#### **RESOLUTION NO. 2022-22-CC**

### CITY OF SOUTH GATE LOS ANGELES COUNTY, CALIFORNIA

RESOLUTION OF THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, CREATING THE POSITION OF DIRECTOR OF HUMAN RESOURCES AND THE POSITION OF RISK MANAGER, APPROVING THE CORRESPONDING UNCLASSIFIED POSITION SPECIFICATIONS, AND UPDATING THE MONTHLY SALARY SCHEDULE FOR EXECUTIVE MANAGEMENT CONTRACT EMPLOYEES HIRED AFTER JULY 1, 2021

WHEREAS, Section 36506 of the California Government Code requires that a city council fix the compensation of all appointive officers and employees by resolution or ordinance; and

WHEREAS, the City Manager of the City of South Gate ("City") has authority to appoint, promote, discipline, demote and remove any officers and employees of the City except the City Clerk, City Treasurer and City Attorney, pursuant to South Gate Municipal Code Section 1.06.060 (Power and Duties), of Chapter 106 (City Manager), of Title 1 (Administrative and Personnel); and

WHEREAS, the City currently has unclassified Executive Management Contract Employee classifications, excluding the City Manager, that include the Police Chief, Assistant City Manager/Director of Public Works, Director of Public Works/City Engineer, Director of Community Development, Director of Parks and Recreation, Director of Administrative Services and Field Operations Manager (hereinafter collectively referred to as "Executive Management Contract Employees") which are exempt under the Fair Labor Standards Act ("FLSA") and are considered "at-will"; and

WHEREAS, a recent analysis of the City's Human Resources services recommended the creation of a standalone department with its own Director of Human Resources to oversee the City's human resources, risk management, benefit assistance, and labor relations of the City of South Gate. In addition, the analysis recommends the creation of a Risk Manager to oversee and improve training, risk identification and management of this critical area; and

**WHEREAS**, the City wishes to update salary table in Exhibit "B" of Resolution No. 2021-61-CC to reflect the establishment of salary ranges for these new positions within the City; and

**WHEREAS**, the attached Exhibit "A" is restated as adopted on June 22, 2021, and Exhibit "B" is updated to reflect the proposed salary ranges for the positions of Director of Human Resources and Risk Manager.

## NOW, THEREFORE, THE CITY COUNCIL OF THE CITY OF SOUTH GATE, CALIFORNIA, DOES HEREBY RESOLVE AS FOLLOWS:

**SECTION 1.** The City Council does hereby declare that the above recitals are true and correct and incorporated herein by reference.

**SECTION 2.** The City Council does hereby approve and re-adopt Exhibit "A," titled Executive Management Contract Employees Benefit Schedule, incorporated herein by reference, which will cover any new Executive Management Contract Employee hired after July 21, 2021.

**SECTION 3.** The City Council does hereby approve and adopt a new Exhibit "B," titled Monthly Salary Schedule of Executive Management Contract Employees, incorporated herein by reference, which updates the previously adopted version on December 14, 2021 (Resolution No. 2021-61-CC), to include the newly created positions of Director of Human Resources and Risk Manager.

**SECTION 4.** Nothing in this Resolution shall be considered to effect, change, or alter any previously adopted or approved salary and benefits bestowed upon an existing member of the Executive Management Contract Employees group hired before July 1, 2021.

**SECTION 5.** The City Clerk shall certify to the adoption of this Resolution which shall be effective upon its adoption.

PASSED, APPROVED and ADOPTED this 10th day of May 2022.

**CITY OF SOUTH GATE:** 

Al Rios, Mayor

ATTEST:

Chris Jeffers, Deputy City Clerk

(SEAL)

APPROVED AS TO FORM:

Raul F. Salinas City Attorne

# City of South Gate Executive Management Contract Employees Benefit Schedule (Applicable to Employees Hired After July 1, 2021)

- A. Applicability. This Schedule sets forth the benefits levels for Executive Management Contract Employees (which excludes the City Manager whose terms of wages, benefits, hours and working conditions are separately determined by City Council Resolution and contract) who are appointed by the City Manager after July 1, 2021. Executive Management Contract Employees includes the following classifications: Police Chief, Assistant City Manager/ Director of Public Works, Director of Public Works/ City Engineer, Director of Community Development, Director of Parks & Recreation, Director of Administrative Services, Director of Human Resources, Risk Manager and Field Operations Manager. This list of applicable positions may be altered in accordance with the South Gate Municipal and/or Personnel Rules Regulations.
- B. <u>City Manager Authorized to Execute Employment Agreements</u>. The City Manager shall be authorized to execute an employment agreement with any Executive Management Contract Employee hired on or after July 1, 2021 with benefits not to exceed those set forth herein. In the event the City Manager desires to exceed any of the parameters set forth herein, City Council authorization shall be required. The City shall not reduce any benefit level contained herein once incorporated into an employee's employment contract, unless both parties voluntarily agree to those changes.
- C. <u>Current Agreement Terms and Conditions Remain In Effect</u>. Executive Management Contract Employees with an existing employment contract with the City as of July 21, 2021 are entitled only to the level of salary and benefits contained in their respective contracts, and the terms and conditions of their employment shall be governed by the employment contract rather than this resolution.

