CITY OF PACIFIC GROVE

MEMORANDUM OF UNDERSTANDING MANAGEMENT EMPLOYEES ASSOCIATION

July 1, 2023 – June 30, 2026

Table of Contents

ARTICLE 1 ADMINISTRATIVE	. 3
1.1 Parties	. 3
1.2 Recognition	. 3
1.3 Unit Description	. 3
1.4 Coverage	. 3
1.5 Duration and Scope of MOU	. 3
1.6. Nondiscrimination	. 4
1.7 Association Dues	. 4
1.8 Contracting Out/Bidding	. 4
1.9 Safety	. 4
1.10 Safety Committee	. 5
ARTICLE 2 COMPENSATION	. 5
2.1 Salary	. 5
2.1.1 Market Adjustments	. 5
2.1.2 New Classification	. 5
2.2 Management Time Compensation	. 6
2.3 Salary Step on Promotion or Reclass	. 6
ARTICLE 3 INSURANCE BENEFITS	. 6
3.1 Employee Health Plan Eligibility	. 6
3.2 City Paid Health Premiums	. 7
3.3 Rate of Contribution Cash in Lieu (Grandfathered Employees)	. 8
3.4 Rate of Contribution Cash in Lieu (New Employees)	. 8
3.5 Proof of Other Coverage	. 8
3.6 Section 125 Plan	. 8
3.7 457 Deferred compensation Plan	. 8
3.8 Group Life Insurance	. 9
3.9 Short Term/ Long Term Disability Plan (STD/ LTD)	. 9
3.10 State Disability Income Protection Plan	. 9
3.11 Medical, Dental, and Vision Insurance	. 9
3.12 Medicare	. 9
3.13 Workers Compensation Salary Continuation	. 9
ARTICLE 4 FITNESS INCENTIVE	. 9
4.1 Fitness Reimbursement Program Overview	. 9
ARTICLE 5 RETIREMENT	10
5.1 Definition	1.0

5.2	Service Pension for Classic Members	11
5.3	Cost Sharing - Service Pension for Classic Members	11
5.4	Final Compensation for Classic Members	11
5.5	Credit for Unused Sick Leave for Classic Members	11
5.6	New CalPERS Members Benefit Rate, Contribution and Final Compensation	11
5.7	1959 Survivor's Allowance	11
5.8	Military Service Credit	11
5.9	Continued Application	11
ARTI	CLE 6 LEAVE PROVISIONS	12
6.1	Sick Leave	12
6.2	Sick Leave Buyout	12
6.3	Personal Necessity Leave	12
6.4	Bereavement Leave	12
6.5	Paid Time Off (PTO)	12
6.6	Paid Holidays	13
ARTI	CLE 7 WORKING CONDITIONS	14
7.1	Uniform	14
7.1.	1 Uniform Allowance	15
7.2	Alternate Work Schedule	15
7.3	Step Advancement	15
7.4	Work Outside Business Hours	15
ARTI	CLE 8 CONTINUING EDUCATION AND PROFESSIONAL DEVELOPMENT	15
8.1	Tuition Reimbursement	15
8.2	Professional Development Program	16
8.3	City Training Day	16
ARTI	CLE 9 MISC	16
9.1	MOU Negotiations Timing	16
9.2	Future Negotiations	16
лрті	CLE 40 SAVINGS CLAUSE	1 6

Memorandum of Understanding Between City of Pacific Grove and Management Employees' Association

July 1, 2023 - June 30, 2026

In accordance with State requirements, the City of Pacific Grove, through its negotiating team, and the Pacific Grove Management Employees' Association, through its negotiating team, have met and conferred in good faith on matters within the scope of representation. As a result of these meetings, the parties make the following Memorandum of Understanding as required and subject to the conditions of Government Code Section 3503.1.

ARTICLE 1 ADMINISTRATIVE

1.1 Parties

This agreement is made and entered into between the City of Pacific Grove (herein called the "City") and the Pacific Grove Management Employees' Association, (herein called the "Association").

1.2 Recognition

The City recognizes the Pacific Grove Management Employees' Association as the exclusive representative of the employees of the City in the Management Unit.

