#### MEA AND CITY OF SAN DIEGO

### FISCAL YEAR 14 GENERAL NEGOTIATIONS TENTATIVE AGREEMENT

#### May 22, 2013

The San Diego Municipal Employees Association ("Union") and City of San Diego (the "City") have negotiated and reached a tentative agreement on a successor Memorandum of Understanding (MOU). No tentative agreement shall be a final agreement except as a part of a total package agreement between the parties. Both parties agree that final approval of the tentative collective bargaining agreement is subject to ratification by Union membership, the Mayor and the City Council.

#### **Five-year Agreement Proposal**

#	Item	Proposal	MOU Section
1	Term	Five years: July 1, 2013 – June 30, 2018.	Article 3
2	Salary	During the term of this MOU, consistent with San Diego Charter section 70.2, no base compensation, defined as base salary or wages paid on a regular biweekly basis for services performed, for any classification will be increased to an amount higher than the base compensation for that classification set forth in the 2011 Fiscal Year Salary Ordinance (San Diego Ordinance No. O-19952, adopted on May 4, 2010). Exhibits A and B to the 2011 Fiscal Year Salary Ordinance, which are both related to the base salaries for the Classified Service, are attached to this MOU and incorporated into this MOU. Exhibit A sets forth the base salaries for the Classified Service. Exhibit B sets forth the Classified Service Classes and Standard Rates. The parties agree that there will be no increases to the base salaries for the classifications set forth in Exhibit A and B during the term of this	Article 21

		MOU. The parties further agree that the creation of any new classifications during the term of this MOU must be consistent with San Diego Charter section 70.2(c). For reference, Exhibit C to the 2011 Fiscal Year Salary Ordinance, related to Classifications and Standard Salary Rates for the Unclassified Service, is also attached to this MOU	
		The parties further agree that, consistent with San Diego Charter sections 70.1 and 70.2(b), during the term of this MOU, no new compensation will be added to the 2011 Fiscal Year Earnings Code Document, Exhibit A, which sets forth Wage Types Included in the Pensionable Wage Base, attached to this MOU and incorporated into this MOU.	
		Notwithstanding these agreements, the parties acknowledge that individual employees may receive promotions during the term of this MOU under the authority of San Diego Charter section 124 and all applicable Civil Service Rules, Personnel Regulations, and other provisions. Further, the parties acknowledge that individual employees may receive an increase in pensionable compensation, within the limits set forth in Exhibit A or Exhibit C to the Fiscal Year 2011 Salary Ordinance, under the authority of San Diego Charter sections 130 and all applicable Civil Service Rules, Personnel Regulations, and other applicable provisions.	
3	Increases to Non-pensionable Compensation	The City increases non-pensionable compensation as follows:  FY14:  1. Increase Flexible Benefits Plan Dollar Value by \$770 on July 1, 2013, making the new total dollar value \$6,845.	Article 4,21, and 28

2. Eliminate all 52 hours of mandatory furlough for the following classifications on July 1, 2013:

Police Records Clerk, Senior Police Records Clerk. Senior Police Records Data Specialist. Police Records Data Specialist, Police Records Data Specialist Supervisor. Police Service Officers I & II, Police Investigative Service Officers I & 11. Police Investigative Aides I & II. Police Investigative Aide 2 (Latent Print Examiner Aide) Police Property and Evidence Clerk. Property and Evidence Supervisor. Senior Property and Evidence Supervisor. Cal-ID Technician, Supervising Cal-ID Technician, Police Dispatch Supervisor. Police Lead Dispatcher. Police Dispatcher. Police Dispatch Administrator. Supervising Criminalist, Supervising Criminalist (DNA). Criminalist I & II. Criminalist I (DNA), DNA Technical Manager, Crime Scene Specialist, Supervising Crime Scene Specialist. Latent Print Examiners | & II. Supervising Latent Print Examiner. Police Code Compliance Officer, Police Code Compliance Supervisor. Special Events Traffic Control Supervisor. Special Events Traffic Controller I & II, Parking Enforcement Officers I & II, Parking Enforcement Supervisor. Senior Parking Enforcement Supervisor, Public Works Dispatcher, Public Works Dispatch Supervisor, Dispatcher I & II. Fire Dispatcher, Fire Dispatch Supervisor, and Fire Dispatch Administrator.

