

EMPLOYEE HANDBOOK
PERSONNEL POLICIES AND PROCEDURES
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INTRODUCTION

A. Statement of Purpose

The Personnel Policies and Procedures within this Employee Handbook have been prepared to give employees a better understanding of CPS HR personnel policies and procedures. It is designed to be a working guide for both employees and supervisors in day-to-day operations of CPS HR's personnel program. The text of the Handbook is not intended to be a legal contract with the employee, but rather describes generally the way the organization works.

It affirms that CPS HR retains sole discretion over determination and execution of CPS HR goals and policies. It also affirms the at-will status of all CPS HR employees.

B. Definitions

At-Will Employee. An employee whose employment relationship with CPS HR may be terminated at any time, with or without cause.

Authorized Position. A collection of duties and responsibilities which require the full- or part-time employment of one person and which has been authorized by the Chief Executive Officer.

Business Unit / Department. A major administrative branch of CPS HR, involving a general line of work, with one or more employees under the charge of one or more individuals, known as managers.

Class Concept. Document describing duties, skills, knowledge and qualifications of a position or group of positions with similar duties, responsibilities and authority. Multiple *job titles* may be used within a class.

Compensation Ratio. An individual's placement within a salary range, reflected as a percentage from 80 (bottom) to 100 (top).

Demotion. A change in job classification resulting in a placement at a lower salary or salary range.

Dismissal. Involuntary conclusion or cessation of employment with CPS HR initiated by CPS HR.

Domestic Partner: For the purpose of defining a domestic partner under CPS HR's Domestic Partners Benefit Policy the following will apply:

- Domestic partnership is currently registered with a governmental body pursuant to state or local law.
- Both partners have a common residence. It is not necessary that the right to possess the quarters be in both names.

- Neither person is married to someone else nor is a member of another domestic partnership with someone else.
- The partners cannot be related by blood in any way that would prevent marriage in California.
- Both persons must be at least 18.
- Both persons are mentally capable of consenting to the domestic partnership.

Employee Handbook. This collection of rules and procedures concerning CPS HR employment.

Initial Review Period. The initial review period is an extension of the selection process and the supervisor is expected to more closely train, observe, review, counsel, and/or correct a new employee in their position. Consistent with CPS HR at-will employment, an employee may be dismissed with or without cause at any point during employment.

Intermittent Employee. An at-will employee hired for a specific purpose for a limited period of time or an employee who works on an on-call or as-needed basis. Intermittent employees have no reasonable expectation that they will be called or reemployed by CPS HR in the future. They receive no CPS HR-paid benefits except as required by California Law or CalPERS regulations.

Performance Evaluation. A review and evaluation of an employee's performance and capabilities in his or her authorized position by his or her immediate supervisor.

Reduction in Pay. A temporary or permanent decrease in salary rate.

Regular Employee. A person serving in an at-will status on a full or part-time basis who is occupying an authorized position at CPS HR or who is on an authorized leave of absence from such position.

- (a) Full-time -- Regularly assigned to work a minimum of forty (40) hours per week in an authorized position.
- (b) Part-Time -- Regularly scheduled to work fewer than forty (40) but not less than twenty eight (28) hours each week in an authorized position.

Salary Range. The minimum and maximum salary payable for each class or pay band.

Separation. The voluntary conclusion or cessation of employment with CPS HR initiated by the employee.

Supervisor. A person who has day-to-day direction and responsibility over the work of a specific employee or group of employees.

Suspension. An involuntary placement of an employee off work without pay.

Work Day. Any day CPS HR is regularly open for business.

Y-Rate. A salary rate authorized by the Chief Executive Officer, which allows the employee to retain a salary above the top step or control point of the established salary range for his/her class.

1 EMPLOYMENT PRACTICES

A. Selection Policy

This Chapter states CPS HR policy guidelines and procedures for selection, transfer, and promotion.

To operate effectively, CPS HR must be flexible and able to react swiftly to changing business conditions. For this reason, selection policies and procedures must be dynamic, and allow the flexibility required to operate with dispatch.

All appointments and promotions will be based on job relevant qualifications. The preferred methodology in filling vacancies is through a competitive selection process. However, non-competitive processes may be utilized dependent upon the level within the organization, the specialized skills needed by an incumbent to perform the job, or the expediency required in filling the vacancies based on timing and scope of the project or consulting services to be performed. Vacancies can be filled by hiring persons as regular employees, intermittent project consultants, through the use of temporary staffing agencies, or temp-to-hire placements.

All competitive recruitment and selection processes will be posted to the CPS HR website, CPS HR Careers. While the small size and diverse needs of the agency do not permit an exclusive promotion-from-within system, promotion from within will be the first consideration when consistent with the best interests of the agency. To be eligible for promotion or transfer, an employee must be in a regular position for at least six months.

B. Competitive Recruitment Exceptions

Management and Executive level positions may be filled non-competitively at the discretion of CPS HR. Based on CPS HR succession management policies and practices, CPS HR will use discretion in making placements and may open or may make direct placement without competition.

Positions that have been classified as “flexibly allocated” may be filled on a non-competitive basis. These in-place reallocations normally result from the gradual expansion of duties and responsibilities of the incumbent. (Example: flexibly allocated position where incumbent may be moved from HRC (Level 1) to Senior HRC (Level 2).

Vacant positions may be filled by transfer or reassignment of an employee who possesses the necessary experiences and skill sets, as determined by the hiring supervisor, and who is already classified at or above the level of the vacant position.

Vacant positions may be filled by individuals who are well known in the field and bring new contract work with them, or who possess very specialized skills which will greatly enhance the quality of the product and service delivery to clients.

C. Reinstatement

A former CPS HR employee may be reinstated to a position at the same or lower level that was held at the time of separation without a competitive recruitment. The former employee needs to make a request for reinstatement in writing for Human Resources. The former employee's name will be forwarded to the hiring manager for consideration. Reinstatement is at the discretion of CPS HR, based on positions available and the hiring manager's consideration of qualifications of all available candidates. In addition, if the prior employee has gained additional skills and knowledge through subsequent employment that would qualify him or her for a higher level position than previously held, the CEO has the discretion to reinstate at a higher level.

Re-employment under this provision does not provide for any previous levels of benefits, accruals, and/or pay. The employee begins again as a new hire related to all benefits. Non-competitive reinstatement is allowed for up to two years following voluntary separation from CPS HR.

D. Selection Standards

A recruitment plan will be drafted by Human Resources for each position vacancy, in collaboration with the hiring unit supervisor and/or manager. The plan will include identification of the knowledge, skills, abilities, and competencies required and/or desired, and the selection procedures to be followed. For competitive positions, recruitment and selection procedures will be job-related and designed to attract the largest number of qualified candidates.

E. Transfers and Reassignments

Work is assigned to employees by their respective supervisors and may be reassigned as necessary within each business unit. Individuals in the same classification may be transferred within a business unit at the discretion of the business unit manager. Where an individual is to be transferred between units or sections, both supervisors/managers must agree or the matter must be resolved by a manager responsible for both units/sections.

All employees interested in transfer opportunities should contact HR and express such interest via e-mail or in person. In addition, employees seeking a transfer to a different business unit into a position of the same classification can express their interest to their immediate supervisor and to the supervisor with a vacancy or potential vacancy. If a supervisor is aware of a qualified employee who wishes to transfer before a job is posted and if such transfer is approved, such transaction becomes a non-competitive matter, and posting will be waived. The unit manager should discuss this option with HR prior to making any commitments to an employee.

If transfer candidates apply after a vacancy has been posted, the selection process will proceed as announced, with transfer candidates considered along with others.

F. Equal Employment Opportunity

All appointments and promotions will be based on merit and fitness without regard to race, creed, ancestry, color, medical condition, marital status, ethnicity, religion, sex, national origin, citizenship status, sexual orientation, disability, age, or any other non job-related criteria. Members of underrepresented protected groups including qualified veterans may be actively recruited in an effort to maintain a work force that approximates the availability of said groups in the appropriate labor market.

As a Federal contractor, CPS HR Consulting has developed and maintains an Affirmative Action Program in accordance with Executive Order 11246. The Program works hand-in-hand with our EEO policies to assist in identifying areas of concern in our recruiting and hiring efforts to ensure that our workforce mirrors the make-up of our community in regards to qualified minorities, women, individuals with disabilities, and protected veterans. The Affirmative Action Program is maintained under separate cover.

G. Employee Referral Incentive Program – Regular Employees

CPS HR is committed to attracting and retaining the best-qualified staff to support the Vision and Mission of our organization. As an extension of the internal Human Resources Department's recruitment responsibilities, CPS HR will reward regular (full- and part-time) employees with a financial incentive for their efforts in referring qualified, knowledgeable and professional persons for employment consideration. Incentive rewards will be paid for referring individuals for a **regular** position with CPS HR.

Eligibility and Program Guidelines

1. It is a fundamental responsibility of all CPS HR Senior Leaders to continually network and seek out opportunities to attract other human resource professionals who would enhance or complement the CPS HR human resource knowledge base. In keeping with the spirit of their obligations, all CPS HR Senior Leaders are ineligible to participate in the referral incentive program.

2. Employees assigned to the Human Resources Business Unit are ineligible to participate in the Referral Program.
3. Managers and Supervisors may participate in the program only if the referral will not be a direct report.
4. Employees eligible to participate in the program may refer an unlimited number of persons to be considered for employment with CPS HR. There are no limitations on the number of financial incentive rewards that can be received by an employee.
5. If an "Employee Referral" form is submitted by more than one employee for the same referral, the date of receipt by the Human Resources Department will determine the employee eligible for the incentive reward.
6. Former CPS HR employees do not qualify to be a new referral under the program. A referral also excludes persons who are currently working for CPS HR in any one of the following employment categories: intermittent, temp to hire, contractor, or subcontractor.
7. All individuals referred will be required to submit an official CPS HR on-line application during the recruitment / outreach process.

Referral Procedures

Regular employees must complete and submit to the Human Resources Department the "***Employee Referral Program***" form via the link on SharePoint in HR Shared Documents. The form should be submitted as soon as the referral completes his or her application.

1. All referred candidates will be considered and processed by the Human Resources Department using the same qualification methodologies and standards as would apply for any other applicant being considered for employment with CPS HR.
2. Human Resources Department staff will not identify to the hiring manager / supervisor the name of the person who referred the candidate. The referred candidate shall be considered by the hiring unit amongst all other certified candidates eligible for hire.
3. If the referral is hired as a regular employee by CPS HR Consulting, staff in the Human Resources Department will notify and thank the employee who made the referral, and process the incentive award.

Incentive Reward

1. An employee will receive \$500 for each new referral who was hired as a new regular CPS HR employee.
2. The employee will receive his/her incentive in two payments: a) \$250 will be paid the pay period immediately following the new employee's start date; and b) \$250 will be paid the pay period immediately following the new employee's successful completion of six months of employment.
3. All incentive rewards are reported as income and are subject to all applicable federal, state, and local taxes, and California law.

H. Employee Referral Incentive Program – Project Consultants

CPS HR will also award an \$100 Amex gift card to a full-time, regular employee or an active Project Consultant or Trainer who refers a new Project Consultant or Trainer. The award will be provided once the new hire has completed 160 hours of billable work (minimum hours). The work must be completed within one year from the date of hire.

The following staff members are exempt from participating in this program: Senior Leaders, Business Development and Human Resources staff members. Managers and Supervisors may participate in the program only if the referral will not be a direct report.

I. Background Investigation Procedures

Purpose

Reference checking and background checks are valuable tools for collecting information about a person's past performance related to the qualifications of our CPS HR positions, as well as verifying the accuracy of information provided to the agency on the application, resume or other application documents. This policy outlines CPS HR procedures for verifying information provided by applicants seeking CPS HR employment.

Conducting background checks on applicants will improve the quality of hires, reduce the cost of hiring by reducing turnover and improving productivity, and lessen our liability for negligent hiring.

Policy

1. Background checks will be conducted on 1) applicants for any regular position with CPS HR; 2) any intermittent or temporary agency employee as determined by the manager or HR and; 3) any current employee working in an assignment that either involves special security concerns, whose job is directly or indirectly

involved in a contract in which the client requires CPS HR employees to undergo a background investigation, who is transferring into a federal contract assignment at the discretion of CPS HR, or 4) as determined necessity for business purposes and permission granted by employee.

2. The background checks and verifications will be conducted after 1) interviews have been completed, 2) reference calls have been concluded, and 3) a conditional offer of employment has been made by the manager/supervisor or HR. All background checks will be initiated by HR and completed PRIOR to the first day of employment. Only under special circumstances arranged by HR and the hiring manager shall a new regular, intermittent employee, or temporary agency employee begin working prior to the conclusion of a successful background check.
3. Information verified during the background check will normally include the following based on federal and state laws: Employment history, education/degree verification, licenses and certificates verification, social security number verification, criminal/civil records check, driving record and drivers' license verification (if driving is required). Information to be verified for employees and temporary agency employees will be at the discretion of CPS HR and may vary depending on client contract requirements.
4. In addition, to ensure that employees have the highest possible fiscal integrity, a credit and financial check may be conducted prior to employment of any applicant who will be responsible to supervise or manage functions involving cash, receivables of any kind, accounts payable, payroll, overall fiscal management of CPS HR resources or travel extensively using CPS HR credit cards, based on business necessity. A credit check may be done on other applicants or employees at the discretion and request of the hiring manager and/or based on client contract requirements and in compliance with federal/state law restrictions on use of credit checks for employment decisions.
5. All information discovered during the background check and verification process shall be treated as confidential. Information will not be available to the applicant/employee, except as required by law. Background information and/or summary information is not to be reviewed or read by any employee except as indicated by this policy or with the approval of the HR Manager.
6. Any false answers, statements, implications, or derogatory information revealed as a result of the background investigation may be sufficient cause to deny employment or result in dismissal.

Responsibility

1. Human Resources will have the primary responsibility for ensuring the appropriate

background check and verifications are completed prior to hire.. HR will obtain the necessary release form from the applicant.