## D. <u>Miscellaneous Terms and Conditions.</u>

- 1. Workweek and Hours. Executive Management Contract Employees are expected to engage in the hours of work that are necessary to fulfill the obligations of the position, must be available at all times, and must devote a great deal of time outside the normal office hours to the business of the City. The proper performance of duties will require Executive Management Contract Employees to generally observe normal business hours (currently 7:00 a.m. to 6:00 p.m., Monday through Thursday, including a standard one-hour lunch period), as set by the City and as may be duly revised from time-to-time by the City, and will also often require the performance of necessary services outside of normal business hours.
- 2. <u>At-Will Employment</u>. The employment of Executive Management Contract Employees with the City is "at-will," and Executive Management Contract Employees serve at the pleasure of the City Manager pursuant to Section 1.06.060(C) of the South Gate Municipal Code. As such, the City Manager may

- terminate a Department Director's employment at any time, with or without cause and with or without advance notice.
- 3. <u>Exempt Status</u>. Employees subject to this resolution are considered to be "exempt" employees within the definition of the Fair Labor Standards Act ("FLSA"), and shall not receive overtime compensation for time worked outside of the regular work schedule.
- 4. <u>Exclusion from Civil Service Rules and Regulations</u>. Executive Management Contract Employees are excluded from the City's civil service rules and regulations pursuant to Section 1.24.105 of the South Gate Municipal Code.
- **E. Benefits.** The benefits for Executive Management Contract Employees shall be as set forth below. The benefits contained in this Exhibit shall not be altered, changed or eliminated without an amending Resolution or change in State/federal law which requires such action.
  - Social Security No contributions are paid by the City or employee into Social Security.
  - 2. Medicare Withholding 1.45% of salary paid by City and 1.45% employee for a total of 2.9% (for employees hired after 4/1/1986).
  - 3. CalPERS Pension Executive Management Contract Employees will be provided with California Public Employees' Retirement System ("CalPERS") pension benefits consistent with the City's contract with CalPERS, with benefits differing depending on whether the employee is a "classic member" or "new member" as defined by the Public Employee's Pension Reform Act ("PEPRA"). The City will pay the Employee contribution of pension cost and the employee shall pay the Employee contribution of pension costs consistent with CalPERS requirements. The City's CalPERS contract provides for 1959 Survivor Benefit Level 4 and sick leave credit, such that sick leave is converted to service credit upon retirement from the City within four months of employment separation subject to current CalPERS regulations.
  - 4. Medical Insurance The City provides health coverage through the CalPERS Health Program. All new Executive Management Contract Employees will receive up to \$1,000 + 1.00% of annual salary, monthly towards mandatory health and dental coverage, which includes the required CalPERS monthly contribution. In lieu of this benefit, Employees may receive an amount in cash upon submittal of waiver and proof of enrollment in an alternative group health plan and annually each year after. However, in-lieu cash out is limited to \$600 per month.
  - 5. Retire Medical Plan contribution The City shall only pay the required CalPERS monthly contribution towards CalPERS health plans, which is the PEMHCA minimum set by CalPERS annually. The City shall reimburse said employee on a quarterly basis.

- 6. Vision City pays employee and up to 2 dependents party HMO plan premium.
- 7. Life Insurance City pays for \$100,000 policy for such group members. Employee may obtain more coverage, but such additional costs are the sole responsibility of the employee.
- 8. Long Term Disability City pays 50% of the plan cost, should employee chose to participate in CalPERS (or successor) offered program.
- 9. Communication allowance In-lieu of the City providing a cell phone, the employee shall receive \$120 per month for communication expenses. The employee understands the monthly records of calls may be subject to the California Public Records Act relating to city business items. The City Attorney's Office will make any determination as to applicability.
- 10. Deferred Compensation The City shall match employee contribution up to \$550 per month.
- 11. Holidays Employees shall be entitled to a total of 130 paid holiday hours per year. The City is closed for holidays the week between Christmas and New Year's Day and the following holidays or as amended from time to time by City Council resolution:

