Contract No. 24,167-1

FIRST AMENDMENT TO AT-WILL EMPLOYMENT AGREEMENT BETWEEN THE CITY OF PASADENA

AND

MICHELE BEAL BAGNERIS

This **FIRST AMENDMENT TO AGREEMENT** is entered into this 15th day of December, 2025 by and between the City of Pasadena, a municipal corporation (hereinafter the "City") and Michele Beal Bagneris, (hereinafter "Employee").

RECITALS

WHEREAS, the City and Employee entered into an At-Will Employment Agreement ("Agreement") on November 18, 2024, setting forth the terms of Employee's employment as the City Attorney/City Prosecutor; and

WHEREAS, it is the desire of the CITY to continue to retain the services of EMPLOYEE as City Attorney/City Prosecutor and the desire of the EMPLOYEE to continue to serve in that capacity;

WHEREAS, both parties hereto agree to amend the Agreement as follows:

NOW THEREFORE, in consideration of the mutual promises, covenants and conditions herein contained, the parties hereto agree as follows:

- 1. Section 3A is amended to read, in its entirety, as follows:
 - "A. City agrees to pay EMPLOYEE a base salary of \$379,854 (three hundred seventy-nine thousand eight hundred fifty-four dollars) annually, subject to legally permissible or required deductions, prorated and paid on the City's normal paydays, effective July 14, 2025."
- 2. Section 3B is amended to read, in its entirety, as follows:
 - "B. EMPLOYEE'S base salary shall be reviewed by the City Council during the performance review process. Salary increases resulting from such reviews shall be at the discretion of the City Council, in consultation with EMPLOYEE and unless amended shall not exceed the control rate of \$379,854 (three hundred seventy-nine thousand eight hundred fifty-four dollars) annually. Salary adjustments shall be effective the pay period that includes October 1, unless explicitly stated."
- 3. Section 3D(1) is amended to read, in its entirety, as follows:
 - "1) Management Time Off: EMPLOYEE will be granted 120 hours of management time off annually. Management Time Off has a maximum of 120 hours and the EMPLOYEE's bank cannot exceed 120 hours. Any Management Time Off received in excess of 120 hours will automatically be cashed out. At the time of separation from the City, earned but unused

City Attorney/City Prosecutor, First Amendment to the At-Will Employment Agreement Page 2

 $\label{thm:management} \mbox{Management Time Off hours will be paid at base hourly rate of pay to EMPLOYEE with her final paycheck."}$

Victor M. Gordo, Mayor Chille Chale 4. All other terms and conditions of the Agreement not modified herein shall remain in full force and effect. Date PLACEHOLDER. TO BE REPLACED NO. Date al Bagneris, Employee Mark Jomsky, City Clerk

CONTRACT NO. 24,167 EMPLOYMENT AGREEMENT - CITY ATTORNEY/CITY PROSECUTOR MICHELE BEAL BAGNERIS

THIS AGREEMENT is entered into on November 18, 2024 by and between the CITY OF PASADENA, a charter city and a municipal corporation of the State of California, herein referred to as "CITY," and Michele Beal Bagneris, herein referred to as "EMPLOYEE."

WITNESSETH:

WHEREAS, it is the desire of CITY to retain the services of EMPLOYEE as the City Attorney/City Prosecutor and the desire of the EMPLOYEE to serve in that capacity; and

WHEREAS, it is the desire of the CITY to provide certain benefits, establish certain conditions of employment and to set certain working conditions of EMPLOYEE; and

WHEREAS, it is the desire of CITY to: (1) provide inducement for EMPLOYEE to remain in CITY'S employment; (2) make possible full work productivity by providing EMPLOYEE with assurances regarding her employment; and (3) provide an equitable process for terminating EMPLOYEE'S services if that should occur; and

WHEREAS, both parties desire to replace contract 23,016 and the five amendments 23,016-1 through 23,016-5 with the following Employment Agreement;

NOW, THEREFORE, FOR AND IN CONSIDERATION OF THE MUTUAL PROMISES, COVENANTS AND CONDITIONS HEREIN CONTAINED, THE PARTIES HERETO AGREE AS FOLLOWS:

1. EMPLOYMENT:

CITY hereby agrees to employ EMPLOYEE as City Attorney/City Prosecutor of the City of Pasadena in an at-will capacity, subject to the terms of this Agreement, to perform the functions and duties specified in the City Charter, the Pasadena Municipal Code and the Resolutions and Motions of the City Council, and to perform such other legally permissible duties and functions as the City Council shall from time to time assign.

