CITY COUNCIL RESOLUTION NO. 20-79

A RESOLUTION OF THE CITY COUNCIL OF THE CITY OF IRVINE, CALIFORNIA, ESTABLISHING A CLASSIFICATION AND COMPENSATION POLICY FOR MANAGEMENT AND NON-REPRESENTED EMPLOYEES (EXEMPT) OF THE CITY OF IRVINE, AND SUPERSEDING RESOLUTION NO. 19-96 EFFECTIVE THE PAY PERIOD THAT INCLUDES SEPTEMBER 22, 2020

WHEREAS, revisions have been made to the Classification and Compensation Policy; and

NOW, THEREFORE, the City Council of the City of Irvine DOES HEREBY RESOLVE as follows:

SECTION 1. ANNUAL COMPENSATION FOR MANAGEMENT AND NON-REPRESENTED EMPLOYEES

The pay grades for Management and Non-Represented Employees of the City of Irvine shall be set forth as shown in the applicable salary resolution adopted by the City Council.

SECTION 2. OTHER COMPENSATION COMPONENTS

Eligible exempt Management and Non-Represented employees shall receive additional compensation benefits as follows:

1. Pension:

   A. The provisions of this Section 2.1 shall apply to all employees, as of June 30, 2003, who elected to decline the CalPERS benefits.

   1. The City shall invest an amount equal to 12.448% of each employee's base salary in the City of Irvine Defined Contribution Pension Plan (DCPP) for employees who are actively employed in the unit on or after this Resolution is approved by the City Council. Employees shall become fifty percent (50%) vested in such plan upon completion of the initial six months of employment. Thereafter, such vested interest shall increase at the rate of 5% for every Plan Year in which the employee completes 1000 hours of service. Once the employee has completed five (5) years of service, he/she shall become 100% vested in the retirement plan.

   2. The City will deduct an amount equal to 6.552% of each employee's base salary to invest in the City of Irvine DCPP. It is understood that this payroll deduction shall be mandatory for all employees who elect to remain in the City of Irvine DCPP.
3. All employees who elected to remain in the City of Irvine DCPP shall not be entitled to any CalPERS benefits, past, present or future, as provided under Section 2.1.B of this Resolution. If employees elected to remain in the City of Irvine DCPP, such participation shall continue until the employee terminates their employment from the City for any reason.

4. The City will utilize retirement plan forfeitures to offset the cost of City of Irvine DCPP account management and administrative fees.

B. The provisions of this section B.1 shall apply to employees, as of June 30, 2003, who elected to waive their rights to the City of Irvine Defined Contribution Pension Plan (DCPP) and who elected to transfer to the CalPERS program.

1. The City's contract with CalPERS shall include the following options:
   a. 2.7% @ 55 Full Formula for Local Miscellaneous Members (Cal. Govt. Code Section 21354.5)
   b. One Year Final Compensation (Cal. Govt. Code Section 20042)
   c. Military Service Credit as Public Service (Govt. Code Section 21024), in which the employee pays the entire cost
   d. Improved Non-Industrial Disability Allowance (Cal. Govt. Code Section 21427)
   e. 4th Level 1959 Survivor Benefits (Govt. Code Section 21574)
   f. Limit Prior Service to Members Employed on Contract Date (Govt. Code Section 20938)

2. All eligible employees hired on or after July 5, 2003, the effective date of the CalPERS contract, shall become members of the CalPERS Retirement Program.

3. All active eligible employees shall be members of CalPERS, unless they elected to decline the CalPERS benefits through the irrevocable election process. All employees covered by CalPERS shall no longer be entitled to any benefits past, present or future, provided under the City of Irvine DCPP referenced in Section 2.1.A above.

4. Once a member of the CalPERS plan, such participation shall continue until the employee terminates employment with the City for any reason.

