

**DEPARTMENT HEAD
(AND
DEPUTY DEPARTMENT HEAD**

CITY OF ROYAL OAK

Effective Date:

July 1, 2006 – June 30, 2011

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THIS AGREEMENT, entered into this 19th day of August 2008 between the CITY OF ROYAL OAK, Royal Oak, Michigan (hereinafter the "EMPLOYER") and the ROYAL OAK DEPARTMENT HEAD AND DEPUTY DEPARTMENT HEAD ASSOCIATION, (hereinafter the "ASSOCIATION").

1.0 PURPOSE

1.1 The general purpose of this Agreement is to set forth provisions and conditions of employment and to promote the orderly and peaceful labor relations for the mutual interest of the Employer, the Employees and the Association.

2.0 COLLECTIVE BARGAINING DEFINED

2.1 To bargain collectively is the performance of the mutual obligation of the City through its designated representative(s) and the representative(s) of the Association to meet at reasonable times and confer in good faith in respect to wage, hours and other conditions of employment, and the execution of the written agreement incorporating the results of such bargaining.

3.0 RIGHT TO ORGANIZE

3.1 Pursuant to and in accordance with all applicable provisions of Act 336 Public Acts of 1947, as amended, employees of the CITY OF ROYAL OAK have the right of self-organization to join an association and to bargain collectively through representatives of their own choosing on questions of wages, hours, and other conditions of employment.

4.0 PROHIBITED PRACTICES

4.1 No employee shall be favored or discriminated against either by the Employer or the Association because he maintains or terminates membership in the Association.

4.2 The Employer and the Association and their agents are prohibited from restraining or coercing employees in the exercise of their right to joint or not join the Association, to maintain or to terminate membership in the Association, or to individually present a grievance.

4.3 The Employer will not aid, promote, or finance any other labor group or organization which proposes to engage in collective bargaining or make any agreement with any such group or organization for the purpose of undermining the Association during the term of the Agreement.

4.4 It is understood that the services performed by City employees are essential to the public health, safety and welfare of the community. The Association, therefore, agrees that during the term of the Agreement, the Association will not engage in a strike, work stoppage, slow down, or other interference with the employer's operations. Likewise, the Employer agrees that during the term of this Agreement, there shall be no lockouts of the employees. In the event of a strike, work stoppage or slowdown, the Association will cooperate with the Employer in notifying its members to cease and desist from such conduct.

5.0 MANAGEMENT RIGHTS

5.1 It is recognized that the management of the City, the control of its properties and the maintenance of order and efficiency is solely a responsibility of the City. The City reserves all

rights that ordinarily vest in and are exercised by management, except as specifically relinquished in this contract.

5.2 It is recognized that an employee can be terminated with or without cause and with or without notice at any time, at the option of the Employer. It is further understood that no Department Head or other representative of the Employer, other than the City Manager, has any authority to enter into an agreement for employment for any specific period of time. Any agreement with the City Manager must be in writing and signed by the employee and the City Manager.

6.0 ELIGIBILITY FOR EMPLOYMENT

6.1 All offers of employment shall be made prior to a physical examination in accordance with the Americans with Disabilities Act, but shall be conditional upon subsequent approval by a physician.

7.0 RECOGNITION – EMPLOYEES COVERED

7.1 The Employer hereby recognizes the Royal Oak Department Head and Deputy Department Head Association as the sole and exclusive collective bargaining representative for the purpose of collective bargaining in respect to rates of pay, wages, hours of employment, and the employees included in the bargaining unit shall be as follows:

Deputy Chief of Police, Assistant Fire Chief, Director of Planning, Deputy Director of Planning, Building Official, Deputy Building Official, Deputy City Treasurer, Internal Auditor/Budget Analyst, City Engineer, Deputy City Clerk, Information Systems Manager, Library Director, Deputy City Assessor, Superintendent of Motor Pool, Superintendent of Water & Sewage, Superintendent of Public Works, Controller, and Superintendent of Recreation.

8.0 REPRESENTATION

8.1 The employees shall be represented by a committee, one (1) of whom shall be the Chairperson. There may be an alternate appointed to serve in the absence of a regular committee person.

8.2 Promptly following the effective date of this Agreement, the Association and the Employer shall provide each other with a written list of names and titles of their respective representatives and will, from time to time, provide prompt notice of any change.

9.0 ASSOCIATION MEMBERSHIP

9.1 The employer recognizes the right of the Association to solicit membership from any employees working in the bargaining unit.

10.0 LAY-OFF

10.1 The Employer may, for reasons of economy, for more efficient administration or for lack of sufficient appropriation of funds, abolish positions in a department and lay off employees.

10.2 In the event that a position that was abolished pursuant to Section 10.1 is to be re-established, the employee who was laid off from the abolished position shall be offered the

opportunity for reinstatement before the position is filled by a new hire. This provision shall be in effect until the last day of this contract, June 30, 2011.

11.0 PAY PLAN

11.1 The pay plan for employees shall consist of a range for each class of positions providing for increases based on merit.

11.2 Advancement within a specific salary range shall be called a merit increase. As the name indicates, the increase shall be based on the quality of performance. Merit increases are not automatic, but are granted only upon the recommendation of the employee's supervisor/department head and subject to the approval of the City Manager. For persons hired after 11/13/95, these merit increases, when recommended and approved, shall be annual, until the maximum of the range is reached. Increases within the range shall be incorporated into the revised performance evaluation system.

11.3 Any review of salary *ranges* for increases shall also be based on merit and performance. Concerns expressed by the Association relevant to the salary ranges for Manager of Information Systems and Deputy City Treasurer shall be addressed as part of this performance evaluation system.

12.0 PAY DAY

12.1 Pay day for all employees shall be every other Friday and shall cover a two (2) week period, ending at 12:00 Midnight the Saturday preceding such pay day.

13.0 WORK SCHEDULE

13.1 The work day shall consist of eight (8) hours in a calendar day, with not more than an additional sixty (60) minutes off for lunch without pay.

13.2 The work week shall begin at midnight Saturday.

13.3 The basic work week shall consist of forty (40) hours in five (5) consecutive eight (8) hour days. Variations are permitted, but are subject to the approval of the City Manager.

14.0 OVERTIME PAY

14.1 All overtime worked is to be recorded as compensatory time off at straight time. Such time is non-cumulative and must be used by the end of the fourth month following the close of the fiscal year in which the compensatory time was earned. Compensatory time usage is limited to two (2) consecutive eight (8) hour days.

14.2 The term "base hourly wage" means the quotient of the employee's base annual rate divided by the number of hours in the standard work year. The standard work year is recognized as 2080 hours.

14.3 In emergency situations, a Department Head or the City Manager may require compulsory overtime work.

15.0 ALCOHOLIC BEVERAGES AND CONTROLLED SUBSTANCES

15.1 The consumption of alcoholic beverages or controlled substances (those not provided by prescription) during working hours is prohibited. The phrase "working hours" is intended to cover coffee breaks but not meal periods. Employees are prohibited from transporting or storing alcoholic beverages or controlled substances in City vehicles or on City premises for purposes of personal use. Employees are prohibited from appearing for work under the influence of alcoholic beverages or controlled substances. Employees violating this rule may be subject to disciplinary action up to and including discharge.

