CITY MANAGER EMPLOYMENT AGREEMENT [AS AMENDED NOVEMBER 17, 2014] [AS AMENDED JUNE -- , 2018]

THIS amended AGREEMENT is entered into this 18th _____day of November,June 2014<u>18</u>, by and between Raymond M. Rodriguez (hereinafter referred to as "EMPLOYEE") and the City of San Pablo (hereinafter referred to as "CITY").

CITY and EMPLOYEE entered into an employment agreement ion March 30, 2010, under which EMPLOYEEE serves as CITY'S city manager;

NOW, THEREFORE, in consideration of the faithful performance of the terms and considerations set forth herein, the parties hereto mutually agree as follows:

1. Employment.

a. Effective May 3, 2010, EMPLOYEE shall be employed as City Manager for a term of twelve (12) months, unless mutually agreed to end earlier. This twelve (12) month term shall automatically recommence on the first day of each succeeding month, unless notice of termination is given by the City Council as specified herein. This section is intended to comply with Section 53260, et seq. of the Government Code of the State of California.

b. Nothing in the Agreement shall prevent, limit, or otherwise interfere with the right of the City Council to terminate the service of EMPLOYEE at any time, subject only to the provisions set forth in Section 6 of this Agreement. EMPLOYEE'S service with the CityITY is an at-will position which may be terminated for any or no cause by the City Council.

c. EMPLOYEE agrees to remain in the exclusive employ of the CITY during the terms of the Agreement. However, EMPLOYEE shall not be precluded from

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occasional teaching or writing, performed during EMPLOYEE'S time off, or during administrative leave or vacation, with the concurrence and knowledge of City Council.

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2. <u>Compensation</u>. EMPLOYEE shall receive the following compensation:

a. <u>Salary</u>. As of July 1, 2014<u>8</u>, following a <u>23</u>% cost of living increase, EMPOLOYEE'S annual salary shall be <u>\$250,897.227,310.75</u>. No further salary is allowed for EMPLOYEE'S service <u>as Executive Director of the City's Economic Development</u> <u>Corporation, or for service for any other board, commission or agency.</u>

b. <u>Benefits</u>. EMPLOYEE's benefits are as set forth in <u>Resolution No. 2018</u> <u>- _ _ _ _ the 2014 City Manager Employment Agreement Schedule of Benefits"Resolution of</u> <u>the City Council of the City of San Pablo Amending the Salary and Compensation for the</u> <u>Contract Employees Group,"</u> attached hereto as Exhibit A, <u>as it may be amended and except</u> as set forth specifically in this Agreement, in which case the terms of this Agreement supersede those set forth in the attached <u>Exhibit. Schedule of Benefits</u>.

c. <u>Performance and Retention Bonuses</u>. Commencing on his anniversary date of May 3, 2015, and every three years thereafter, EMPLOYEE shall receive a bonus payment of \$5,000 in addition to base salary, payable 30-days after his annual anniversary date of May 3rd, less legally required employment and applicable tax withholdings, contingent upon a satisfactory or greater annual performance evaluations rating by the City Council. For the purposes of this provision, the Council shall prepare a written summary rating sheet for presentation to payroll.

d. <u>Deferred Compensation</u>. Effective January 1, 2015, <u>CityCITY</u> shall annually match EMPLOYEE'S contribution to his ICMA 457 deferred compensation account. The total maximum annual contribution to such account, as of January 1, 20158, as established by IRS regulations, is \$187,500 per calendar year. As of the date of this agreement, the maximum <u>CityCITY</u> contribution therefore, is \$89,7250 per calendar year.

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e. Information Technology Allowance. CityCITY shall pay EMPLOYEE an information technology allowance of \$750.00 annually, for the period ending June 30th of each odd-ending fiscal year period.

f. Vehicle Allowance. CITY shall pay EMPLOYEE a vehicle allowance of \$500 per month.

g. Sick Leave. Upon resignation or termination from CITY employment, except as outlined in Section 6.c., CITY shall pay EMPLOYEE 50% of all accrued sick leave in a lump sum payment or deposit the amount into the EMPLOYEE's ICMA 457 deferred compensation account, at EMPLOYEE'S option, prior to the effective date of separation from employment. At time of eligible retirement, Employee may convert 100% of accrued sick leave hours earned to retirement service credit in accordance with applicable CaIPERS rules and regulations in effect.

3. <u>Business Expenses</u>. CITY agrees to pay for City related business expenses. Such expenses shall include all direct costs associated with memberships in professional associations and attendance at conferences, including annual memberships with ICMA and

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CCMF, within approved <u>Department</u> budget and per diem parameters in the City's Travel <u>Expense Policy</u>. <u>CityCITY</u> shall also <u>budget and</u> pay for an additional professional <u>development and training program for executive management at a cost not to exceed a</u> <u>maximum one-time expense of \$10,000 \$15,000</u> to be expended by June 30, 2016<u>21</u>. to cover all associated costs (e.g. travel, lodging, tuition, except meals) of attending professional <u>development and training program for executive management, subject to funding availability</u>.

4. <u>Code of Ethics</u>. The parties acknowledge that the City Manager is a member of the International City Management Association ("ICMA"). The Parties mutually desire that the City Manager be subject to and comply with the ICMA Code of Ethics, as it may be amended from time to time (Exhibit B). The <u>CityCITY</u> and the City Council agree that the City Council will not give the City Manager any order or direction that would require the City Manager to violate the ICMA Code of Ethics.

