Side Letter of Agreement

City of San Diego And California Teamsters Local 911

April 16, 2014

Pursuant to the provisions of the Meyers-Milias-Brown Act ("MMBA"), this Side Letter of Agreement is entered into on April 16, 2014, between the City of San Diego ("City") and California Teamsters Local 911 ("Union") ("Side Letter Agreement") as an amendment to the Memorandum of Understanding (MOU) effective FY14-FY18. The Union and the City are collectively referred to herein as the "parties." It is understood and agreed that the specific provisions contained in this Side Letter Agreement shall supersede any previous agreements, whether oral and written, regarding the matters contained herein. Except as provided herein, all wages, hours and other terms and conditions of employment presently enjoyed by Union in the MOU shall remain in full force and effect.

The City and the Union have met and conferred in good faith concerning the terms and conditions of this Side Letter Agreement and its implementation and agree that the following language replaces Article 21, Section B of this MOU in its entirety:

B. Mandatory Furlough and Pay Deductions.

- 1. Effective July 1, 2013 mandatory furlough for all classifications will be eliminated.
 - a. Effective July 1, 2013, the current 3% pay deduction for Hourly employees will be reduced to a .75% pay deduction.
 - b. Effective July 1, 2014, the .75% pay deduction for Hourly employees will be eliminated, and the City will begin making an additional .5% contribution to SPSP-H for each Hourly employee. Hourly Employees will not be able to make a voluntary contribution to the SPSP-H or match the City's contribution. This means that the total required City contribution for Hourly employees will be 4.25%. However, these employees are permitted to make voluntary, pre-tax contributions to the City's 401(k) Plan.
 - c. Effective July 1, 2015, the City will begin making an additional 1.75% contribution to SPSP-H for each Hourly employee. Hourly Employees will not be able to make a voluntary contribution to the SPSP-H or match the City's contribution. This means that the total required City contribution for Hourly employees will be 6.00%. However, these employees are permitted to make voluntary, pre-tax contributions to the City's 401(k) Plan.

Side Letter of Agreement City of San Diego And California Teamsters Local 911 Article 21, SPSP-H

California Teamsters Local 911

City of San Diego

Date: 4-16-2014 sui. By: Chester Mordasini

16-Date: -By: Timothy L. Davis

Date: 27 1 By:

(R-2014-600) COR. COPY

RESOLUTION NUMBER R- 309035 DATE OF FINAL PASSAGE JUN 2 5 2014

A RESOLUTION OF THE COUNCIL OF THE CITY OF SAN DIEGO APPROVING AN AMENDMENT TO THE CITY'S SUPPLEMENTAL PENSION SAVINGS PLAN H.

WHEREAS, on October 1, 2013, the San Diego City Council (Council) adopted San Diego Resolution R-308481 (Oct. 15, 2013), approving a Memorandum of Understanding (MOU) between the City of San Diego (City) and the San Diego Municipal Employees' Association (MEA), regarding terms and conditions of employment for Fiscal Years 2014 through 2018; and

WHEREAS, also on October 1, 2013, the Council adopted San Diego Resolution R-308479 (Oct. 15, 2013), approving an MOU between the City and the California Teamsters Local 911 (Local 911), regarding terms and conditions of employment for Fiscal Years 2014 through 2018; and

WHEREAS, the MOU between the City and MEA (MEA MOU) provides, among other things, that the City will increase its contribution to the Supplemental Pension Savings Plan H (SPSP-H) on behalf of hourly employees represented by MEA from 3.75% of the employee's compensation to 4.25% of the employee's compensation beginning July 1, 2014; and

WHEREAS, the MEA MOU also provides the City will increase its contribution to SPSP-H on behalf of MEA-represented hourly employees to 6% of the employee's compensation beginning July 1, 2015; and

WHEREAS, the MOU between the City and Local 911 (Local 911 MOU) similarly provides, among other things, that the City will increase its contribution to SPSP-H on behalf of hourly employees represented by Local 911 from 3.75% of the employee's compensation to 4.25% of the employee's compensation beginning July 1, 2014; and

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WHEREAS, the Local 911 MOU also provides the City will increase its contribution to SPSP-H on behalf of Local 911-represented hourly employees to 6% of the employee's compensation beginning July 1, 2015; and

WHEREAS, the City sponsors and maintains the City of San Diego Supplemental Pension Savings Plan H, as amended and restated on October 2, 2012; and

WHEREAS, it is now necessary to amend and restate the SPSP-H Plan to provide for the negotiated increases in City contributions to SPSP-H on behalf of MEA and Local

911-represented hourly employees; NOW, THEREFORE,

BE IT RESOLVED, that the Council of the City of San Diego approves the Amendment to the City of San Diego Supplemental Pension Savings Plan H, which is on file in the Office of the City Clerk as Document number RR-___309035____.

APPROVED: JAN I. GOLDSMITH, City Attorney

By. Roxanne Story Parks

Deputy City Attorney

RSP:ccm 06/12/2014 COR. COPY 04/02/2014 Or.Dept:Risk Mgmt. 754248_2

(R-2014-600) COR. COPY

I certify that the foregoing Resolution was passed by the Council of the City of San Diego, at this meeting of ______ JUN 16 2014

> ELIZABETH S. MALAND City Clerk

By A 1 44 Deputy City Clerk L. FAULCONER, Mayor K

Vetoed:

Approved:

(date)

(date

KEVIN L. FAULCONER, Mayor

Passed by the Council of The City of San Diego on ____

JUN 1 6 2014 , b

____, by the following vote:

Councilmembers		Yeas	Nays	Not Present	Recused
Sherri Lightner					
Ed Harris		2	· 🔲		
Todd Gloria		2			
Myrtle Cole	· · ·	1			
Mark Kersey					
Lorie Zapf	,				
Scott Sherman		Z	. 🗆		
David Alvarez		9			\Box
Marti Emerald	•	1			Ċ

JUN 2 5 2014

Date of final passage

(Please note: When a resolution is approved by the Mayor, the date of final passage is the date the approved resolution was returned to the Office of the City Clerk.)

AUTHENTICATED BY:

KEVIN L. FAULCONER Mayor of The City of San Diego, California.

(Seal)

ELIZABETH S. MALAND City Clerk of The City of San Diego, California.

By Deputy

Office of the City Clerk, San Diego, California

Resolution Number R- 309035