3. For all other classifications, reduce 52 hours of mandatory furlough to 26 hours on July 1, 2013.

The current 3% pay deduction for Hourly employees will be reduced to a 1.25% pay deduction effective July 1, 2013.

#### FY15:

- 1. Eliminate remaining 26 hours of mandatory furlough for all classifications on July 1, 2014.
- 2. Increase Flexible Benefits Plan Dollar Value by \$530 on July 1, 2014, making the new total dollar value \$7,375.

The remaining1.25% pay deduction for Hourly employees will be eliminated effective July 1, 2014 when the City will begin making an additional .5% contribution to SPSP-H for each Hourly employee which the employee is not required to match. This means that the total required City contribution for Hourly employees will be 4.25% effective July 1, 2014.

#### FY16:

1. Increase Flexible Benefits Plan Dollar Value by \$1,180.00 on July 1, 2015, making the new total dollar value \$8,555.

The City will begin making an additional 1.75% contribution to SPSP-H for each Hourly employee which the employee is not required to match. This means that the total required City contribution for Hourly employees will be 6% effective July 1, 2015.

#### FY17 Reopener:

MEA may reopen this MOU solely to meet and confer regarding increases to non-pensionable compensation in FY17

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		upon written request to the City's Human Resources Director on or before November 1, 2015. If MEA fails to provide a written request to the City by November 1, 2015, it waives its right to reopen the MOU. The parties understand and agree that MEA's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or non-pensionable compensation for employees represented by MEA for Fiscal Year 2017. If MEA exercises this reopener, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1, 2015, or as amended thereafter, will control.	
		FY18 Reopener:  MEA may reopen this MOU solely to meet and confer regarding increases to non-pensionable compensation in FY18 upon written request to the City's Human Resources Director on or before November 1, 2016. If MEA fails to provide a written request to the City by November 1, 2016, it waives its right to reopen the MOU. The parties understand and agree that MEA's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or non-pensionable compensation for employees represented by MEA for Fiscal Year 2018. If MEA exercises this reopener, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1, 2016, or as amended thereafter, will control.	
4	Long Term Disability (LTD)	City will issue a RFP to fully insure and administer the LTD Program by an outside vendor. City will meet and	Article 59
		confer with MEA over the impacts of this decision.	
5	Retirement Offset Contribution	<b>FY14:</b> On July 1, 2013, eliminate the remaining .4% Retirement Offset Contribution.	Article 22

6	Reopeners	1. The parties acknowledge that four of	Article 4
		the City's recognized employee	
	-	organizations have filed a consolidated	
*		unfair labor practice charge with the	
		California Public Employment Relations	
		Board (PERB) related to Proposition B	!
		(PERB litigation). The parties	
		acknowledge that the City and the four	
		employee organizations involved in the	
		PERB litigation have the right, under	·
		California Government Code section	
		3509.5 and other applicable law, to	
		exhaust all appeals if aggrieved as a	:
		result of a final decision by PERB. This	:
		right includes filing a writ of	
		extraordinary relief with the California	
		Court of Appeal and taking any other	•
		action in any court of competent	
		jurisdiction that is authorized by law.	
		Nothing in this Memorandum of	
		Understanding (MOU) is intended to	
		waive that right. If, in the PERB	
		litigation, a court of competent	
		jurisdiction, following exhaustion of all	
		appeals, issues a final order or decision	
		declaring Proposition B to be unlawful or invalid, in whole or in part, the parties	·
	,	to this MOU agree to reopen	
		negotiations, upon request by a party,	
		on that provision or aspect of	
		Proposition B declared to be unlawful or	
	·	invalid. If, in the PERB litigation, a court	
		of competent jurisdiction, following	·
		exhaustion of all appeals, issues a final	
		order or decision declaring Proposition	
		B to be lawfully adopted, the parties to	
		this MOU agree to reopen negotiations,	
		upon request by a party, on any	
		provisions or aspects of Proposition B	
		not yet implemented. The parties agree	
		that, regardless of the outcome of the	
		PERB litigation or exercise of this	
		reopener, the provisions regarding	
		limitations to base compensation and to	
		other pensionable pay components set	
		forth in Article 21 will remain in effect.	·
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		2. At the request of either the City or	
		Union during the term of this MOU, the	
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parties will meet and confer over the implementation of a death and disability benefit for employees who are covered by the Interim Defined Contribution Plan.