16.0 REST PERIODS

16.1 All employees working an eight (8) hour day shall be entitled to two (2) rest periods, excluding the lunch period. Whenever possible these periods shall be scheduled in the middle of each one-half regular day. The length of the rest period shall be fifteen (15) minutes per period.

17.0 CHANGE OF ADDRESS

17.1 Employees are required to notify the Human Resource Department promptly of any change of address or telephone number so that the employees may be contacted at all times by either mail or telephone.

18.0 OTHER EMPLOYMENT

18.1 Employees of the City may take part-time jobs; provided, there is no conflict of working hours and no impairment of the employee's efficiency in his/her work or conflict with the interest of the City. Employees of the City may not engage in outside activities while on duty, nor may city property be used for any but City business. Employees must notify the City Manager prior to engaging in outside employment to avoid the possibility of conflict of interest. The City may deny the employee permission to engage in the outside employment if the employment poses a potential conflict of interest.

19.0 CONFLICT OF INTEREST

19.1 No employee may engage in any business or transaction nor have a financial interest, direct or indirect, which is incompatible with the proper discharge of his/her official duties in the public interest or would tend to impair his/her independence of judgment or action in the performance of his/her official duties.

20.0 RETURN OF CITY PROPERTY

Any employee leaving the service of the City, whether through resignation, retirement, layoff or discharge, is responsible for returning any City property which he/she may have in his/her possession. Failure to return City property may result in the employee's final check being held up with deductions being made for the value of the property.

21.0 ACCIDENTS

All duty related personal injuries and illnesses shall be reported immediately. The employee must take such first-aid treatment as may be recommended. Such injuries or illnesses shall, in turn, require the preparation of the necessary Workers' Compensation Report Forms.

22.0 RESIGNATIONS

To resign in good standing, an employee just give the appointing authority at least two (2) calendar weeks" notice unless the appointing authority, because of extenuating circumstances, agrees to permit a shorter period of notice. A written resignation shall be supplied by a Department Head to the City Manager. In the case of a Deputy Department Head, a resignation shall be submitted to the Department Head with a copy forwarded to the Human Resource Department. Failure to comply with this rule shall be entered on the service record of the employee and may be the cause for denying payment for accrued vacation. The resignation of any employee who fails to give notice will be reported to the Human Resource Department.

23.0 PHYSICAL FITNESS

Each employee must maintain physical fitness commensurate with the duties and requirements of the position he/she occupies.

24.0 JURY DUTY

An employee called for jury duty or subpoenaed to appear as a witness in court or before any other body empowered by law to compel attendance of witnesses by subpoena, shall be excused from duty for the time necessary to allow him/her to be in attendance as required, and will be paid the difference between his/her straight-time pay and the fee received for acting as a juror or witness.

25.0 SICK LEAVE

25.1 Any permanent or probationary employee shall accrue sick leave at the rate of eight (8) hours for each month of service. There shall be no maximum accumulation.

25.2 Sick leave will be paid at the employee's regular hourly rate.

25.3 Sick leave shall not be considered a privilege which an employee may use at his/her discretion, but shall be allowed only in cases of actual sickness or disability.

25.4 Sick leave shall not be allowed when absence is due to the use of narcotics or intoxicants, but absence required to undergo a formal alcoholism and/or controlled treatment program shall qualify for such leave.

25.5 In the event of resignation or discharge, all accumulated or unused sick leave shall be cancelled and not paid.

25.6 Any employee who actively pursues and engages in self-employment or works for another employer while on sick leave may be subject to discharge.

25.7 Any employee who becomes ill and unable to report for work must notify his/her immediate Supervisor at least thirty (30) minutes prior to starting time, if possible, and each day

thereafter, or the absence may not be charged against his/her sick leave. If the department is not open thirty (30) minutes prior to the starting time, the report of sickness must be made at the normal starting time.

25.8 After an employee has exhausted all sick leave accrued, vacation and compensatory time off, he/she may be advanced sick leave to cover a maximum period of one hundred twenty (120) hours from the occurrence of the disability. In the event, the employee terminates before the advanced sick leave is repaid, the employee is obligated to repay the City for said time.

25.9 A certificate from a reputable physician may be required as evidence of illness before compensation for a period of illness is allowed.

25.10 After all sick leave is used, if the employee so elects, annual leave may be used as sick leave and regular payments made therefore to the extent of the annual leave to which the employee is entitled. Whenever absence due to illness exceeds the amount of paid leave earned and authorized, the pay of the employee shall be discontinued until he/she returns to work.

25.11 Family Medical Leave Act (FMLA) Leave:

Eligible unit employees will be accorded family and medical leave in accordance with the provisions of the Family Medical Leave Act of 1993, as amended. At the Employer's option sick, vacation and compensatory banks may be used prior to FMLA leave. In no event, however, will an Employee be required to reduce their vacation banks to less than forty (40) hours.

25.12 For employees hired before July 1, 2008, any newly hired employee or existing employee who does not have any sick leave credits may draw an advance of twelve (12) sick leave days per year, and in the event that employment is terminated and an employee owes sick leave to the City, the City shall deduct from any monies owing from the City to the employee a sufficient sum to reimburse the city for the sick leave taken and paid for but not earned. All employees hired after July 1, 2008, will have nine (9) sick days per year.

25.13 An employee injured in the course of gainful employment, other than City employment, shall be eligible for sick leave, but only to the extent that he/she is not compensated for absence from the City employment by the benefits accruing from such outside gainful employment.

26.0 LEAVE WITHOUT PAY

26.1 A Department Head may authorize a permanent employee to be absent without pay for personal reasons for a period not to exceed ten (10) working days in a calendar year.

26.2 A Department Head in consultation with the City Manager, may authorize a permanent employee to be absent without pay for a period not to exceed six (6) months.

26.3 If a permanent employee becomes pregnant or has a prolonged physical or mental illness, the employee may be granted by the City Manager, at the employee's request, a leave of absence without pay not to exceed twelve (12) calendar months.

26.4 Whenever absence due to illness or injury exceeds the amount of paid leave earned and authorized, the employee shall be placed on Leave Without Pay.

26.5 Any employee who actively pursues and engages in self-employment or works for another employer during a leave of absence may be subject to discharge.

26.6 An employee who fails to return to work at the termination of his/her leave of absence shall lose his/her seniority and his/her employment shall terminate.

26.7 Upon return from leave of absence, the employee shall be reinstated to the same classification held prior to leave of absence.

26.8 An employee on leave without pay for more than thirty (30) days in any one fiscal year shall not accrue vacation, sick leave, retirement credits, service toward longevity pay or other fringe benefits or seniority, or be compensated for holidays falling during the leave period; provided, that an employee on leave without pay as a result of a duty-incurred injury shall accrue seniority, service towards longevity, step increases, pay advancement and vacation improvement based on seniority.

26.9 Time spent on a leave of absence greater than thirty (30) days in duration will not count toward qualifying service for merit pay increases.