2. TERM:

This Agreement shall commence as of November 18, 2024, and shall remain in effect until terminated by either party as provided herein.

3. COMPENSATION:

- A. City agrees to pay EMPLOYEE a base salary of \$368,791 (three hundred sixty-eight thousand seven hundred and ninety-one dollars) annually, subject to legally permissible or required deductions, prorated and paid on the City's normal paydays.
- B. EMPLOYEE'S base salary shall be reviewed by the City Council during the performance review process. Salary increases resulting from such reviews shall be at the discretion of the City Council, in consultation with EMPLOYEE and unless amended shall not exceed the control rate of \$368,791 (three hundred sixty-eight thousand seven hundred and ninety-one dollars) annually. Salary adjustments shall be effective the pay period that includes October 1.
- C. EMPLOYEE shall be eligible for a lump-sum incentive bonus, at the sole discretion of the City Council, using the criteria established in the Executive Management salary resolution. EMPLOYEE and CITY agree that the City Council is not obligated to grant Bonus Pay and that no assurances have been given to EMPLOYEE that any Bonus Pay will be granted during the term of this Agreement.
- D. Except as otherwise provided in this Agreement and for the term of this Agreement, EMPLOYEE shall also receive no less than all other benefits that are generally applicable to non-safety Executive Management employees (as identified in the Executive Management Salary Resolution). Subsequent modifications to benefits will be considered by the City Council periodically as appropriate. For purposes of this Agreement, benefits include, but are not limited to, retirement benefits, medical insurance, dental insurance, vision plan, life insurance, short-term disability insurance, long term disability insurance, workers' compensation benefits, including salary continuation, annual medical exam, vacation, sick leave, bereavement leave, holidays, floating holidays, paid jury duty, all other statutory leaves, and technology support.
 - 1) Management Time Off: EMPLOYEE will be granted 120 hours of management time off annually. Management Time Off has a maximum of 120 hours and the EMPLOYEE's bank cannot exceed 120 hours. Management Time Off may not be cashed-out during employment. At the time of separation from the City, earned but unused Management Time Off hours will be paid at base hourly rate of pay to EMPLOYEE with her final paycheck.
 - 2) The City Council may authorize and grant to EMPLOYEE additional compensation and/or benefits in the future as may be deemed appropriate, Such additional compensation or benefits shall be considered to be within the terms of this Agreement, as if they had been specifically amended into

- this Agreement, to be applied prospectively, unless City Council acts to provide otherwise.
- 3) Deferred Compensation: EMPLOYEE shall receive an annual contribution from the CITY to a 401(a) deferred compensation plan allowing the EMPLOYEE to defer earnings to the CITY'S 457 plan at her discretion as permitted under the rules promulgated by the United States Internal Revenue Service which are applicable to the CITY'S § 457 deferred compensation program. The annual contribution to EMPLOYEE'S 401(a) deferred compensation account shall be 5% of base wages, made in biweekly installments, concurrent with the CITY'S regular payroll, and shall be prorated for the number of months or parts of months worked hereunder should the Agreement not be in effect for an entire calendar year. EMPLOYEE'S rights and interests in the amounts contributed by CITY hereunder shall immediately vest in EMPLOYEE upon payment by CITY into her deferred compensation account, and EMPLOYEE shall be entitled to payment of the full amount of contributions made on her behalf by CITY and all earnings thereon under the terms of the CITY'S Deferred Compensation Plan upon termination of her employment.

4. PERFORMANCE EVALUATION:

- A. The City Council will conduct EMPLOYEE'S performance evaluation annually, no later than the end of December. EMPLOYEE'S evaluation cycle shall be October 1 through September 30. EMPLOYEE'S evaluation may include the full City Council or any Committee of City Council members designated for this purpose, and may include peer and subordinate input. Said review and evaluation shall be in accordance with specific criteria developed jointly by the City Council and EMPLOYEE, City Council may add to or delete from said criteria as the City Council may from time to time determine, after consultation with EMPLOYEE. The City Council shall provide an adequate opportunity for EMPLOYEE to discuss her evaluation with the City Council.
- B. A committee of the City Council and/or EMPLOYEE may desire additional discussions and/or evaluations of EMPLOYEE'S performance between anniversary dates. Such evaluations may be less formal and may be conducted without written comments or reports.

5. NOTIFICATION OF LEAVE FROM OFFICE:

EMPLOYEE shall provide the Mayor with reasonable notice prior to taking two or more consecutive vacation or management leave days off.

