INSURANCE 6
SEC. 3.3 LIFE INSURANCE 6

ARTICLE IV. LEAVES

SEC. 4.1 HOLIDAYS 6
SEC. 4.2 VACATION LEAVE 7
SEC. 4.3 SICK LEAVE 7
SEC. 4.4 CATASTROPHIC ILLNESS OR INJURY 8

ARTICLE V. RETIREMENT

SEC. 5.1 RETIREMENT 8

ARTICLE VII. OTHER COMPENSABLE ITEMS

SEC. 7.1 OTHER COMPENSABLE ITEMS NOT SET FORTH HEREIN 9
SIGNATURE PAGE 10
EXHIBIT A 11

**ARTICLE I
GENERAL PROVISIONS**

1.1 Application

1.1.1 This Resolution applies to the following management employees:

Building Official
Environmental Services Manager
Public Works Superintendent

1.2 Term

1.2.1 This Memorandum of Understanding shall remain in full force and effect from July 1, 2019 through June 30, 2021 and from year to year thereafter unless one party serves notice on the other.

ARTICLE II COMPENSATION

2.1 Salary

2.1.1 The salary schedule for employees covered by this Resolution are set forth in Exhibit A.

2.1.1. Salary ranges will be established based on results of a market survey and the consolidation of existing paid benefits into salary as specified in Article II and Article III below.

2.2 Administrative Leave

2.2.1 All employees covered by this Resolution shall receive 10 days administrative leave per fiscal year beginning July 1st. Actual accrual occurs in the same manner as sick leave. This administrative leave shall be in addition to accrued vacation leave and other leaves provided by the City. Administrative leave shall be subject to the same rules for usage and accounting as vacation leave except as provided below:

2.2.2 Each employee may request in advance of accrual and receive Administrative time off which has not been accrued, and if the employee separates from employment before the time is accrued, the amount will be deducted from vacation time on the books or in cash.

2.2.3 With approval of the City Manager, employees may cash in his or her administrative leave time,. They may cash in up to twenty-seven hours, (27) must be accrued and on the books at the time the request is made. Employees may carry over any administrative leave balance past June 30

each year while cash out is limited to anything under 40 hours. Administrative leave balances have no cash value at separation.

2.3 Cellular Phones.

2.3.1 Cellular Phones. Employees covered by this Resolution are entitled to use a cellular telephone to conduct City business and emergencies.

2.4 Deferred Compensation.

2.4.1 The City of Winters contributes 4% of employee individual salary in to a deferred compensation contribution plan. Only plans approved by the City in its deferred compensation program will be eligible for City contribution. At the time of this contract ratification, the City offers four deferred compensation providers from which employees may select. An employee who has increased their personal contribution into a Deferred Compensation plan the City will contribute \$500 annually. (Employer paid deferred compensation is frozen at this time.)

2.5 CALGOVEBA

All employees covered under this Memorandum of Understanding agree to participate in the California Government VEBA (CALGOVEBA), a Individual health reimbursement account, pursuant to IRS Tax-exempt code 501 (c)(9). All employees agree to the contributions based on each pay period:

Salary reduction: Contribution:

Employee Category	Mandatory Contribution
0-7 Years of Service	\$12.50 per pay period
8 + Years of Service	\$50.00 per pay period

2.6 Social Security.

Employees are required to participate in Social Security. The City shall pay the employer costs as determined by the applicable rules and regulations. The employee shall pay their portion of Social Security as determined by the rules and regulations.

2.7 State Unemployment Insurance (SUI).

2.7.1 The City shall pay all State Unemployment Insurance costs.

2.8 **Longevity Incentive.**

2.8.1 An employee who has completed five (5) consecutive years employment is eligible to receive a lump sum amount equal to one-half (1/2) month's base wage payable at the beginning of the sixth (6th) year and each year thereafter until the employee leaves City employment.

2.9 **Uniform**

2.9.1 The City shall provide the Building Official with uniform service and two pairs of OSHA approved safety shoes every year.

ARTICLE III MEDICAL AND RELATED BENEFITS

3.1 **Medical Insurance**

3.1.1

(a) Cafeteria Allowance (Effective January 1, 2019). The City shall make a monthly allowance available to each full-time employee under the City's Section 125 plan ("Plan") for the purchase of any benefits offered under the Plan including medical, dental, vision and supplemental insurance coverage. The allowance for which the employee will be eligible shall be based on the coverage level in which the employee enrolls for medical insurance as set forth below:

<u>Coverage Level</u>	<u>Monthly Allowance</u>
Employee Only	\$1,200
Employee +1	\$1,700
Family	\$1,950

Any portion of the monthly allowance that is not allocated towards the purchase of benefits under the Plan shall be paid to the employee as taxable wages. Effective January 1, 2020 and every year thereafter during the term of this agreement, the City shall increase the preceding allowance by up to 5% of the aggregate increase in the monthly premiums unless premiums increase by more than 10%, then the City will increase the allowance by 50% of the increase up to 7.5% for: (a) the CalPERS Kaiser basic plan in the Sacramento region, (b) dental plan and (c) vision plan, from the prior year for the applicable coverage level. The employee shall be responsible for any cost in the selected benefits in excess of the allowance but such out-of-pocket cost shall be made on a pre-tax basis by payroll deduction.