27.0 VACATION LEAVE

27.1 Any employee with one (1) full year of service prior to July 1 shall be allowed annual leave consisting of absence from duty for ten (10) working days, or two (2) calendar weeks.

27.2 Any employee with less than one full year of service prior to July 1 shall be allowed annual leave in the proportion that his/her actual service bears to a full year of service. The employee may not use this partial leave, however, until he/she has served the City for one (1) year. Under extenuating circumstances, this rule may be waived, but only with the approval of the City Manager.

27.3 For employees hired before July 15, 2008, any employee with five (5) years of service, but less than ten (10) shall be allowed annual leave of fifteen (15) working days or three (3) calendar weeks. He/she shall be eligible for such leave the day after the completion of the fifth year of service.

27.4 For employees hired before July 15, 2008, any employee with ten (10) years of service, but less than sixteen (16) shall be allowed annual leave of twenty (20) working days or four (4) calendar weeks. He/she shall be eligible for such leave the day after the completion of the tenth year of service.

27.5 For employees hired before July 15, 2008, any employee with sixteen (16) years of service, but less than seventeen (17) shall be allowed annual leave of twenty-one (21) working days. He/she shall be eligible for such leave the day after the completion of the sixteenth year of service.

27.6 For employees hired before July 15, 2008, any employee with seventeen (17) years of service, but less than eighteen (18) shall be allowed annual leave of twenty-two (22) working days. He/she shall be eligible for such leave the day after the completion of the seventeenth year of service.

27.7 For employees hired before July 15, 2008, any employee with eighteen (18) years of service, but less than nineteen (19) shall be allowed annual leave of twenty-three (23) working days. He/she shall be eligible for such leave the day after the completion of the eighteenth year of service.

27.8 For employees hired before July 15, 2008, any employee with nineteen (19) years of service, but less than twenty (20) shall be allowed annual leave of twenty-four (24) working days. He/she shall be eligible for such leave the day after the completion of the nineteenth year of service.

27.9 For employees hired before July 15, 2008, any employee with twenty (20) or more years of service shall be allowed annual leave of twenty-five (25) working days, or five calendar weeks.. He/she shall be eligible for such leave the day after the completion of the twentieth year of service.

27.10 All vacations must be taken within the fiscal year following the fiscal year of accrual and cannot be extended into the succeeding fiscal year unless permission is granted in writing by the City Manager. Employees shall forfeit all rights to vacation time if not taken as per the aforesaid rule.

27.11 In the event of termination for reasons other than discharge, an employee shall be entitled to pay for accrued vacation, provided he/she has given a minimum termination notice of ten (10) working days, or two (2) calendar weeks in writing to his/her Department Head.

27.12 Vacation schedules shall be established by the Department Head to permit the continued operation of all departmental functions without interference.

27.13 If a holiday occurs during an employee's vacation, he/she shall be entitled to an extra day of vacation at his/her regular straight-time rate. A holiday will be considered to occur during an employee's vacation week if the holiday and the vacation are included within the period of seven (7) consecutive days commencing at midnight Saturday.

27.14 If an employee dies, his/her next of kin will be paid the regular straight-time pay for all vacation he/she would have otherwise received.

27.15 Vacation pay will be paid at the employee's regular hourly rate.

27.16 For employees hired on or after July 15, 2008, the following vacation schedule will apply. Vacation Time for new hires will be as follows:

<u>1 to 5 years</u>	<u>10 days</u>
<u>6 to 14 years</u>	<u>15 days</u>
<u>15 years or more</u>	<u>20days</u>

28.0 RE-EMPLOYMENT OF VETERANS

Applicable provisions of Federal and State laws shall govern the re-employment rights of Veterans.

29.0 HOLIDAYS

29.1 Employees hired before July 15, 2008, shall receive the following fifteen (15) paid holidays:

1. Good Friday
2. Memorial Day
3. Independence Day
4. Labor Day
5. Thanksgiving Day
6. The Day after Thanksgiving
7. Christmas Eve
8. Christmas Day
9. New Years' Eve
10. New Years' Day
11. Five (5) Personal Business Days

Personal Leave Days for new hires will be reduced to two (2) per year for new hires, which will be received after one (1) full year of service. Will be increased to four (4) days after five (5) years of service.

29.2 When any of the above holidays fall on a Saturday, the holiday shall be observed on Friday, when the Holiday falls on a Sunday, it shall be observed on Monday.

29.3 Holidays will be paid at the employee's regular hourly rate.

29.4 In order to qualify for holiday pay, an employee must be on duty the working day before and after the holiday. If the holiday falls on a scheduled leave day, the employee may take an alternate day. Such selection must be cleared with the Department Head. Authorized absence with pay shall be considered as being on duty.

29.5 In order to qualify for the Personal Business Days, an employee must have successfully completed the initial six (6) month probationary period. The employee shall then be eligible for Personal Business Days in proportion to that part of the fiscal year remaining.

29.6 The days granted for Personal Business days may be taken any time during the fiscal year. The scheduling of Personal Business days is subject to approval of the immediate supervisor.

29.7 A holiday or holidays falling during a period while an employee is on paid leave, exclusive of vacation, shall be considered as having been taken.

30.0 BEREAVEMENT LEAVE

30.1 In case of death in the immediate family (family defined as the spouse, child, mother, father, mother-in-law, father-in-law, brother, sister, grandparent or other relative living in the employee's household), a permanent or probationary employee may be granted a leave of absence, with pay, for a period not to exceed three (3) normal work days. Employees will be granted two (2) additional days of bereavement leave for the death of a spouse, child, mother, father, brother or sister.

30.2 Bereavement leave will be paid at the employee's regular hourly rate.

30.3 Any employee who is self-employed and actively pursues or engages in self-employment or works for another employer while on bereavement leave shall be discharged.

30.4 Should a death of a member of his/her immediate family occur while an employee is on a scheduled vacation, he/she shall be eligible to receive the benefits stated herein provided he/she notified the City prior to the date of the funeral and he/she attends the funeral.

31.0 EMERGENCY LEAVE

In the event that a permanent or probationary employee's spouse, relative living in the employee's household, or one or more children become ill or incur an injury of an emergency nature which prevents the employee from reaching his/her place of employment, or would compel the employee to leave his/her employment in order to take the above-defined relative to either a hospital or doctor's office, the employee shall be paid his/her regular wage for his/her time away from work and the time shall be deducted from the employee's accrued and unused sick leave benefits in the amount of time ranging from one (1) but not to exceed twenty-four (24) hours in any one (1) fiscal year. In the event that vacation or personal business days are used for emergency leave, such time may not be used in a period of less than one (1) hour. Proof of the existence of an emergency in the form of a written statement from a physician may be required before emergency leave is allowed.

32.0 INJURY LEAVE

32.1 In the case of a job-incurred illness or injury to a permanent or probationary employee resulting in a physical or mental disability to the extent that the employee is unable to perform his/her regular duties or perform selected limited assignments, he/she shall be placed on injury leave.

32.2 Time spent on injury leave shall be considered for all purposes as continuing service. At any time during injury leave, an employee may be required to submit to a physical examination by a City physician.