6. PROFESSIONAL DEVELOPMENT EXPENSES:

- A. In addition to the personal development allowance granted to executive managers (pursuant to the executive management salary resolution), CITY agrees to budget and to pay for the professional dues and subscriptions necessary to EMPLOYEE'S participation in national, state, regional and local associations and organizations which are necessary and desirable for continued professional participation, growth, and advancement and for the good of the CITY.
- B. CITY agrees to budget and pay for the travel and subsistence expenses of EMPLOYEE for professional and official travel, meetings and occasions adequate to continue the professional development of the EMPLOYEE and to adequately pursue necessary official and other functions for CITY, including but not limited to the League of California Cities, and such other national, State, regional, and local government groups and committees thereof on which EMPLOYEE serves as a member. EMPLOYEE shall pay for all expenses of her spouse if her spouse accompanies her on such trips.

7. TERMINATION AND SEVERANCE:

- A. EMPLOYEE is employed at the pleasure of the City Council and is an at-will employee. The City Council may terminate the employment relationship and this Agreement at any time, with or without cause.
- B. The CITY will provide the EMPLOYEE with no less than a 60 (sixty) day notice of intention to terminate EMPLOYEE'S employment. Such notice can be provided at any time, except within the first forty-five (45) days after installation of City Council member(s) as the result of any municipal election or appointment by the City Council. Should the City Council choose to dismiss the EMPLOYEE, the CITY shall compensate the EMPLOYEE with an amount equivalent to one year's base salary and twelve months of medical COBRA premiums in effect at the time of said dismissal. If the EMPLOYEE is terminated before the expiration of the first 45 (forty-five) days after the installation of City Council members as a result of a regular municipal election, EMPLOYEE'S one year severance pay will be increased by the amount of time between the notice and the expiration of the 45 (forty-five) day period. For example, if notice of termination was provided on the tenth day after said installation, the severance period would be one year plus 35 (thirty-five) days.
- C. Should EMPLOYEE voluntarily resign from the CITY, the CITY will not be obligated to pay any severance upon her termination. Should EMPLOYEE be convicted of a felony, or have engaged in acts of malfeasance or misfeasance in the performance of her job duties, or

have engaged in any act of moral turpitude, CITY will not be obligated to provide EMPLOYEE with any severance pay upon termination.

- D. Notwithstanding the foregoing, if such severance payment exceeds the amount to be paid under Government Code §53260, then the amount paid to Employee shall be reduced in the amount necessary to comply with the same. Government Code §53260 provides that all contracts of employment with a city must include a provision limiting the maximum cash settlement for the termination of the contract to the monthly salary (excluding benefits) multiplied by the number of months left on the unexpired term, but not more than eighteen (18) months if the unexpired term exceeds 18 months.
- E. Should EMPLOYEE voluntarily terminate her employment with CITY, she shall provide at least 60 (sixty) days' notice in writing to the City Council.
- F. If the CITY provides notice in accordance with subparagraph B of Section 7, EMPLOYEE shall be compensated at full pay and benefits until her scheduled departure, if so requested by the City Council, EMPLOYEE shall continue to use her best efforts and skills to perform her duties during this period and shall fully cooperate with any successor designated by the City Council.
- G. The following provisions shall apply in the event of termination, as provided and defined in Government Code Sections 53243 through 53244:
 - If an investigation is pending at the time of EMPLOYEE'S termination that
 results in EMPLOYEE being convicted of a crime involving her abuse of
 office, EMPLOYEE shall fully reimburse the CITY for any severance provided
 at the time of separation; and
 - 2) If EMPLOYEE is convicted of a crime involving an abuse of her office, any cash settlement related to the termination of EMPLOYEE that EMPLOYEE may receive from CITY, and CITY funds provided for EMPLOYEES criminal defense, if any, shall be fully reimbursed to CITY.

8. INDEMNIFICATION:

CITY shall defend, hold harmless and indemnify EMPLOYEE against any tort, professional liability claim or demand or other legal action, whether groundless or otherwise, arising out of an alleged act or omission occurring in the course and scope of EMPLOYEE'S duties, in accordance with the provisions of California Government Code Section 825, and shall provide a defense in accordance with Government Code Sections 995, et. seq., subject to the limitations and qualifications contained in said statutes. CITY may compromise and settle any such claim or suit

and pay the amount of any settlement or judgment resulting therefrom. The obligation to defend and indemnify EMPLOYEE shall survive the termination or expiration of this Agreement as to liability during the term of employment.