Procedure

1. Human Resources makes the conditional job offer to applicant/employee after consultation the hiring manager. The consultation with the hiring manager will include a discussion of the necessary checks/verifications for the background investigation. In some instances, with agreement of Human Resources, the hiring manager may make the conditional job offer.
2. Once the applicant/employee has accepted the tentative job offer, the HR staff will send a link so the applicant/employee can complete the authorization and enter pertinent data.
3. The HR staff will monitor the information being reported. At any time during the background process if adverse information is received which could potentially cause a withdrawal of the job offer, HR staff will consult with the applicant/employee to seek additional information that may clear up any discrepancies and/or negative information. The hiring manager will be contacted, as necessary. HR will notify the hiring manager with its recommendation.
4. If the applicant is cleared for hire, HR will notify the applicant/employee s/he has been cleared.
5. If the applicant is not hired as a result of the background check, HR will ensure that legally required notification and supporting evidence is provided to the applicant.
6. If a background investigation on a current employee reveals information that leads CPS HR to determine the employee cannot be assigned to the specific project, unit and/or assignment in question, CPS HR will consider whether it is appropriate to place the employee in another CPS HR unit or assignment or transition the employee out of the organization.

J. Relocation Policy

Policy

CPS HR seeks to retain the best-qualified staff to ensure the success of the organization and service to our clients. To ensure that we are able to staff all locations with qualified, knowledgeable, and dedicated employees, CPS HR may relocate current staff to other offices. To ensure the willingness of employees to assume new assignments, CPS HR may assist with relocation expenses. For new hires, see Signing Bonuses, as new hires are not eligible under the Relocation Policy.

Written approval for relocation reimbursements must be secured in advance from the Chief Executive Officer or his/her designee, prior to an offer of relocation assistance to a current employee. The Chief Executive Officer will determine whether to offer a relocation package and what the terms are, in conjunction with the HR Manager. Generally, relocation expenses for current CPS HR staff will only be authorized if the move is at the request of CPS HR or materially benefits CPS HR.

Guidelines

A determination to authorize relocation expenses will be guided by the following:

- Is there a benefit to CPS HR in relocating a current staff member instead of hiring locally?
- Is there a pool of local talent that may be tapped into?
- Does the employee possess specialized skills, ability, knowledge or experience needed in the new location?
- Is there money in the budget?

Relocation Packages

Relocation Expenses fall into three categories as outlined below:

Costs Associated with Planning a Move

An employee may be provided a lump sum amount of up to \$2,500 (maximum cap) for costs associated with planning or organizing a physical move from one geographical area to another for a CPS HR assignment. The amount is treated as income for the employee and is fully taxable. Moreover, any approved relocation expenses will not be paid until a signed relocation agreement is executed by the employee and CPS HR. The amount of the lump sum will be determined by CPS HR, up to the stated cap of \$2,500. This amount is for the employee to locate and arrange housing in the new area and is expected to cover travel, hotels, food, and miscellaneous expenses associated with this process. Lump sum payment will be made within two weeks after a signed relocation agreement is executed.

Costs Associated with Temporary Housing in New Location

CPS HR may, at its discretion, provide employee with funds to cover temporary housing. If it elects to provide this benefit, CPS HR will arrange for temporary housing for the employee and family (spouse, children, and/or domestic partner and his/her children) in an extended stay hotel or apartment selected and paid for by CPS HR and/or selected by the employee and approved by CPS HR. CPS HR will pay for the temporary housing at a location of its choice for a maximum time period of 30 days. If an employee is required to report to work at the new location with less than 30 days' notice, temporary

housing may be authorized for up to 60 days. Temporary housing will only be provided and paid for by CPS HR within the first six months of the reassignment date.

Costs Associated with Moving and Storing Household Furnishings

CPS HR may, at its discretion, reimburse an employee for costs associated with moving and storing household furnishings. If it elects to provide this benefit, CPS HR will reimburse reasonable costs for moving and storing household furnishings up to 14,000 pounds and one vehicle. Storage will be reimbursed only up to a maximum of six months. Reimbursement will be based on lowest of three estimates, submitted by the employee and approved by CPS HR in advance. The employee is responsible for obtaining bids and submitting such bids to CPS HR, and CPS HR will select the moving company from submitted bids. Reimbursement will be paid directly to the moving and/or storage company. The employee is responsible for all details related to arranging and coordinating the actual move with the moving company. CPS HR may, at its discretion, enter into a contract with a moving company selected by CPS HR and pay for costs associated with such moves directly to the CPS HR selected vendor. In such cases, the employee will use the CPS HR selected vendor for moving and/or storing of household furnishings.

Expenses related to storing and moving household furnishings is limited to a combined amount of no more than \$9,000. Payments or reimbursements for moving and storage expenses will only be paid if completed and submitted for reimbursement/payment within six months from the reassignment date. Any deviations from the monetary cap or reimbursement time limit must be approved in writing in advance by the Chief Executive Officer and be documented in the relocation agreement.

Tax Liability

Certain expense items reimbursed or paid for by CPS HR may be subject to Federal or State income taxes. The employee will be entirely responsible for the applicable tax liability on any payments from CPS HR.

Liability for Repayment

Prior to incurring relocation expenses, the employee must complete and sign a relocation agreement that specifies the terms of the relocation reimbursement. In no case will payments be made without a signed relocation agreement on file.

All relocation reimbursements are in anticipation of continued employment and an actual physical relocation on the part of the employee. The employee must remain employed on a regular full-time basis for at least one year from the date the employee began work in the new location. If the employee voluntarily separates prior to the end of one year or does not relocate to the new location, the employee must refund to CPS HR the gross amount of moving and relocation expenses. The amount to be repaid will be prorated

on a monthly basis. For each full month the employee is employed, the amount to be repaid will be reduced by one twelfth (1/12) of total reimbursed expenses (including any lump sum payment).

For employees who received relocation payments or reimbursements, but who do not move, repayment in full will be required. In certain circumstances and where allowed by applicable law, CPS HR may deduct amounts owed to CPS HR from unpaid wages.

Reimbursement may be waived by CPS HR Chief Executive Officer in exceptional circumstances.

K. Signing Bonuses

CPS HR seeks to recruit and retain the best-qualified staff to ensure the success of the organization and service to our clients. To ensure that we are able to hire qualified, knowledgeable and dedicated employees, CPS HR may offer an inducement to accept a particular professional-level position.

Guidelines

In determining whether to authorize a signing bonus, the Chief Executive Officer will be guided by the following:

- Does the candidate possess specialized skills, ability, knowledge, or experience needed?
- Is there money in the budget?
- How difficult is the position to fill?
- Is this a key position? Managerial, supervisory, or technical?
- Will the desired candidate be required to relocate?

Bonus Amount

The maximum amount shall be \$15,000 unless the hiring manager can demonstrate severe recruitment difficulty and exceptional candidate qualifications. All exceptions will be considered on a case-by-case basis by the Chief Executive Officer and shall be approved in writing prior to an offer being made. The actual amount to be offered shall take into consideration the expense and effort incurred by the candidate in accepting the position. No signing bonuses will be provided to paraprofessional or clerical staff.

Authorization Process

Signing bonus amounts must be authorized in writing by the Chief Executive Officer or his or her designee prior to being formally offered to a prospective employee and must be included in the offer letter to be considered valid. One half of the bonus will be paid on the second paycheck; the remaining bonus will be paid on the first paycheck following

six months of employment, unless otherwise negotiated, approved, and documented in the offer letter. If the employee voluntarily resigns employment prior to completing the sixth month of employment, repayment of the bonus is required.

Tax Liability

Signing bonuses will be considered taxable income to the employee, and subject to applicable tax withholding per current IRS regulations.

L. New Employee Orientation

This policy establishes uniform guidelines and procedures for orienting new regular and project consultant (intermittent) employees.

Guidelines

New Employee Orientation is an important component of the successful integration of new employees to the CPS HR organization. The goals of New Employee Orientation are to:

- Welcome the new employee to CPS HR and create a positive impression of the organization and the employee's work unit.
- Introduce the new employee to the job, the work environment, the facility, and to coworkers.
- Ensure the employee has the tools and information to be productive as quickly as possible.
- Meet all regulatory requirements and explain benefits and the enrollment process.

The orientation process will vary depending on whether the employee is a regular or intermittent. *Supervisor's Checklist for New Employees* form is available on the HR SharePoint site. The checklist for part-time and intermittent employees may be modified based on the anticipated duration of employment and nature of work performed.

Responsibilities

Human Resources:

- Working with the hiring unit and new employee to complete all required hiring documents.
- Presenting information regarding benefits and options.
- Helping the new employee to understand the benefit enrollment process.
- Obtaining information necessary to place the new employee in the payroll system.
- Coordinating and enrolling new hires in the CPS HR New Employee Orientation Training program.

Supervisors:

- Orienting employees to the work area and facility.
- Ensuring that new employees understand the work unit.
- Establishing and communicating performance expectations.
- Ensuring that employees have the resources necessary to successfully complete the job.
- Ensuring that employees attend New Employee Orientation.
- Setting aside time during the employee's first week to provide a thorough orientation, although training on specific tasks may be delegated to other staff.
- Setting aside sufficient time throughout the first week or two to meet with the employee regarding performance standards, expectations, goals and objectives, and to answer questions.
- Working with the new employee to develop a performance plan within the first 30 days of employment.

The Supervisor's Checklist for New Employees shall be used to ensure that all pre-hire and orientation/onboarding steps are followed and as a guide for introducing new employees to the workplace.

M. Work Hours

General Policy

Full time CPS HR employees are expected to work a minimum of 40 hours per week. Part-time employees are expected to work the schedule designated by their supervisor. All employees are expected to work the hours necessary to accomplish the mission of CPS HR. Specific schedules will be established as deemed necessary by the manager of each unit.

Overtime

Employees covered by the Fair Labor Standards Act (FLSA) will work in accordance with the requirements of the Act. Employees eligible for overtime may not work overtime without prior supervisory approval.

Pursuant to FLSA standards, overtime is payable when actual hours worked in a week are in excess of 40 hours. Actual hours worked means the total hours worked during a week, less any leave taken for personal leave, or long term sick leave.

Employees exempt from the FLSA are expected to work a minimum of 80 hours per pay period. Employees may need to work additional hours to meet the obligations of their job assignment. Employees may be required to maintain regular office hours to meet staff and client needs.

Breaks

Breaks are at the discretion of the supervisor and normally are 15 minutes in the middle of the morning and 15 minutes in the middle of the afternoon. However, breaks are considered work time and should not interfere with continued business operations. Timing of breaks is also at the discretion of the supervisor. Breaks are not to be combined or added to a meal period or to permit late arrival or early departure from work.

Break Time for Nursing Mothers (Lactation)

In addition to the two paid rest breaks provided for above, employees who are nursing mothers may take additional “reasonable” unpaid break periods to express milk. CPS HR considers additional ‘reasonable’ time to be ten (10) minutes each in duration. With supervisor approval, use of PTO time may be used when additional break time is needed to express milk. Employees may continue breaking to express milk up to one year after the birth of their child. Additional information and forms are available from the CPS HR Human Resources Department, which includes how to request and reserve facility accommodations, and general information about leaves relating to pre- and post-maternity.

Lunches

Per CPS Policy, non-exempt employees are required to take a minimum thirty (30) minute lunch break after 5 hours of work, unless they work a total of six (6) hours on any work day. Scheduling of the lunch break is at the discretion of the supervisor, based on the needs of the unit, coverage demands, and/or balancing schedules with other employees. Lunch periods are to be recorded on timesheets.

From time to time CPS HR employees enjoy discretionary organized unit or CPS HR wide luncheon events. Non-exempt employees should record a 30 minute lunch, even though the event might be longer in length. Exempt employees should not include this 30 minutes as time worked on that day. The remainder of the time is coded to unit overhead.

Variations to Work Schedules

CPS HR offices are open from 8 a.m. – 5 p.m. Monday through Friday, except during official holiday closures, and general office phones are answered during those hours. Specific working hours are at the discretion of the supervisor of each unit. Supervisors may vary, flex, or change work schedules to meet the needs of CPS HR and/or the employee. Alternative work schedules are allowed (including telecommuting, shortened workweek, flex hours), when consistent with effective business operations. All work schedules, however, must be approved in advance by the supervisor.

Compensatory Time

CPS HR allows regular non-exempt employees the option of receiving paid overtime (OT) in the period earned or accruing overtime, in the form of compensatory time (CTE), for later use.

Employees who are requested to work OT can choose between paid OT and CTE. CMP (comp time taken) is at the discretion of the Manager and should be handled in the same manner as personal leave /holiday usage.

Each August, CPS HR will payout CTE for employees who have a balance above 10 hours in their leave balance as of the last pay period ending in July. All payouts will leave a balance of 10 hours CTE.

Employees may accrue a maximum of 80 straight time hours (120 compensatory hours at time and one half). Any hours worked in excess of maximum will be paid as overtime in the period earned. Overtime may be split (CTE or paid out) in the pay period.

CTE may be taken as a cash payment at the employee's current rate of pay at any time upon written request (e-mail accepted). Employees may request CTE cash payment up to two times per fiscal year. CPS HR may require CTE to be paid out at any time. Payment will be made with the next regular payroll. CTE balance will be paid out at the time of termination from employment at the employee's current rate of pay.

In the event an employee is promoted from a Non-Exempt to an Exempt position, the employee will be paid the balance of his/her CTE prior to promotion and will no longer be eligible for CTE. A separate check will be issued on the next pay period ending date at the rate of pay prior to promotion.

Absences

Supervisors will make every reasonable effort to accommodate requests for planned absences but may defer or modify such requests when essential to efficient operations.

Unscheduled absences hinder efficient operations; consequently, except for debilitating illness or emergency, all absences should be planned with the supervisor in sufficient advance time to allow alternative coverage of work. Unanticipated/unscheduled absences that chronically impact accomplishment of CPS HR objectives will be dealt with through the disciplinary process.

On each day of an unscheduled absence, employees must notify their supervisor before the start of their work day, if possible, but at a minimum, within 30 minutes after the start of their usual work shift.