3. By no later than August 1, 2013, the parties will reopen negotiations on health care benefits for current employees. The purpose of the negotiations will be to determine if modification to the current Flexible Benefit Plan can result in lower out-of-pocket expenses for current employees. The negotiations will proceed with a two-step process as follows:

Step 1, the City and Union along with the City's other five recognized employee organizations to conduct a joint study which will review and analyze health care related subjects to include:

- 1. Current plans for all employees
- 2. Potential plan design changes
- 3. Number of plans available to employees
- 4. Health Reimbursement Arrangement Accounts (HRA Accounts)
- 5. Number of health care providers for employees
- 6. The Affordable Health Care Act
- 7. Use of Voluntary Employees' Beneficiary Association (VEBA)
- 8. Restrictions on employee's ability to opt out of coverage
- 9. Wellness Program

Step 2, the parties will then meet and confer over the issue.

4. By no later than July 1, 2013, the City and Union will begin a Rewards and Recognition Study to evaluate the current rewards and recognition programs and policies within individual City departments, and meet and confer over a standardized Citywide Rewards

positive	ognition Program that promotes morale and recognizes e excellence.
City and other five organization over more contained comply seems.	later than October 1, 2013, the Union along with the City's recognized employee tions will begin meet and conferdiffications to the City's Relations Resolution d in Council Policy 300-06 to with the Meyers-Milias-Brown
	mended in August 1, 2012.
7 Discretionary FY14-F)	1 1
	e the 16 hours of discretionary rrently available to employees
' In FY13	on the same terms during each
8 Bereavement Effective	July 1, 2013, increase paid Article 85
	ment leave to 5 paid days upon
	ing event under the terms of
current	
MOU.	
	July 1, 2013, increase the Article 53
	75% reimbursement to 90%
10 Clean-Up language Non-sub MOU	stantive revisions to update Various
I I MOH	•

	FOR THE CITY		FOR THE UNION	A.
		May 28, 2013	Can W. S.	ith 5/13/13
	Timothy Davis	Date	Ann Smith	Date
	Lillet to	5/18/15	Mad John	5.23.13
_	Judy venKalinowski	" Date (	Mike Zucchet,	Date
·		5/28/12	MA	5-23-13
	Jøy Freeman	. Date	Bob Cronk, President	Date
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FY14 Contract Negotiations TA between the City and L127, May 28, 2013

## THE AMERICAN FEDERATION OF STATE, COUNTY AND MUNICIPAL EMPLOYEES, LOCAL 127 AND CITY OF SAN DIEGO FISCAL YEAR 2014 GENERAL NEGOTIATIONS TENTATIVE AGREEMENT

May 28, 2013

The American Federation Of State, County and Municipal Employees, Local 127 ("Local 127") and City of San Diego (the "City") have negotiated and reached a tentative agreement on a successor Memorandum of Understanding (MOU). No tentative agreement shall be a final agreement except as a part of a total package agreement between the parties. Both parties agree that final approval of the tentative collective bargaining agreement is subject to ratification by Local 127 membership, the Mayor and the City Council.

#### **Five-Year Agreement**

#	Item	Proposal	MOU Article
1	Term	Five-years	Article 2
2	Salary	During the term of this MOU, consistent with San Diego Charter section 70.2, no base compensation, defined as base salary or wages paid on a regular bi-weekly basis for services performed, for any classification will be increased to an amount higher than the base compensation for that classification set forth in the 2011 Fiscal Year Salary Ordinance (San Diego Ordinance No. O-19952, adopted on May 4, 2010). Exhibits A and B to the 2011 Fiscal Year Salary Ordinance, which are both related to the base salaries for the Classified Service, are attached to this MOU and incorporated into this MOU. Exhibit A sets forth the base salaries for the Classified Service Classes and Standard Rates. The parties agree that there will be no increases to the base salaries for the classifications set forth in Exhibit A and B during the term of this MOU. The parties further agree that the creation of any new classifications during the term of this MOU must be consistent with San Diego Charter section 70.2(c). For reference, Exhibit C to the 2011 Fiscal Year	Article 14