9. BONDING:

CITY shall bear the full costs of any fidelity or other bonds required of EMPLOYEE under any law, ordinance, regulation, contract or covenant.

10. OTHER TERMS AND CONDITIONS OF EMPLOYMENT:

The City Council, in consultation with EMPLOYEE, may establish other terms and conditions of employment, as it may determine from time to time are in the best interests of the CITY, relating to the performance of EMPLOYEE, provided such terms and conditions are not inconsistent with or in conflict with the provisions of this Agreement, the City Charter or any other law or regulation.

11. NOTICES:

Any notice required or permitted by this Agreement shall be given in writing and by personal delivery or prepaid first class, registered or certified mail, and addressed as follows:

TO CITY:

Mayor

City of Pasadena

100 North Garfield Avenue

Pasadena, CA 91101

TO EMPLOYEE: Michele Beal Bagneris

City Attorney/City Prosecutor 100 North Garfield Avenue

Pasadena, CA 91101

Any such notices shall be deemed given upon delivery, if personally delivered, or, if mailed, upon receipt or upon expiration of three (3) business days from the date of posting, whichever is earlier. Either party may change the address at which it desires to receive notice upon giving written notice to the other party.

12. GENERAL PROVISIONS:

A. The text herein shall constitute the entire Agreement between the parties. This

Agreement sets forth the final, complete and exclusive agreement between CITY and EMPLOYEE relating to the employment of EMPLOYEE by CITY. Any prior discussions or representations by or between the parties are merged into and rendered null and void by this Agreement. The foregoing notwithstanding, EMPLOYEE acknowledges that, except as expressly provided in this Agreement, her employment is subject to CITY'S generally applicable rules, policies and regulations, including those pertaining to employment matters, such as rules and regulations addressing equal employment opportunity, sexual harassment and violence in the workplace.

- B. This Agreement is not assignable by either party.
- C. This Agreement shall be binding upon and inure to the benefit of the heirs at law and executors of EMPLOYEE.
- D. This Agreement shall become effective upon approval of the City Council and signing by both parties.
- E. If any provision, or any portion thereof contained in this Agreement is held unconstitutional, invalid or unenforceable, the remainder of this Agreement, or portion thereof, shall be deemed severable, shall not be affected and shall remain in full force and effect.
- F. Any dispute between the parties regarding the interpretation of application of any provision of this Agreement shall be referred to mediation by a mutually acceptable mediator. Should said mediation fail to resolve such issues, they shall be arbitrated in accordance with the Rules of the American Arbitration Association.
- G. EMPLOYEE acknowledges that she has had the opportunity and has conducted an independent review of the financial and legal effects of this Agreement. EMPLOYEE acknowledges that she has made an independent judgment upon the financial and legal effects of this Agreement and has not relied on any representation of CITY, its officers, agents or employees other than those expressly set forth in this Agreement.

IN WITNESS WHEREOF, CITY has caused this Agreement to be signed and duly executed on its behalf by its MAYOR, and duly attested by its City Attorney/City Prosecutor, and EMPLOYEE has signed and executed this Agreement, as of the day and year first above written.

CITY OF PASADENA, A municipal corporation

MICHELE BEAL BAGNERIS, EMPLOYEE

VICTOR M. GORDO, MAYOR

ATTEST:

MARK JOMSKY, CITY CLERK

APPROVED AS TO FORM:

LESLEY CHEUNG

ASSISTANT CITY ATTORNEY

ATTACHMENT A

ACKNOWLEDGEMENT AND RELEASE

This is to confirm that on this date I have received severance pay in the amount of \$ pursuant to my employment Agreement with
the City of Pasadena. I acknowledge that, in accepting such severance pay, I am releasing the City, its employees, officers and agents, from any and all claims of any kind or nature I had or may have had against the City arising from my employment with the City.
I further acknowledge that this Acknowledgement and Release releases the City from and waives any claim I may have against the City, its employees, officers and agents, stemming from my employment relationship, including the severance thereof, to the fullest extent permissible under the law.
I further acknowledge that this waiver extends to all claims, known and unknown, relative to my employment with and cessation of my employment with the City. I specifically waive the application of Civil Code § 1542, which provides:
A general release does not extend to claims that the creditor or releasing party does not know or suspect to exist in his or her favor at the time of executing the release and that, if known by him or her, would have materially affected his or her settlement with the debtor or released party.
I have had the opportunity to consult with legal counsel relative to this Acknowledgement and Release. I have signed this letter voluntarily and willingly.
Dated:
Michele Beal Bagneris