

CITY OF MANTECA
EXECUTIVE MANAGEMENT
COMPENSATION AND BENEFITS PLAN



Updated July 1, 2026

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I. TERM

1. TERM

The term outlined in this summary are effective July 1, 2026, through June 30, 2029.

2. CLASSIFICATION

All Executive Managers are exempt from the Fair Labor Standards Act (FLSA), are at will employees, and serve at the pleasure of the City Manager. They are covered by the authority of the Personnel Rules and Regulations, however, they are not subject to the grievance or appeals procedure outlined in them. The City Manager is empowered to grant compensation adjustments at any time to keep up with industry trends and make recommendations to City Council for approval.

Positions covered by this plan (collectively referred to as “Executive Managers”) are listed below. Terms of this plan apply to all listed positions, unless otherwise specified in the incumbent’s employment agreement.

Group A

- Assistant City Manager
- City Attorney
- City Manager
- Director of Development Services
- Director of Finance
- Director of Human Resources
- Director of Information Technology and Innovation
- Director of Legislative Services/City Clerk
- Director of Parks, Recreation & Transit
- Director of Utilities
- Fire Chief
- Police Chief

Group B

- Assistant City Attorney
- Assistant Director of Legislative Services/Assistant City Clerk
- Assistant Director of Engineering/City Engineer
- Assistant Director of Finance
- Assistant Director of Streets & Compliance
- Assistant Director of Waste Management and Fleet Services
- Deputy City Manager
- Deputy Director of Development Services – Building
- Deputy Director of Development Services – Economic Development
- Deputy Director of Development Services - Planning
- Deputy Director of Engineering
- Deputy Fire Chief

II. COMPENSATION

3. SALARIES

Refer to Salary Matrix published by the Human Resources Department for salary range and corresponding salary steps within that range.

Salaries effective July 1, 2026, July 1, 2027, and July 1, 2028, shall be as set forth in the Executive Management Salary Schedules as approved by City Council.

Minimum Salary Compaction

There will be a minimum 10% total compensation compaction separation from the immediate subordinates of the respective executive manager; adjustments triggered by this provision will be approved by City Council via an updated salary schedule or other required updates to the Executive Management Compensation and Benefits Plan.

This review will occur anytime there is a change in compensation of a subordinate. At any time the City Manager can evaluate salaries for Executive Managers to keep up with industry trends and make recommendations to City Council for approval.

4. STIPEND

The Group A incumbents will receive a non-PERSable stipend equal to 6% of their base salary. Group B incumbents will receive a non-PERSable stipend equal to 4% of their base salary. The relevant stipend can be cashed out or placed into a deferred compensation account. This option can occur anytime during the fiscal year. The stipend will be forfeited at separation or on June 30 each year, if not cashed out or placed into a deferred compensation account.

An employee hired or appointed after July 1st will receive a prorated stipend in the fiscal year in which they were hired. If an employee promotes to this group after July 1st, they are eligible for their full respective stipend for the fiscal year, unless the employee elected a cashout under a prior unit's eligibility during the same fiscal year; therefore the employee is not eligible for another full stipend cashout until the following fiscal year.

5. LONGEVITY PAY

Executive Managers with over five years of continuous employment with the City of Manteca are eligible to be considered for one longevity bonus per year of 10% of one month's base salary.

Executive Managers with ten years of continuous employment are eligible for 20%

of one month's base salary. This bonus will be considered on the employee's anniversary date of employment and paid with the next regular payroll.

6. DEFERRED COMPENSATION

Mission Square Retirement Corporation and Strategic Retirement Advisors administer a deferred compensation plan for the City. Executive Managers may voluntarily contribute to this plan with a minimum contribution of \$10.00 per pay period. The maximum amount that may be deferred is available in the deferred compensation provider materials.

Catch-up contribution options are available; please refer to the Pre-Retirement Catch-Up form for eligibility requirements and current contribution limits.