1.3 Unit Description

The Management Unit consists of all regular employees of the City occupying positions in the following non-confidential designated job classes:

Accountant
Construction Project Manager
IT Program Manager (see 2.1.2)
Librarian
Management Analyst
Planner, Principal
Program Manager
Public Works Superintendent
Senior Librarian
Senior Recreation Coordinator

1.4 Coverage

This Memorandum of Understanding applies only to full-time positions in the Management Association.

1.5 Duration and Scope of MOU

The MOU shall govern the period July 1, 2023 - June 30, 2026. It is understood that as to any terms not covered by this MOU. Section 4.20 of the Pacific Grove Municipal Code and *Policy & Procedures Manual* is applicable.

1.6. Nondiscrimination

The provisions of this Memorandum of Understanding shall be applied equally to all employees covered hereby without discrimination because of Association membership.

Employees may elect to exercise their right to join and participate in the activities of the Association for the purpose of representation in all matters of their working conditions and employer-employee relations.

1.7 Association Dues

Employees in classifications and positions recognized to be represented by the Association may authorize the City to deduct specified amounts for payment of dues to the Association. The City is not a party to any matters regarding the process and any other terms applicable to employee authorization or rescission of authorization for such deductions. Such matters are exclusively between the Association and affected employee(s) only.

The Association will maintain records of employee authorizations for such payroll deductions and will provide the City with a document identifying unit employees who have authorized payroll deductions and the amount that each employee has authorized the City to deduct. The City will rely upon the list of employees and the deduction amounts contained in the document provided by the Association, subject to the following terms:

Deduction of membership dues will cease starting with the next pay period following the effective date of promoting or demoting out of the association.

No payroll deductions shall be made under this Section during any pay period in which an employee's earnings, after all other deductions are made, are insufficient to cover the full amount authorized.

When an employee is in a non-pay status for an entire pay period, no deduction will be made to cover the pay period from future earnings.

In the case of an employee who is in a non-pay status during less than an entire pay period and whose earnings, after all other deductions are made, are insufficient to cover the full amount authorized under this Section, no deduction shall be made from future earnings to cover the pay period.

The City shall transmit to the Association, as soon as reasonably possible, the aggregate of such deductions, along with an itemized statement of the deductions taken. Dues deducted and paid to the Association in error shall be refunded to City upon presentation of proof of such error. The Association shall indemnify, defend, and hold the City harmless against any liability arising in any forum, whether judicial, administrative, or otherwise, from any claims, demands, or other action relating to the City's compliance with any obligations imposed under Section 1.7 including but not limited to payroll deductions made in reliance on information provided by the Association and the Association's use of monies collected under these provisions.

1.8 Contracting Out/Bidding

The City has the right to contract out bargaining unit services, when feasible, the City may perform cost analysis to meet the best interest of the City. In the event that the City exercises it's right to contract out bargaining unit work, the City shall provide at least 60 days' notice to Association and an opportunity for the Association to meet and confer on the impacts and effects of this decision and comply with current law.

1.9 Safety

The City recognizes its obligation and is committed to providing a safe place of employment for its employees. To assist in accomplishing this goal, it is agreed that the City reserves the right to adopt

reasonable City rules and regulations, which become effective when posted. City agrees to meet and discuss with the Association proposed changes prior to implementation.

The Association agrees that it is the duty of all employees to comply with all reasonable rules and regulations and to be alert to all unsafe places, equipment and conditions and to report any such unsafe practices or conditions to their immediate supervisor.

Association representatives shall have reasonable access to work locations of unit employees to inspect worksites to ensure a safe work place.

1.10 Safety Committee

The City shall convene a Safety Committee to discuss the provision of safety equipment appropriate to specific job classifications.

ARTICLE 2 COMPENSATION

2.1 Salary

- **A.** Effective August 20, 2023, 3% Cost of Living Adjustment (COLA). Two reads of a salary ordinance is required to change the salary schedule and is anticipated to be completed in December 2023. COLA will be retroactive to August 20, 2023.
- **B.** 3% COLA effective the first full pay period in July of 2024.
- **C.** 3% COLA effective the first full pay period in July of 2025.