Prior agreements permitted some employees to receive a greater cafeteria allowance than our new cafeteria plan. That excess benefit is being eliminated. Those employees will receive a one time "bridge payment" paid on the first pay period in July 2019 to help ameliorate the loss of the previous benefit. All such bridge payments are subject to

applicable payroll taxes and withholdings, and they are not reportable compensation for CalPERS purposes.

(b) Medical Opt-Out Amount (Effective January 1, 2019). Employees eligible for the Allowance pursuant to the preceding section that are covered by another group health plan may receive a monthly taxable payment equal to \$1,200 in lieu of the Allowance. Employees may elect this option by completing an opt-out agreement provided by the City and providing satisfactory proof of enrollment of the employee and his or her spouse and dependents, if any, in an alternative group health plan. This election will only apply for the calendar year in which it was made. A new opt-out election must be made each calendar year during open enrollment to be eligible to receive the opt-out amount. Employees who opt out of medical, may purchase dental, vision, and supplemental insurance through the City.

(c) Miscellaneous. Employees may be required to purchase other insurance pursuant to terms and conditions established by insurance carriers and as agreed to by the Association.

3.2 Long Term Disability Insurance

3.2.1 The City shall provide to all employees covered by this Resolution coverage in the long term disability insurance plan. Employer paid.

3.3 Life Insurance

3.3.1 The City shall maintain in effect life insurance for all employees covered by this Resolution in the amount of one-times employee's annual salary. Employer paid.

ARTICLE IV LEAVES

4.1 Holidays

4.1.1 Employees shall receive the following holidays:

- | | |
|--|---|
| New Year's Day | Labor Day |
| Martin Luther King's Birthday | Veteran's Day |
| Presidents Day | Thanksgiving Day |
| Half Day Good Friday | The Day after Thanksgiving Day |
| Memorial Day | December 24 th (Christmas Eve) |
| Independence Day | December 25 th (Christmas Day) |
| Cesar Chavez Day (Recognized Only – Monday through Friday) | |

4.1.2 In addition, each management employee shall receive two (2) floating holidays per year. These two floating holidays have no cash value, and may not be cashed at separation. Each floating holiday is equivalent to one work day and cannot be broken up by hours.

4.1.3 If any holiday falls on a Sunday, the Monday following will be observed as the holiday. If it falls on a Saturday, the Friday preceding will be observed.

4.2 Vacation Leave

4.2.1 Each employee shall earn paid vacation leave on a monthly basis at each pay period during the month. Vacation time shall be prorated in any partially worked month and the accrual rate shall be effective on the first day beginning the new benchmark year.

Years of Service	Vacation Leave Earned Annually
0 through 3 years	12 days
4 through 6 years	15 days
7 through 9 years	17 days
10 through 12 years	20 days
13 through 16 years	22 days
17 through 22 years	25 days
23 through plus years	27 days

4.2.2 Upon approval of the City Manager, employees may, at his/her request unused vacation leave hours paid directly to him/her at their regular hourly rate of pay, but must leave one weeks vacation time on the books.

4.2.3 Vacation Leave Accrual will be capped at 500 hours. Accrual during a fiscal year that has exceeded the 500 hour cap will be reset to the 500 cap effective on the following June 30th of each fiscal year if not used. All employees shall take at least one (1) week {5 straight working days} away from the job each year.

4.2.4 An employee separated from City service shall be compensated for vacation hours on the books.

4.3 Sick Leave

4.3.1 Represented full-time employees earn and accumulate sick leave at the rate of one (1) day (8 hours/9 hours for employees working a 9/80 alternative work schedule) per month for each calendar month of service. An employee continues to earn sick leave while on any paid leave. There shall be no limit to the amount of sick leave credit and employee may accrue. Each employee has one (1) hour deducted from the employee's accrued sick leave time for each hour of sick leave taken. Employees who retire from the City of Winters with 20 years or more of service may receive ½ cash out, up to 500 hours. Remaining hours after the 500 hours cashed out will go toward PERS Service Credit for eligible employees.

4.3.2 If an employee is absent from work for more than three (3) consecutive days, evidence, in the form of a physician's certificate or otherwise, may be required to determine the adequacy of reasons for an employee's sick leave absence.