		Salary Ordinance, related to Classifications and Standard Salary Rates for the Unclassified Service, is also attached to this MOU.	•
		The parties further agree that, consistent with San Diego Charter sections 70.1 and 70.2(b),	
		during the term of this MOU, no new compensation will be added to the 2011 Fiscal Year Earnings Code Document, Exhibit A, which	
		sets forth Wage Types Included in the Pensionable Wage Base.	
		Notwithstanding these agreements, the parties acknowledge that individual employees may receive promotions during the term of this MOU	
		under the authority of San Diego Charter section 124 and all applicable Civil Service Rules,	
		Personnel Regulations, and other provisions. Further, the parties acknowledge that individual employees may receive an increase in	•
		pensionable compensation, within the limits set forth in Exhibit A or Exhibit C to the Fiscal Year 2011 Salary Ordinance, under the authority of	
		San Diego Charter sections 130 and all applicable Civil Service Rules, Personnel Regulations, and other applicable provisions.	
	***:.	Togalatorio, aria otrici applicable provisions.	
3	Increases to	The City increases non-pensionable	Articles 25,
	pensionable Compensation	compensation, as follows: Increases to Flexible Benefits Annual Allotment:	32, & 75
	The second secon	1. In FY14, the Flexible Benefit Plan (FBP) new	,
		tiers will be established as follows:  a. Health Waiver - \$5,000.00  b. Employee Only - \$6,000.00	
		c. Employee & Spouse/Domestic Partner - \$7,210.00 d. Employee & Children - \$6,550.00	
		e. Employee & Spouse/Domestic Partner     & Children - \$8,250.00	
		2. FY15 – FBP annual allotment will be increased by \$903.00 from the FY14 annual allotment in each tier	
		3. FY16 – FBP annual allotment will be	

increased by \$903.00 from the FY15 annual allotment in each tier

- 4. FY17 Local 127 may reopen this MOU solely to meet and confer regarding increases to non-pensionable compensation in FY17 upon written request to the City's Human Resources Director on or before November 1, 2015. If Local 127 fails to provide a written request to the City by November 1, 2015, it waives its right to reopen the MOU. The parties understand and agree that Local 127's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or nonpensionable compensation for employees represented by Local 127 for Fiscal Year 2017. If this reopener is exercised by Local 127, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1. 2015 or as amended thereafter will control.
- 5. FY18 Local 127 may reopen this MOU solely to meet and confer regarding increases to non-pensionable compensation in FY18 upon written request to the City's Human Resources Director on or before November 1, 2016. If Local 127 fails to provide a written request to the City by November 1, 2016, it waives its right to reopen the MOU. The parties understand and agree that Local 127's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or nonpensionable compensation for employees represented by Local 127 for Fiscal Year 2018. If this reopener is exercised by Local 127, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1, 2016 or as amended thereafter will control.
- 6. Paid Bereavement Leave of up to five (5) days is available for use during each fiscal year of this MOU upon the death of an employee's spouse, father, mother, brother, sister, son, daughter (son or daughter to

		include: step-, foster, or adopted), or state-registered domestic partner, with a limit of one (1) eligible death per fiscal year. Proof of death (death certificate, obituary, funeral program, etc.) must be provided before an employee can receive Bereavement Leave, which is in addition to annual leave, and must be submitted within thirty (30) calendar days of when the employee returns to work.	
		<ul><li>7. Discretionary Leave</li><li>A. During the term of this MOU, all full time</li></ul>	
		employees will receive sixteen (16) hours of Discretionary Leave for use during each fiscal year of this MOU and the Discretionary Leave identified in this Section has no eligibility requirements except as set forth in this Section. Three-quarter time (12)	
		employees will receive twelve hours of discretionary leave for use during each fiscal year of this MOU. Half-time employees will receive eight (8) hours of discretionary leave for use during each fiscal year of this MOU.	
	147 147 2 - X.	B. Each employee will schedule his or her discretionary leave hours in the same manner as annual leave is presently scheduled pursuant to the departmental annual leave guidelines.	
		C. All leave granted under this Article must be used by June 30 of each fiscal year, or it will be forfeited.	
		<ol> <li>Section C above does not amend, modify or alter any discretionary leave that may be granted under Administrative Regulation 95.91 (Employee Recognition and Rewards Program).</li> </ol>	
4	Long Term Disability (LTD)	City will issue a RFP to fully insure and administer the LTD Program by an outside vendor. Parties will meet and confer over any impacts as the result of the implementation a new LTD program.	Articles 8 & 71