7. HOLIDAY BENEFITS

The following are recognized as legal holidays:

- | | |
|------------------------|------------------------|
| New Year's Day | Labor Day |
| Martin Luther King Day | Veterans Day |
| Presidents Day | Thanksgiving Day |
| Memorial Day | Day after Thanksgiving |
| Farmworkers Day | Christmas Eve |
| Independence Day | Christmas Day |

When a holiday falls on a Sunday, the following Monday shall be observed. When a holiday falls on a Saturday, it shall be observed on the preceding Friday. Managers who work a 4/10 work schedule will be granted one additional floating holiday if a holiday lands on a day that is previously designated as their day off. Rules regarding usage of floating holidays as outlined below shall otherwise apply.

Executive Managers will receive four (4) floating holidays the first pay period in July of each year. The floating holidays are to be taken any time as a whole day throughout the fiscal year with the approval of the City Manager. Employees will not be allowed to carryover the floating holidays. The floating holidays cannot be cashed out in lieu of taking the day off.

8. OUT-OF-CLASS PAY AND SPECIAL ASSIGNMENT PAY

The City agrees in concept with providing just compensation to Executive Managers working out-of-class, either when managing another department, division or in acting for the City Manager. Pursuant to the City's Rules and Regulations Provision 3.03.6, the City

Manager may approve out of class pay. The City Manager may approve special assignment pay to an Executive Manager who performs work that would otherwise be contracted for use of a specialized license or certification.

9. UNIFORM ALLOWANCE

The Police Chief ,Fire Chief and Deputy Fire Chief shall receive \$1,500 (one-thousand five hundred dollars) annually for the purchase and maintenance of uniforms. This is to be paid out on the first paycheck in July of each year.

For Classic members, uniform allowance will be reported to CalPERS as earned each pay period.

10. FIRE CHIEF AND DEPUTY FIRE CHIEF MUTUAL AID

FIRE CHIEF MUTUAL AID

If the Fire Chief participates in a mutual aid assignment and such participation is eligible for reimbursement, the Fire Chief will receive additional pay at straight time compensation for hours worked outside of the City's regular business hours. The Fire Chief must have approval from the City Manager before accepting a mutual aid assignment.

DEPUTY FIRE CHIEF STIPEND/LONG TERM MUTUAL AID

- At the direction and approval by the Fire Chief, the Deputy Fire Chief classification shall receive additional compensation for the following assignments:
- Assigned as a first responder, overhead, filling an Incident Command System (ICS) position, as a result from an order placed by the Fire Chief or Office of Emergency Services (OES)
- Covering an additional shift for a pre-scheduled day off (vacation, bereavement, etc.).
- Responding to an off-duty emergency call back, pro-rated to a 3-hour minimum, or actual hours worked if beyond the 3-hour minimum.
- Covering an additional shift for an unscheduled absence.

The Deputy Fire Chief will receive additional compensation equal to one- and one-half times the hourly regular rate of pay for work described above. For purposes of the regular hourly rate of pay calculation, the rate will be calculated in the same manner in which overtime is calculated for non-exempt employees. A stipend is a 12-hour day or 24-hour shift, depending on assignment, as approved by the Fire Chief. Partial shifts are pro-rated to the nearest hour. For strike team or task force assignments, this action will have minimal financial impact and actual revenue will exceed the cost of the stipend. For strike team or

task force assignments, the hours paid are for all hours spent by employee from portal to portal for purposes of the assignment.

A Deputy Fire Chief will have the ability to convert the additional compensation into administrative leave at the rate of 1.5 times the hours worked.

III. LEAVES

11. VACATION LEAVE

Effective February 1, 2025, Executive Managers shall be entitled to vacation leave accrual based upon their total years of service working for a public agency, subject to verification and approval by the Director of Human Resources. Qualifying public agency service includes City, County, Special District or State. Vacation will accrue on a semi-monthly pay period basis, in accordance with the following accrual rates shown below and the Personnel and Rules and Regulations.