Time Sheets

All employees shall complete time sheets on a daily basis. Time sheets shall accurately reflect hours worked each day and shall include appropriate corresponding project

and/or administrative accounting codes. Notes highlighting tasks performed shall also be included.

N. Employment of Relatives

In order to avoid conflicts of interest or create the appearance of potential favoritism, this section states CPS HR policy and procedure regarding employment of relatives of, and those in a romantic relationship with, CPS HR employees.

For the purpose of this policy, a relative is father, mother, son, daughter, brother, sister, in-laws, grandchildren, grandparents, stepparents, stepchildren, stepbrothers, stepsisters.

CPS HR Consulting will no longer hire relatives of regular employees. Existing related employees will not be affected by this change. Exceptions to this policy may be granted by the CEO for individuals to serve as Proctors.

CPS HR Employment Guidelines

1. Employees will not be supervised, either directly or indirectly, by a relative, spouse, registered domestic partner, or someone with whom they are romantically involved.
2. Relatives, spouses, registered domestic partners, or those involved in romantic relationships will not be assigned to the same immediate supervisor.
3. Relatives of Board members or the Chief Executive Officer cannot be employed by CPS.
4. When promotions or transfers would place employees in a position conflicting with policy, the Chief Executive Officer and HR Manager will review the situation to ensure adherence to policy.
5. If currently employed individuals enter into a romantic relationship with each other which places them in violation of the above policy, the relationship must be disclosed to their supervisors and to Human Resources. Human Resources will work with the two parties to determine if one can be transferred to another position so as to eliminate the conflict with the policy. If a transfer is not a workable solution, Human Resources and the parties will determine which employee will resign their position.

It is not CPS HR's intention to dictate choices made in your personal life with this Policy. Employees remain free to develop relationships and socialize outside the workplace during their personal time. The existence of those relationships raise significant concerns, however, in the workplace and sometimes lead to dissension, lack of productivity, and morale problems – for employees who are involved in the relationship

as well as their co-workers. In addition, employees must understand that employers are required to abide by high standards to ensure a fair, conflict free, and harassment-free workplace. As companies shoulder these greater burdens, more regulations and policies become necessary.

All employees should also remember that CPS HR maintains a strict policy against unlawful harassment of any kind, including sexual harassment. Any employee who believes that he or she is being harassed as a result of a personal relationship or the end of a personal relationship should report his or her concerns immediately to the HR Manager or the CEO.

Vendor and Sub-Contractor Relationships

In order to avoid conflicts of interest or create the appearance of impropriety, CPS HR employees shall not solicit or in any way assist an immediate family member to gain employment with vendors and/or subcontractors of CPS HR. For purposes of this policy, a family member includes husband, wife, registered domestic partner, father, mother, son, daughter, brother, sister, in-laws, grandchild, grandparent, stepparent, stepchild, stepbrother, stepsister.

O. Emergency Succession Plan

Rationale

In order to ensure the continuous coverage of executive duties critical to the ongoing operations of CPS HR Consulting and its service to clients, the Board of Directors is adopting policies and procedures for the temporary appointment of an Acting Chief Executive Officer (CEO) in the event of an unplanned and extended absence of the CEO.

While the Board acknowledges that such an absence is highly improbable and certainly undesirable, it also believes that due diligence in exercising its governance functions requires that it have an emergency executive succession plan in place. It is expected that this plan will ensure continuity in external relationships and in staff functioning.

Priority Functions of the CEO position at CPS HR Consulting

Among the duties performed by the CEO, the following are the key functions of the CEO to be covered by an acting director:

1. Serve as the organization's principal leader, representative, and spokesperson to the greater community and clients;
2. Support the Board of Directors

- a. Ensure integrity and strength of Board leadership and address issues around clarity of role, governance, bylaws/policies, corporate structure, and membership.
 - b. Assist with orientation of new Board members.
 - c. Prepare Executive reports to the Board of Directors and Executive Committee and attend various Committee meetings, as necessary.
3. Convene and lead the management team
 4. Participate in the recruitment, interview, selection, and evaluation process for directly supervised staff and other key executive and management positions.
 5. Strategize the organization's short-range and long-range program and project goals, particularly in organizing and planning:
 - a. Identify overall resource development goals and revenue goals
 - b. Establish, maintain, and cultivate relations with clients, community organizations, and professional organizations that use and/or impact CPS HR services, products, and activities
 - c. Maintain accountability for current year operating budget and for financial performance of portfolio

***Succession plan in event of a temporary, unplanned absence –
SHORT-TERM***

1. Definitions
 - a. A temporary absence is one in which it is expected that the CEO will return to his/her position once the events precipitating the absence are resolved.
 - b. An unplanned absence is one that arises unexpectedly, in contrast to a planned leave, such as a vacation or a sabbatical.
 - c. A short-term absence is three months or less.
2. Who may appoint the Acting CEO
 - a. The Board of Directors authorizes the Executive Committee to implement the terms of this emergency plan in the event of an unplanned absence of the CEO.
 - b. In the event of an unplanned absence of the CEO, the HR Manager shall immediately inform the Chair of the Board of the absence.
 - c. As soon as feasible, the Chair shall convene a meeting of the Executive Committee to affirm the procedures prescribed in this plan or make modifications the Committee deems appropriate.
3. Appointment to the position of Acting CEO
 - a. The Board Executive Committee will meet as soon as practical after learning of the CEO's unplanned absence to make an interim appointment.

- b. The Board may select a CPS HR management employee or external candidate into the temporary acting CEO assignment. The Executive Committee may also consider the option of splitting executive duties among several appointees.
- 4. Authority of the appointee
 - a. The person appointed as Acting CEO shall have the full authority for decision making and independent action as the regular CEO.
- 5. Compensation
 - a. Compensation for the Acting CEO will be determined based on negotiations between the Board Executive Committee and the designated individual. Once determined, the appointment period and compensation will be documented in writing.
- 6. Board member responsible for oversight and support to the Acting CEO
 - a. As with the CEO, the Board Chair will have the responsibility of monitoring the work of the Acting CEO. The Board Chair will also be alert to the special support needs of the executive in this temporary leadership role.
- 7. Communications Plan
 - a. As soon as possible after the Acting CEO has begun covering an unplanned absence, Board members and the Acting CEO shall communicate the temporary leadership structure to key clients, community and professional organizations to CPS HR Consulting.

Succession plan in event of a temporary, unplanned absence – LONG-TERM

- 1. Definition
 - a. A long-term absence is one that is expected to last more than three months
- 2. Procedures
 - a. The procedures and conditions to be followed shall be the same as for a short term absence with two additions
 - i. The Board Chair and Executive Committee will give immediate consideration, in consultation with the Acting CEO, to temporarily backfilling the CPS HR management position left vacant by the Acting CEO (if the position is filled with a CPS HR employee). This is in recognition of the fact that, for a term of more than three months, it may not be reasonable to expect the Acting CEO to carry the duties of both positions. The function of a temporary manager would focus on covering priority areas in which the Acting CEO needs assistance.
 - ii. Compensation for the backfilled position would be left to the discretion of the Acting CEO, but in no case would be more than 5% or minimum of the range of the position backfilled whichever is greater.

Succession plan in event of a PERMANENT unplanned absence

1. Definition
 - a. A permanent absence is one in which it is firmly determined that the CEO will not be returning to the position.
2. Procedures
 - a. The procedures and conditions shall be the same as for a long-term temporary absence with one addition
 - i. Within 30 days, the Board of Directors shall appoint a Transition and Search Committee to plan and carry out a transition to a new regular CEO.
 - b. It shall be the responsibility of this committee, with the support of the HR Manager, to implement the following preliminary transition plan:
 - i. Communicate with key stakeholders regarding actions taken by the board in naming an acting successor, appointing a transition committee, and implementing the succession policy.
 - ii. Consider the need for consulting assistance based on the circumstance of the transition.
 - iii. Review the organization's business plan and conduct a brief assessment of organizational strengths, weaknesses, opportunities, and threats to identify priority issues that may need to be addressed during the transition process and to identify attributes and characteristics that are important to consider in the selection of the next regular leader.
 - iv. Establish a time frame and plan for the recruitment and selection process.
 - v. The Board should use similar procedures in case of an executive transition that simultaneously involves the CEO and other key management staff. In such instance, the board may also consider temporarily subcontracting some of the organizational functions.

Approvals and maintenance of records

1. Succession plan approval
 - a. This succession plan will be approved by the Board of Directors
2. Upkeep of the plan
 - a. The plan shall be reviewed, updated, and affirmed by the Board of Directors periodically.

P. Exit Interview Process

This policy establishes uniform guidelines and procedures for conducting exit interviews of separating employees. This policy defines business unit specific responsibilities as well as Human Resources responsibilities.

Guidelines

The exit interview process is designed to identify why employees choose to leave CPS HR and to assess perception of and satisfaction with organizational policies and practices, as well as salaries, benefits, and working conditions. This information will be used to address problems and to improve or modify management practices, salary, benefits, and working conditions.

The exit interview process will vary depending on whether the employee is voluntarily leaving the organization or if CPS HR initiates the separation. This process should be used for all regular employees. Long-time intermittent or part-time employees may participate in the interview process, at the discretion of Human Resources.

Responsibilities

1. The business unit will:
 - a. Notify Human Resources as soon as the employee provides verbal or written notification of impending resignation or retirement, or when the supervisor has decided to discharge or lay off the employee.
2. Human Resources will:
 - a. Maintain the exit interview survey form that is sent to exiting employees.
 - b. Schedule an exit interview with the employee as close as possible to the employee's last day of work.
 - c. Send the questionnaire to the employee at least three days prior to the exit interview date.
 - d. Conduct the exit interview.
 - e. Evaluate the exit interview information to determine if issues identified need to be addressed and identifying trends for departing employees.
 - f. Provide feedback to business units as appropriate – honoring requests for confidentiality.
 - g. Maintain completed questionnaires for two years.
 - h. Maintain a database to track and monitor feedback from exit interviews.

Q. Re-Employment Policy

Layoff

When an employee is laid off it is generally due to organizational re-structuring and/or financial impacts, so employment in another regular or intermittent position will likely not be immediately available. Laid-off employees are eligible for re-employment. However, re-employment will be based on organizational needs.

Retirement

Re-employment following retirement will be based on organizational needs. Re-employment as an intermittent must follow CPS HR policies and procedures and California statutes pertaining to CalPERS. Succession planning to plan backfill for the retiring employee should be a part of the process in advance of the retirement date, including efforts to build that knowledge and skill base in others in the organization.

Voluntary Resignation of Regular Employee

Re-employment to a regular position will be based on organizational needs and the attitude of the employee upon resignation.

Involuntary Termination

When an employee is involuntarily terminated, he/she is not eligible for re-employment. This includes regular, intermittent, and proctor employees.

R. Release of Employment Information on Employees

It is CPS HR policy to provide the following information on reference checks for employees without a written release from the current or former employee.

- a. Title
- b. Dates of Employment
- c. Classification
- d. Verification of Salary only

Because many employees leaving CPS HR would like to have a reference, it is desirable to provide some information. However, to avoid the potential for litigation, only comments in an employee's performance plan documents or performance appraisal will be used and information will be released **exclusively** by CPS HR managers or Human Resources. Managers will not elaborate on information in the performance appraisal or performance plan and will state, either verbally or in writing, the CPS HR policy above. A copy of each employee's performance appraisal is in his or her personnel file and will be made available for review upon written request.

Managers will give out only information specified in "A" through "D" unless an employee signs a written release requesting that performance plan and appraisal information be shared. Releases will be maintained in the employee's official personnel file.

When providing information other than A through D, the entire appraisal will be given rather than excerpts from the appraisal.

For intermittent consultants, managers or supervisors will provide factual information on the type of service provided by the intermittent consultant, the length of time the intermittent consultant worked with CPS HR, interactions with clients, and an accurate assessment of the services they provided.

In addition, CPS HR will release employee data when legally required under Public Records Act disclosure requests.

S. CPS HR Project Consultants – Employment Relationship

Project Consultants

A CPS HR employee who performs professional consulting work on an 'as-needed' basis is guaranteed no certain number of hours weekly or annually and is paid on an hourly basis when actually performing work for CPS HR. Alternately, pay *may* be by agreement and be defined on a fee per project basis based on business requirements/needs (flat rate).

Project Consultants receive limited benefits. As intermittent employees, project consultants are required to participate in an alternative retirement plan since CPS HR does not participate in Social Security. Project Consultants are also allowed to participate in CPS HR deferred compensation plans. Both plans are entirely employee funded.

Resident Project Consultants

Resident Project Consultants are defined as described in 2.13.1, except that they are generally provided work space in one of the CPS HR offices, as required by business needs, and may be provided other CPS HR work tools and supplies. These individuals usually work a significant portion of their project hours at a CPS HR facility.

Identification Badges

ID badges (with appropriate security key card access levels) will be provided to Project Consultants based on supervising manager request and HR Manager approval. The CPS HR ID Badges policy is to be followed.

Facilities access level will be determined by the supervising manager as approved by the HR Manager based on project needs. Requested access levels are expected to adhere to CPS HR standards unless a notable exception is warranted.

Business cards or related identification (based on business needs) will reflect assignment to the appropriate office location.

Space

“Hotel space” will be made available in the Sacramento office for use by project consultants on an as needed basis. Hotel spaces will include a desk area, a computer with access levels as established for Project Consultants, and printer access. In addition, copy and fax capabilities will be available to Project Consultants working out of hotel spaces.

Resident Project Consultants may be assigned work space within the office setting dependent on the nature of their work assignment, the longevity of the contract, or other factors as determined by the Project Manager in collaboration with the HR Manager. Resident Project Consultant work space will include a desk area, a computer with access levels as established for Project Consultants, printer access, and a phone. In addition, copy and fax capabilities will be available within the office setting.

Technical Support

A CPS HR email address will be made available to all Project Consultants. .CPS HR will provide a web portal or other communication structure (i.e. SharePoint) affording Project Consultants access to data and documents necessary to their work. Level of access to CPS HR data and documents and/or project work documents will be determined by the supervising manager as approved by the unit Senior Leader. Critical communications distributed via email may also be included on the portal to assure project consultants have access to needed information.