5 Reopeners

Article 8

- 1. The parties acknowledge that four of the City's recognized employee organizations have filed a consolidated unfair labor practice charge with the California Public Employment Relations Board (PERB) related to Proposition B (PERB litigation). The parties acknowledge that the City and the four employee organizations involved in the PERB litigation have the right, under California Government Code section 3509.5 and other applicable law, to exhaust all appeals if aggrieved as a result of a final decision by PERB. This right includes filing a writ of extraordinary relief with the California Court of Appeal and taking any other action in any court of competent jurisdiction that is authorized by law. Nothing in this Memorandum of Understanding is intended to waive that right. If, in the PERB litigation, a court of competent iurisdiction, following exhaustion of all appeals, issues a final order or decision declaring Proposition B to be unlawful or invalid, in whole or in part, the parties to this Memorandum of Understanding (MOU) agree to reopen negotiations, upon request by a party, on that provision or aspect of Proposition B declared to be unlawful or invalid. If, in the PERB litigation. a court of competent jurisdiction, following exhaustion of all appeals, issues a final order or decision declaring Proposition B to be lawfully adopted, the parties to this MOU agree to reopen negotiations, upon request by a party, on any provisions or aspects of Proposition B not yet implemented. The parties agree that, regardless of the outcome of the PERB litigation or exercise of this reopener, the provisions regarding limitations to base compensation and to other pensionable pay components set forth in Article 14 will remain in effect.
- 2. At the request of either the City or Local 127 during the term of this MOU, the parties will meet and confer over the implementation of a death and disability benefit for employees who are covered by the Interim Defined Contribution Plan.
- 3. By no later than August 1, 2013, the parties

will reopen negotiations on health care benefits for current employees. The purpose of the negotiations will be to determine if modification to the current Flexible Benefit Plan can result in lower out-of-pocket expenses for current employees. The negotiations will proceed with a two-step process as follows:

Step 1, the City and Local 127 along with the City's other five recognized employee organizations will conduct a joint study which will review and analyze healthcare related subjects to include:

- 1. Current plans for all employees
- 2. Potential plan design changes
- 3. Number of plans available to employees
- 4. Health Reimbursement Arrangement Accounts (HRA Accounts)
- 5. Number of health care providers for employees
- 6. The Affordable Health Care Act
- 7. Use of Voluntary Employees' Beneficiary Association (VEBA)
- 8. Restrictions on employee's ability to opt out of coverage
- 9. Wellness Program

Step 2, the parties will then meet and confer over the issue.

- 4. By no later than July 1, 2013, the City and Local 127 will commence a Rewards and Recognition Study to evaluate the current rewards and recognition programs and policies within individual City departments, and meet and confer over a standardized Citywide Rewards and Recognition Program that promotes positive morale and recognizes employee excellence.
- 5. By no later than October 1, 2013, the City and Local 127 along with the City's other five recognized employee organizations will begin meet and confer over modifications to the City's Employee Relations Resolution contained in Council Policy 300-06 to comply with the Meyers-Milias-Brown Act as amended in August 1, 2012.

5 Year Proposal to AFSCME Local 127 May 23, 2013 Page 7

6	Clean-Up Language	Non-substantive revisions to update MOU	Various
7	Tentative Agreements	This offer includes all signed Tentative Agreements.	Various
8	Contracting In Protocol And Charter Section 117(c) Alternative Managed Competition Guide Book	The Parties agree to resolve the language on the Contracting in Protocol And Charter Section 117(c) Managed Competition Alternative proposal by the close of business on Friday, May 31, 2013.	10

FOR THE CITY

FOR LOCAL 127

Timothy Davis

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Carlos Mejia

Date

# DEPUTY CITY ATTORNEYS ASSOCIATION (DCAA) AND CITY OF SAN DIEGO FISCAL YEAR 2014 CONTRACT NEGOTIATIONS TENTATIVE AGREEMENT

May 23, 2013

The Deputy City Attorneys Association ("DCAA") and City of San Diego (the "City") have negotiated and reached a tentative agreement on a successor Memorandum of Understanding (MOU). No tentative agreement shall be a final agreement except as a part of a total package agreement between the parties. Both parties agree that final approval of the tentative collective bargaining agreement is subject to ratification by Union membership, the Mayor and the City Council.