2.1.1 Market Adjustments

- **A.** The following classifications will be brought-up to 95% of total compensation as indicated on the Bryce Compensation study. The below classifications will be brought-up to market:
 - Accountant, Senior
 - Construction Project Manager
 - Management Analyst
 - Planner, Principal
- **B.** 50% towards 95% of market median effective the first full pay period of July 2023
- C. Remaining 50% towards 95% of market median effective the first full pay period July 2024
- **D.** 3% COLA effective the first full pay period of July 2025
- **E.** Market adjustments would apply if greater than, and in lieu of, July 2023 and July 2024 3% COLA

2.1.2 New Classification

An IT Program Manager classification will be created and added to MEA.

2.2 Management Time Compensation

Due to the unique aspects of their normal job duties, employees shall receive Management Time Compensation is lieu of paid management leave, overtime, or compensatory time in the amount of 3% of base salary.

It is understood Association members are required to work flexible hours and will adjust their schedules as they feel appropriate to meet their responsibilities.

2.3 Salary Step on Promotion or Reclass

The salary of an employee who is promoted or reclassified to a class having a higher salary range shall be adjusted to the first step of the new salary range or to the next higher step that provides a minimum of five percent (5%) salary increase.

2.4 Bilingual Pay

Bilingual pay is \$200 monthly for Spanish speaking skills used in assignments that routinely and consistently require Spanish communication skills. The Department Head will make a determination with City Manager approval, if Spanish bilingual skills are being used routinely and consistently.

Employees may test and pass the test for Spanish (verbal) skills. Bilingual Pay is effective the first full pay period after HR receives the passing results. If the assignment changes and there is no longer a need for Spanish speaking skills, the bilingual pay will be removed at the next full pay period.

If the employee fails the Spanish test, they may retest after 6 months.

ARTICLE 3 INSURANCE BENEFITS

3.1 Employee Health Plan Eligibility

Association employees shall be entitled to participate in the City-sponsored group health plans including medical, dental, and vision as well as optional benefits.

Eligible employees enrolling in the group health plans within 60 days following their appointment will be covered subject to the contract limitation with the group health plan carrier. Coverage shall commence when the employee is eligible for coverage under CalPERS rules and the group health plan carriers' rules.

Human Resources will notify employees of annual open enrollment periods to change group health plans or enroll in additional benefits; unless the employee can certify a qualifying loss of coverage. (an eligible spouse, domestic partner, or minor child requiring health coverage because of a court order; new children by birth or adoption, or placement of adoption; new family members due to marriage or domestic partnership registration; or those whose health plan was cancelled due to an involuntary loss of coverage).

3.2 City Paid Health Premiums

- (a) City shall pay the employer required statutory minimum contribution for employees enrolled in the PERS health plans as required by the Public Employee Medical and Hospital Care Act (PEMHCA).
- (b) Health care premiums include medical, dental and vision.
- (c) For employees participating in all three health plans: medical, dental and vision:
 - (1) Effective the first full pay period following City Council approval of the MOU, the City will contribute according to the below plan enrollment levels:

Plan Enrollment Level	Monthly Employer Contribution (amount excludes PEMHCA)
Employee Only	\$950
Employee + 1 Dependent	\$1,400
Employee + 2 or More Dependents	\$1,825

(2) Effective the first pay period in 2024, the employer contribution will increase to the chart amounts below.

Plan Enrollment Level	Monthly Employer Contribution (amount excludes PEMHCA)
Employee Only	\$950
Employee + 1 Dependent	\$1,425
Employee + 2 or More Dependents	\$1,875

(3) Effective the first pay period in 2025, the employer contribution will increase to the chart amounts below.

Plan Enrollment Level	Monthly Employer Contribution (amount excludes PEMHCA)
Employee Only	\$950
Employee + 1 Dependent	\$1,450
Employee + 2 or More Dependents	\$1,925

(4) Effective the first pay period in 2026, the employer contribution will increase to the chart amounts below.

Plan Enrollment Level	Monthly Employer Contribution (amount excludes PEMHCA)
Employee Only	\$950
Employee + 1 Dependent	\$1,475
Employee + 2 or More Dependents	\$1,975

(d) Medical Premium Re-opener

Contract will be re-opened to meet and discuss medical premiums only, if premiums increase an average of 15% between all four eligible plans for CalPERS Region 1 (PERS Platinum, PERS Gold, Anthem HMO Select, and Blue Shield Trio HMO) at one or more of the employee only, employee plus one, or employee plus family enrollment levels. Only enrollment levels that meet the 15% average increase criteria will be subject to the re-opener. No rounding shall be applied for purposes of this section (e.g. an average increase of 14.995% at the employee-only enrollment level does not meet the 15% percent requirement.)