Standard boilerplate documents, report templates, and related tools will be made available to contract consultants via the above described communication structure. Project Consultants are generally expected to provide their own technical tools for use at home or work sites. Any exceptions to this policy are at the discretion of the project manager and HR Manager and require consultation with the Director of Information Technology Services. Exceptions are to be documented and kept on file.

Project Consultants are expected to provide their own cell phones, as their needs demand. CPS HR will reimburse Project Consultants for CPS HR business related phone charges based on submitted expense reimbursement claims up to a level of \$20.00 per month. This reimbursement is taxable under IRS rules and therefore will be treated as taxable income. The project manager and/or supervisor are responsible for pre-approving phone related reimbursements based on project need. Telephone calling

cards may also be made available to Project Consultants. These will generally be client billable.

Travel

Business-related travel for Project Consultants will generally be client billable. Nevertheless, it is still important to monitor and manage costs as a service to our client. Travel arrangements for Project Consultants will be based on the same standards set for regular employees and will be expected to be set up via the CPS HR travel management system.

Identified travel liaisons with access to the CPS HR travel management system are expected to assist Project Consultants with travel arrangements as they have access to the travel management system. Project Consultant travel will be monitored based on valid project codes and pre-approval by the managing supervisor.

Administrative Support

Any project related administrative support needs encountered by project consultants that are not directly client billable must be pre-approved by the project manager* and/or become the responsibility of the business unit engaged in the project.

Administrative support time and costs that are not directly project related should be limited and require review and approval by the HR Manager or designee in advance of engaging the required support personnel or service.

(*Assumes the project manager is a regular CPS HR employee.)

T. Whistleblower Protection Policy

CPS HR Consulting is committed to complying with California law in regard to whistleblowing. The purpose of this policy is to encourage and enable employees to report any action or suspected action taken within the organization that is illegal, fraudulent, or in violation of any adopted policy of CPS HR Consulting, to a source within the organization before turning to outside parties for resolution. This policy applies to any matter which is related to the business of CPS HR Consulting, and does not relate to private acts of an individual not connected to the business of the organization. This policy is intended to supplement, but not to replace our unlawful discrimination and harassment policy, and/or any other grievance procedure, and applicable state and federal laws governing whistleblowing.

All employees are encouraged to report any action or suspected action taken within the organization that is illegal, fraudulent, or in violation of any adopted policy of CPS HR Consulting. Anyone reporting a violation must act in good faith, without malice to CPS HR, or any individual in the organization, and have reasonable grounds for believing that the information shared in the report indicates that a violation has occurred.

The following are examples of violations that should be reported:

- Stealing or misappropriation of CPS HR Consulting's funds, supplies, or other assets.
- Fraud or deliberate error in the preparation, evaluation, review, or audit of any financial statement or accounting records of CPS HR Consulting.
- Authorizing or receiving compensation for goods not received, or services not performed.
- Pursuit of a benefit or advantage in violation of our conflict of interest policy.
- Unauthorized alteration or manipulation of CPS HR Consulting documents or computer files.

All such conduct violates CPS HR Consulting policy.

No employee who in good faith, reports a violation or cooperates in the investigation of a violation shall suffer harassment, retaliation, or adverse employment consequences. Any individual within the organization who retaliates against another individual, who in good faith, has reported a violation or has cooperated in the investigation or a violation is subject to discipline, including termination of employment.

If an individual reasonably believes that a violation has occurred, the individual is encouraged to share his or her questions, concerns, suggestions, or complaints with any person within CPS HR Consulting who may be able to address them properly. In most cases, the Chief Executive Officer (CEO) is the person best suited to address a concern. However, if an individual is not comfortable speaking with the CEO, or he or she is not satisfied with the CEO's response, the individual is encouraged to speak with the Human Resources Director.

Reports of suspected violations will be kept confidential, to the extent possible, consistent with the need to conduct an adequate investigation, to comply with all applicable laws, and to cooperate with law enforcement authorities, if applicable.

If an individual believes that someone who has made a report of a violation or has cooperated in the investigation of a violation is suffering harassment, retaliation, or other adverse employment consequences, the individual should report the situation immediately. Any individual who reasonably believes he or she has been retaliated against in violation of this policy shall follow the same procedures outlined in the Complaint Process in section 5 of this policy manual.

Pay Administration and Bonus Program

The CPS HR Pay Administration and Bonus Programs are designed to fit our culture: an entrepreneurial public agency seeking to continually improve and keep a balance between caring for our customers, caring for each other and caring for the organization.

The programs have been designed around the following desired attributes in support of our strategic plan.

A. Focused

- Unites us all around a shared strategy
- Provides a forward-looking performance perspective

B. Collaborative

- Establishes a more collaborative environment
- Requires regular check-ins between direct reports and supervisors
- Fosters social recognition
- Promotes regular feedback from multiple sources
- Creates visibility around organizational initiatives
- Enables crowdsourcing-like assistance and support from fellow employees (co-creating solutions to challenges)

C. Developmental

- Emphasizes growth, improved performance, impact, and results
- Uses coaching and just-in-time learning

D. Agile

- Is agile so that goals can change as business priorities shift
- Shifts with organizational financial performance

Performance Plan

At the beginning of the fiscal year, each Senior Leader, manager and supervisor will review expectations and create performance plans with their direct reports for the completion of the annual evaluation at the end of the fiscal year. It will include the following:

Performance Plan Components	Performance Plan Measures
<ul style="list-style-type: none"> • Core job – technical The employee will identify the 5 – 6 core job elements that will be the focus for the year along with measures of success. 	<p>The employee will develop quarterly Objectives and Key Results (OKRs) and actively work on them. OKRs are performance objectives which capture the overarching core goals of the job, special projects, developmental efforts, and/or stretch goals. They are meant to be a snapshot of the key goals of the position.</p> <p>At least one developmental goal will be set each month, quarter, or year, depending on the nature of the goal. This could include a certification, an activity related to another part of the business, college courses, training center classes, or myriad other options to enhance their skills.</p>
<ul style="list-style-type: none"> • Core job – behavioral competencies The CPS HR Behavioral Competencies set the standards for how we work with one another and with our clients. All employees are expected to meet or exceed expectations on all Key Elements of each Behavioral Competency. An employee who needs to improve on one or more of the Key Elements will set goals associated with them. 	
Performance Tracking	
<ol style="list-style-type: none"> 1. The employee will take the lead in having at least monthly conversations with their direct supervisor. The supervisor can be utilized for coaching or acting as a sounding-board or problem solver. During the conversation, the employee will focus on: <ul style="list-style-type: none"> ○ Challenges ○ Accomplishments ○ The above and beyond tasks ○ Core job ○ Assistance needed ○ Heads up 2. Supervisors and employees will have a final check-in conversation to summarize performance at the end of each fiscal year. Employees will receive their final performance ratings. 	

Goal Setting that Exemplifies Exceptional Performance

Employees are encouraged to work with their supervisors to establish goals that benefit the organization which significantly impact the work, division and/or organization. These may be set at the beginning of the fiscal year or later. This goal must be approved by the Senior Leader and the CEO.

Participation and Eligibility Requirements

Salary adjustments are either based market-based adjustments based on an annual market study or performance-based adjustments when an employee receives an annual performance rating of satisfactory or better.

To receive an adjustment the employee must accomplish the following:

1. Began employment with CPS HR before July 1 of the previous year
2. Satisfactorily accomplish all core job elements as defined at the beginning of the year
 - a. Technical
 - b. Performance on Behavioral Competencies
 - c. Objectives, Key Results, and Monthly Conversations
 - d. Development
3. Receive one of the following annual ratings:

Exceptional Performance

All work performed during the entire rating period was consistently above the standards of the position. The employee clearly and consistently exceeded performance expectations in an exemplary manner in the achievement of goals as consistently showed s/he possesses the skills and knowledge required to perform all job responsibilities. The employee demonstrated a strong commitment to the quality and effectiveness of achieving goals and his/her work product.

Outstanding Performance

A significant part of the employee's work performance is well above the standards of performance required for the position. The employee frequently exceeded the established measurements and expectations for some goals, while all others were fully met. The employee regularly took initiative in organizing, prioritizing and solving problems and made appropriate decisions to reach a satisfactory outcome. The employee's work product contributed noticeably to the broader goals of CPS.

Satisfactory Performance

The employee's work performance for the entire rating period is consistently up to or somewhat above the standards of performance required for the position. The employee showed they possess the skills and knowledge required to perform all job responsibilities. The employee consistently and completely met, and occasionally exceeded, established expectations for major job responsibility area(s) in terms of quality, timeliness, processes, results, etc. The employee's work product contributed to the broader goals of CPS.

NOTE: Employees that need improvement or fail to meet expectations will be addressed through the performance management process. The annual evaluation is a summary of performance and is neither disciplinary nor corrective. When performance issues arise, the supervisor or manager should immediately address the concerns by implementing coaching and counseling and other steps as needed or contact Human Resources for assistance.

Pay Administration

Under all circumstances, all employees will be paid within the specified range for their classification as set by the CEO and the Board of Directors. Employees that have less than six months of service with CPS HR (hired after July 1 of the previous year) will only be eligible for market-based salary adjustments.

Market-Based Range Adjustments:

Market-based range adjustments occur once per year when warranted and are based on affordability. Any new employee hired prior to the final pay period of the calendar year will be eligible for market-based range movement afforded to other employees in the same classification. Only employees receiving the minimum or maximum of their respective salary range will receive a market-based adjustment. The adjustment amount will be based on affordability and determined annually by the CEO and the Board of Directors.

Performance-Based Salary Adjustments:

Employees who have at least six months of service and achieve a satisfactory or better annual rating may be granted a performance-based salary adjustment up to a maximum of 4% of their current salary up to a maximum of the established salary range. The salary adjustment is based on the recommendation of the supervisor and requires the approval of the Senior Leader. If a salary increase was granted because of a market-based range adjustment, the performance-based salary adjustment will not be compounded unless the employee would otherwise be paid below the established range.

Employees who have received salary increases (outside of the annual adjustment) during the prior calendar year will not be eligible for performance pay increases. For example, if an employee received a pay increase because of promotion, reclassification or other adjustment in 2018, s/he will not be eligible for a performance pay increase for calendar year 2019.

Employees who are hired after July 1 will not have six months of service by January 1 but will be eligible for a salary adjustment after six months of service as approved by their Senior Leader.

Bonus Administration

The bonus program is designed to reward top performers who made significant contributions to the growth and success of the organization and achieve an "Exceptional" performance rating. Bonuses are always based on affordability and will be approved by the CEO. Bonuses will be determined at the end of the fiscal year. Bonus payments will be made during the second pay period in August.

Exempt employees who excel in job performance and receive an "Exceptional" performance rating may be eligible for annual performance bonus pay which can exceed their actual base pay received by up to 20%. FLSA employees who may be eligible for annual performance bonus pay of up to 12% of their actual base pay received, including overtime.

F. Team Based Performance Pay Program (TBPP)

Purpose

To establish a program that authorizes a discretionary opportunity for CPS HR employees to share a portion of organizational financial success for meeting and exceeding CPS HR's business goals. CPS HR develops annual business goals that are designed to achieve long-term financial stability, sustainable growth, and public benefit. Aggressive revenue goals and moderate net goals must be met in combination in order to succeed. CPS HR retains the discretion to determine the performance criteria, whether a bonus payment will be made and, if so, in what amount. Any award sum will be at the sole discretion of CPS HR.

Participation and Eligibility

To be eligible, regular employees must meet the following criteria: (1) have been employed for at least six months of the 12-month potential bonus period; (2) be employed at the time of bonus determination and payment; and (3) have a favorable performance rating. If a bonus is declared, those employed for more than six months, but less than 12 months, during the 12-month potential bonus period, as well as all part-time employees (if otherwise eligible), may receive a share proportionate to their time on the payroll.

Individual share amount will be determined annually and may vary by performance rating, as determined by CPS HR.

Definitions

For purposes of this policy and the eligibility requirements set forth above, the following definition applies:

- A "favorable performance rating" for regular employees employed for one year or more means a performance rating of meeting expectations or better. Employees who are eligible, but who have not yet received a performance rating shall receive a share of 1.0, prorated for actual service time. Employees, who are otherwise eligible, but who have received any form of disciplinary action or performance counseling to avoid discipline in the latter half of the review period and up to the payout or availability date are not eligible for TBPP.

Timing

If a TBPP bonus is to be made, payouts under the program occur in December for the 12-month period of November 1 through October 31 each year. CPS HR uses this overlapping 12-month review period in order to minimize the impact of normal seasonal ups and downs in CPS HR's business cycle, and have the group reward be off-cycle to the fiscal year.

Factors that influence availability of team awards

The Chief Executive Officer will evaluate the following factors by October 31 for the previous year period in determining a recommendation on team based awards. First, revenue attainment over the last 12 months will be evaluated to determine if the organization is at, under or over target for revenue attainment and able to fund awards. Following that determination, factors such as the following will be considered in determining whether awards should be made and/or in what amount:

- Net Income. Maintaining sufficient net revenue during the 12-month review period to sustain CPS HR's success. The amount will be reviewed annually. The current minimum net is three percent or better (after any planned payments). This percentage can change (by either increasing or decreasing) over time.
- Client Satisfaction. Since it is desirable to balance client satisfaction with financial success, clients will be surveyed, and that information evaluated. A minimum acceptable rating will be established annually, but in all cases the client satisfaction rating must be an 'exceeds standards' rating.
- These factors are illustrative only and are not intended to be exhaustive. Depending on CPS HR's goals and business needs, the relevant factors can change over time. Additional factors may be relevant and can be considered in determining whether an award will be made.

G. Reclassification Procedures

The CPS HR policy, guidelines and procedures related to reclassifications are:

Concept:

Since CPS HR has a broad class concept system and a pay system allowing reward for extra effort, reclassification is anticipated to be rare. Reviews will be conducted only when a manager identifies a position that has significantly changed in design or level of responsibility and recommends that the position be studied.