5. The CalPERS vesting schedule will apply (Cal. Govt. Code Section 21060).
6. Employer-Paid Member Contributions and New CalPERS Miscellaneous Tiers

a. The full eight percent (8%) cost of the CalPERS member contributions will be paid by the employee.

b. Effective April 14, 2012, the City implemented the 2% @ 55 retirement program with the average of the three highest paid consecutive years for all miscellaneous employees hired on or after that date. Employees in the 2% @ 55 plan will pay the full 7% Member Contribution for the entire term of their employment.

c. All "new members" within the meaning of the California Public Employees Pension Reform Act of 2013 hired by the City on or after January 1, 2013, will be placed in the City’s Tier 3 plan; 2% at 62 formula for Miscellaneous employees. Employees will pay the full employee contribution, which will be one-half the normal rate as determined by CalPERS and there shall be no employer payment of any of the required employee contribution.

C. The Sworn employees listed in Attachment I shall become a member of the CalPERS retirement plan for local safety employees, pursuant to the contract between the City and CalPERS.

1. Once a member of the CalPERS plan, such participation shall continue until the employee terminates employment with the City for any reason.

2. The CalPERS vesting schedule will apply (Cal. Govt. Code Section 21060).

For employees who are members of the City’s 3% at 50 CalPERS, the full nine percent (9%) member contribution will be paid by the member, through pre-tax payroll deduction.

3. All "new members" within the meaning of the California Public Employees Pension Reform Act of 2013 hired by the City on or after January 1, 2013, will be placed in the City’s Tier 3 plan; 2.7% at 57 for Sworn employees. Employees will pay the full employee contribution, which will be one-half the normal rate as determined by CalPERS and there shall be no employer payment of any of the required employee contribution.

4. Employer paid member contributions shall be considered deferred income for federal and state income tax purposes. Should any state or federal agency alter the current income tax treatment of such payments, the consequences of such action shall be the sole responsibility of the affected employees, and shall in no way alter any obligation of the City toward such employees.
2. **Retiree Health Plan:**

   A. The City shall contribute an amount equal to two percent (2%) of each employee’s base salary in a Retiree Health Savings (RHS) account, which shall be administered by the employees covered by this Resolution.

   B. An employee who has retired from the City and has either attained the age of sixty (60) years or is fifty (50) years old and has completed five (5) years of service with the City shall be entitled to purchase the medical insurance plan in effect at the time of retirement at the City’s rates for the employee and the employee’s dependents at the cost to the former employee, now retiree.

   C. The City will allow a spouse of an eligible retired unit member to continue to purchase the medical insurance after the death of the retired employee, provided that the spouse was covered under a City insurance plan at the time of employee’s death and provided that there has been no break in coverage since the employee’s retirement. This eligibility for continued coverage ceases if such spouse remarries.

   D. Each representation unit has determined the type of retiree health program in which its members shall participate. In order to ensure that the employees can maximize their benefits, the City agrees to allow employees to remain in the designated type of retiree health program throughout their service with the City, whether or not the employee moves to another representation unit(s). In the event an employee moves to another representation unit, the City will contribute an amount up to the contribution established for the new unit’s retiree health plan and the employee will not be eligible to participate in any other non-voluntary health plan offered to City employees. If the City’s contribution toward a retiree health plan in the new unit is less than what is required for the employee’s designated retiree health plan, the difference will be deducted from the employee’s pay.

3. **Deferred Compensation:**

   A. Effective the pay period including July 1, 2019, the City shall contribute an amount equal to two percent (2%) of each employee’s base salary in a deferred compensation account, which shall be administered by the employees covered by this Resolution.

   B. Effective the pay period including July 1, 2020, the City shall increase the contribution in 3A by two percent (2%) for a total contribution of four percent (4%).
4. **Health Insurance Benefits:**

   A. **Indemnity Medical Insurance**

      The City shall provide the option to employees to enroll in a medical indemnity insurance plan.

   B. **Indemnity Dental Insurance**

      The City shall provide the option to employees to enroll in a dental indemnity insurance plan.

   C. **Health Maintenance Organizations**

      The City shall provide the option to employees to enroll in a health maintenance organization and/or a dental maintenance organization.

   D. **Vision Care Plan**

      The City shall provide a vision care plan.

   E. For employees who choose the PPO medical plan, the total cost to the City for medical, dental, psychological and vision insurance shall not exceed $694.04 per month, per employee, $754.04 per month, per employee plus one (1) dependent or $1,064.31 per month per employee plus family. The medical tier that the employee selects will drive the insurance cap that is applied to the employee's health benefit selections.