5. <u>Performance Evaluation.</u> Annual <u>pP</u>erformance evaluations are an important way for the City Council and the City Manager to ensure effective communications about expectations and performance. The City Council recognizes that for the City Manager to respond to its needs and to grow in the performance of the City Manager's job, the City Manager needs to know how the City Council Members evaluate the City Manager's performance.

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a. To assure that the City Manager gets this professional feedback, the City Council shall conduct an evaluation of the City Manager's performance at least once a <u>yearevery two-year period</u>. The City Council and the City Manager agree that performance

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evaluations, for the purpose of mid-course corrections, may occur quarterly or several times during each calendar year.

b. In January of each year, the City Manager shall notify the Mayor and City Council in writing of the requirement for an annual evaluation of his position. The Mayor shall then agendize before the City Council the timing of such evaluation. The City Manager and City Council will create goals or other outcome measures that will provide the basis for determining next year's performance. The City Council and the City Manager shall define such goals and performance objectives as they mutually determine are necessary for the proper operation of the <u>CityCITY</u> for the attainment of the City Council's policy objectives, and the City Council and the City Manager shall further establish a relative priority among these goals and performance objectives.

6. <u>Termination.</u> The following provisions apply to any termination of employment by CITY:

a. Employee is an at-will employee who may be terminated for any or no reason. In the event EMPLOYEE is terminated for any reason prior to the expiration of the employment term, except as set forth in subsection 6c, CITY shall pay EMPLOYEE a cash payment equivalent to his annual salary as referenced in Section 2, subpart a of this Agreement; provided, however, that such severance payment shall be contingent on EMPLOYEE first executing a release and waiver of all rights to sue the CityCITY or any city employee or official, which release and waiver shall be drafted by the city attorney.

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b. CITY shall pay the premiums for EMOPLOYEE's medical and dental benefits pursuant to the Consolidated Omnibus Budget Reconciliation Act of 1986 (COBRA)

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coverage for the same number of months for which EMPLOYEE is entitled to a lump sum cash payment under subsection 6a, or until EMPLOYEE either secures full-time employment or obtains other health insurance coverage, whichever of these events occurs first. EMPLOYEE shall notify CITY within five (5) days of securing new full-time employment or acquiring health insurance coverage.

<u>c.</u> In the event EMPLOYEE is terminated for cause or malfeasance, CITY shall have no obligation to pay the severance, or allow any other benefits set forth in subsections <u>2c, 2d, 2e, 2g, 6a</u> or 6b.

e.d. If EMPLOYEE is convicted of a crime involving an abuse of his or her office or position as defined in California Government Code section 53243.4, then EMPLOYEE shall reimburse CITY for any paid leave, criminal defense, or cash settlement as set forth in Article 2.6 of Title 5 of the California Government Code. In addition, CITY shall have no obligation to pay the severance, or allow any other benefits set forth in subsections 2c, 2d, 2e, 2g, 6a or 6b.

d.e. _EMPLOYEE may be removed only by a vote of at least three members of the City Council, and may not be removed from office within 90 days next succeeding the date of any general municipal election held in the <u>cityCITY</u> at which election a member of the Council is elected. EMPLOYEE waives the protections of Sections 2.04.310 through 2.04.360 of the San Pablo Municipal Code except as specifically set forth in this Agreement.

e.f. In the event that the City Council formally asks the City Manager to resign, then EMPLOYEE shall be entitled to resign, and still receive the severance benefits subject to section 6.d above, provided he agrees to the release and waiver requirements of all rights to sue to the CityCITY or any city employee of official, as provided in subsection 6a above.

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7. <u>Resignation.</u> If EMPLOYEE voluntarily resigns from the position of City Manager, he will provide CITY with a minimum of thirty (30) days written notice. During the period subsequent to the Notice of Resignation of EMPLOYEE, he shall continue to discharge his duties as City Manager.

8. <u>Notices.</u> Any notices required by this Agreement shall be either given in person or by first class mail with the postage prepaid and addressed as follows:

- CITY: Mayor City of San Pablo 13831 San Pablo Avenue San Pablo, CA 94806
- EMPLOYEE:Raymond M. RodriguezAt his then-current address on file with CITY.

9. <u>Entire Agreement</u>. This Agreement contains the entire agreement between the parties hereto. No promise, representation, warranty, or covenant not included in the agreement has been or is relied on by any party hereto. If any sections, subsections, sentences, clauses, phrases or portions of this Agreement are for any reason held invalid or unconstitutional, such decision shall not affect the validity of the remaining portions of this ordinanceAgreement. The City Council declares it would have passed this and each section, subsection, phrase or clause of this Agreement whether or not any one or more sections, subsections, phrases or clauses may be declared invalid or unconstitutional on their face or as applied.

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IN WITNESS WHEREOF, the parties have executed this Agreement the day and year first above written.

DATED:	<u>,</u> 2014 <u>8</u>		
		Raymond M. Rodriguez	
City Manager Employmen Page 7	t Agreement		
DATED:	, 2014 <u>8</u>	CITY OF SAN PABLO A general law city	
		BY:	rcia
<u>Calloway</u> , Mayor			
ATTEST:			
<u>Alvarado</u> , City Clerk		BY: <u>Ted DenneyElizabeth Pat</u>	<u>oon-</u>