<u>Public Service Total:</u>	<u>Annual Accrual (Per Semi-Monthly Pay Period)</u>
1 thru 48 months	80 hours annually (3.33 hours per pay period)
49 thru 96 months	120.00 hours annually (5 hours per pay period)
97 thru 144 months	152 hours annually (6.33 hours per pay period)
145 months & on	184 hours annually (7.67 hours per pay period)

The maximum vacation accrual limit shall be three (3) times the annual accrual rate. Once the vacation cap is reached, no additional accruals of vacation will be made until the reduction is at least equal to the monthly accrual. Group A positions may request payment for cashing out up to 100 hours of vacation leave per fiscal year. Group B positions may request payment for cashing out up to 80 hours of vacation leave per fiscal year.

12. ADMINISTRATIVE LEAVE

Group B incumbents shall receive 120 hours of administrative leave per fiscal year, with a cap of 300 hours. Once the cap is reached, no further administrative leave will accrue until the reduction is at least equal to the monthly accrual rate. Payment for cashing out up to 100 hours per fiscal year of administrative leave may be made upon request.

Group A incumbents shall receive 140 hours of administrative leave per fiscal year with a cap of 320 hours. Once the cap is reached, no further administrative leave will accrue until the reduction is at least equal to the monthly accrual rate. Payment for cashing out up to 120 hours per fiscal year of administrative leave may be made upon request.

13. SICK LEAVE

Executive Managers shall accrue 96 hours of sick leave annually for each full month of continuous service. There shall be no maximum accumulation limit on sick leave accrual. Sick leave with pay shall not be considered an earned right to time off from work at the employee's discretion but shall only be allowed in cases of actual necessity caused by personal illness, disability or preventive medical, dental, or optical care.

Employees may utilize up to 80 hours of accrued sick leave per calendar year for illness, disability or preventative medical, dental or optical care for members of the employee's immediate family.

Retirees:

See Section V Retirement for retiree sick leave accrual cash out.

14. BEREAVEMENT LEAVE

In the event of an immediate family member's death, upon request, employee will be granted up to five (5) days bereavement leave. Three (3) days will be with pay without charge to their accumulated sick leave credits or accrued vacation. The additional two (2) days bereavement leave, shall be charged against the employee's leave bank of choice. Leave does not have to be taken at once, but must be taken during the three (3) months following the death.

For the purpose of this section, "immediate family" shall be defined as the employee's spouse/registered domestic partner, children/stepchildren, siblings, parents (including foster or step), parents of the employee's spouse /registered domestic partner (including foster or step), grandparents and grandchildren of the employee or the employee's spouse/registered domestic partner or other individuals whose relationship to the employee is that of a dependent.

In the event of the death of a relative other than those defined above as immediate family, the employee may be granted up to one (1) day of bereavement leave upon request which shall be charged against the employee's accumulated leave credits of choice.

The City may require evidence of the relationship and attendance of the funeral.

IV. INSURANCE

15. HEALTH INSURANCE

Active Employees:

A health care plan will be provided for all employees. The monthly maximum benefit paid, including the Minimum Employer Contribution (MEC) and the City contribution, will be as follows, effective January 1, 2026:

Single	\$ 1,050
Employee +1	\$ 2,000
Family	\$ 2,700

If the City paid cap exceeds the cost of the medical insurance premium, no monetary value will result for the employee regardless of the medical insurance option they chose. Any unused cap dollars will be maintained by the City and no additional compensation will be afforded to the employee.

If employee chooses to decline health insurance coverage, the City will contribute \$800 to their deferred compensation account or cash in lieu of deferred compensation each month. The employee shall notify Finance if they want the contribution in cash or deferred compensation by February of each year. Failure to notify Finance will result in continuation of the previous year's option.