   F. Employees have the option of enrolling themselves and/or their dependents into a no-cost medical plan rather than being subject to the cap as set forth in item F., above. Under the no-cost plan, the City will provide any HMO Medical Plan and any HMO Dental Plan offered by the City, as described in item F. above. Under this option, employees may choose to upgrade from the HMO Dental Plan to the PPO Dental Plan, however the employee will be required to pay the difference in premium between the HMO Dental Plan and the PPO Dental Plan.

      Effective January 1, 2015, any increase in the cost of the HMO Medical Plans over the costs in effect December 31, 2014, will be borne as follows: The City will pay 95% of the increased cost, and employees enrolled in HMO Medical Plans will pay the remaining 5% of cost increases in annual premiums. Each year thereafter, the amount paid by employees in prior years will be added to that portion of the increase (five percent 5%) the employees will pay in the current year.
5. **Disability Insurance:**

The City shall provide a long-term disability insurance plan for employees.

6. **Life Insurance:**

Employees covered by this Resolution shall be provided a life insurance policy in the amount equal to a full year's base salary rounded up to the next $1,000.

7. **Flexible Spending Account:**

Employees may use pre-tax dollars to pay for eligible medical and dependent care expenses per Internal Revenue Code Sections 125 and 129. The City will use what legal means exist to recover cost for claims paid in advance of sufficient employee payroll deduction being made upon the employee's separation from the City.

8. **Expense Allowances:**

   A. **Vehicle/Vehicle Allowance**

   Management employees listed in Sections A and B of Attachment I shall be provided a vehicle at City expense or a monthly vehicle allowance. Those classifications listed in Section C of Attachment I shall be provided a monthly vehicle allowance. The City Manager may approve use of a City vehicle or mileage reimbursement for those miles traveled in the employee's vehicle, which exceed the miles covered by the vehicle allowance based on the current mileage rate.

   
   - Classifications in Section A and B $550
   - Classifications in Section C $300

   B. **Telecommunications Allowance**

   Employees listed in Sections A, B and C of Attachment I shall be provided a $100.00 monthly allowance for cellular service. In addition, a reimbursement of up to $1000 for cellular equipment will be provided upon receipt of invoice initially (following appointment to an affected classification) and once every two years thereafter, if necessary to replace existing equipment. All contracts for cellular service for these employees shall be between the provider and the individual.

9. **Vacation:**

Management and Non-Represented employees shall accrue vacation credits on a monthly basis as follows:
Years of Service | Annual Vacation Credits
---|---
1 through 3 | 120 hours
After 3 through 10 | 160 hours
After 10 years or more | 200 hours

As an incentive for filling critical management and non-represented positions, as part of an offer of employment, the City Manager may grant a vacation balance of one week upon appointment.

Employees may not accrue more than three (3) times their annual accrual rate of vacation. When an employee earns vacation in excess of the maximum accrual, the employee shall be paid for vacation during the pay period earned and at the employee’s base rate of pay.

The dates an employee may take her/his vacation shall be determined by the Department Director or the City Manager with due regard for the wishes of the employee and particular regard for the needs of the City. Other policies related to the accrual and use of vacation shall be as provided in the Personnel Rules and Procedures.

10. Vacation Buyback:

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 vacation (in whole hour increments) which will be earned in the following calendar year at the employee’s base rate of pay. The employee will receive cash for the amount of vacation the employee irrevocably elected to cash out in the prior year. Payment will be made by Thanksgiving. However, if the employee’s vacation 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.

11. Personal Sick Leave:

Employees shall accrue personal sick leave credits at the rate of eight (8) hours per month.

Unless unforeseen and extenuating circumstances arise, in order to receive compensation while absent on sick leave, the employee shall notify her/his immediate supervisor or the Personnel Officer prior to or within one (1) hour after the time set for beginning her/his daily duties, or as may be specified by the head of her/his department. When absence is for one workday or more, the employee may be required to file a physician’s certificate with the Personnel Officer, stating the cause of absence.
An employee receiving temporary disability payments under the Workers' Compensation laws may use a pro-rated amount of accumulated sick leave in order to continue to maintain her/his regular income. Under such circumstances, the employee shall submit any benefit payments from the Workers' Compensation fund to the Finance Officer.