3.3 Rate of Contribution Cash in Lieu (Grandfathered Employees)

The City shall contribute \$368.75 per month (\$171.20 for each of twenty- six pay periods) for current employees who are not participating in medical health plan coverage at the time of MOU ratification. This option in not available to new hires or current employees participating in the City's medical health plan coverage. There is no opt-in for this program and employees who opt out will no longer be allowed to receive this benefit but may be able to participate in the New program outlined in Section 3.4. This contribution terminates 6/30/26.

3.4 Rate of Contribution Cash in Lieu (New Employees)

Beginning January 2021, employees who are not currently grandfathered in the cash-in-lieu program may opt out of health (medical, dental and vision) during open enrollment and receive \$250 per month taxable cash in lieu (\$115.38 for each twenty-six pay periods). Employees who receive the cash-in-lieu, must provide proof of other coverage for medical.

3.5 Proof of Other Coverage

Employees who opt out of the medical plan and receive cash in lieu must provide the following:

(a) proof the employee and all individuals for whom the employee intends to claim a personal exemption deduction ("tax family"), have or will have minimum essential coverage through another source (other than coverage in the individual market, whether or not obtained through Covered California) for the plan year to which the opt out arrangement applies ("opt out period");

and

(b) the employee must sign an attestation that the employee and his/her tax family have or will have such minimum essential coverage for the opt out period. An employee must provide the attestation every plan year at open enrollment or within 30 days after the start of the plan year. The City will not make an in lieu payment if the City knows the employee or tax family member doesn't have such alternative coverage, or if the conditions in this paragraph are not otherwise satisfied.

3.6 Section 125 Plan

Employees may elect to participate in three Section 125 programs offered by the City. The available programs are Pre-Tax Premium Option, Dependent Care, and Flexible Spending Account. Each of these programs shall be administered in accordance to the IRS Code. For purposes of information, the following provides a description of the programs.

- Pre-Tax Premium Option- Permits payment of health insurance premiums subject to salary deduction with pre-tax income.
- Dependent Care- Permits payment of eligible dependent care with pre-tax income.
- Flexible Spending Account- Permits payment of eligible health care expenses not reimbursed by health insurance with pre-tax income.
- Optional Insurance Programs (e.g. AFLAC or other pre-tax offerings sponsored by the City.

3.7 457 Deferred compensation Plan

The City will match up to \$100.00 per pay period of any MEA member's contribution to the City's Deferred Compensation Plan authorized under the Internal Revenue Code Section 457.

3.8 Group Life Insurance

The City shall provide at its cost Group Life Insurance with Accidental Death and Dismemberment at a minimum benefit of \$75,000.

3.9 Short Term/ Long Term Disability Plan (STD/ LTD)

The City shall provide at its cost supplemental Short-Term and Long-Term Disability Insurance.

3.10 State Disability Income Protection Plan

Association employees are covered by the State Disability Income (SDI) Protection Plan at their expense. The SDI benefit will be integrated with City PTO leave benefits.

3.11 Medical, Dental, and Vision Insurance

The City and Association agree to periodically review health insurance policies currently in place to provide the most favorable insurance coverage available.

3.12 Medicare

Medicare is withheld for employees.

3.13 Workers Compensation Salary Continuation

Association members who suffer a bona fide on the job injury or illness, as determined under the provisions of the California Workers' Compensation laws, and who, as a result of such injury or illness, are unable to work in their regularly assigned position or other position as determined by the City will be entitled to receive full salary and benefits for the first 90 days of such absence from the date of the incurred injury or illness. No charge to the member's sick leave, vacation, compensatory time off or other leave will be made during the 90 days from the date of the incurred injury. It is noted that the City offers a Disability Insurance policy which establishes additional benefits for absences due to disabilities.

If a claim has been filed with, but not yet finally accepted or rejected by, the City's Worker's Compensation provider, the employee will be required to use any accrued and available paid leave to cover their absence. If the claim is finally accepted, the employee's leave banks will be restored for days actually used, up to 90 days.