32.3 Injury leave pay will be paid at the employee's regular hourly rate.

32.4 Injury leave shall not exceed three hundred sixty (360) working hours at full pay for any one compensable illness or injury, with an additional seventeen hundred twenty (1720) hours at eighty percent (80%) of pay. The employee will be allowed to remain at one hundred (100%) percent of pay provided that the eighty (80%) percent is supplemented by use of banked time and following, in descending order, the use of:

1. Vacation Days
2. Personal Business Days
3. Holidays
4. Sick Leave accruing during the fiscal year the injury leave is taken.
5. Compensatory Time
6. Sick Leave Bank.

32.5 An employee who is self-employed and actively pursues or engages in self-employment or works for another employer while on injury leave shall be subject to discharge.

32.6 After receiving injury leave pay for 2080 hours, the employee's pay shall be governed by the Michigan workers' Disability Compensation Act.

32.7 Injury leave and subsequent pay shall start immediately upon reported illness or injury.

32.8 An employee who incurs a job related illness or injury and is eligible for injury leave under this section must avail himself/herself to City-approved medical treatment. Any employee who refuses medical attention or does not avail himself/herself of therapy shall be disallowed injury leave.

33.0 INSURANCE

33.1 **LIFE INSURANCE:** The City shall provide and pay full premium for Fifty Thousand Dollars (\$50,000) group life insurance per employee. Employees may purchase optional coverage at their own expense for spouse and dependent children, if available from Carrier.

33.2 MEDICAL INSURANCE:

(a) **Health Care Options:** All employees may choose from four (4) health care insurance plans, with premiums fully paid by the City. These health care alternatives shall include SelectCare HMO with \$10 office co-pay, \$10/20 drug rider and vision coverages; Health Alliance Plan HMO with \$10 office co-pays, \$10/20 drug rider and vision coverage; Blue Care Network HMO with no office co-pays, \$10/20 drug rider and vision rider; and M-Care POS (Point of Service) Plan with \$10 office co-pays and \$10/20 drug rider as described in (c) below when utilizing option one. These health care options shall continue into retirement. Premiums shall be fully paid by the city for employees hired before 7/1/2005. Employees hired on or after 7/1/2005 shall make payroll contributions to cover 10% of the cost of health care premiums continuing into retirement.

(b) **Blue Cross/Blue Shield PPO:** Employees who were hired prior to November 13, 1995 shall also have the option of selecting the Blue Cross/Blue Shield (or similar insurance thereto which may be secured at the option of the City, provided that the benefits are at least identical to the benefits described herein), and shall include the Blue Preferred Plan (PPO option) with MVF II; Master Medical Option I; FAE-RC, ML and VST riders; MMC-POV, OPC, and CC riders; Organ Transplant Coverage; Generic Drugs with a \$10/20 deductible prescription rider for each employee and their eligible dependents, and Rx Pharmacy. Employees hired after November 13, 1995 shall also have the option of selecting Blue Cross/Blue Shield coverage, if they pay the difference between the BC/BS premium and the average applicable premium for the HMO options described in 33.2(a) above. This option shall be available at the first open enrollment after completion of two (2) years of service, and shall continue into retirement.(remove old underlines in (a) & (b))

The Preferred Provider Organization (PPO option), the BC/BS Blue Preferred Plan, has been agreed to with the following language: Additionally, PPO is provided with contingency language based on the Blue Preferred Plan program continuing with no more than a 10 percent reduction in the listing of participating physicians, otherwise Department Heads have the option to return to the traditional coverage, i.e., standard BC/BS hospital and surgical coverage with Predetermination and Mandatory Second Opinion.

(c) Effective July 1, 2005, the prescription drug rider for all employees shall be \$10/\$20 with a cap of 30 prescriptions per fiscal year. Employees with more than 30 prescriptions per fiscal year per policy shall be reimbursed for the additional cost of the co-pay for prescriptions in excess of 30. Reimbursement will be made by the Finance Department on an annual basis for the period of July 1 through June 30 each year. It is the responsibility of the employee to present to the Finance Department copies of the prescriptions for the prior

period between July 1st and July 31st each year. The reimbursement will be paid out by August 31 each year.

(d) Section 33.2(c) – Effective July 15, 2008, the following changes in healthcare will take effect:

- i. Health Insurance for existing employees who are not in an HMO will be Community Blue Option II or equivalent with a \$10.00 generic drug card and a \$20.00 brand drug card. Effective January 1, 2008 and thereafter, the City may put into effect a formulary drug card with a \$10.00 generic/\$20.00 and \$30.00 brand drug co-payment.
- ii. For employees in an HMO, the drug card above will apply. There will be two designated HMOs by the City. Those are HAP (two plans) and BCN. Individuals who are presently in an HMO and were hired prior to July 1, 2008 will be provided with an option to be in Community Blue II. That election must occur within a thirty (30) day open enrollment period immediately after ratification of the collective bargaining agreement. Should they choose not to enroll in Community Blue II, they will remain in the HMO. Thereafter, individuals who are in an HMO and were hired prior to July 1, 2008, may elect during an open enrollment period to have Community Blue – II at no cost to the member.
- iii. Mandatory mail-in for maintenance drugs MOPD 2.
- iv. The City is authorized to utilize self insurance, wrap plans and/or consolidating carriers as long as equivalent benefits are provided.
- v. Employees hired on or after 7-1-2008 shall make payroll contributions to cover 10% of the cost of health care premiums.

The City may self insure or use a wrap plan on any of these policies. The City may also convert to 1 HMO.

- (e) Duplicate Health Care Benefits:** The City will pay the employee/subscriber thirty percent (30%) of the scheduled applicable premium annually up to a maximum of \$2,400 to select the benefits under a spouse's health care plan. For employees eligible for Blue Cross, this shall be computed as thirty percent (30%) of the scheduled Blue Cross premium. For other employees, this shall be computed as thirty percent (30%) of the scheduled premiums for the four HMO/POS alternatives. Employees opting out of Blue Cross may elect to keep the separate BC/BS riders for Master Medical, prescription drugs, and or vision coverage, with the cost being deducted from the thirty percent (30%) reimbursement. Employees will be responsible for the full cost of these riders. There is an annual window of opportunity to revert to insurance coverage effective May 1, if the employee so elects. The 30% reimbursement to select benefits under a spouse's health care plan will also be extended to current retirees who are receiving full health care benefits. In the event a spouse's coverage is terminated for any reason, the City will pay the COBRA payments until the employee subscriber can obtain coverage under the City sponsored health care programs.

33.3 DENTAL INSURANCE: The City shall provide a co-payment dental insurance plan which shall be the Delta Dental Plan of Michigan, Class I , Class II and Class III benefits (or similar insurance thereto which may be secured at the option of the City). The employee co-payment applicable for Class I benefits shall be 20%; the employee co-payment for Class II benefits 20%; and the employee co-payment for Class III benefits is 20%. The maximum Class I and Class II per person per contract year benefits is \$800. Delta's Class III benefit maximum shall not exceed a lifetime payment of \$1,500 per eligible person.