Procedure

Managers may submit reclassification requests at any time during the year. If the review results in a recommendation to change the allocation of the position, the incumbent will be moved to the new class/pay the first pay period following completion of the review.

Position questionnaires are available on the HR SharePoint site or by contacting an HR staff member.

3 TRAINING, DEVELOPMENT AND EDUCATION

A. Professional Dues Reimbursement

CPS HR has a program to provide reimbursement to employees for membership in professional organizations and is intended to encourage professional membership and to support employee's efforts as informed professionals.

CPS HR managers are authorized to pay up to 100 percent of professional dues for employees who are officers of or are heavily involved in the professional organization for which dues are being requested, in addition to paying a portion of and/or full membership costs for other employees in their unit/division.

Employees requesting reimbursement should assure that the organization is relevant to the work performed by their unit and submit a reimbursement request to their manager. Each manager will review requests for professional dues reimbursement, determine if the association is relevant to the employee's work assignment, review how many others in the unit/division are already members in such association and evaluate budgetary impact. CPS HR may limit the number of individual members in the same professional organization to save money. In that case, members would be required to share information with their peers.

B. Attendance at Conventions and Professional Meetings

Attendance at conventions and professional meetings is encouraged for appropriate staff. It fosters professional growth and, properly done, can enhance the reputations of CPS HR and the individual. It may result in additional business for CPS HR.

Policy

Time off to attend a meeting must be secured from the appropriate manager. The manager will decide if CPS HR will underwrite (fully or partially) the attendee's time and expenses at the time approval is requested.

CPS HR Funding: Whether the company underwrites any, a portion, or all of the attendee's time and expenses will depend upon a number of factors:

- Workload
- Necessity or desirability of attendance
- CPS HR's ability to pay

C. Tuition Reimbursement Program

Context

CPS HR is committed to being a continuous learning organization through knowledge management and development of employees. Developmental opportunities may include academic training, seminars, workshops, conventions, professional meetings, and conferences. This policy only addresses academic developmental opportunities.

Purpose

The purpose of the Tuition Reimbursement Program is to provide an incentive for employees to pursue academic educational programs that will enhance their abilities and increase CPS HR's capacity to accomplish its mission. This program is primarily designed to assist employees in obtaining degrees in higher education (i.e., BA, MA, PhD), but allows reimbursement for some certification training programs and certificate programs related to human resources, management, or leadership.

Guidelines

1. The Tuition Reimbursement Program is for regular full- or part-time employees scheduled to work 28 or more hours per week.
2. Employee seeking tuition reimbursement must have achieved a performance rating above standard (3.0) in the previous performance review cycle.
3. Course content must be related to (or be part of a degree, certificate program or certification training program that is related to) enhancing CPS HR's ability to accomplish its mission.
4. Academic educational program courses must be offered by accredited educational institutions.
5. Reimbursement for certain certification training study programs/classes and the cost of the original certification test will be allowed under this program. Programs that enhance an employee's abilities and increase CPS HR's capacity to accomplish its mission may be covered, even if not provided by an accredited university. Examples of these include: Professional in Human Resources (PHR), Senior Professional in Human Resources (SPHR), SHRM-CP, SHRM-SCP, and International Personnel Management Association Certified Professional (IPMA-CP) certifications; Certified Management Accountant (CMA) or Certified in Financial Management (CFM). Employee must pass any certification test and show proof of certification to be reimbursed for training class or test costs. However, any test retakes or cost of renewals (recertification) will not be reimbursed.

6. Reimbursement for other certificate programs in HR, management/leadership or other programs related to an employee's profession or CPS HR position and relevant to CPS HR needs is allowed. Such certificate programs offered by an accredited university, college or community college may be reimbursed under this program, even if the certificate program does not issue letter grades. If there is no letter grade, employee must submit documentation of successful completion prior to receiving reimbursement. However, any test retakes or cost of renewals (recertification) will not be reimbursed.
7. Coursework should be completed on personal time unless the employee, their manager and the HR Manager agree it is in CPS HR's best interest to make other arrangements.
8. There must be sufficient uncommitted funds in the Tuition Reimbursement Budget to cover the employee's request.
9. If an employee voluntarily leaves CPS HR employment within one year of receiving tuition reimbursement, the amount granted in that year is reimbursable to CPS HR.

Approval Procedure

1. Prior to course, class or program registration, the employee and the manager of employee's business unit discuss and agree all of the above guidelines are met.
2. The employee prepares a course approval form addressing the above guidelines, the unit manager signs the form indicating approval, and it is sent to Human Resources who will review and approve the request. If the manager has questions about the course/program eligibility under this program's guidelines, the manager should contact HR prior to approving the course.
3. Approval is complete when HR 1) determines sufficient money is available in the tuition reimbursement budget, and 2) determines that the request is in compliance with program guidelines.

Note: All tuition reimbursement requests must be approved prior to paying for a course. Even requests that are considered relevant by the employee and their manager will not be approved if all tuition reimbursement funds have been committed to other employees or already expended.

4. After review and approval or denial, HR returns form to the employee. HR will retain copy for their files.

Reimbursement Procedure

1. Undergraduate and Graduate courses must be completed with minimum grade of B. If no grading system is used, the employee must submit evidence of satisfactory course completion.
2. The employee must be an active regular employee when the reimbursement request is submitted. If an employee voluntarily leaves CPS HR employment within one year of receiving tuition reimbursement, the amount granted in that year is to be re-paid to CPS HR upon separation. However, employees who were involuntarily laid off after being paid for an approved course will not be required to reimburse CPS HR.
3. To obtain reimbursement, the employee must complete the reimbursement request portion of the form within 45 calendar days of course completion, with copies of all relevant receipts and grade reports attached. The employee must sign and date the form and submit to HR for approval. If approved, HR will forward to Finance for payment.

Limitations

1. Organizational and business unit limits will be established by the Chief Executive Officer through the budget process. The amount authorized for this fund will depend on CPS HR's ability to invest in employee development including considerations for conventions, professional meetings, seminars, workshops, conferences, and other training, all of which are not included in the tuition reimbursement program.
2. Reimbursement is for tuition, registration fees, laboratory fees, and textbook expenses. Expenses such as travel, transportation, and supplies are not reimbursable.
3. Within the limits of the tuition reimbursement budget, 75% of allowable expenses will be reimbursed for each submission, with a limit of \$2500 per employee per fiscal year with no carryover. Exceptions to this policy must be approved by the HR Director and the CEO.
4. CPS HR will not reimburse expenses that are reimbursed by another source.

D. Training and Development Program

Introduction

The success of the organization is directly related to the success of its people. Development of our employees to their full potential is a critical factor in meeting our client's service and quality expectations. Training can also assist individual employees in meeting their career objectives.

To meet the challenges of the future, CPS HR Consulting is committed to providing the resources and management support necessary to ensure that all employees achieve the core competencies necessary to provide the highest quality services to our clients and each other.

Purpose and Goals

- Assist CPS HR employees in meeting and maintaining CPS HR core competencies
- Assist employees to understand and adhere to CPS HR core values
- Improve employee effectiveness and enhance service
- Provide training experiences that assist employees in enhancing their current job performance or preparing for future career opportunities within CPSHR

Core Competencies and Values

Within CPS HR we maintain a core set of competencies that contribute to organization success and is required by all jobs within the organization. These core competencies form the foundation upon which most of our human resource activities are created and carried out. The training and development program is designed to assist all employees to achieve the core competencies. Our core competencies are listed and defined in the performance evaluation system and included on all associated forms.

Training and Development Program - General Information

Course Offerings

CPS HR offers classes to help develop its employees. Classes may be offered in select competency areas, a supervisory certificate program, and the HR Academy. Not all classes will be offered each year. However, training class scheduling and frequency will depend on identified current needs and available funding.

Course Registration

Most classes offered through the CPS HR Training and Development Program will be provided through our CPS HR Training Center. Human Resources will send out e-mails announcing the availability of classes.

Employees are to talk with their supervisor prior to registering for any class and obtain approval to attend classes. Upon approval employees will need to register for the class.

E. Succession Management Program

Concepts

CPS HR Consulting utilizes the three concepts outlined below in planning for the future of the organization. Additional information on our succession philosophy is available from Human Resources.

Workforce Planning: The strategic alignment of an organization's people resources with its business direction. It is a methodical process of analyzing the current workforce, identifying future workforce needs, establishing the gap between the present and future, and implementing solutions so the organization can accomplish its mission, goals, and objectives.

Succession Planning: Process of identifying and preparing suitable employees, through mentoring, training, and job rotation, to replace key managers within an organization. Succession planning can be broadly defined as identifying future potential leaders to fill key positions.

Succession Management: A business process that brings together the effective execution of the strategic business plan with the growth and deployment of leaders who are aligned with the values and culture of the company. It is a deliberate and systematic effort to project leadership requirements, identify a pool of high potential candidates, develop leadership competencies in those candidates through intentional learning experiences, and then select leaders from among the pool of potential leaders.

4 WORK RULES AND EMPLOYEE CONDUCT

A. Reduction-in-Force Policy

The CEO has the sole discretion to determine that, for financial or other business reasons, a reduction or restructuring of CPS HR's work force is appropriate. Consistent with the CPS HR at-will employment policy, the primary consideration in selecting those employees to be retained, reassigned, or laid off will be the relative ability of the individual employees to fulfill the needs of the organization as it is being redesigned to meet the changed business environment. These needs will be determined by the CEO. The final composition of the work force will take into account, but not be limited to, such factors as: 1) the work to be performed; 2) the business units impacted; 3) EEO considerations; 4) prior performance levels; 5) demonstrated abilities; and 6) return on investment of employees and employee teams.

B. Severance

CPS HR reserves the right to provide severance to individuals upon separation, at the discretion of the CEO.

C. Discipline

This section states CPS HR policy, guidelines, and procedures for taking disciplinary action.

CPS HR retains discretion to determine what constitutes proper disciplinary action and procedure in individual situations.

This Discipline section only applies to regular full- or part-time employees.

Disciplinary action may consist of written reprimands, suspension with or without pay, pay reduction, demotion, or dismissal.

"Working days" are defined as Mondays through Fridays that CPS HR is open for business. CPS HR holidays are not work days.

Guidelines

1. Disciplinary action may be initiated by the CEO, HR Director, or a manager and may be taken when, in the best judgment of a CPS manager, disciplinary action is warranted.
2. In most cases the manager will give reasonable notice in writing of the effective date of the discipline. However, in some situations action must be taken promptly. In those instances only an oral notice will be provided prior to implementation of discipline.
3. Managers will document in writing the reasons for the disciplinary action to assist the employee in improving their performance. In the case of dismissal, managers will provide a written notice of termination, including an effective date.
4. Employees who disagree with the imposed disciplinary action may request an informal meeting with the CEO. Scheduling of this meeting will not delay implementation of any disciplinary action, except at the discretion of CPS HR. The CEO, at his/her discretion, however, may sustain, modify, or reverse the disciplinary action.
5. If an employee believes the disciplinary action was a result of illegal discrimination, harassment, or retaliation, he/she may file a complaint through the CPS HR complaint policy outlined in the Policies and Procedures.

D. Community Volunteer Activity – Guidelines

CPS HR encourages our employees to be good citizens and participate in a variety of community programs. To facilitate such participation, CPS HR has established a policy for partially reimbursing employees for leave time taken to volunteer during regular work hours. CPS HR allows regular employees to use PTO for approved volunteer activities.

Regular CPS HR employees who use PTO to participate in approved volunteer activities that occur during the normal workday (e.g. 8:00 am – 5:00 pm) can be reimbursed for 50% of the hours used, up to and not to exceed 8 hours per quarter.

Volunteer services can be performed at any approved educational institution or 501c3 organization.

Procedures

- Employees must provide the following information and obtain supervisor/manager approval prior to engaging in the volunteer activity.
 - Description of activity (where/what)
 - Time commitment (# of hours/dates)
- The employee performs volunteer service.
- Upon completion of volunteer service, the employee will provide written verification with the signature of an official of the agency to the supervisor. The supervisor signs the verification and forwards it to Payroll.
- Employee completes time sheet for volunteer service. Half of the hours are charged to PTO; half of the hours are charged to volunteer service code (VOL).

In no case will CPS HR approve use of volunteer hours that would result in overtime pay for the FLSA employee. In addition, an exempt employee who works regular hours in a pay period and also performs volunteer service will be required to use PTO or VOL hours only to reach the 80 hour per pay period rule.

Volunteer service hours do not accumulate or carry over. This program operates on a single fiscal year basis.

E. Professional Conduct

EQUAL EMPLOYMENT OPPORTUNITY POLICY

CPS HR Consulting is an equal employment opportunity employer and makes employment decisions on the basis of merit. We desire to have the best available personnel in every job. Our policy prohibits unlawful discrimination based on race, color, creed, gender (including gender identity and gender expression), religion (all aspects of religious beliefs, observance, or practice, including religious dress or grooming practices), marital status, registered domestic partner status, age, national origin (including language use and possession of a

drivers' license issued to persons unable to prove their presence in the United States, as authorized under federal law), citizenship status, ancestry, physical or mental disability, medical condition (including cancer, or a record or history of cancer, and genetic characteristics), sex (including pregnancy, childbirth, breastfeeding, or related medical condition), genetic information, sexual orientation, military and veteran status, or any other consideration made unlawful by federal, state, or local laws. It also prohibits unlawful discrimination based on the perception that anyone has any of those characteristics or is associated with a person who has or is perceived as having any of those characteristics. Discrimination can also include failing to reasonably accommodate religious practices or qualified individuals with disabilities where the accommodation does not pose an undue hardship.

Additionally, disrespectful or other unprofessional interpersonal conduct, e.g., bullying and belittling, will not be tolerated and may lead to disciplinary action.

All such discrimination is **unlawful**.

Pay discrimination between employees of the opposite sex or between employees of another race or ethnicity performing substantially similar work, as defined by the California Fair Pay Act and federal law is prohibited. Pay differentials may be valid in certain situations defined by law. Employees will not be retaliated against for inquiring about or discussing wages. However, CPS HR Consulting is not obligated to disclose the wages of employees to other employees.