#### Five-year Agreement

#	Item	Proposal	MOU Section
1	Term	Five-year	Article 3
1 2	Term Salary	Five-year  During the term of this MOU, consistent with San Diego Charter section 70.2, no base compensation, defined as base salary or wages paid on a regular bi-weekly basis for services performed, for any classification will be increased to an amount higher than the base compensation for that classification set forth in the 2011 Fiscal Year Salary Ordinance (San Diego Ordinance No. O-19952, adopted on May 4, 2010). Exhibits A, B, and C to the 2011 Fiscal Year Salary Ordinance are attached to this MOU and incorporated by reference. Exhibit A sets forth the base salaries for the Classified	Article 3 Article 5
		Service. Exhibit B sets forth the Classified Service Classes and	

Standard Rates. Exhibit C relates to Classifications and Standard Salary Rates for the Unclassified Service. The parties agree that there will be no increases to the standard salary rates for the classifications represented by the DCAA set forth in Exhibit C during the term of this MOU.

The parties further agree that the creation of any new classifications during the term of this MOU must be consistent with San Diego Charter section 70.2(c).

The parties further agree that, consistent with San Diego Charter sections 70.1 and 70.2(b), during the term of this MOU, no new compensation will be added to the 2011 Fiscal Year Earnings Code Document, Exhibit A, which sets forth Wage Types Included in the Pensionable Wage Base.

Notwithstanding these agreements, the parties acknowledge that individual employees may receive promotions during the term of this MOU under the authority of San Diego Charter section 124 and all applicable Civil Service Rules, Personnel Regulations. and other provisions. Further, the parties acknowledge that individual employees may receive step increases and grade advancements which may result in increases to pensionable compensation, within the limits set forth in Exhibit A or Exhibit C to the Fiscal Year 2011 Salary Ordinance whichever is applicable.

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		The parties agree that Deputy City Attorney IVs will be entitled to step increases on an annual basis upon a satisfactory performance evaluation, and as soon as practical will meet and confer over the implementation of the decision. The parties understand that no compensation increases will total more than the combined totals in section 4, Increases to Non-pensionable Compensation, below.	
3	Salary	2. Compensation Survey	Article 5
		The City will target a completion date of January 2016 for a comprehensive compensation survey to be conducted by a private, professional firm with expertise in this area	
4	Increases to Non-	The City increases non-	Article 6
	pensionable Compensation	pensionable compensation, as follows:  1. FY14 – Eliminate 32 hours of mandatory furlough and increase FY13 annual flexible benefits allotment by \$68.00.	
		2. FY15 - Increase FY13 annual flexible benefits allotment by \$1,936.	
		3. FY16 - Increase FY13 annual flexible benefits allotment by \$3,940.00.	
		4. FY17 – Union may reopen this MOU to meet and confer regarding increases to nonpensionable compensation in FY17 upon written request to the City's Human Resources Director on or before November 1, 2015.	

If Union fails to provide a written request to the City by November 1, 2015, it waives its right to reopen the MOU. The parties understand and agree that Union's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or non-pensionable compensation for employees represented by Union for Fiscal Year 2017. If this reopener is exercised by Union, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1, 2015 or as amended thereafter will control.

- 5. FY18 Union may reopen this MOU to meet and confer regarding increases to nonpensionable compensation in FY18 upon written request to the City's Human Resources Director on or before November 1, 2016. If Union fails to provide a written request to the City by November 1, 2016, it waives its right to reopen the MOU. The parties understand and agree that Union's right to reopen this MOU does not give the City the right to seek decreases to either pensionable or non-pensionable compensation for employees represented by Union for Fiscal Year 2018. If this reopener is exercised by Union, any impasse procedures required by the Meyers-Milias-Brown Act or City Council Policy 300-06 as stated on November 1, 2016 or as amended thereafter will control.
- 6. Paid Bereavement Leave of up to five (5) days is available for use during each fiscal year of this

MOU upon the death of an employee's spouse, father, mother, brother, sister, son, daughter (son or daughter to include: step-, foster, or adopted), or state-registered domestic partner, with a limit of one (1) eligible death per fiscal year. Proof of death (death certificate, obituary, funeral program, etc.) must be provided before an employee can receive Bereavement Leave, which is in addition to annual leave, and must be submitted within thirty (30) calendar days of when the employee returns to work.