ARTICLE 4 FITNESS INCENTIVE

4.1 Fitness Reimbursement Program Overview.

- A. City will reimburse up to \$500 per calendar year for employee's personal fitness costs. Eligible covered fitness reimbursement are listed below.
 - Fitness Classes (Yoga, Pilates, Cycling, etc.)
 - Fitness Subscriptions (such as Peloton, etc.)
 - Gym Membership
 - Weight Management Programs (such as Weight Watchers)
- B. Reimbursement for fitness expenses not listed above, will be subject to the City Manager's discretion and approval. To avoid declination of reimbursement, items not listed should be pre-approved by the City Manager, or designee. Declination of reimbursement for items not listed above are not grieveable.

- C. Annual requests for reimbursement must be submitted by December 1st of calendar each year.
- D. To be eligible for reimbursement, a requesting employee must be in active status and remain a current employee through December 31st of the year in which seeking reimbursement.
- E. Subject to IRS guidelines, the fitness incentive is taxable income.

ARTICLE 5 RETIREMENT

This MOU shall incorporate the two tiered retirement system to address Classic Members and New CalPERS Members required for Miscellaneous Employees by the California Public Employees' Pension Reform Act (PEPRA) of 2013.

5.1 Definition

The terms Classic Member and New CalPERS members are defined by PERS law and regulations, but in general these are construed to have the following meanings:

A. Classic CalPERS Member

"Classic Member" is typically defined as an employee who was hired on or before December 31, 2012, or is a member of a reciprocal retirement system.

B. New Employee

"New Employee" means an employee of a public employer who is employed for the first time by any public employer on or after January 1, 2013, and who was either:

- Not employed by any other public employer prior to that date; or
- Employed by another public employer prior to that date, but who was not subject to reciprocity between his new employer's plan and another public retirement system.

C. New CalPERS Member

"New Member" means an individual who either:

- Becomes a member of the plan for the first time on or after January 1, 2013 and either (i) was not a member of any other public retirement system prior to that date or (ii) was a member of another public retirement system prior to that date but was not subject to reciprocity between his new employer's plan and another public retirement system; or
- Was an active member in the plan and, after a break in service of more than six months, returned to active membership in that plan with a new employer.

5.2 Service Pension for Classic Members

The retirement formula expressed in Government Code Section 21354 commonly known as 2% at 55 local miscellaneous members shall apply to covered Classic Members.

5.3 Cost Sharing - Service Pension for Classic Members

The parties shall engage in sharing the City's employer contribution towards retirement benefits in accordance with Government Code Section 20516. Cost-sharing shall be in effect and will require the employee to pay the portion of the employer contribution.

- A. For the duration of the MOU, the employee shall pay a total of 12% of the employee and employer share (7% of the employee share and 5% of the employer share).
- B. The City completed a contract amendment with CalPERS under Section 20516 that allows for employee cost sharing of the employer rate and provides member's contribution to be credited to each member's account. Following the expiration of the current MOU, the City will initiate a contract amendment with CalPERS to end the Section 20516 amendment if not re-negotiated at that time. The Association recognizes that the CalPERS amendment process may take up to 90 days or longer for the amendment to become effective.

5.4 Final Compensation for Classic Members

"Final Compensation" shall be applied for retirement purposes as specified in Government Code Section 20042, as one year's highest compensation.

5.5 Credit for Unused Sick Leave for Classic Members

Employees shall be given service credit upon retirement for unused sick leave as specified in Government Code Section 20965.

5.6 New CalPERS Members Benefit Rate, Contribution and Final Compensation

New CalPERS Members shall receive and make contributions for PERS benefits in compliance with PEPRA.

- A. Benefit Rate New Members benefit rate shall be MISC 2% @ 62.
- B. Contribution New Members shall pay 50% of the normal cost of their pension benefit.
- C. **Final Compensation** Three-year average final compensation period.

5.7 1959 Survivor's Allowance

The "1959 Survivor's Allowance Fourth Level" as defined in Government Code Section 21574 shall apply to both Classic and New CalPERS Members.

5.8 Military Service Credit

Military Service Credit as defined in Government Code Section 21024 shall apply to both Classic and New CalPERS Members

5.9 Continued Application

The Parties agree that all elements of the CalPERS article shall have continued application until or unless it is amended by mutual agreement of the parties.

ARTICLE 6 LEAVE PROVISIONS

6.1 Sick Leave

Sick leave is replaced by paid time off (PTO). However, employees who were previously employed by the City in a part-time status, may utilize their accumulated sick leave.