New Year's Day
Martin Luther King Day
Cesar Chavez Day
President's Day
Memorial Day
Independence Day
Labor Day
Thanksgiving Day
Christmas Eve
Christmas Day

- 12. Sick Days 96 hours per year at 3.69 hours per pay period (no maximum accumulation). No cash-out is allowed.
- 13. Administrative Leave 50 hours per year is authorized (accrued on a per pay period of 1.92 hours), with no more than 100 hours may be accumulated at any one time. Upon reaching such maximum accumulation, employee shall cease earning additional administrative leave hours or may choose to cash out up to 80 hours upon their anniversary date at 50% of their hourly rate.
- 14. Vacation Leave 120 hours per year at 4.62 hours per pay period. The employee can have maximum vacation leave bank accrual of 300 hours at any time. Upon reaching that limit, the employee shall stop accruing any additional hours until they

- fall below that maximum level. The employee may choose to cash out up to 40 hours of vacation leave during any single fiscal year at their full hourly rate.
- 15. Vehicle Allowance In lieu of the City providing a vehicle or paying mileage reimbursement for city business use, the employee may receive up to \$500 per month as vehicle allowance. The employee shall annually present proof of vehicle insurance and employee understands that such coverage shall cover the vehicle operation for city business purposes by said employee. The Employee shall also participate in the City's annual DMV verification program.
- 16. Tuition Reimbursement Up to \$3,500 for Cal State/University; private university or recognized professional organization (American Planner Association, Government Finance Officers Association, etc.) annually for enrolling in classes related to their professional development with the City. Such reimbursement shall be pre-approved by the City Manager prior to enrollment by the employee. To be eligible for reimbursement, an employee must obtain a grade of "C" or better (a Pass if the class is a pass- fail standard) and shall submit a grade slip or other evidence of successful course completion and appropriate invoices and/or receipts.
- 17. Master's Degree The City shall pay \$125 per month for any employee that has obtained such a degree from a fully accredited university.
- 18. Bereavement Leave 40 hours (8 addition hours if interment service is over 300 miles away).
- 19. Personal Emergency Leave Up to 24 hours in any fiscal year. Such hours shall be taken out of the employee's sick leave bank.
- 20. Family Illness Leave The Employee governed by the Family Medical Leave Act ("FMLA") and California Family Rights Act ("CFRA") standards.
- 21. Employee is eligible to participate at no cost with the City's Employee Assistance Plan Program.
- 22. Employee is eligible to participate in the City's Sports Center facility/programs at no cost to the employee while employed with the City of South Gate.

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MONTHLY SALARY SCHEDULE OF EXECUTIVE MANAGEMENT CONTRACT EMPLOYEES

(ALL POSITIONS)

Position Title	Step A	Step B	Step C	Step D	Step E
Director of Community					
Development	\$12,958	\$13,605	\$14,286	\$15,000	\$15,750
Director of Administrative					
Services	\$13,369	\$14,037	\$14,739	\$15,476	\$16,250
Director of Human					
Resources	\$13,176	\$13,834	\$14,526	\$15,253	\$16,015
Assistant City Manager/					
Director of Public Works	\$13,176	\$13,834	\$14,526	\$15,253	\$16,015
Director of Public Works/					
City Engineer	\$13,176	\$13,834	\$14,526	\$15,253	\$16,015
Director of Parks & Recreation	\$11,652	\$12,235	\$12,846	\$13,489	\$14,163
Risk Manager	\$ 9,784	\$10,273	\$10,787	\$11,326	\$11,893
Field Operations Manager	\$ 9,784	\$10,273	\$10,787	\$11,326	\$11,893
Police Chief	\$15,715	\$16,501	\$17,326	\$18,192	\$19,102

STATE OF CALIFORNIA	)	
COUNTY OF LOS ANGELES	)	SS
CITY OF SOUTH CATE	1	

I, Carmen Avalos, City Clerk of the City of South Gate, California, hereby certify that the whole number of Members of the City Council of said City is five; that **Resolution No. 2022-22-CC** was adopted by the City Council at their Continued Regular Meeting held on May 10, 2022, by the following vote:

Ayes:

Council Members:

Avalos, Davila, Diaz, Hurtado, Rios

Noes:

Council Members:

None

Absent:

Council Members:

None

Abstain:

Council Members:

None

Recused:

Council Member:

None

Witness my hand and the seal of said City on May 24, 2022.

Chris Jeffers, Deputy City Clerk City of South Gate, California