An employee may be required to provide a doctor’s release to return to work following an illness or injury resulting in an inability to perform assigned duties.

12. Personal Sick Leave Conversion:

Employees having less than ten (10) years of consecutive full-time service shall be eligible, if they so desire, each quarter (January 1, April 1, July 1, October 1) to convert unused personal sick leave in excess of 168 hours at a ratio of eight (8) hours of vacation for every twenty-four (24) hours of personal sick leave. Employees with at least ten (10) years of full-time consecutive service shall be eligible to convert sick leave in excess of 168 hours at the ratio of eight (8) vacation hours for sixteen (16) sick leave hours. One hundred sixty-eight (168) hours must be accrued and retained prior to converting any excess personal sick leave hours to vacation hours.

Effective the pay period following April 1 of each year, regular full-time employees, whose unused personal sick leave has accumulated to more than 700 hours, must convert those hours in excess of 700 into their respective individual accounts in the Management Retiree Health Savings Plan, subject to a maximum conversion of 120 hours of sick leave per employee per year. The conversion of personal sick leave into the Retiree Health Savings Plan shall occur as follows:

A. The City will convert unused sick leave into the Retiree Health Savings Plan for regular full-time employees having less than ten (10) years of consecutive full-time service at a ratio of three (3) hours of sick leave to one (1) hour of pay at the employee’s current base salary rate.

B. The City will convert unused personal sick leave into the Retiree Health Savings Plan for regular full-time employees with at least ten (10) years of consecutive full-time service at a ratio of two (2) hours of sick leave to one (1) hour of pay at the employee’s current base salary rate.

Upon separation regular full-time employees must convert all remaining sick leave hours into their respective individual accounts in the Retiree Health Savings Plan as follows:

1. The City will convert unused personal sick leave into the Retiree Health Savings Plan for regular full-time employees having less than ten (10) years of consecutive full-time service at a ratio of two (2) hours of sick leave to one (1) hour of pay at the employee’s current base salary rate.
2. The City will convert unused personal sick leave into the Retiree Health Savings Plan for regular full-time employees with at least ten (10) years of consecutive full-time service at a ratio of two (2) hours of sick leave to one and one-half (1.5) hours of pay at the employee’s current base salary rate.

Employees who separate due to termination for cause or resignation/retirement in lieu of termination for cause shall not be eligible to convert their sick leave into the Retiree Health Savings Plan.

13. Personal Leave:

Effective the pay period which includes January 1st of each year, employees shall receive a Personal Leave Benefit of seventy-one (71) hours per year. Such leave shall be available for employees to use from the beginning of the first pay period beginning in the calendar year through the end of the last pay period beginning in the calendar year. Such hours shall not accrue from year to year. This leave has no cash value and cannot be cashed out. If, at the end of the calendar year, the employee has any of this leave on the books, with the pay period including January 1, he/she will be provided with whatever amount of leave is necessary to bring his/her bank up to 71 hours. Probationary employees who commence employment with the City after January 1 will receive twenty four (24) less Personal Leave hours for every four (4) months the employee is not on paid status with the City.

The employee shall notify his/her immediate supervisor of the use of a Personal Leave day at least 36 hours in advance unless circumstances beyond the employee’s control prevent such notification.

The City will convert all 2020 Personal Leave in the employee’s bank that would have otherwise expired in 2021 to non-expiring leave. This is a one-time conversion and all other provisions pertaining to the treatment and use of such leave remain in effect.