6.2 Sick Leave Buyout

Upon separation of employment, other than retirement, the employee shall be entitled to be paid for 50% of his/her sick leave accumulated at the time of such termination.

Upon retirement the employee shall be entitled to be paid for 50% of any accumulated sick leave in excess of that for which retirement credit is given.

In the event the employee is terminated by virtue of a conviction of a felony or any other illegal act, the City shall have no obligation to provide sick leave buy-out.

6.3 Personal Necessity Leave

Employees may use accrued sick leave and or PTO leave in the event of the personal illness or injury of a family member, including father, mother, brother, sister, spouse, registered domestic partner, child, step-child, grandparent, or in-laws.

6.4 Bereavement Leave

Up to a maximum of five (5) days of paid leave will be granted per occurrence in the case of the death of a family member, including father, mother, brother, sister, spouse, child, step parent, step child, grandparent, grandchild, in-laws, registered domestic partner, child of registered domestic partner or any other member of the immediate household.

6.5 Paid Time Off (PTO)

A. Accrual Rate

PTO Accruals are based upon full years of consecutive employment. New and Legacy employees shall earn PTO according the rates set out in the following table.

Effective the first full pay period following City Council approval of the MOU, accruals earned will be as follows for all members of the MEA.

Years of Service	Hours Earned per Month	Hours Earned Per Year
Less than 5	12.00	144
5 to 6	14.00	168
7 to 8	14.667	176
9 to 10	15.33	184
11 to 12	16.00	192
13 to 14	16.667	200
15	17.333	208
16 plus	18.00	216
17	18.667	224
18	19.333	232
19	20.00	240
20 plus	20.667	248

B. PTO Accumulation

PTO shall not be accrued any time the employee's PTO balance exceeds 400 PTO hours.

C. Sick Leave Balances

Employees with Sick Leave balances may be retained as a sick leave bank.

Sick leave accrued before June 30, 2015 may be used as PTO or may be retained as a sick leave bank.

D. PTO/Vacation Buy-Back Program

Employees may sell back to the City up to 80 hours of their PTO/ vacation in any calendar year if both of the following conditions are met:

1. The employee has used (taken) at least 40 hours of PTO/ vacation during the preceding calendar year.

AND

- 2. The employee must have at least 40 hours of PTO/ vacation remaining after the buy-back of some of the accumulated vacation.
- 3. On or before the pay period which includes December 15 of each calendar year, an employee may make an irrevocable election to cash out up to eighty (80) hours of accrued PTO (in whole hour increments) which will be earned in the following calendar year at the employee's base rate of pay. On the pay day for the pay period which includes Thanksgiving in the following year, the employee will receive cash for the amount of vacation the employee irrevocably elected to cash out in the prior year. However, if the employee's PTO leave balance is less than the amount the employee elected to cash out (in the prior calendar year) the employee will receive cash for the amount of leave the employee has accrued at the time of the cash out.

E. PTO/Vacation Pay Out

PTO/Vacation leave balance shall be paid out upon employee's separation from employment in compliance with CalPERS rules and regulations.

6.6 Paid Holidays

Employees shall receive annually the following nine (9) paid holidays:

	Paid Holiday Schedule
1.	New Year's Day
2.	Memorial Day
3.	Independence Day
4.	Labor Day
5.	Veteran's Day
6.	Thanksgiving Day
7.	Thanksgiving Holiday/Day after Thanksgiving
8.	Christmas Eve Day
9.	Christmas Day

C. Paid Holiday Pay

Paid holidays will be calculated at eight (8) hours of holiday pay for full-time employees and will be calculated at six (6) hours of holiday pay for 30-hour weekly employees. Holiday pay is paid at the base hourly rate (8 hours x base pay, or 6 hours x base pay).

D. Holiday Schedule Observance

Unless otherwise provided, when a holiday falls on a Sunday, the following Monday shall be observed; a holiday falls on a Saturday, the prior Friday shall be observed. When a holiday falls on an employee's time off, the working day immediately preceding or immediately following such holiday, at the determination of the department manager and subject to approval of the personnel officer, shall be observed as a holiday.

E. Floating Holidays

Employees shall receive six (6) floating holidays each fiscal year.

Employees may select the date upon which they shall use any floating holiday, subject to scheduling needs of the City. If a floating holiday is not used within the fiscal year, the time shall be forfeited.