CPS HR also prohibits retaliation against individuals who raise complaints of discrimination, harassment, or other unprofessional conduct as mentioned above, or who participate in workplace investigations.

All such conduct violates CPS HR policy.

Harassment Prevention

CPS HR's policy prohibiting harassment applies to all persons involved in the operation of the agency. CPS HR prohibits harassment, disrespectful or unprofessional conduct by any of its employees, including supervisors, managers and co-workers. The anti-harassment policy also applies to vendors, customers, independent contractors, volunteers, persons providing services pursuant to a contract, and other persons with whom you come into contact while working.

Prohibited harassment, disrespectful or unprofessional conduct includes, but is not limited to, the following behavior:

- Verbal conduct such as epithets, derogatory jokes or comments, slurs or unwanted sexual advances, invitations, comments, posts or messages;
- Visual displays such as derogatory and/or sexually-oriented posters, photography, cartoons, drawings or gestures;

- Physical conduct including assault, unwanted touching, intentionally blocking normal movement or interfering with work because of sex, race or any other protected basis;
- Threats and demands to submit to sexual requests or sexual advances as a condition of continued employment, or to avoid some other loss and offers of employment benefits in return for sexual favors;
- Retaliation for reporting or threatening to report harassment; and
- Communication via electronic media of any type that includes any conduct that is prohibited by state and/or federal law or by agency policy.

Sexual harassment does not need to be motivated by sexual desire to be unlawful or to violate this policy. For example, hostile acts toward an employee because of his/her gender can amount to sexual harassment, regardless of whether the treatment is motivated by sexual desire.

Prohibited harassment is not just sexual harassment but harassment based on any protected category.

Non-Discrimination

CPS HR is committed to compliance with all applicable laws providing equal employment opportunities. This commitment applies to all persons involved in CPS HR operations. The agency prohibits unlawful discrimination against any job applicant or employee by any employee of CPS HR, including supervisors and coworkers.

Pay discrimination between employees of the opposite sex performing substantially similar work, as defined by the California Fair Pay Act and federal law, is prohibited. Pay differentials may be valid in certain situations defined by law. Employees will not be retaliated against for inquiring about or discussing wages. However, CPS HR is not obligated to disclose the wages of other employees.

Anti-Retaliation

The agency will not retaliate against you for filing a complaint or participating in any workplace investigation and will not tolerate or permit retaliation by management, employees, or co-workers.

Reasonable Accommodation

Discrimination can also include failing to reasonably accommodate religious practices or qualified individuals with disabilities where the accommodation does not pose an undue hardship.

To comply with applicable laws ensuring equal employment opportunities to qualified individuals with a disability, the agency will make reasonable accommodations for the

known physical or mental limitations of an otherwise qualified individual with a disability who is an applicant or an employee unless undue hardship would result.

Any job applicant or employee who requires an accommodation in order to perform the essential functions of the job should contact a member of CPS HR's human resources staff to discuss the need for an accommodation. CPS HR will engage in an interactive process with the employee to identify possible accommodations, if any, that will help the applicant or employee perform the job. An applicant or employee who requires an accommodation of a religious belief or practice (including religious dress and grooming practices, such as religious clothing or hairstyles) should also contact a member of CPS HR's human resources staff to discuss the need for an accommodation. If the accommodation is reasonable and will not impose an undue hardship, the agency will make the accommodation.

CPS HR will not retaliate against you for requesting a reasonable accommodation and will not knowingly tolerate or permit retaliation by management, employees or co-workers.

Complaint Process

If you believe that you have been the subject of harassment, discrimination, retaliation or other prohibited conduct, bring your complaint to your supervisor, manager, the HR Director, or the CEO as soon as possible after the incident. You can bring your complaint to any of these individuals. If you need assistance with your complaint, or if you prefer to make a complaint in person, contact the HR Director or CEO. Please provide all known details of the incident or incidents, names of individuals involved and names of any witnesses. It would be best to communicate your complaint in writing, but this is not mandatory.

CPS HR encourages all individuals to report any incidents of harassment, discrimination, retaliation or other prohibited conduct forbidden by this policy immediately so that complaints can be quickly and fairly resolved.

You also should be aware that the Federal Equal Employment Opportunity Commission and the California Department of Fair Employment and Housing investigate and prosecute complaints of prohibited harassment, discrimination and retaliation in employment. If you think you have been harassed or discriminated against or that you have been retaliated against for resisting, complaining or participating in an investigation, you may file a complaint with the appropriate agency. The nearest office can be found by visiting the agency websites at www.dfeh.ca.gov and www.eeoc.gov.

Supervisors must refer all complaints involving harassment, discrimination, retaliation or other prohibited conduct to the HR Director, so the agency can try to resolve the complaint.

When CPS HR receives allegations of misconduct, it will immediately undertake a fair, timely, thorough and objective investigation of the allegations in accordance with all legal requirements, and will reach reasonable conclusions based on the evidence collected.

CPS HR will maintain confidentiality to the extent possible. However, the agency cannot promise complete confidentiality. The employer's duty to investigate and take corrective action may require the disclosure of information to individuals with a need to know.

Complaints will be:

- Responded to in a timely manner
- Kept confidential to the extent possible
- Investigated impartially by qualified personnel in a timely manner
- Documented and tracked for reasonable progress
- Given appropriate options for remedial action and resolution
- Closed in a timely manner

If CPS HR determines that harassment, discrimination, retaliation or other prohibited conduct has occurred, appropriate and effective corrective and remedial action will be taken in accordance with the circumstances involved. The agency also will take appropriate action to deter future misconduct.

Any employee determined to be responsible for harassment, discrimination, retaliation or other prohibited conduct will be subject to appropriate disciplinary action, up to, and including termination. Employees should also know that if they engage in unlawful harassment, they can be held personally liable for the misconduct.

Affirmative Action Program

As a federal contractor, CPS HR maintains an Affirmative Action Program. The written Affirmative Action Program document can be found on the HR SharePoint Shared Documents site or is available from a human resources staff member upon request.

F. Security and Confidentiality Standards

Much of the material and information CPS HR owns or uses is sensitive and confidential. Clients depend on us to maintain the confidentiality of that material and information, and any compromise of our client's trust reduces or eliminates our ability to serve our clients and sell our products and services. Furthermore, CPS HR as an organization can be held legally liable if there is ever a lapse in security that results in a compromise, breach, or release of the information and data that we are trusted to protect. It is, therefore, essential that all CPS HR employees assume responsibility for protecting confidential materials, information, and marketable products, methods, and services.

G. Business Sensitive, Client Confidential and Personal Privacy Information

To promote understanding of the basic categories of information or data that must be protected and safeguarded, it is useful to draw a distinction between the following categories: Business Sensitive, Client Confidential, and Personal Privacy information.

Business Sensitive information relates to any proprietary services or products that CPS HR provides to clients and customers. Because CPS HR operates within a competitive business environment, our services and products reflect an ongoing financial investment in our capabilities. Our proprietary business information, methods, and data are valuable assets. Examples of these assets may include: work processes, methodologies, technical and business approaches, deliverables, and/or proposals. Testing material either printed or stored in electronic media, answer keys, and test items including our Item Bank also contain sensitive business information that needs to be protected. The “litmus test” for determining if any material, information, or data is “business sensitive” would be to ask if any individual or external organization would gain value, insight, or advantage over CPS HR if that individual or organization possessed that information or data. Similarly, our clients pay for access to this information which is the value proposition that we offer our clients.

Client-Confidential information is information or data that a client has entrusted CPS HR to collect, access, process, or store in the performance of a contract, engagement, or project. As a condition, either implied or stated, in our contract with a client, CPS HR staff may be afforded access to sensitive or confidential information about that organization, its operations, or its personnel. Information about a client that relates to the current health or status of the organization (financial, legal, performance, accountability, personnel, management, etc.) that normally is not available to the public should be considered client-confidential information.

Additionally, client-confidential information is any information that if released to the public, or to any unauthorized personnel, could injure or harm the reputation of that organization, and by extension, the reputation of CPS HR. Accordingly, we must honor this trust that clients place in CPS HR and judiciously protect client-confidential information from access by unauthorized people or release to the public or other organizations.

Personal Privacy information involves clients, candidates, and internal staff at CPS HR. The business nature of CPS HR as a provider of Human Resources testing and services allows for CPS HR to collect, store, and use a large amount of personal information on clients and, in particular, candidates. Privacy related information involves information that identifies or uniquely describes an individual including:

- Name
- Social Security number
- Physical description
- Home/work or e-mail address

- Home/work/cellular telephone numbers
- Education
- Financial information including pay/compensation records, financial accounts, credit cards, and other records
- Medical or employment history
- Work performance, disciplinary, or administrative actions
- Exam, assessment, or interview results or scores

As a service provider to our clients and test candidates, CPS HR is entrusted to protect the above information and not release it to people that are not specifically authorized by our client. Upon the conclusion of a contract or project, CPS HR will return all personal information collected to the client or destroy all personal information four (4) calendar years after the completion of the period of performance if the client has not made a prior request for the return of the personal information. If a client contract has specified a different retention period or information/data destruction requirements, CPS HR will adhere to that contract's requirement. CPS HR will also adhere to any legally required retention periods where they arise.

As a public agency and a responsible employer, CPS HR is obligated to protect personal information as it pertains to CPS HR employees. CPS HR management has authorized access to employee information in the normal course of carrying out necessary duties and functions related to the administration of the CPS HR organization. However, CPS HR recognizes that personnel files that contain personal privacy information will be afforded reasonable protection from disclosure to unauthorized personnel and the public.

H. Public Records Disclosure

As a public agency, CPS HR is required to comply with federal and state public records disclosure laws. In general terms, these laws require that public agencies function as "open" government organizations and that records and public meetings be available for review by interested citizens and organizations. In addition to asking for information about our mission, services, products, and clients, it is anticipated that requests may include information about CPS HR employees. Recognizing the sensitivity of any of this information, when a request for public records information is made, CPS HR management will work closely with legal counsel prior to complying with the request.

If any CPS HR employee, regular or intermittent consultant, or contract personnel is approached by any non-client individual, organization or law enforcement agency, CPS HR management should immediately be notified. Information, even if requested by a law enforcement agency, shall not be provided without the concurrence of CPS HR management and legal counsel.

I. General Requirements

The following security and confidentiality standards provide a foundation of basic considerations which all of us at CPS HR must adhere to in order to ensure the protection

of valuable materials. TO PROTECT OUR CLIENTS, CANDIDATES, STAFF, AND ORGANIZATIONAL REPUTATION, IT IS ESSENTIAL THAT WE ALL FOLLOW THESE STANDARDS AT ALL TIMES.

1. CPS HR employees have an obligation to ensure that confidential materials, information and data are maintained in the strictest confidence.
2. All employees are responsible for compliance with security standards for materials under their control, and must immediately advise a manager/supervisor of employees, experts, proctors, and other agencies who may have failed to observe sufficient precautions. Desired results can only be achieved through teamwork and support of other employees.
3. Any employee who observes a breach of security standards and procedures should take immediate steps to correct the situation by notifying a supervisor or a manager.
4. CPS HR Security and Confidentiality standards apply to the use of any CPS HR provided "enabling technologies" (phone/voice mail, e-mail, websites and internet/intranet access, computer and data/information storage devices, video and photographic equipment, copiers and printers) as well as hardcopy files, folders, work products, and deliverables.
5. After having been advised of the importance and necessity of adhering to these security standards, failure to follow these standards may result in disciplinary action or, in serious circumstances, legal prosecution.
6. CPS HR employees are required to read, be knowledgeable about, and comply with security standards that are contained within the CPS Personnel Policies and Procedures. Employees are required to sign a statement that acknowledges the receipt of these standards. This signed statement will reside within the personnel file of that employee.

Sacramento Office Facilities

1. Business hours are defined as each regular work day between the hours of 8:00 a.m. and 5:00 p.m. All other times (early mornings, evenings, weekends, and holidays) are "non-business hours."
2. With the exception of the reception entrance doors on both floors, which will be unlocked from 8:00 a.m. – 5:00 p.m., Monday through Friday, all doors shall remain closed.
3. Any employee who requires access during non-business hours must obtain approval from his/her Manager/Supervisor. HR will make the necessary access level change upon written approval. The last person leaving the building will be responsible for making sure the building is secure and the security alarm system

has been set. It is the Manager/Supervisor's responsibility to be sure the employee knows the procedures for setting the security alarm system.

4. The reception area is not staffed; visitors will use the kiosk to contact the CPS HR staff member they are visiting. Non-employees must be met at the reception area by a CPS HR staff member, be signed in, receive a visitor ID badge and then must be escorted while at CPS offices. If they are placed in a controlled environment, such as in a testing room, visitors are expected not to leave the room without a CPS HR staff escort. CPS HR employees shall be responsible for the activities of people they allow to enter CPS HR's offices. Persons on contract with CPS HR will have unescorted access to the offices only during business hours. During non-business hours, an escort will be required unless otherwise authorized by a unit manager.
5. The print shop and its storage areas are secure, restricted areas. Only authorized CPS employees will have unescorted access. All other persons, such as repair, delivery, outside consultants, clients, associates of employees, etc., must be under the direct personal guidance of a CPS employee. CPS employees will be responsible for the activities of persons they allow to enter the print shop and storage areas.

Materials

1. Employees will secure sensitive or confidential working materials when they are not in use or under their direct observation. When employees have sensitive or confidential material in the workspace and they are not in that workspace, the material should either be covered or placed in a container to prevent casual viewing or review by any person walking through that space that is not authorized to work with that material.
2. Each unit manager will be responsible for developing and communicating lock-up and sign-out practices to meet his/her specific requirements.
3. The procedures used by outside printers will be assessed, on a case-by-case basis, to determine compliance with security and confidentiality requirements.
4. All confidential and sensitive hardcopy material which is no longer needed shall be placed in the appropriate shred containers which are placed throughout the building. As a further safeguard to preclude the inadvertent release of confidential material, all discarded paper material shall be placed in the shred containers.