33.4 OPTICAL INSURANCE: The City shall provide and pay the full premium for the Blue Cross/Blue Shield, HAP, M-Care, or SelectCare optical plan for each employee and his/her eligible dependents.

33.5 Employees are required to immediately notify the Employer of any change in marital status which has an effect on the City's payment of fringe benefits. Failure to do so will result in the employee being held responsible for any cost incurred because of his/her negligence.

33.6 An employee on leave of absence in excess of thirty (30) days may continue his/her health, medical, dental, life and optical insurance at his/her own expense under the group program except as otherwise required under the Medical and Family Leave Act. Payment must be made each month in advance with the understanding that there will be no reimbursement.

33.7 COBRA COVERAGE: Continued group coverage is offered to qualified former employees and qualified dependents or former dependents of the employees under the provisions of the Federal legislation known as COBRA. Information is available at the Human Resource Department.

33.8 RETIREE INSURANCE BENEFITS:

(a) **RETIREE HOSPITAL AND SURGICAL INSURANCE:** The City shall provide and pay the full premium for medical insurance for retirees, their surviving spouse, and eligible dependents. Retiree health care options shall be the same as those described in Section 33.2(a) & (b) above. Employees hired before November 13, 1995 shall also have the option of selecting Blue Cross retiree health care. This coverage shall include MVF-II; Master Medical Option I; Predetermination and Mandatory Second Opinion; The ML, FAE-RC, VST Riders; Organ Transplant coverage; and generic drugs with a \$5 prescription rider for those retirees who retire between 7/1/2005 and 6/30/2006. For all employees, qualified spouses and other eligible dependents retiring after June 30, 2006, the prescription drug rider shall be \$10/\$20 with a cap of 30 prescriptions per fiscal year. Employees with more than 30 prescriptions per fiscal year shall be reimbursed for the additional cost of the co-pay for prescriptions in excess of 30. Reimbursement will be made by the Finance Department on an annual basis for the period of July 1 through June 30 each year. It is the responsibility of the employee to present to the Finance Department copies of the prescriptions for the prior period between July 1st and July 31st each year. The reimbursement will be paid out by August 31 each year. The city shall continue such insurance for the surviving spouse and his/her eligible dependents at said level upon the demise of the retiree. A retiree must have at least ten (10) years of service with the city in order to receive the above medical insurance. Premiums shall be fully paid by the city for employees hired before 7/1/2005. Employees hired on or after 7/1/2005 shall make payroll contributions to cover 10% of the cost of retiree health care premiums.

(b) Health Insurance at Retirement

- i. Effective January 22, 2008, to be eligible for retiree healthcare insurance, an individual must be age 55 with at least 20 years of service or age 50 with at least 25 years of service with the City. Any years of service purchased by the member for pension purposes under the contract will count toward eligibility under this provision. Any years of service purchased by the member under the Retirement Ordinance at the actuarial rate will not count towards eligibility under this provision.

Effective January 1, 2008, fifteen (15) years of service is required for retiree healthcare insurance at age 60 (regular retirement) for current employees hired prior to date of ratification.

- ii. The City will pay for the retiree, spouse and eligible dependants at the time of retirement only for employees hired before date of ratification.
- iii. There is no City-paid Family Continuation Coverage at retirement which is the present status quo.

(c) For employees hired before date of July 1, 2008 only:

The offered plan at retirement will be Community Blue II, or its equivalent, with the drug card noted in 33.2(d). The City may afford retirees available equivalent options at its discretion.

(d) **FOR EMPLOYEES HIRED BY THE CITY ON OR AFTER JULY 1, 2008, THE CITY WILL ESTABLISH AN EMPLOYEE HEALTH RETIREMENT SAVINGS ACCOUNT**

All present insurance benefits for retirement will be eliminated for new hires.

A Health Retirement Savings Account is a program that allows employers to contribute monies on a tax free basis to accounts established by employees. It is designed to replace all retiree insurances for employees newly hired after date of ratification.

These accounts may be used by the employee, their spouse, or qualified dependents to help offset the cost of health care after the employee retires or separates from service.

The employee does not pay taxes on the contributions, investment earnings, or distributions for medical reimbursements.

The City at its sole discretion can determine which plan will be provided and the same plan will be provided to all non-union employees.

After death, any remaining account balance may be used by the employee's surviving spouse or surviving dependents for the reimbursement of qualified medical expenses.

Vesting will be seven (7) years under this plan.

The City will contribute one percent (1%) of base salary for each eligible member.

(e) RETIREE DENTAL INSURANCE: For employees hired before July 1, 2008, Retirees and their eligible dependents shall be accorded Delta Dental Plan of Michigan (or similar but equal dental insurance) with Class I and Class II benefits with a twenty percent (20%) co-pay. The per person per contract year maximum benefits shall be \$700.

(f) RETIREE OPTICAL INSURANCE: For employees hired before July 1, 2008, Retirees and their eligible dependents are eligible for the same optical coverage granted to regular employees.

(g) MEDICARE: Upon becoming eligible for Medicare Benefits, any retiree or person covered through or because of such retiree shall obtain City sponsored "Complimentary Coverage" to coordinate the benefits and for Medicare to be primary, with the City paying the premium for Part B coverage through reimbursement.

(h) RETIREE TERM LIFE INSURANCE: is \$4,000.

34.0 UNEMPLOYMENT COMPENSATION

Unemployment compensation is provided in accordance with the Unemployment Compensation statutes of the State of Michigan.

35.0 DUTY – NON-DUTY DISABILITY

Any permanent or probationary employee who becomes totally disabled as a result of an on-the-job connected injury or illness, or any permanent employee with a minimum of five (5) years of service who becomes totally disabled as the result of a non-service connected injury or illness, shall be eligible for a monthly payment of sixty-six percent (66%) of his/her base monthly salary in effect at the time of such injury or illness, but in no event will such monthly payment exceed Five Thousand Dollars (\$5,000). These monthly payments shall continue until the employee reaches voluntary retirement age. The provision contained herein shall be limited and governed by the insurance policy and retirement ordinance.

36.0 TUITION REIMBURSEMENT

The Tuition Reimbursement Program is designed to encourage employees to improve their job skills, to increase their value to the City by pursuing courses of study directly related to their work and to assist them in preparing for future promotions within the City. The policy and procedures governing this program are intended to be flexible to insure the optimum utilization of the available funds. The following provisions are established to govern the administration of the City's Tuition Reimbursement Program.

36.1 Application for tuition reimbursement will only be considered from employees who are full-time probationary or permanent.

36.2 Applications will not be considered if the employee is receiving funds for the same course from any other source (G.I. Bill, scholarships, etc.)

36.3 Applications may be made only for attendance at a school of recognized educational standing, including correspondence schools. Selected subjects must relate directly to the employee's present job or to a reasonable predictable future job with the City. These include:

- (a) Technical or non-technical courses of immediate benefit to the employee and the City in the performance of present assignments when qualifying for promotion within the present field of specialization. (Examples: advanced courses in accounting, planning, assessing, investing, insurance, engineering, labor and so forth).
- (b) Technical or non-technical courses outside the employee's current field of specialization but related to either field specialization within his/her department and progression in a related field. (Examples: advanced courses in self-expression, written expression, or technologically related special enrichment courses.)