14. Bereavement Leave:

Employees shall receive up to forty (40) hours for any one instance for absence necessitated by the death of immediate family members. Such credit shall not be accrued from year to year. The immediate family shall be defined as mean father, father-in-law, mother, mother-in-law, step-parent, brother, step-brother, sister, step-sister, wife, husband, registered domestic partner, child, step-child, grandparent, grandparents in-law, grandchild, legal guardian or other individuals whose relationship to the employee is that of a dependent, a domestic partner as defined by California Family Code section 297, or a person who stood in loco parentis (in place of a parent) to the employee.
15. Parenthood Leave:

An employee may be granted a temporary parenthood leave of absence without pay, not to exceed 180 calendar days per year, upon approval from the City Manager. The employee requesting such leave shall present evidence of the birth or adoption of a child by the employee or spouse to his/her Department Director. The City will comply with all elements of parenthood leave under the Family Medical Leave Act and the California Family Rights Act. Any such leave will run concurrently with parenthood leave as provided for under the FMLA and CFRA.

16. Administrative Leave:

Effective the pay period including July 1, 2019, employees will receive twenty (20) hours of additional Administrative Leave.

Effective the first pay period beginning in January of each year, employees in classifications listed in Section A, B, C or D of Attachment I will receive sixty (60) hours of Administrative Leave per calendar year. Administrative Leave will be prorated on a monthly basis for management and non-represented employees appointed during the calendar year. Additional Administrative Leave may be approved by the Department Director or City Manager. Administrative Leave must be used by the end of the calendar year. Such hours shall not accrue from year to year or be paid off upon termination. This leave has no cash value and cannot be cashed out. If, at the end of the calendar year, the employee has any of this leave on the books, with the pay period including January 1, he/she will be provided with whatever amount of leave is necessary to bring his/her bank up to 60 hours.

The City will convert all 2020 Administrative Leave in the employee’s bank that would have otherwise expired in 2021 to non-expiring leave. This is a one-time conversion and all other provisions pertaining to the treatment and use of such leave remain in effect.

17. Education/Reimbursement/Professional Development/Professional Advancement:

Employees covered by this Resolution shall be eligible for reimbursement of pre-approved education or professional development expenses up to a maximum of $1,300 per calendar year. Permitted use of funds, subject to approval of the Department Director, Assistant City Manager or City Manager, includes:

- Tuition, books, laboratory and parking fees.
- Certification maintenance and course fees.
- Professional association memberships, seminars, conferences, including material fees, and travel costs. Travel, hotel and meal expenses for conferences, seminars, and/or job-related training are allowed subject to all guidelines established by City travel policies and procedures.
- Technology purchases including smartwatches, tablets and laptops (cellular phones excluded).
• Purchase of business attire, suits and/or uniforms.
• Up to $500 of the employee's annual allotment may be used towards gym membership fees, exercise classes, and unreimbursed expenses associated with longevity screenings and/or an annual physical.
• Reimbursement of work-related equipment purchases and expenses. The list of approved equipment/expenses will be maintained by the Department Director or City Manager.

The sworn employees listed in Attachment I shall be eligible for a twelve percent (12.35%) Professional Advancement benefit upon attaining a California P.O.S.T. Executive Development Certificate or completion of a FBI National Academy program or completion of a Master's Degree or comparable extended professional management training program.

18. 

Holidays:

The recognized holidays to be observed by the City in each calendar year shall be as follows:

- New Year's Day
- Martin Luther King Jr. Day
- Washington's Birthday
- Memorial Day
- Independence Day (4th of July)
- Labor Day
- Veterans Day
- Thanksgiving Day
- Day after Thanksgiving
- Christmas Eve
- Christmas Day

Prior to the beginning of the calendar year, Human Resources will designate and announce the dates on which the above referenced holidays shall be observed. Human Resources may designate alternate dates the City will observe holidays in order to occur in conjunction with the Holiday Leave benefit provided below.

Full-time employees shall receive nine (9) hours pay for each holiday observed on a Monday, Tuesday, Wednesday, or Thursday. Employees shall receive eight (8) hours pay for each holiday observed on a regularly scheduled working Friday. Regular full-time employees working an eight-hour (8), five-day (5) schedule will receive eight (8) hours for each of these holidays.