If the employee currently contributes the maximum allowed amount to deferred compensation, that contribution must be reduced by the amount exceeding the maximum contribution to enable the City to make the in-lieu of contribution. In this case, the employee will net the difference in their paycheck.

The employee will be required to sign a waiver when canceling coverage. Re-enrollment to CalPERS plans can only be made during the open enrollment period unless criteria for re-enrollment are met as defined by CalPERS.

Retirees:

See Section V Retirement for retiree health benefits.

16. DENTAL INSURANCE

The City shall pay the entire premium for dental coverage for the employee and dependents. Diagnostic/preventative work will be covered 100%. Deductibles will also be

waived for diagnostic/preventative work.

Orthodontia Coverage:

The City will provide orthodontia coverage under the dental plan. The plan will be 50% of the cost of orthodontia services up to a lifetime maximum of \$1,500 per person covered.

17. VISION INSURANCE

The City shall pay the entire premium for vision care of employees and their dependents.

18. LIFE INSURANCE COVERAGE

Employees shall receive \$10,000, plus an equivalent amount to their annual salary of group life insurance coverage upon being employed one full calendar month. The City shall pay all premium costs for life insurance coverage.

19. SHORT TERM/LONG TERM DISABILITY INSURANCE

The City shall provide a short term/long-term disability insurance plan. The plan shall provide a maximum monthly income benefit of 66 2/3% of the employee's base monthly earnings up to \$15,000.

The maximum benefit paid shall not exceed \$15,000 per month. Benefits of the plan shall not be paid until the 30th day following the onset of disability. The City pays the cost of the short-term and long-term disability insurance plan.

V. RETIREMENT

20. RETIREMENT

Executive Managers shall be members of the California Public Employees' Retirement System (CalPERS). Any contract with CalPERS currently in effect, shall remain in effect, as they may apply to the Executive Manager. All employee contributions to the below retirement plans shall be paid on a pre-tax basis in accordance with the provisions of Internal Revenue Code 414(h)(2) - Employee Pick-Up. Retirement benefits shall be consistent with the laws of the State of California and the United States.

Definitions:

Retired Employee is defined as follows:

Any employee who retires from the City of Manteca under the provisions of the California Public Employees' Retirement System.

New Member is defined as follows:

1. A unit member who becomes a member of CalPERS for the first time on or after January 1, 2013 and who was not a member of any other public retirement system prior to that date;
2. A unit member who becomes a member of Cal PERS for the first time on or after January 1, 2013 and who was a member of another public retirement system prior to that date, but who was not subject to reciprocity under Gov. Code §7522.02(c) and related CalPERS reciprocity requirements; or
3. A unit member who was an active member in CalPERS with another employer and who, after a break in service of more than six (6) months, returned to active membership in CalPERS with the City.

Classic Member is defined as follows:

A unit member who entered into membership with a qualifying public retirement system on or before December 31, 2012 who does not meet the definition of a New Member under Government Code §7522.04(t) and related CalPERS membership requirements.

Status as either a New Member or Classic Member shall be determined by CalPERS.

Retirement Benefits

Classic Tier 1: Retirement plan for employees hired with the City of Manteca on or before May 31, 2012.

Classic Tier 1 members shall receive the 2.7% at 55 retirement formula. For purposes of determining a retirement benefit, final compensation for these employees shall mean the single highest year of pensionable compensation.

Classic Tier 1 members shall pay through payroll deduction 100% of the CalPERS established employee contribution, which is eight percent (8%). Additionally, Classic Tier 1 members shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%). Toward the employer contribution for a total of thirteen and seventy-five hundredths percent (13.75%).

Classic Tier 1 member in the Police Chief position shall receive the 3% at 50 retirement formula. For purposes of determining a retirement benefit, final compensation for these employees shall mean the single highest year of pensionable compensation.