#### 7. Discretionary Leave

- A. During the term of this MOU. all full time employees will receive sixteen (16) hours of Discretionary Leave for use during each fiscal year of this MOU and the Discretionary Leave identified in this Section has no eligibility requirements except as set forth in this Section. Threequarter time employees will receive twelve (12) hours of Discretionary Leave for use during each fiscal year of this MOU. Half-time employees will receive eight (8) hours of Discretionary Leave for use during each fiscal year of this MOU.
- B. Each employee will schedule his or her discretionary leave hours in the same manner as annual leave is presently scheduled pursuant to the department's annual leave guidelines.

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			C. All leave granted under this Article must be used by June 30 of each fiscal year, or it will be forfeited.	
			D. Section C above does not amend, modify or alter any discretionary leave that may be granted under Administrative Regulation	
			95.91 (Employee Recognition and Rewards Program).	
	5	Long Term Disability (LTD)	City will issue a RFP to fully insure and administer the LTD Program by an outside vendor.	Article 30
	6	Reopeners	The parties acknowledge that four of the City's recognized employee organizations have	Article 4
			filed a consolidated unfair labor practice charge with the California Public Employment	
			Relations Board (PERB) related to Proposition B (PERB litigation). The parties	
	•		the four employee organizations involved in the PERB litigation	
			have the right, under California Government Code section 3509.5 and other applicable law, to exhaust all appeals if	
			aggrieved as a result of a final decision by PERB. This right includes filing a writ of extraordinary relief with the	
			California Court of Appeal and taking any other action in any court of competent jurisdiction	
			that is authorized by law.  Nothing in this Memorandum of Understanding (MOU) is	
			intended to waive that right. If, in the PERB litigation, a court of competent jurisdiction, following exhaustion of all appeals, issues	
			a final order or decision declaring Proposition B to be unlawful or	

invalid, in whole or in part, the parties to this MOU agree to reopen negotiations, upon request by a party, on that provision of Proposition B declared to be unlawful or invalid. If, in the PERB litigation, a court of competent jurisdiction. following exhaustion of all appeals, issues a final order or decision declaring Proposition B to be lawfully adopted, the parties to this MOU agree to reopen negotiations, upon request by a party, on any provisions of Proposition B not yet implemented. The parties agree that, regardless of the outcome of the PERB litigation or exercise of this reopener, the provisions regarding limitations to base compensation and to other pensionable pay components set forth in Article 5 will remain in effect.

- 2. At the request of either the City or Union during the term of this MOU, the parties will meet and confer over the implementation of a death and disability benefit for employees who are covered by the Interim Defined Contribution Plan.
- 3. By no later than August 1, 2013, the parties will reopen negotiations on health care benefits for current employees. The purpose of the negotiations will be to determine if modification to the current Flexible Benefit Plan can result in lower out-of-pocket expenses for current employees. The negotiations will proceed with a two-step process as follows:

Step 1, the City and Union along
with the City's other five
recognized employee
organizations to conduct a joint
study which will review and
analyze healthcare related
subjects to include:

- 1. Current plans for all employees
- 2. Potential plan design changes
- 3. Number of plans available to employees
- 4. Health Reimbursement Arrangement Accounts (HRA Accounts)
- 5. Number of health care providers for employees
- 6. The Affordable Health Care Act
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- 8. Restrictions on employee's ability to opt out of coverage
- 9. Wellness Program

Step 2, the parties will then meet and confer over the issue.

- 4. By no later than July 1, 2013, the City and Union will commence a Rewards and Recognition Study to evaluate the current rewards and recognition programs and policies within individual City departments, and meet and confer over a standardized Citywide Rewards and Recognition Program that promotes positive morale and recognizes employee excellence.
- 5. By no later than October 1, 2013, the City and DCAA along

7	Läbor Management	with the City's other five recognized labor organizations will begin to meet and confer over modifications to the City's Employee Relations Resolution contained in Council Policy 300-06 to comply with the Meyers-Millas-Brown Act as amended in August 1, 2012.  The LMC shall meet at least four	Article 33
Summari Service (Service Service Servi	Committee	(4) tlmes per year.	g against me mint to an estatunge
8	Job Descriptions	During the first year of this agreement, the City will meet and consult with DCAA to discuss job descriptions for all Deputy City Attorneys covered by this MOU.	New Article
9	Clean-Up Language	Non-substantive revisions to update MOÜ	Various
10	Tentative Agreements	This offer includes all signed Tentative Agreements.	Varlous

FOR THE CITY

28,2017

Timothy Davis

Date

FOR THE UNION

Michael Hudson

Date