Holiday Leave

Effective in December 2017 and each year thereafter, employees in the unit will not be required to come to work and will be provided with three days of paid leave to be used in the pay period that includes the Christmas Eve, Christmas Day and New Year's Holidays. The dates of the three "Holiday Leave" days will be designated annually by Human Resources. Employees will be provided with three
days of paid leave based on the number of hours they are regularly scheduled to work on designated “Holiday Leave” days. Employees must use this leave on the designated days unless directed to work by the Department Director or designee. In cases where the employee is directed to work on such days, the employee will be credited with leave in an amount equivalent to what they would have used had they not been directed to work. In cases where a designated “Holiday Leave” day falls on an employee’s regularly scheduled day off, the employee will be credited with leave in an amount equivalent to what they would have used had it been a regularly scheduled work day. Such leave shall have no cash value, and will expire if not utilized within the pay period that includes November 30 of the following year.

Employees wanting to take additional days off in conjunction with the observed Holidays and designated Holiday Leave Days must utilize other accrued leave in accordance with existing rules.

The City will convert all Holiday Leave in the employee’s bank that would have otherwise expired in November 2020 to non-expiring leave. This is a one-time conversion and all other provisions pertaining to the treatment and use of such leave remain in effect.

For 2019, the following shall be observed:
Monday 12/23 – Holiday Leave
Tuesday 12/24- Christmas Eve
Wednesday 12/25- Christmas Day
Thursday 12/26- Holiday Leave
Friday 12/27- Holiday Leave

For 2020, the following shall be observed:
Monday 12/21-Holiday Leave
Tuesday 12/22-Holiday Leave
Wednesday 12/23- Holiday Leave
Thursday 12/24- Christmas Eve
Friday 12/25- Christmas Day

For 2021, the following shall be observed:
Monday 12/20 – Holiday Leave
Tuesday 12/21- Holiday Leave
Wednesday 12/22- Holiday Leave
Thursday 12/23 - Christmas Eve
Friday 12/24- Christmas Day

For 2022, the following shall be observed:
Monday 12/19- Holiday Leave
Tuesday 12/20- Holiday Leave
Wednesday 12/21- Holiday Leave
Thursday 12/22- Christmas Eve
Friday 12/23- Christmas Day

19. Jury Duty and Subpoenas:

Every employee of the City who is subpoenaed as a witness for a local, state or federal government shall be entitled to absent herself/himself from her/his duties with the City during the period of such service or while necessarily being present in court as a result of such call or subpoena, and shall receive full compensation.

In order to balance the City of Irvine’s interest in maintaining productivity with the interest that employees are able to support our system of justice by serving on juries, paid Jury Duty is limited to a maximum of 80 hours in a calendar year. If an employee, despite reporting the limit to the Court, is required to serve beyond 80 hours he or she can request an exception of the limit on paid Jury Duty Leave by the City Manager.

If an employee is required to be absent from work to report for jury duty, the employee will notify his/her supervisor of the absence as soon as possible, including, a phone message the night before if the employee finds out via a phone recording that he/she must report the next day.

An employee on jury duty must either return to work after the jury service is done for the day if there are still four hours left on his/her shift or call in to his/her supervisor and ask to use leave to cover the rest of his/her shift.

For any additional time taken off before or after jury duty, an employee will be required to utilize paid accrued time subject to supervisor approval.

An employee who is called to jury duty on a non-working day will not receive compensation or be authorized to change their schedule as a result of being called to jury duty.
20. **Military Leave:**

Employees shall be entitled to such benefits as are provided by law. An employee requesting such military leave shall present a copy of her/his military orders to her/his Department Director or the City Manager prior to the beginning of the leave.

21. **Physical Examination:**

The City shall reimburse employees in classifications listed in Sections A, B or C of Attachment I up to a maximum of $350 per calendar year for expenses incurred as a result of an annual physical examination as defined in Article 24 of the City’s Personnel Rules and Procedures. The City shall reimburse employees in classifications listed in Section D of Attachment I up to a maximum of $250 per calendar year for expenses incurred as a result of an annual physical examination as defined in Article 24 of the City’s Personnel Rules and Procedures. An annual physical is optional. Expenses eligible for payment by the City health insurance plan shall not be eligible for reimbursement.

