## Side Letter of Agreement

## Between the City of Bell Gardens and Bell Gardens City Employees' Association

This side letter of agreement ("Agreement") memorializes an agreement entered into between the City of Bell Gardens ("City") and the Bell Gardens City Employees' Association ("CEA") (collectively "Parties") with respect to the following:

WHEREAS, the Parties entered into a Memorandum of Understanding with a term of July 1, 2016 to June 30, 2018 (MOU); and

WHEREAS, the Parties have met and conferred pursuant to the Meyers-Milias-Brown Act and agree that the terms set forth in this side letter agreement shall be incorporated into the MOU; and

WHEREAS, all other terms and conditions of the MOU shall remain in full force and effect.

NOW THEREFORE, the Parties have agreed to the following:

- 1. Term July 1, 2018 to April 3, 2021.
- 2. Temporary Reduction of Base Salary and Furlough Leave Bank There shall be a temporary base salary decrease of 7.5% effective the first full pay period after the ratification of the agreement. On April 3, 2021, by 11:59 pm, salary will revert to the level immediately prior to the ratification of the Agreement. During the term of the Agreement only, effective the first full pay period after the ratification of the agreement, the overtime rate for overtime hours shall be 1.62 (instead of 1.5) times the rate of pay. On April 3, 2021, by 11:59 pm, such overtime rate shall cease and revert back to the rate immediately prior to the ratification of the Agreement. During the term of the Agreement only, effective the first full pay period after the ratification of the agreement, members shall receive 6 hours of furlough leave for every 80 hours worked to be placed in a furlough leave bank. Such providing of furlough leave shall cease upon the expiration date of the Agreement. The furlough leave hours are non-transferrable. In July of 2021 the City shall cash out the value of the remaining furlough leave or upon termination of employment. Use of furlough leave shall be governed by vacation leave use requirements.
- 3. Suspension of Leave Cash Outs All leave time to cash and deferred compensation plan conversions for Vacation Accrual (Article V, Section F Cash Distribution of Accumulated and Earned Leave Time) and Sick Leave (Article IV, Section D Sick Leave) ("cash outs") shall be temporarily suspended during the term of the Agreement only. On April 3, 2021, by 11:59 pm, all cash outs shall automatically resume as previously provided in the MOU.
- 4. Suspension of Accrual Cap on Vacation The 240 hour vacation leave accrual cap as provided by the City's Personnel Rules and Regulations (Section 10.02 Vacation Accrual) shall be temporarily suspended during the term of the Agreement only. On April 3, 2021, by 11:59 pm,

the City shall have the option at its sole discretion to: (1) cash out vacation leave accrued in excess of 240 hours, (2) transfer vacation leave accrued in excess of 240 hours to the furlough leave bank, or (3) allow for continued suspension of the 240 hour vacation leave accrual cap to date to be solely determined by the City.

- 5. During the term of the Agreement only, the City agrees to not increase the percentage rate of the current employee contribution for classic member or PEPRA employees (above 50% of normal cost) to CalPERS for the CalPERS Employee Retirement Contribution (Article V, Section A(2) Retirement Contributions).
- 6. Parity Agreement If any other bargaining unit receives an across an actual board base increase, then this unit shall have the option to implement the same; if another employee bargaining unit is subject to cost savings during this same time period that are less than the equivalent of cost savings agreed to with the Association, then the Association may reopen the MOU, and the City agrees to provide the value of the equivalent lesser cost savings to the Association.

FOR THE CEA AND CITY OF BELL GARDENS:

I agree on behalf of the CEA:

President

I agree on behalf of the City:

Mike O'Kelly

City Manager