## CITY OF SANTA ROSA CITY COUNCIL

TO: MAYOR AND CITY COUNCIL

FROM: RHONDA MCKINNON, INTERIM HUMAN RESOURCES

**DIRECTOR** 

HUMAN RESOURCES DEPARTMENT

SUBJECT: APPROVAL OF AMENDMENT NO. 1 TO CITY MANAGER

EMPLOYMENT AGREEMENT AND INTRODUCTION OF

ORDINANCE ESTABLISHING SALARY AND OTHER BENEFITS

AGENDA ACTION: RESOLUTION AND ORDINANCE

#### RECOMMENDATION

It is recommended that the City Council, by resolution, approve Amendment No. 1 to the City Manager's Employment Agreement granting a two and one half percent (2.5%) cost of living adjustment; and it is further recommended that Council introduce an Ordinance Establishing Salary for the City Manager.

## **EXECUTIVE SUMMARY**

By adopting this resolution, Council will comply with its agreement with the City Manager dated August 5, 2014. This action satisfies Council Goal 2A, "Promote a City Organization that is Service - Sustainable and Maintains Employee Morale."

#### **BACKGROUND**

- 1. The City and the City Manager entered into an Employment Agreement on August 5, 2014.
- 2. The City Manager is not represented in the process of determining wages, hours and other terms and conditions of employment.
- 3. By virtue of the employment contract of the City Manager that was approved by Council, the salary and benefits of the City Manager shall change by the same percentage of the annual salary and benefits adjustment, if any, paid to the City's executive management.

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4. On July 26, 2016, the Council approved by resolution a 2.5% cost of living increase effective July 10, 2016, for the executive management (Unit 10 - Executive Management)

## PRIOR CITY COUNCIL REVIEW

Not applicable.

## **ANALYSIS**

The Council recognizes in their agreement with the City Manager that the salary should be set at a reasonable differential higher that executive management that report directly to the City Manager. With the cost of living adjustment being made to the executive management employees, this action maintains the agreement between Council and the City Manager.

The City Charter mandates that adjustments in the City Manager's salary be done through the ordinance process.

## FISCAL IMPACT

The cost of this action is \$5,900 for Fiscal Year 16-17 and \$6,033 ongoing. This is a General Fund expenditure.

### **ENVIRONMENTAL IMPACT**

This action is exempt from the California Environmental Quality Act (CEQA) because it is not a project which has a potential for resulting in either a direct physical change in the environment, or a reasonably foreseeable indirect physical change in the environment, pursuant to CEQA Guideline section 15378.

### BOARD/COMMISSION/COMMITTEE REVIEW AND RECOMMENDATIONS

Not applicable.

#### **NOTIFICATION**

Not applicable.

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# **ATTACHMENTS**

- Attachment 1 Amendment #1
- Resolution
- Ordinance

# **CONTACT**

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