Floating holidays denied due to staffing shortages or other operational reasons will be paid or accumulated at the employee's choice at the end of the fiscal year. The employee will have the burden to prove the request was made in a timely manner and then denied.

F. Prorated Allocation for New Employees

Employees who are hired during the Fiscal Year (FY) shall have the number of floating holidays prorated based upon their date of hire as follows:

Date of Hire	Number of Floating Days
July 1 to August 31	6 floating holidays
September 1 to October 31	5 floating holidays
November 1 to December 31	4 floating holidays
January 1 to February 28 (29)	3 floating holidays
March 1 to April 30	2 floating holidays
May 1 to June 30	1 floating holiday

ARTICLE 7 WORKING CONDITIONS

7.1 Uniform

The City may provide field working uniforms and/or safety shoes for Public Works employees working out in the field.

7.1.1 Uniform Allowance

The City will provide a uniform allowance for designed members of field departments in the amount of \$92.50 each calendar month. The classifications to which this Article applies shall be the Police Management Analyst and any other classification approved by the City Manager or designee.

7.2 Alternate Work Schedule

Employees may, upon approval of the appropriate Department Head and the City Manager, implement an alternative work schedule providing for 80 hours of work in two consecutive five-day Monday through Friday periods.

The schedule shall allow for adequate coverage of all activities normally and customarily covered during the Monday through Friday workweek. Approval by the appropriate Department Head and the City Manager shall not be unreasonably withheld.

7.3 Step Advancement

Employees are eligible for a salary step increase on their anniversary or new classification date following completion of 2,080 hours of paid service, or whichever is longer. Time spent on legally protected leaves of absence such as FMLA or CFRA count towards step increase eligibility. Salary step increases will be effective the first full pay period following the step eligibility date.

7.4 Work Outside Business Hours

Management employees receive management incentive compensation to recognize the unique aspects of the normal job duties. Management employees are expected to:

- 1. Regularly attend City Council Meetings and/or a City Advisory Board(s); to include preparation and presentation of agenda items; and
- 2. Regularly work on special projects, or City initiatives that may require work hours before or after normal business hours as well as be required to work weekends.
- 3. Be the first to staff the department outside of normal business hours, including weekends, when there is a critical need to complete work and/or during a natural disaster or emergency.

Management employees who do not work outside business hours as listed above or similarly, will forfeit the management incentive compensation. Department heads will monitor.

ARTICLE 8 CONTINUING EDUCATION AND PROFESSIONAL DEVELOPMENT

8.1 Tuition Reimbursement

Tuition Reimbursement is up to \$3,000 in a fiscal year for qualified expenses per the <u>MEA</u> <u>Education Reimbursement Program</u>.

8.2 Professional Development Program

A lump sum payment of \$500.00 shall be made by City to an employee represented by the Association who has completed a course of study and/or examination that results in attaining an acknowledged level of professional development – evidenced, for example, by degree, credential or certification – in the employee's field of work. To qualify for this payment, the achievement must demonstrate, as determined by the City Manager, attainment of a significant achievement based on national, state, or professional department standards.

The City Manager shall determine, prior to employee's embarking on the work and study required for the desired degree, credential or certification, whether the desired goal qualifies for the payment.

No more than three (3) such payments shall be paid to an individual during his or her tenure with the City.

8.3 City Training Day

Effective 2021, the City will close operations to the public for non-sworn personnel on the third Monday in October and provide a mandatory employee "Training Day".

ARTICLE 9 MISC

9.1 MOU Negotiations Timing

At least six (6) months prior to the MOU expiring, management will initiate MOU negotiations with MEA.

9.2 Future Negotiations

The parties hereto acknowledge and agree that they have reached settlement regarding all total compensation and non-compensation items, and that said issues are settled through the period expiring June 30, 2026, provided that either party may request to meet and confer upon written notice given to the other party.

The parties therefore agree to waive any and all rights or obligations to meet and confer on any subject fully covered by this MOU with the exception of the economic re-opener, until a reasonable period prior to June 30, 2026.