Removable electronic storage media (recordable CDs or DVDs, data tapes, flash drives, etc.) which is no longer needed shall be placed in the shred containers. If more than 40 pieces of storage media need to be disposed, prior coordination with ISD is required. This is especially important given that it can be difficult to actually delete the information and data on electronic storage media.

Under no circumstances shall confidential or sensitive material be placed in or near waste paper baskets, trash cans, or dumpsters. Following this requirement will reduce the potential for inadvertent release or loss of confidential or sensitive information.

5. Any employee who learns of missing sensitive materials, information or data, such as lost or stolen computers, shipped tests, etc. is required to obtain sufficient information for follow-up action to track down, account for, and retrieve the missing material. Such occurrences are to be immediately reported to the responsible consultant, supervisor, and/or unit manager. It is critical that immediate action be taken to limit the risk of release of sensitive information.

Proprietary Rights

1. The protection of confidential and sensitive information is essential for our clients/customers/candidates, as well as for the CPS organization and its employees' future security. To protect such information, employees may not disclose any confidential, sensitive, or proprietary information about the organization, its clients, or its processes. All products, services, methods, and systems developed by CPS employees and packaged and marketed by CPS are the sole and exclusive property of CPS. Their use and distribution is the sole and exclusive right of CPS and shall only be used as specifically authorized by CPS management.
2. Employees terminating from CPS may not take CPS information, equipment, enabling technologies, or material with them for personal use or for use by any competitor or client of CPS without specific written permission from CPS management; otherwise, CPS may take legal or other actions to mitigate the adverse consequences of such unprofessional or unethical behavior.
3. Passwords are confidential, shall be protected by the employee, and shall not be given out to anyone (even other CPS employees) without management authorization. Compromised passwords must be reported to management and changed immediately, either personally or in coordination through ISD.
4. Computer discs, tapes, and other storage devices with confidential or sensitive information should be safeguarded and locked in a secure container (desk, cabinet, or room) when not in use.

Protection of Transmitted Electronic Files

Electronic transmission of sensitive or confidential information shall be in accordance with client contract requirements with the caveat that if the requirements are not clearly defined, i.e. secure website, password protected files, etc. it is incumbent on the unit manager to obtain agreement or permission from that client on what is acceptable and reasonable.

CPS unit and contract managers are strongly encouraged to document any security or transmission agreements with clients that affect CPS contracts.

Protecting privacy or sensitive information can be difficult in the electronic age. Sensitive information should never be sent via e-mail without the understanding that it can be intercepted by unauthorized individuals. When transmitting sensitive information or material, CPS employees should use caution to ensure that the intended recipient's e-mail address is correct. If in doubt, contact the intended recipient by phone to verify either an electronic or physical address.

In the normal course of doing business, CPS routinely transmits messages, data files, or e-mail attachments that contain sensitive or personal information on candidates or clients. CPS employees should take reasonable means to protect this information from unauthorized access, including password protection of these files, if appropriate. If password protection is used, the password should be transmitted through a different medium (telephone, fax, etc.) so that if the file transmission is intercepted, the confidentiality of the data is still maintained at a reasonable level of security. Business units are encouraged to develop specific procedures to protect access to these passwords while maintaining authorized access by CPS employees.

CPS business units also communicate with clients and other contractors, both organizations and individuals, and routinely transmit sensitive or personal information. Business unit managers are responsible for determining which information is sensitive and the best way to transmit it. Business units are strongly encouraged to obtain documented clarification or agreements from clients and other contractors on the appropriate security requirements for information/data handling or transmission.

It may be impractical or inefficient to require the use of passwords for some types of information. For example, it would be impractical to require password protection for the fax transmission of resumes or some types of client reports. Business unit managers will be afforded discretion to provide guidelines on what is appropriate for password protection.

Document Retention & Destruction

CPS HR maintains and enforces a Document Retention & Destruction Policy and Procedure. All staff, including Project Consultants, are expected to know and abide by the terms of that policy. The policy is maintained under separate cover and can be accessed on HR's SharePoint site.

Travel and the Use of Portable Computers

CPS staff should exercise extreme caution to ensure that computers, phones, PDAs, and any other files or devices are not left unattended or available to unauthorized individuals or organizations while outside the physical confines of CPS offices. Leaving a computer unattended that has confidential information poses a potential risk to the

organization because of the possible loss of client information and proprietary material. There are also privacy concerns that could compromise the reputation of our customers and employees and an impact on your ability to work until new equipment can be provided. Employees should not leave their laptops in their vehicles or other areas while outside of the office.

Special care should be taken when traveling. Portable computers and related storage devices should remain in the physical possession of traveling staff and never placed in checked baggage.

Encryption/Monitoring/Invocation of Remote Operations

All information that is stored on CPS HR technologies, including the CPS HR network and CPS HR workstations, is owned by CPS HR. These technologies are provided as tools for CPS HR-authorized business. CPS HR reserves the right to monitor, inspect, copy, review, and store at any time, and without prior notice, any and all materials, files, information, software, communications, and other content transmitted, received, or stored in connection with this usage. This right allows CPS HR to maintain system integrity and to ensure that the systems and technologies are used consistently with CPS HR policies. All of the information, content, and files are the property of CPS HR; there should be no expectations of privacy regarding those materials or files.

Software Installation/Downloads

Failure to comply with this policy places our work, our reputation, and CPS HR at risk. It is essential that all employees collaborate closely and comply with this ISD policy as well as the "CPS HR Computer Policies" put into effect by IT to ensure that CPS HR assets, data, and information are protected and secure. Employees that violate this policy may affect their employment status with CPS HR. When violations occur, employees will be given an opportunity to discuss the violation(s) with CPS HR management. Employees are strongly encouraged to obtain more information on the CPS HR Software Audit Process.

Orientation

Upon initial employment with CPS HR, the unit manager responsible for hiring the individual shall ensure that the employee attends the CPS HR orientation session or shall personally orient the new employee on CPS HR security standards. This orientation will include reviewing these standards and other matters pertinent to the unit's operation. Employees will be encouraged to ask questions to ensure that they are knowledgeable and aware of CPS HR security requirements. ISD staff will initially assign a network log-in password to new employees. During orientation, ISD will show attendees how to change their passwords. After receiving this training, employees are to change their passwords to protect access to the CPS HR network.

This pertains to all employees, whether regular or temporary, full- or part-time or other individuals who may be granted temporary access to the network.

ISD staff is available to answer questions and/or provide additional information on security awareness and education. See the SharePoint Collaboration site.

Use of CPS HR Resources and Enabling Technologies

In general, CPS HR resources and enabling technologies are to be used only for CPS HR business activities. Examples of these resources and enabling technologies include, but are not limited to, the following:

- Telephones, cellular phones, and voicemail
- E-mail
- Website and Internet/intranet access
- Computers and data/information storage devices
- Personal digital assistants (PDAs)
- Photographic and video equipment
- Copiers and printers
- Other resources and technologies (both hardware and software) either provided by CPS HR or used by employees in the performance of CPS HR work.

ISD publishes and maintains other important and critical Information Technology Policies under the Executive Administration intranet site. All staff members should familiarize themselves with these technology policies and procedures.

Phones

Employees should use personal telephone credit cards or access numbers to make long distance personal calls. When this is not possible, employees may dial direct and reimburse CPS HR. For further information regarding cellular and PDA equipment, please refer to Section 5.12 below.

When employee's personal phone calls exceed the agreed upon service plan for that cell phone account, the employee is responsible for reimbursing CPS HR for any excess phone charges.

CPS HR Business-Related Education

CPS HR would like to support employees' desire to further their education. CPS HR equipment may be used for educational purposes with management approval. If the employee requires more than 50 megabytes of file server disk storage, management or ISD approval is required. Printer paper should be reimbursed at the same rate as copy paper or according to a schedule approved by management.

Employees

CPS HR staff time shall not be used for personal gain during working hours.

J. Workplace Privacy

All information or data located on a CPS HR computer or other data storage device including, but not limited to, laptop computers, desktop computers, file servers, data storage media (e.g., floppy disks, ZIP disks, or tapes), e-mails, and/or other data files is the property of CPS HR and is not considered "personal/confidential" and employees should have no expectation of privacy. In addition, any information, data, or physical articles contained on or in employee desks, work/storage spaces and lockers are not considered "personal/confidential." An employee's personal property, including, but not limited to desks, packages, purses, and backpacks, may be inspected upon reasonable suspicion of unauthorized possession of organizational property, possession of dangerous weapons, firearms, or abuse of the CPS HR Consulting drug and alcohol policy.

CPS HR may have need during the normal course of business to search computers, e-mail, hard copy files, and/or an employee's workspaces to gather specific information or CPS HR property. CPS HR cannot provide assurance that personal items will be undisturbed if this type of search is necessary. Of course, common sense and courtesy will be exercised in the event CPS HR must search an employee's computer, desk, work area, etc. If employees have information or property that they deem personal and confidential, it should not be located in CPS HR buildings, equipment or devices.

K. Personal Appearance

CPS HR promotes a professional and high quality workplace and image for our clients and employees. This is supported by dressing in appropriate attire and by maintaining a neat and well-groomed appearance. Attire should always be clean, neat, in good repair, and safe, and should present an overall well-groomed and professional image. Business casual is the default dress standard for CPS HR.

Exceptions

When meeting with clients, whether in the CPS HR office or in their location, business casual or business attire is required. Staff who work in business units that have extensive contact with clients (e.g., Training Center) may be required to wear business casual most days.

Monday – Thursday: In addition to business casual, jeans that are in good repair may be worn. T-shirts, tank tops, spaghetti strap tops/dresses, halter tops, and flip-flops are not allowed. Excessively short shorts, skirts, and dresses, as well as low-cut or see-through clothing items are not allowed.

Friday: In addition to the Monday – Thursday standard, shorts and T-shirts that are appropriate and tasteful for a work environment may be worn.

L. Public Appearances and Acceptance of Gifts, Tickets or Passes

Public Appearances

- a. CPS HR encourages staff members to speak before public agency groups, conferences, seminars, etc. Engagements of this type provide useful information to clients, enhance CPS HR's reputation, and provide the speaker with valuable experience. All public appearances when representing CPS HR must be authorized by the employee's manager.
- b. Any honorarium paid to a CPS HR employee for such an appearance shall be returned to CPS HR and will be credited as unit income.

Acceptance of Gifts

- a. In order to avoid conflicts of interest or even the appearance of impropriety, this policy has been adopted to provide guidance to employees on CPS HR expectations related to the acceptance of gifts, meals and entertainment from vendors, clients and or sub-contractors.
- b. From time-to-time, CPS HR employees and business units receive gifts (candy, promotional pens, flowers, etc.) from clients, vendors, sub-contractors, candidates, or other entities. In these circumstances, it is appropriate to either use the gift for work-related purposes or share the gift with staff and/or clients.
- c. Employees shall not allow any vendor or sub-contractor to pay for any meal or entertainment with a value greater than \$25. This includes any vendor and/or sub-contractor who is interested in providing service to CPS HR, is currently bidding to provide services to CPS HR or is a current provider of services or products to CPS HR.
- d. As a public employer, certain employees are also covered by provisions of the Fair Political Practices Commission (FPPC) and their conflict of interest legislation. See the Section 5.10 in the Personnel Policies and Procedures for more information on the Fair Political Practices Commission guidelines.
- e. However, irrespective of the reporting guidelines under the FPPC, all CPS HR employees must report gifts over \$50 received from vendors, clients, contractors, sub-contractors and other agencies to their manager.

Acceptance of Tickets or Passes

- a. This policy is pursuant to FPPC regulation 18944.1.

- b. For purposes of this policy 'ticket or pass' means admission to a facility, event, show, or performance for entertainment, amusement, recreational, or similar purpose.
- c. When an employee covered by the FPPC regulation (see section 5.10 below) is provided a ticket or pass by CPS HR, the ticket or pass will be treated as income consistent with applicable state and federal income tax laws and CPS HR, in accordance with FPPC regulation 189444.1 (d), will report the distribution of such ticket or pass as income on Form 802 of the FPPC and post on our website pursuant to such regulation.

M. Fair Political Practices Commission - Mandated Conflict of Interest Code

The Political Reform Act (Government Code Section 81000, et seq.) requires state and local government agencies to adopt and promulgate conflict of interest codes. The Fair Political Practices Commission has adopted a regulation (2 Cal. Code of Regs. 18730) that contains the terms of a standard conflict-of-interest code, which can be incorporated by reference in an agency's code. After public notice and hearing the standard code may be amended by the Fair Political Practices Commission to conform to amendments in the Political Reform Act. Therefore, the terms of 2 California Code of Regulations Section 18730 and any amendments to it duly adopted by the Fair Political Practices Commission are hereby incorporated by reference. This regulation and any appendices designating positions and establishing disclosure categories, shall constitute the conflict of interest code of Cooperative Personnel Services ("CPS HR").

Individuals holding designated positions shall file their statements of economic interests with the Executive Assistant as CPS HR's Filing Officer. The Filing Officer shall retain the original statements filed by all individuals and will make the statements available for public inspection and reproduction. (Gov. Code Section 81009).

For appendices of designated positions and disclosure categories, please see CPS HR's designated Filing Officer.

N. Outside Employment

This section states CPS HR policy for outside employment and provides guidelines for outside employment which may conflict with CPS HR employment.

A CPS HR employee shall not be employed outside CPS HR or actively participate in any outside business if such involvement conflicts with current CPS HR contracts or hampers the employee's ability to perform assigned duties.