4.3.3 An employee may take five (5) days off of Sick Leave for bereavement which shall not be counted as part of the forty-eight/fifty-four (48 or 54 on 9/80 schedule) hours Incentive Sick Leave Bonus, but will be subtracted from accrued sick leave. Bereavement may be granted for death involving members of the immediate family (for this purpose, members of the immediate family shall be defined as: spouse, mother, father, sister, brother, children, grandparents, mother-in-law, or father-in-law).

4.3.4 The City has implemented a Sick Leave Incentive Program for all employees. The Sick Leave Incentive shall be one percent (1%) of an employee's base annual salary. The Sick Leave Incentive shall be paid during the first week of December.

For employees to be eligible for the Sick Leave Incentive, they must not have used more than forty-eight hours (48) (54 for 9/80) of sick leave between December 1 and November 30. New hires are eligible for a pro-rated incentive if hired by June 1. Sick Leave used for work related injuries or illnesses shall not be counted as part of the forty-eight/fifty-four (48/54) hours Incentive Sick Leave Bonus, but will be subtracted from accrued sick leave. The effective date for determination of work related injuries or illnesses shall be based upon a medical report.

4.3.5 Employees shall not accrue sick leave when they are not in a City-paid leave status (e.g. off but not using vacation or sick time)

4.4 **Catastrophic Illness or Injury**

4.4.1 Full-time employees may donate portions of their vacation or administrative leave balances to other employees who have suffered catastrophic illness or injury. Employees receiving donations of time must first exhaust all available vacation, compensatory time, administrative leave and sick leave.

ARTICLE V RETIREMENT

5.1.1 The City will continue its participation in the Public Employee's Retirement System during the term of this agreement.

Tier One Retirement Formula

Miscellaneous employees hired before December 31, 2012 will receive a 2% @ 55, with a single highest year, retirement formula.

Tier Two Retirement Formula

Miscellaneous employees hired on or after January 1, 2013 and who are not considered new member as defined by California Government Code Section 7522.04(f) will receive a 2% @ 55.

Tier Three Retirement Formula

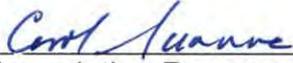
Miscellaneous employees hired after January 1, 2013 and who qualify as "new members" as defined by California Government Code Section 7522.04(f) will receive a 2% @ 62, with a three year average, retirement formula.

- 5.12 The City will continue to pay the employer's share and the employee shall pay the employee rate to the retirement system.
- 5.1.3 The City provides the sick leave conversion benefit as specified in the Government Code, Section 20965 to miscellaneous category of eligible employees.
- 5.1.4 The City shall maintain the PERS single highest year option for miscellaneous category of eligible employees.

ARTICLE VI OTHER COMPENSABLE ITEMS NOT SET FORTH HEREIN

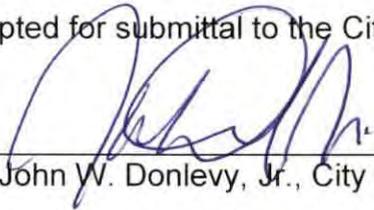
- 6.1 Other Compensable Items Not Set Forth Herein
 - 6.1.1 Other items not set forth herein which are compensable as terms and conditions of employment of the employees covered by this Resolution shall continue to be compensated by the City of Winters at the rate applicable on July 1, 2019 unless determined otherwise by the Winters City Council in accordance with law or required otherwise by law.

Approved by the City of Winters Manager Employee Association on the 25 day of June, 2019.

BY: 
Association Representative

BY: 
Association Representative

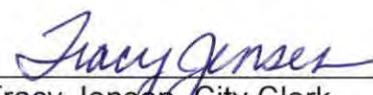
Accepted for submittal to the City Council on the 27 day of June, 2019.

BY: 
John W. Donlevy, Jr., City Manager

APPROVED, RATIFIED, AND ORDERED IMPLEMENTED by the Winters City Council on the 2nd day of July, 2019


Bill Biasi, Mayor

ATTEST:


Tracy Jensen, City Clerk

**EXHIBIT A
MONTHLY SALARY RANGES**

**CITY OF WINTERS
EXEMPT MANAGER'S SALARY SCHEDULE
July 2019
5% COLA**

Position	A	B	C	D	E
Building Official	\$6,886	\$7,230	\$7,592	\$7,971	\$8,370
Environmental Services Manager	\$6,886	\$7,230	\$7,592	\$7,971	\$8,370
Public Works Superintendent	\$6,886	\$7,230	\$7,592	\$7,971	\$8,370

**CITY OF WINTERS
EXEMPT MANAGER'S SALARY SCHEDULE
July 2020
2.5% COLA**

Position	A	B	C	D	E
Building Official	\$7,058	\$7,411	\$7,781	\$8,170	\$8,579
Environmental Services Manager	\$7,058	\$7,411	\$7,781	\$8,170	\$8,579
Public Works Superintendent	\$7,058	\$7,411	\$7,781	\$8,170	\$8,579