ARTICLE 10 SAVINGS CLAUSE

If any Article or Section of this Memorandum of Understanding should be found invalid, unlawful or unenforceable by reason of any existing or subsequent enacted legislation or by judicial authority, all remaining Articles and Sections of this Memorandum of Understanding shall remain in full force and effect for the duration of the MOU. In the event of invalidation of any Article or Section, the City and the Association agree to meet within 30 calendar days of such invalidation for the sole purpose of meeting and conferring upon said Article or Section.

Tori Hannah, City Manager Pro Tempore
City of Pacific Grove

Katy Suttorp, Negotiator, City Attorney's Office

Activity June

Leticia Livian, Human Resources Director
City of Pacific Grove

Tori Hannah, City Manager Pro Tempore
George Fuerst
Management Employees' Association (MEA)

Katie Clark
Management Employees Association (MEA)

Nov 20, 2023

Date

This MOU constitutes a full and complete agreement between the parties on all matters within

Nov 29, 2023

Date

MEA MOU 2023-2026 Final

Final Audit Report 2023-11-29

Created: 2023-11-14

By: Leticia Livian (Ilivian@cityofpacificgrove.org)

Status: Signed

Transaction ID: CBJCHBCAABAAtO-M03niAT7N6VEaGEacXyvzqccT5z1Z

"MEA MOU 2023-2026 Final" History

- Document created by Leticia Livian (Ilivian@cityofpacificgrove.org) 2023-11-14 0:46:36 AM GMT- IP address: 12.227.61.194
- Document emailed to George Fuerst (gfuerst@cityofpacificgrove.org) for signature 2023-11-14 0:48:04 AM GMT
- Email viewed by George Fuerst (gfuerst@cityofpacificgrove.org)

 2023-11-20 5:40:55 PM GMT- IP address: 69.181.122.76
- Document e-signed by George Fuerst (gfuerst@cityofpacificgrove.org)

 Signature Date: 2023-11-20 5:43:36 PM GMT Time Source: server- IP address: 69.181.122.76
- Document emailed to Katie Clark (kclark@cityofpacificgrove.org) for signature 2023-11-20 5:43:38 PM GMT
- Email viewed by Katie Clark (kclark@cityofpacificgrove.org) 2023-11-20 7:32:29 PM GMT- IP address: 12.227.61.194
- New document URL requested by Katie Clark (kclark@cityofpacificgrove.org) 2023-11-29 1:03:50 AM GMT- IP address: 12.227.61.194
- Email viewed by Katie Clark (kclark@cityofpacificgrove.org) 2023-11-29 1:04:01 AM GMT- IP address: 12.227.61.194
- Document e-signed by Katie Clark (kclark@cityofpacificgrove.org)

 Signature Date: 2023-11-29 1:04:15 AM GMT Time Source: server- IP address: 12.227.61.194
- Document emailed to Tori Hannah (thannah@cityofpacificgrove.org) for signature 2023-11-29 1:04:16 AM GMT
- Email viewed by Tori Hannah (thannah@cityofpacificgrove.org) 2023-11-29 1:09:38 AM GMT- IP address: 12.227.61.194



- Document e-signed by Tori Hannah (thannah@cityofpacificgrove.org)

 Signature Date: 2023-11-29 1:09:47 AM GMT Time Source: server- IP address: 12.227.61.194
- Document emailed to ksuttorp@bwslaw.com for signature 2023-11-29 1:09:49 AM GMT
- Email viewed by ksuttorp@bwslaw.com 2023-11-29 5:52:22 PM GMT- IP address: 45.38.190.199
- Signer ksuttorp@bwslaw.com entered name at signing as Katy Suttorp 2023-11-29 5:53:16 PM GMT- IP address: 70.164.210.118
- Document e-signed by Katy Suttorp (ksuttorp@bwslaw.com)
 Signature Date: 2023-11-29 5:53:18 PM GMT Time Source: server- IP address: 70.164.210.118
- Document emailed to Leticia Livian (Ilivian@cityofpacificgrove.org) for signature 2023-11-29 5:53:20 PM GMT
- Email viewed by Leticia Livian (Ilivian@cityofpacificgrove.org) 2023-11-29 5:59:10 PM GMT- IP address: 12.227.61.194
- Document e-signed by Leticia Livian (Ilivian@cityofpacificgrove.org)

 Signature Date: 2023-11-29 5:59:18 PM GMT Time Source: server- IP address: 12.227.61.194
- Agreement completed.
 2023-11-29 5:59:18 PM GMT