Classic Tier I member in the Police Chief Position shall pay through payroll deduction 100% of the CalPERS establishes employee contribution which is nine percent (9%). Additionally, Classic Tier 1 members in the Police Chief position shall pay through

payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for a total of fourteen and seventy-five hundredths percent (14.75%).

Classic Tier 1 members in the Fire Chief Position and Deputy Fire Chief Position shall receive the 3% at 55 retirement formula. For purposes of determining a retirement benefit, final compensation for these employees shall mean the single highest year of pensionable compensation.

Classic Tier 1 members in the Fire Chief Position and Deputy Fire Chief Position shall pay through payroll deduction 100% of the CalPERS established employee contribution, which is nine percent (9%). Additionally, Classic Tier 1 members in the Fire Chief and Deputy Fire Chief position shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for a total of fourteen and seventy-five hundredths percent (14.75%).

Classic Tier 2: Retirement plan for employees hired with the City of Manteca on or after June 1, 2012 who meet the definition of a Classic member as defined by CalPERS.

Classic Tier 2 members shall receive the 2.0% at 60 retirement formula. For purposes of determining a retirement benefit, final compensation for these employees shall mean the highest annual average pensionable compensation earned during thirty-six (36) consecutive months of service.

Classic Tier 2 members shall pay through payroll deduction 100% of the CalPERS established employee contribution, which is seven percent (7%). Additionally, Classic Tier I members shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for twelve and seventy-five hundredths percent (12.75%).

Classic Tier 2 member in the Police Chief position shall receive the 3% at 55 retirement formula. For purposes of determining a retirement benefit, final compensation for these employees shall mean the highest annual average pensionable compensation earned during thirty-six (36) consecutive months of service.

Classic Tier 2 member in the Police Chief Position shall pay through payroll deduction, 100% of the CalPERS established employee contribution, which is nine percent (9%). Additionally, Classic Tier 2 member in the Police Chief Positions shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for a total of fourteen and

seventy-five hundredths percent (14.75 %).

There is no Tier 2 formula for the Fire Chief or Deputy Fire Chief positions. If the member meets the definition of a Classic Member as defined by CalPERS the member will receive the Classic Tier 1 benefit as listed above.

PEPRA: Retirement plan for employees hired with the City of Manteca on or after January 1, 2013, who meet the definition of a new member as defined by CalPERS.

PEPRA members shall receive the 2.0% at 62 retirement benefit. For purposes of determining a retirement benefit, final compensation for these employees shall mean the highest annual average pensionable compensation earned during thirty-six (36) consecutive months of service.

PEPRA members in the Police Chief, Fire Chief and Deputy Fire Chief positions shall receive the 2.7% at 57 retirement benefit. For purposes of determining a retirement benefit, final compensation for these employees shall mean the highest annual average pensionable compensation earned during thirty-six (36) consecutive months of service.

As required by Gov. Code § 7522.04(g), PEPRA members shall pay through payroll deduction fifty percent (50%) of the total normal cost of their retirement plan as determined annually by CalPERS.

Additionally, PEPRA members shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for a total of five and seventy-five hundredths percent (5.75%) plus fifty percent (50%) of normal cost.

Additionally, PEPRA members in the Police Chief, Fire Chief and Deputy Fire Chief positions shall pay through payroll deduction an additional five and seventy-five hundredths percent (5.75%) toward the employer contribution for a total of five and seventy-five hundredths percent (5.75%) plus, fifty percent (50%) of normal cost

Under no circumstances shall these employees pay less than half the normal cost as determined annually by CalPERS.

All classifications will utilize Level 4 of the Cal PERS 1959 Survivor Benefit.

CALPERS COST-SHARING

The City completed the contract amendment process for the Executive Management cost-sharing effective May 1, 2026, for an additional 8% contribution; after approval of this

updated Compensation and Benefits Plan by City Council, effective July 1, 2026, the additional contribution will be reduced to a 5.75% contribution (Miscellaneous Classic Tier I; Miscellaneous Classic Tier II; Safety Police Classic Tier I; Safety Fire Classic Tier I; Safety Police Classic Tier II; PEPRAs Miscellaneous; PEPRAs Safety Police; and PEPRAs Safety Fire).