36.4 Reimbursement shall be made at 50% of the cost of the tuition not to exceed \$250 per course for undergraduate level courses, and \$350 for graduate level courses. The cost of textbooks shall be reimbursed at 100%. Employees must present official school receipts with their request documenting the cost of tuition and textbooks for the course.

36.5 Eligibility for tuition reimbursement shall be limited to two courses per semester per employee.

36.6 Reimbursement shall be made only for course work for which the applicant received a grade of C or its numerical equivalent or better. Employees must present official school transcripts showing the final grade received.

36.7 As funds for tuition reimbursement are limited, priority for reimbursement shall be governed by the time and date the completed applications are received from employees. Approval of applications for tuition reimbursement is contingent upon the availability of funds, the employee's successful completion of the course and adherence to the policies and procedures outlined in this program.

36.8 The following procedures shall be followed in making application for course approval and tuition reimbursement.

- (a) The employee shall submit his/her application for course approval and tuition reimbursement in the form of a memorandum to his/her Department Head. The memorandum must include detailed information concerning the course or courses for which reimbursement is sought.
- (b) If the course is approved for tuition and textbook reimbursement, the employee shall notify his/her immediate supervisor no later than one (1) month after the course is completed and present to his/her Department Head his/her transcript of credits, as well as appropriate receipts for tuition and textbook, for reimbursement. This material is, in turn, forwarded to the Human Resource Department. Upon receipt of the transcript of credits and appropriate receipts for tuition and textbook(s), the Human Resource Department shall submit to the Finance Department a check request authorizing the issuance of tuition and textbook reimbursement to the employee. A copy of the transcript of credits shall become a permanent part of the employee's personnel file.

37.0 LONGEVITY PAY

37.1 Longevity pay increments shall be awarded as per the following schedule:

(a) For employees hired prior to June 1, 1990, two (2%) percent of base pay after completion of five (5) years of service; four (4%) percent of base pay after completion of ten (10) yeas of service; six (6%) percent of base pay after completion of fifteen (15) years of service; eight (8%) percent of base pay after completion of twenty (20) years of service; and ten (10%) percent of base pay after completion of twenty-five (25) years of service.

(b) For employees hired on or after June 1, 1990, but before July 1, 2008, the following longevity pay schedule will be in effect.

After completion of five (5) years service:	\$250
After completion of ten (10) years service:	\$500
After completion of fifteen (15) years service:	\$750
After completion of twenty (20) years service:	\$1,000
After completion of twenty-five (25) years service:	\$1,250

(c) Longevity will be eliminated for employees hired on or after July 1, 2008

37.2 For all employees eligible for percentage longevity payments, the payment shall be computed on the base annual rate of pay in effect on July 1 of the fiscal year in which the payment is made.

37.3 Longevity pay shall be made by check for the full amount paid and shall be paid no later than November 15 of each year.

37.4 Military leave of absence shall be considered as continuous City service.

37.5 The cut-off date for qualifying service shall be December 1st. As an example, in order to be eligible for a first longevity pay increment, which is two (2) percent of the base pay for employees hired prior to June 1, 1990 and \$250 for employees hired on or after June 1, 1990 after five (5) years of service, the employee must have five (5) years service as of December 1 of the fiscal year in which the payment is to be made. Anniversary dates falling during the fiscal year will not be recognized for longevity pay until December 1 of that year.

37.6 In the event of termination, either through resignation or discharge, the employee shall be entitled to receive that longevity pay for which he/she was eligible as of December 1. He/she shall not, however, be entitled to partial longevity payment for service accrued in the fiscal year in which his/her employment is terminated. In the event payment has been made to an employee who has failed to meet the requirements specified in this entire section, the City shall deduct said amount from final compensation.

37.7 In the event of termination, either through retirement or demise, the employee or designated beneficiary shall be entitled to receive that longevity pay for which he/she was eligible as of December 1st. In addition, he/she shall receive a partial payment for time served in the fiscal year in which his/her retirement or demise occurs. Such payment shall be determined by the ratio formed between a full year of service and that portion of the year actually served.

37.8 In the event of layoff, the employee shall be entitled to receive that longevity pay for which he/she was eligible as of December 1st. In addition, he/she shall receive a partial payment for time served in the fiscal year in which his/her layoff occurs. Such payment shall be determined by the ratio formed between a full year of service and that portion of the year actually served.

37.9 Longevity will be eliminated for employees hired on or after July 1, 2008.

38.0 RETIREMENT PENSION BENEFITS

38.1 Those retirement benefits as specified in the Retirement Ordinance 91-4, or subsequent revision, are adopted and made part of the Contract.

38.2 The Deputy Chief of Police shall be eligible for those retirement benefits specified in the City of Royal Oak Police Command Officers' Association Contract. The Assistant Fire Chief shall be eligible for those retirement benefits specified in the City of Royal Oak Fire Fighters Local 431 Collective Bargaining Agreement. The interpretation of this language shall be consistent with the 6/20/97 memorandum of the Employee Relations Committee.

38.3 The age and service requirement for normal retirement shall be as follows:

- (1) Age sixty (60) years or older and five (5) years or more of credited service; or
- (2) Age fifty-five (55) years and twenty-five (25) years of credited service.
- (3) Retirement shall also be allowed at age fifty-five (55) with 20 years or more of credited service, and at age fifty (50) with twenty-five years of credited service.

38.4 **ANNUITY WITHDRAWAL:** Employees covered by this Contract who retire pursuant to the appropriate provisions of the Retirement Ordinance, may irrevocably elect, prior to the effective date of retirement but not thereafter, to be paid the accumulated contributions standing to the member's credit in the Reserve for Employee contributions – plus 3% interest. Upon this election and the payment of accumulated contributions, the retiring member's monthly pension shall be reduced by an amount which is the actuarial equivalent of the sums withdrawn. The actuarial equivalent shall be determined on the basis of the interest rate established by the Pension Benefit Guaranty Corporation, for immediate annuities. A retiring member and his/her spouse, if any, shall, if possible, jointly participate in a meeting with City representatives prior to the election at which the effects of the annuity withdrawal will be explained.

38.5 Members of the bargaining unit as of July 1, 2005 shall be permitted to purchase from six (6) months up to three (3) years of service credit with the City for active-duty military or full time government service rendered prior to employment with the City or lay off time from the City. Members of the bargaining unit shall have up to June 30, 2006 to commit for the purchase of said service credit and shall have until June 30, 2008 to complete the purchase of said time. If payment is not completed, credit shall be awarded pro-rata. In the event the member deceases prior to June 30, 2008, the employee's spouse shall have the option to complete said payments within thirty (30) days of the death.

38.6 Employees who purchase service credit pursuant to 38.5 or who previously purchased service credit as permitted by the Administrative Rules then in existence, shall not withdraw those funds contributed to the retirement system in a lump sum upon retirement under the Annuity Withdrawal provisions contained in 38.4.

38.7 Employees who have previously purchased at least three (3) years of service credit are not entitled to purchase any additional service credit under 38.5.