22. **Industrial Accident Salary Continuance:**

In the event that it is determined that a full-time employee is absent from work as a result of any injury or disease arising solely out of the employment with the City and in no way related to any prior existing condition, the City shall provide up to six (6) months of Industrial Accident Salary Continuance during any two-year period under the following conditions:

A. In the event the employee qualifies for compensation under State law, the employee shall receive the difference between the Workers’ Compensation payments and his/her regular salary;

B. The employee shall accrue sick leave or vacation leave during the term of the Industrial Accident Salary Continuance taken;

C. The employee’s condition is not permanent and stationary as determined by the City’s appointed physician.

For sworn CalPERS members, the City shall follow the provisions of Section 4850 of the California Labor Code when that member is disabled by injury or illness arising out of and in the course of his/her duties.

In the event of an on-the-job injury or accident resulting in loss of time beyond that required for immediate medical attention, such employee may be required to be examined by a licensed physician appointed by the City of Irvine.

Any on-the-job injury or accident must be reported to the employee’s immediate supervisor within twenty-four (24) hours after said injury or accident. Failure to report said injury or said accident shall be grounds for disciplinary action.
23. **Accrual of Leaves:**

All paid leave hours accrued shall be prorated based on the number of hours worked or paid up to eighty (80) hours in a pay period.

24. **Select Benefits Program:**

The City will provide a cafeteria-style benefit program for Management and Non-Represented employees to include the following general elements:

A. Enhanced choices among City-offered health benefit plans.

B. Employees not claiming dependents on their health plan shall receive $150 per month. The stipend may be taken as taxable cash.

25. **Management Incentive Pay:**

Management employees in the classifications listed in Sections A, B, and C of Attachment I, shall be eligible to receive 3% Management Incentive Pay above the base salary, in recognition for the unique nature of their work.

26. **Bilingual Pay Program:**

Department Directors shall annually designate which positions will be assigned bilingual duties and which languages shall be eligible for bilingual pay. Qualified employees who meet the following criteria shall receive an additional $50.00 per month, paid biweekly.

A. An employee must be assigned to speak or translate a language in addition to English as part of their position responsibilities. This includes such specialized communication skills as sign language.

B. To become qualified, employees must be certified as qualified by the Personnel Officer or designee.

C. For positions requiring extensive contact with the public or contractors, bilingual pay will be rotated among employees who are deemed as qualified by the City. The Department Director will have the discretion to determine the number of employees and the sections/units that qualify to participate in a "rotation pool." Rotations will occur every 12 months, effective the first pay period each November. It is the Department Director’s sole discretion to determine the order of rotation among the qualified employees. An employee who has not performed bilingual duties within the rotation for a period of 24 months or longer must be re-certified by the City in order to receive bilingual pay.

An employee in a bilingual assignment may request to have the bilingual assignment and corresponding pay removed.
SECTION 3. PAY PROGRESSION IN A PAY GRADE

1. Base Pay Progression:

Pay progression within a Salary Grade will be based strictly upon individual performance and summarized in an annual performance appraisal. For employees listed in Sections B, C, and D of Attachment I, all base pay progression within pay grades will be limited to the Market Point of a pay grade according to the following schedule:

<table>
<thead>
<tr>
<th>Salary Placement in Pay Grade</th>
<th>Performance Level</th>
<th>Pay Increase</th>
</tr>
</thead>
<tbody>
<tr>
<td>Less than Maximum Range</td>
<td>Unsatisfactory or Needs Development</td>
<td>0%</td>
</tr>
<tr>
<td>Less than Maximum Range</td>
<td>Accomplished Standards</td>
<td>3% base adjustment, limited to Maximum of pay grade</td>
</tr>
<tr>
<td>Less than Maximum Range</td>
<td>Excellent</td>
<td>4 1/2% base adjustment, limited to Maximum of pay grade</td>
</tr>
<tr>
<td>Less than Maximum Range</td>
<td>Outstanding</td>
<td>6% base adjustment, up Maximum of pay grade</td>
</tr>
</tbody>
</table>

Annual merit increases will be effective the payroll period that includes September 1st of each year and will be prospective from that date.