Contract Amendment Method (Government Code Section 20516(b))

Cost-sharing under the contract amendment method cannot exceed the employer’s normal cost contribution, which is subject to change each fiscal year. Under the contract amendment method, the 5.75% cost-sharing shall be paid by employees on a pre-tax basis and will be credited as a member contribution to CalPERS.

If the 5.75% cost-share amount ever exceeds the employer normal cost contribution in any given fiscal year based on the City’s CalPERS actuarial annual valuation report, the difference of the 5.75% minus the normal cost contribution will be paid by employees on a post-tax basis and only under the MOU Method (therefore not credited as a member contribution to CalPERS).

21. SUPPLEMENTAL RETIREMENT PLANS

Mission Square 401

Non-sworn Group A incumbents will be eligible for Mission Square 401 Supplemental Retirement enhancement. The City will contribute five percent (5%) to this plan for Group A positions, and the participant may voluntarily contribute pre-tax dollars.

As soon as administratively possible after Council approval of this updated Compensation and Benefits Plan, the City will update its 401(a) plan document with Mission Square; once that process is completed, the City will contribute one percent (1%) to this plan for Group B positions. This plan supplements the CalPERS retirement benefit to provide the following vesting schedule:

Number Years Completed	Vesting %
1 years	33%
2 years	67%
3 years	100%

Certain leaves may be deferred to the 401A plan upon retirement, up to the maximum annual calendar year contribution allowed by the Internal Revenue Service, based on the plan document that governs the member.

Fire Chief and Police Chief – Optional Participation

These incumbents have a one-time option of participating in this plan and are required to contribute 1% if they choose to participate in this plan, subject to plan document provisions.

22. RETIREE HEALTH

All Executive Managers hired prior to December 31, 2011 will receive a monthly maximum contribution benefit of \$675, which includes the Minimum Employer Contribution (MEC) as established annually by CALPERS.

The maximum benefit provided to retirees under this section shall be \$675.00.

All Executive Managers hired after December 31, 2011 will receive the Minimum Employer Contribution (MEC) as established annually by CALPERS.

23. SICK LEAVE UPON RETIREMENT

Executive Managers who retire from City service (exclusive of deferred or disability retirement) shall be entitled to all sick leave hours credited to their account in the form of one of the options below:

- 50% applied toward retirement credit and the remaining 50% cash payment at their currently hourly rate; or
- 100% of sick leave hours applied toward retirement service credit up to one full year.

VI. MISCELLANEOUS**24. CATASTROPHIC LEAVE PLAN**

Executive Managers may donate sick leave, vacation, and/or administrative leave to another employee for the use of another employee when he/she/they are off work due to a non-work related injury or illness. When donating time to another employee, a release form must be signed permitting the City to transfer the time. Time may only be donated as needed.

25. LIGHT DUTY ASSIGNMENT

The City will assign Executive Managers to light duty assignments when an injured employee is found by a physician to be able to return to work but unable to assume all of the duties of his / her regular assignment. The guiding principle for the City in making light duty assignments will be that the tasks will not aggravate the employee's illness or injury.

26. SEVERANCE

Other than the City Manager and the City Attorney (whose contracts are set and approved by the City Council) severance for Group B position listed herein shall be set at four (4) months; and Group A positions shall be set at six (6) months, subject to the terms and conditions of their employment contracts.

27. PERSONNEL FILES

Executive Managers shall have access to their personnel files including the right to inspect or receive a copy of any material placed in their personnel file maintained by the Human Resources Department and the right to respond to any such material. Executive Managers shall be required to provide Human Resources with 24 hours advance notice to review their personnel file.