38.8 Effective July 1, 2000, the employees' (other than the Deputy Chief of Police and Assistant Fire Chief) contribution from compensation shall be 2% to the social security base wage and 4% thereafter.

38.9 Effective July 1, 2000, the amount of monthly level straight life pension shall be equal to the retiring members' credited service multiplied by 2.5% of the retiring members' final average compensation for the first 20 years of service, and 2.2% thereafter.

38.10 An employee's pension at the time of retirement shall not be greater than 75% of his/her final average compensation.

38.11 Effective June 1, 1993 final average compensation is one twenty-fourth (1/24th) of the greatest aggregate amount of base salary and longevity paid a member for twenty-four (24) consecutive months of credited service contained within the last one hundred twenty (120) months of service.

38.12 Effective 11/13/95, sick leave incentive pay shall be included in final average compensation. Effective July 1, 2000, for years one and two of the contract, up to an additional 48 hours maximum shall be rolled into FAC from the employee's prior sick leave bank, at the annual base rate of pay in effect as of the last pay period of the fiscal year in which the sick leave was earned. For years three, four and five of the contract (effective July 1, 2002) the sick leave incentive roll-in shall be increased from 48 to 96 hours maximum (last 2 years, not divided by 2), and the 48 hours from the sick leave bank shall be eliminated.

38.13 These retirement benefits shall remain in effect until a new contract is ratified.

38.14 The City may switch to the MERS pension system at its discretion. Prior notification will be provided to the bargaining unit. Such conversion will not result in the loss of benefits to members of the bargaining unit.

38.15 For employees hired on or after July 1, 2008 the Defined Benefit Plan is eliminated:

A Defined Contribution Plan will be established for all employees hired on or after July 1, 2008, which will either be through MERS or ICMA or another carrier at the City's sole discretion. The contribution rate will be 7% for the Employer and 5% for the Employees.

Vesting will be five (5) years under this plan.

39.0 SICK LEAVE CONTROL PROGRAM

39.1 The Sick Leave Control Program shall be applicable to all full time permanent employees.

39.2 In order to qualify for sick leave payment, an employee must have forty-five (45) days of accumulated sick leave as of the first day of the fiscal year in which payment is to be made.

39.3 Employees who have the prescribed minimum of accumulated sick leave shall be paid 100% of unused sick leave in excess of six (6) days earned during the fiscal year preceding the

one in which payment is to be made. Those sick leave days for which pay is not given shall be added to the employee's sick leave accumulation.

39.4 All sick leave payments shall be computed on the annual base rate of pay in effect as of the last pay period of the fiscal year in which sick leave was earned.

39.5 Sick leave payment shall be made by check for the full amount and shall be issued between the dates of July 15 and July 31.

39.6 If an employee so elects in writing to the City Manager, he/she may waive payment for sick leave and have the days for which payment would normally be given added to his/her sick leave accumulation.

39.7 The cut-off date for qualifying for accumulated sick leave shall be as of June 30. As an example, in order to be eligible for sick leave payment, an employee must have a minimum of forty-five (45) days of accumulated sick leave as of June 30. Employees qualifying during the fiscal year will not be recognized for sick leave payment until the subsequent fiscal year.

39.8 In the event of termination, either through resignation or discharge, the employee shall be entitled to receive payment for which he/she was eligible as of June 30 of the fiscal year in which his/her sick leave was earned. He/she shall not, however, be entitled to a partial sick leave payment for sick leave accumulated and unused in the fiscal year in which his/her employment is terminated.

39.9 In the event of termination, either through retirement or demise, the employee shall be entitled to receive sick leave payment for which he/she was eligible as of June 30 of the fiscal year in which the sick leave was earned. In addition, he/she shall receive a partial sick leave payment based on the payment of 50% of the unused sick leave earned in the fiscal year in which his/her retirement or demise occurs.

39.10 In the event of layoff, the employee shall be entitled to receive payment for which he/she was eligible as of June 30 of the fiscal year in which his/her sick leave was earned. In addition, he/she shall receive a partial sick leave payment based on the payment of 50% of the unused sick leave earned in the fiscal year in which his/her layoff occurs.

39.11 In the event of retirement, any employee having a sick leave balance shall be paid for the sick leave balance at the time of retirement up to a maximum of four hundred (400) hours. Such pay shall be at the employee's base rate in effect at the time of retirement. Employees who use no more than six (6) sick days the last twelve (12) months of employment shall receive payment to a maximum of four hundred forty (440) hours.

39.12 In the event of an employee's death, the deceased employee's spouse, or children if no spouse survives, shall be entitled to receive up to four hundred forty (440) hours payment for said deceased employee's sick leave accumulation as provided in Section 39.11

39.13 A defined contribution plan may be offered by the City as an option to the defined benefit plan.

40.0 SUSPENSION OF LEAVES

40.1 The leaves provided for in this contract may be temporarily suspended during any period of emergency declared by the City.

41.0 SAFETY

41.1 Employees, in the performance of their jobs, shall at all times use safety devices and protective equipment which may be furnished to them, and will comply with safety, sanitary and fire regulations.

42.0 WAGE ADJUSTMENT

42.1 Section 42.0 – Wage Adjustment:

<u>Effective July 1, 2006</u>	<u>0%</u>
<u>Effective July 1, 2007</u>	<u>2.5% retroactive</u>
<u>Effective July 1, 2008</u>	<u>3.0% retroactive</u>
<u>Effective July 1, 2009</u>	<u>2.5%</u>
<u>Effective July 1, 2010</u>	<u>Wage Reopener</u>

42.2 The parties have also agreed to add a Me-too Provision which states as follows:

That should the City of Royal Oak grant members of AFSCME Local 2396 an across the board annual wage increase for all members of the bargaining unit above the wage increases contained through June 30, 2010 members of this bargaining unit will be provided the same across the board wage increases. This will not apply in the wage reopener year.

43.0 DEFERRED COMPENSATION

43.1 Employees covered by this Contract may participate in the ICMA Retirement Corporation Deferred Compensation Plan or the Nationwide (formerly PEBSCO) Deferred Compensation Plan. Information is available in the Human Resource Department.

43.2 A contribution will be made by the Employer, in the amount of 1.5% of base pay, to the employees' Deferred Compensation Account.

43.3 Employees may place their separation pay into deferred compensation consistent with federal regulations and the ICMA-RC or Nationwide Final Pay Deferral Plan.

44.0 GRIEVANCE PROCEDURE FOR ALLEGED DISCRIMINATORY PRACTICES

44.1 An employee having a grievance shall first take the matter up with his/her immediate supervisor. If the grievance is not settled to the employee's satisfaction, the grievance shall be reduced to writing, and submitted to the employee's immediate supervisor; the immediate supervisor shall furnish the employee with a written answer to the grievance within forty-eight (48) hours (excluding Saturdays, Sundays and holidays).

44.2 If a satisfactory settlement is not reached in Step 1, the employee may, within forty-eight (48) hours after receipt of the written answer, present the grievance to his/her Department Head for review. The Department Head shall then furnish a written answer within forty-eight (48) hours (excluding Saturdays, Sundays and holidays).