2. Initial Six-Month Merit Reviews:

Employees listed in Sections B, C and D of Attachment I who have completed less than six (6) months of service in their Management or Non-Represented classification effective June 30th of each year will not be eligible to participate in the annual review process. At the completion of the initial six months of service in their current classification, the employees in Sections B, C and D of Attachment I will receive a performance review and merit increase appropriate to the performance review rating. The criteria and rating system for six-month reviews will be the same as those for annual performance reviews.
Following the completion of six months of service in their current classifications, the employees in Sections B, C and D of Attachment I will be eligible to participate in the annual performance review process the following July. The merit increase granted in the first annual review process following the initial six (6) month merit review will be prorated to reflect only the time period since the completion of the initial six months of service. All subsequent performance reviews will be according to the same merit schedule as other Management and Non-Represented employees.

SECTION 4. WAGE AND SALARY ADJUSTMENT

Effective the pay period that includes July 1, 2021, the salary ranges of the classifications covered by this Resolution shall be increased by one percent (1.0%).

Effective the pay period that includes July 1, 2022, the salary ranges of the classifications covered by this Resolution shall be increased by one percent (1.0%).

SECTION 5. MANAGEMENT SPECIALIST

Classifications listed in Section D of Attachment I shall be designated as "Management Specialists" pursuant to the City's Personnel Rules and Procedures.

SECTION 6. SEVERANCE

In the event of a lay-off within a designated management classification, the City Manager shall be authorized to enter into a severance agreement with the impacted employee.

SECTION 7. EMPLOYEE RESPONSIBILITIES

Since it is the City's policy to recruit highly qualified staff at a competitive total compensation level, the employees shall be responsible for striving to meet the high performance standards established by the City management.

SECTION 8. EFFECTIVE DATE

The compensation policy provided for by this Resolution shall be operative from and after 12:01 a.m. on September 22, 2020 unless otherwise stated. All previous resolutions are hereby repealed effective on the operative date of this resolution.
PASSED AND ADOPTED by the City Council of the City of Irvine at a regular meeting held on the 22nd day of September, 2020.

MAYOR OF THE CITY OF IRVINE

ATTEST:

CITY CLERK OF THE CITY OF IRVINE

STATE OF CALIFORNIA )
COUNTY OF ORANGE ) SS
CITY OF IRVINE )

I, MOLLY M. PERRY, City Clerk of the City of Irvine, HEREBY DO CERTIFY that the foregoing resolution was duly adopted at a regular meeting of the City Council of the City of Irvine, held on the 22nd day of September, 2020.

AYES: 5 COUNCILMEMBERS: Carroll, Fox, Khan, Kuo, and Shea

NOES: 0 COUNCILMEMBERS: None

ABSENT: 0 COUNCILMEMBERS: None

ABSTAIN: 0 COUNCILMEMBERS: None

CITY CLERK OF THE CITY OF IRVINE
Attachment I

Executive Management, Management and Non-Represented Employees (Exempt) Classification Titles

A. City Manager

B. Assistant City Manager
   City Clerk
   Director of Community Development
   Director of Community Services
   Director of Financial Management & Strategic Planning
   Director of Human Resources & Innovation
   Director of Public Affairs & Communications
   Director of Public Safety/Chief of Police
   Director of Public Works
   Director of Transportation
   Deputy City Manager
   Deputy Director of Community Services
   Deputy Director of Human Resources
   Deputy Director of Orange County Great Park
   Deputy Director of Public Works
   Deputy Director of Public Safety/Police Chief
   Deputy Director of Community Development
   Chief Information Officer

C. Council Services Manager
   Manager of Advance Planning
   Manager of Animal Care
   Manager of Budget & Business Planning
   Manager of Building & Safety/Chief Building Official
   Manager of Business Services
   Manager of Community Services
   Manager of Economic Development
   Manager of Engineering/City Engineer
   Manager of Facilities Maintenance & Rehabilitation
   Manager of Fiscal Services
   Manager of Housing
   Manager of Human Resources
   Manager of Land & Assets
   Manager of Neighborhood Services
   Manager of Public Communications
   Manager of Public Services
   Manager of Transit & Transportation
   Special Assistant to the Chief of Police

D. Chief Veterinarian
   Animal Care Center Veterinarian