44.3 If a satisfactory settlement is not reached in Step 2, the employee shall meet with the Human Resource Director or his/her designated representative and attempt to reach an equitable solution to the grievance. The Human Resource Director shall make a written disposition of the grievance within five (5) working days after the meeting.

44.4 If a satisfactory settlement is not reached in Step 3, the employee may submit the matter to the City Manager within three (3) working days following receipt of the Human Resource Director's written disposition of the grievance. The City Manager shall, upon receipt of the grievance, make a written disposition within ten (10) working days.

44.5 In the event the grievance is not settled in step 4, the employee may submit the matter to the Employee Relations Committee of the City Commission. The Employee Relations Committee of the City Commission shall, upon receipt of the grievance, make a written disposition within ten (10) working days.

45.0 USE OF VEHICLES

45.1 Every employee who, in the course of his/her regular work, may be required to drive a City vehicle must have a valid State of Michigan Driver's License which permits him/her to drive the class of vehicle involved. A learner's permit is not a valid driver's license. Chauffeur's licenses are not required by employees to drive a City vehicle. No employee shall drive a City vehicle in contravention of any restrictions set out on his/her State of Michigan Drivers' License.

45.2 No one shall transport or store for personal use in a City vehicle any alcoholic beverages or controlled substances.

45.3 City vehicles shall be used for City business only.

45.4 When a City vehicle is authorized to be taken home at night, it shall be driven as directly as possible between the employee's place of business and his/her residence, so as to create no undue mileage.

45.5 The operation of City vehicles will be in conformity with the appropriate provisions of the Michigan Vehicle Code, City of Royal Oak Traffic Ordinance, and special parking regulations as they may relate to employee parking at their respective places of employment.

45.6 When vehicles are stored outside during the night, drivers shall be responsible for the removal of the keys from the ignition at the conclusion of the work period. Keys shall be placed in a location as directed by the Department head. Windows of all vehicles shall be fully rolled up, the doors closed securely, and the vehicle locked.

45.7 The driver of any City vehicles is responsible for looking after its general condition as if it were his/her own. For example, he/she shall drive the vehicle so as to keep tire wear to a minimum by maintaining proper inflation, and by not rubbing curbs or driving over sharp rocks, etc. He/she shall care for both the interior and exterior of the vehicle generally, including normal cleanliness.

45.8 The driver of any vehicle shall not drive the vehicle if it is not in safe operating condition. Mechanical or other defects MUST be reported promptly to the Motor Pool Division at the Public Service Building.

- 45.9 In the case of property damage accident, the following procedures shall be followed:
- a. The Police shall be notified.
 - b. The employee's Supervisor should be notified immediately.
 - c. Any utility companies involved should be notified immediately.
 - d. Necessary safety precautions should be taken by the employee involved, if needed.
 - e. The employee shall complete an accident report form.

45.10 If any City vehicle is stolen, the operator to which it was assigned shall call the police immediately.

45.11 If any parts or accessories considered part of a City vehicle, or other equipment or materials on a City vehicle are lost or stolen from the vehicle, the driver shall call the police immediately.

46.0 GENERAL CONDUCT

46.1 Employees shall not fight or engage in any other acts likely to cause either property damage or bodily injury to any person.

46.2 Employees shall at all times observe all safety rules and perform their work in accordance with commonly accepted safety practices.

46.3 Employees are prohibited from accepting gifts of value or gratuities from organizations, employees, agents or other individuals who may or do conduct business with the City. The reference to this rule is an excerpt from the policy on gratuities promulgated for all employees.

46.4 An employee shall not abuse, misuse or deliberately destroy or damage any City property, tools, equipment and machines or property of any other employee.

46.5 An employee shall not engage in any immoral or indecent act or any other act which would reflect unfavorably upon the reputation of the City.

46.6 Employees shall not engage in any private business or activity for profit or without profit during working hours.

46.7 Employees shall not use any City property for their own personal use or benefit.

46.8 General employees shall not carry any concealed weapon.

46.9 Employees shall not deface, change or falsify any personnel or other City records or papers.

46.10 Employees are prohibited from using their position with the City to directly or indirectly gain benefits, favors, money advantages, privileges or anything of value other than regular compensation.

46.11 Employees shall observe regular working hours as established for their department.

47.0 MISCELLANEOUS

47.1 PHYSICAL EXAMINATIONS: The City will contribute up to \$200 toward a complete physical examination every two years. It is understood that there is no requirement that the results be shared with the City.

47.2 EDUCATIONAL BONUS: Qualified Public Safety employees (including the Deputy Chief of Police) who are members of the Department Head and Deputy Department Head Group shall be entitled to the same educational bonus accorded to the Police Command Officer's Association and shall abide by the same requirements and restrictions of said contract language.

47.3 UNIFORMS: The City shall provide uniforms for those employees of the public Safety Department whose job function requires such uniforms, including the Deputy Chief of Police and the Assistant Fire Chief.

47.4 CLEANING ALLOWANCE: Plain clothes Public Safety Department police employees, including the Deputy Chief of Police and Assistant Fire Chief, shall receive a cleaning/clothing allowance of Seven Hundred Fifty (\$750) dollars per fiscal year. In the event of termination during the fiscal year, the City shall recapture these funds on a pro-rata basis.

47.5 MISCELLANEOUS: If, for any reason other than dismissal with just cause, a Deputy Chief of Police is relieved from his/her appointment as Deputy Chief of Police, he/she shall be reinstated to the rank held immediately prior to that appointment within the Police Department. All seniority accrued as Deputy Chief of Police being reinstated to his/her previously held rank, shall be credited to him/her as though served continually in the previously held rank. Their date of seniority shall be that of their original promotion to the rank previously held.

47.6 A Deputy Chief of Police or Assistant Fire Chief who is called back to work outside his/her regular duty period shall be entitled to a minimum of three (3) hours of compensatory time off.

48.0 REOPENERS

The City agrees to reopen negotiations relative to how to provide free parking for all employees if all parking lots are metered and there is no longer an area for free parking.

49.0 EXECUTION OF AGREEMENT

This agreement shall become effective on the date of its execution and shall be in effect until June 30, 2011 provided, further, that those sections specifically providing for not opening until a specified time, shall be considered in effect until said specified time expires.

WITNESSES:

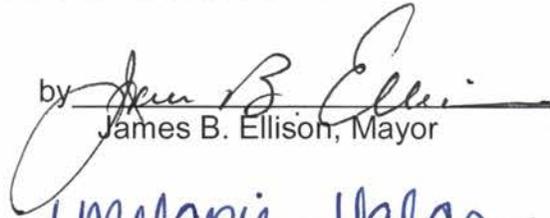


JANET KILLIAN



CHRISTINE L. Hihnala

CITY OF ROYAL OAK

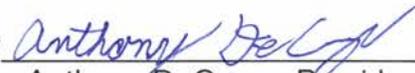
by 

James B. Ellison, Mayor



Melanie Halas, City Clerk

**DEPARTMENT HEAD AND
DEPUTY DEPARTMENT HEAD ASSOCIATION**

by  11/19/12

Anthony DeCamp, President

and  11/19/12

Teresa McWilliams, Vice President