Procedures:

1. Prior to accepting outside employment, employees must discuss pending outside employment with their immediate supervisor to determine if it will interfere or conflict with their CPS HR employment.
2. While both supervisors and employees shall consider the following with relation to outside employment, the supervisor will make the final determination as to the conflict of interest of employment outside CPSHR:
 - a. The potential impact of the outside work on the employee's CPS HR duties;
 - b. Attendance during regular working hours;
 - c. Availability for such things as overtime required to meet business objectives, meetings, or travel outside regularly assigned work hours.
3. Employees will not be employed outside CPS HR to perform services which CPS HR could normally expect to perform or which would allow the employee financial gain at the expense of CPS HR. These conditions exist when the employee:
 - a. Provides services for payment that might normally be provided by CPS HR;
 - b. Provides goods or services to persons contacted while on CPS HR business;
 - c. Uses CPS HR resources or performs outside work while at CPS HR during normal working hours, including making and receiving phone calls relating to any outside employment;
 - d. Acts as an outside advisor, consultant, or witness on contracts which CPS HR administers or which conflict with CPS HR's mission or interests;
 - e. Engages in any business venture which could unfavorably influence any current or projected contracts or clients.
 - f. Accepts employment from businesses which offer personnel services to public or non-profit clients.
4. Employees applying for employment with any agency who could be a CPS HR client should determine whether CPS HR will be involved in the selection process so that steps may be taken to avoid any compromise of the selection process.
5. The most notable exceptions to the outside employment policy would be activities such as presentations at professional conferences or meetings, serving as an assessor for an assessment center, serving on a panel, etc. If these types of

activities occur during normal business hours or pose a possible conflict of interest, approval by the unit manager is necessary.

6. Requests for and approvals of outside employment will be in writing and documentation will be placed in the employee's personnel file.
7. An employee's authorization to engage in outside employment may be revoked at any time at the discretion of the unit manager, where it is determined that the conditions for approval set forth above have not been met.
8. Vendor or subcontractor employment: In order to avoid conflicts of interest or create the appearance of impropriety, CPS HR employees shall not solicit or in any way assist an immediate family member to gain employment with vendors and/or subcontractors of CPS HR. For purposes of this policy, a family member includes husband, wife, registered domestic partner, father, mother, son, daughter, brother, sister, in-laws, grandchild, grandparent, stepparent, stepchild, stepbrother, stepsister.

CPS HR employees who have a family relationship with employees of a CPS HR vendor or sub-contractor or a financial relationship/interest with a CPS HR vendor or sub-contractor shall notify their supervisor of such relationship and recuse themselves from decisions affecting that vendor or sub-contractor.

O. Cell Phones – Acquisition and Use

Business Justification

Employee must discuss their cellular telephone needs with their supervisor to be considered and/or approved for a stipend.

Process and Procedure for Regular Employees

If it is agreed that a stipend is appropriate, the cellular telephone/PDA Stipend Request form is completed and approved by the Manager or Sr. Management. That monthly stipend will be in the amount of \$95.00. CPS HR policy is to allow employees to sync personal phones with CPS HR email and calendar using Microsoft ActiveSync.

Special Considerations

In the event that an employee receiving a stipend must take an extended leave of absence (medical, personal or other) in which the employee is restricted from performing his or her job duties, the stipend or phone service may be suspended at the discretion of CPS HR after considering the totality of circumstances, including the length of the absence and the likelihood the employee will return. The stipend will be reinstated upon the employee's return to work.

Process and Procedure for Personal Devices

- a. Regular employees receiving a stipend will not be provided technical support for the employee's personal device. If an employee encounters difficulties syncing his or her personal phone with CPS HR email/calendar, the cell phone carrier will need to be contacted for support. CPS HR staff will only ensure that the correct email server, username, and password are being utilized.
- b. Employees will be allowed to port over their current CPS HR cellular telephone number to avoid potential loss of contacts.
- c. Employees independently procuring a cellular telephone may be required to submit copies of cellular telephone statements to Accounts Payable as proof of active cellular telephone service.

Process and Procedure for Intermittent Project Consultants

- a. Prior to incurring costs for CPS HR business calls on their private cellular equipment, the intermittent project consultant must discuss the need and get approval from their primary project manager.
- b. To obtain reimbursement, the intermittent project consultant must complete a miscellaneous expense report and provide a copy of the detailed cellular invoice. A monthly flat fee of \$20 will be reimbursed to the intermittent project consultant.

Use of Mobile Technology while Operating a Motor Vehicle

- a. Employees shall not drive a motor vehicle while using a cellular telephone, unless that telephone is designed and configured to allow hands-free listening and talking operation and is used in conformance with California law or the law of the state in which they are driving. Employees shall not use laptops, tablets, or any other similar devices while driving.
- b. Employees shall not drive a motor vehicle while using an electronic wireless communications device to write, send, or read a text-based communication.
- c. All employees who receive the stipend will also be provided up to \$50 reimbursement towards purchase of a hands-free listening and talking device to use with their CPS HR issued cellular equipment. Receipts showing the purchase will be required.
- d. It is preferred that CPS HR employees avoid using cellular equipment even as allowed under California or other state law, as the distraction of talking on a phone increases the chance of accidents. If possible, pull over and park the vehicle before making or receiving a call.

- e. Since use of cellular equipment without a hands-free listening and talking operation and texting while driving is illegal in California and some other states, any citation that is issued to the employee for violating such law(s) will be the responsibility of the employee.
- f. Internal Communications A climate of open communication in the organization improves the chances for job satisfaction and high productivity. It is the intent of the CPS HR management team to encourage a philosophy of open communication on organizational issues throughout CPS HR.

Management can facilitate good communication by making certain system changes, but all employees need to expect communication, help others to ensure communication happens, and accept personal responsibility for obtaining information.

Personal Responsibilities

- Let others know in a timely way when our decisions, activities, or plans have mutual impact.
- When you can't attend a meeting accept responsibility for checking with someone who attended the meeting to obtain the information you need
- Encourage clarification and communication rather than repeating (or even listening) to rumors and gossip.
- Agree to participate in and encourage direct communication

System-wide communication strategies

- Periodically review written CPS HR and/or unit policies.
- Hold general staff meetings to cover such things as:
 - Agency-wide topics
 - Presentations by staff on current projects
 - Board and management activities
 - These meetings would be facilitated by the CEO, have an agenda so time is not wasted, be timed to occur shortly after Board meetings, and be attended by all staff present.
- Provide orientation of new employees (or provide reorientation of current employees if useful), which includes a review of CPS HR products, services, vision and values, as well as specific performance plans and goals for the employee.
- Develop product manuals providing a description of products and services.
- Ensure unit staff meetings are conducted within each unit on a regular basis.
- In both unit and management staff meetings, include a specific agenda item for discussion of decisions, activities, and plans that have mutual impact with others.

- Circulate significant documents.
- Use small group task forces for issue clarification/ input as determined appropriate by management.
- CEO will have a presence with staff by being available and visible and, upon request, by attending unit staff meetings.
- Plan periodic social events for all of us to get to know each other in a non-work environment.
- On an as-needed basis, and in a non-disruptive manner, employ such techniques as:
 - Sharing staff to gain awareness of programs
 - Sending representatives to other units' staff meetings
 - Creating rotational assignments

P. Home Office Standards

Establishment of Home Offices:

Regular CPS HR employees, at the discretion of CPS HR, may request or be asked to establish a home office. If a home office is established to conduct CPS HR business, the employee will be provided with the following CPS HR owned and issued equipment at the discretion of their supervisor:

- Laptop computer
- Docking station set-up (docking station, monitor, headset)
- Printer (or printer/scanner combo)
- Shredder (as determined appropriate)
- Standing desk (as determined appropriate)
- Office supplies - will be reimbursed and should be submitted as an expense item.

This equipment will be issued and returned through the assigned business unit under the signature of the supervising Senior Leader, following the established procedures for employee on-boarding and off-boarding.

The following telework or remote work expenses are not approved:

1. Purchase costs or maintenance expenses associated with employee-owned telephones, cell phones, Smartphones, fax machines, printers, scanners, computers, paper shredders and similar devices and equipment.
2. Employee home expenses such as utilities, insurance, home maintenance, home modification for office purposes or other similar personal expenses.
3. Home telephone, television, and internet services.*
4. MiFi wireless internet devices and services.

* It is expected that employees will arrange for personal internet service for home use at the employee's expense that can also be used for work if an employee has an approved telework agreement in place. Teleworkers are expected to use either their home internet

service or the data service provided by a cellular phone carrier reimbursed by the stipend outlined in Section 5.12.

Intermittent employees

Intermittent project consultants are expected to provide their own equipment. CPS HR project-related work expenses will be reimbursed via submission of expense claims to the unit manager overseeing the intermittent employee.

Sub-contractors

Note: For purposes of definition and clarification ONLY, sub-contractor relationships are mentioned here. Sub-contractors are not CPS HR employees and are expected to furnish their own equipment and resources to meet project requirements and are responsible for their own expenses.

Any exceptions to the above standard must be requested by the Senior Leader and approved by the CEO.

Q. Timekeeping and Labor Distribution

Purpose

1. This procedure sets forth the prescribed timekeeping practices and assigned responsibilities covering required employee responsibilities (entry and certification); supervisory approvals; and changes to timekeeping records and required documentation.
2. Accurate timekeeping is of paramount importance for a variety of reasons. Customer billings may be based on actual hours and costs incurred; historical information also may be used to prepare future project proposals and budget forecasts. The circumstances and purpose of the work being performed (e.g., work for a contract) will determine the proper distribution of time--as opposed to availability of funding, type of contract, or other factors.

Scope

This Policy is applicable to all CPS HR employees.

Policy - General

- a. It is CPS HR policy that employees shall account for all of their hours worked on a daily basis (in minimum increments of ¼ hour). Hours will be charged

- directly to projects or indirectly to business units accurately reflecting the time and objective (e.g., contract task) for work performed.
- b. Labor costs that can be identified specifically to a client project shall be charged direct to that project/contract. Costs which are not clientbillable shall be charged to indirect accounts. Paid absences (e.g., vacation and holiday) are charged as indirect expenses.
 - c. CPS HR timesheets are to be submitted on a weekly basis with the cycle beginning on a Sunday and ending on a Saturday.

Compliance

- a. The manipulation or falsification of time charges is a violation of this policy. For the reasons indicated above, employees are subject to severe disciplinary action (up to and including termination) for mischarging time.
- b. Failure to complete timesheets is a violation of this policy.
- c. Thursday report issued weekly to CFO/Payroll for any Missing Timesheets for the week i.e. employees not completing daily timesheet for prior 3 days.
- d. Monday report issued weekly to CFO/Payroll for any Missing Timesheets and Open Timesheets i.e. employees who have not completed timesheet for the prior week and/or signed the timesheet by Saturday Midnight deadline.
- e. An employee who chronically fails floor checks (one or more times in most quarters) may be subject to disciplinary action.

Responsibilities

All Employees

- a. All employees are responsible for the accuracy of their individual time charges. Employees have full responsibility for the accuracy and daily completion of their timesheet.
- b. Employees are responsible for signing and submitting a completed timesheet at the end of each pay week.
- c. Employees are responsible for maintaining a Secure Password for timekeeping system access.

Supervisory Personnel

(Includes Primary Timesheet Approver and Backup Timesheet Approver)

1. Supervisors / approvers are responsible for reviewing timesheets for all individuals that directly report to them, and accept accountability for the accuracy of the timesheets they approve. Timesheets must be reviewed to ensure that the total time charged was worked by the employee and the individual charges are in accordance with authorized work that was actually performed. Charge numbers for both direct

and indirect timekeeping entries should be verified to ensure proper accounting for all recorded time.

2. Supervisors / approvers who approve timecards with knowledge that they contain false information are in violation of this policy and may be subject to discipline.
3. Explanations regarding questionable charges should be obtained from the employee. The timesheet should be returned to the employee for any required changes and resubmitted for supervisory approval. Ultimately, the supervisor is responsible to ensure that identified errors are corrected before submitting the timesheet for further processing.

R. Social Media Policy

CPS HR Consulting understands that its employees use social media sites to share events in their lives, to communicate, and to discuss their opinions with others, including family, friends, and co-workers. The use of social media may present certain risks and carries with it certain responsibilities. We have established this policy and guidelines for appropriate use of social media to help you understand your rights and responsibilities in using social media technology.

Use good and ethical judgment. To the extent your social media use may impact CPS HR employees and clients, follow CPS HR policies and regulations, as applicable, including, but not limited to those that protect individual privacy rights, anti-discrimination and harassment policies, and the anti-workplace violence policy.

Keep in mind that if your conduct adversely affects your job performance, the performance of your co-workers, or adversely affects clients served by CPS HR, we may take disciplinary action against you up to and including termination of employment.

Please avoid using statements, photographs, video, or audio that reasonably could be viewed as unlawful harassment or discrimination or otherwise a violation of the law, such as unlawful threatening conduct. Examples of such conduct might include offensive posts that could contribute to a hostile work environment on the basis of race, religious creed, color, national origin, ancestry, physical or mental disability, medical condition, genetic information, marital status, sex, gender, gender identity, gender expression, age, sexual orientation, or any other status protected by law. Examples of unlawful threatening conduct include posting material that would make a reasonable person afraid for his or her safety or the safety of his or her family.

Never post any information or rumors that you know to be false about your co-workers, candidates, or CPS HR clients. Do not disclose information that may violate client or employee rights. For example, do not disclose another individual's social security number, medical information, or other personal identifying information.

CPS HR Consulting has a separate social media policy for those employees who, as part of their job responsibilities, do post on behalf of the organization. It can be found on the Marketing and Business Development SharePoint page.

If you have questions or need further guidance, please contact Human Resources.

5 EMPLOYEE HEALTH, SAFETY AND SECURITY

A. Smoking Policy

CPS HR provides employees a safe work place free of smoke and its by-products. Smoking has been recognized as a negative health factor and is not a protected right. Therefore, no smoking is permitted in any office, work space, or area of CPS HR. Employees, clients, candidates, or other visitors to CPS HR who choose to smoke must do so outside the building and within the guidelines below.

Guidelines

- Smoking is prohibited within 20 feet from any entrance to our buildings.
- Smokers are expected to dispose of their own cigarette butts in an appropriate and safe manner by placing butts in a trash receptacle, ensuring first that it has been properly extinguished. Littering by throwing butts on the ground is not an acceptable disposal solution. It is neither environmentally or aesthetically pleasing.

B. Drug/Alcohol-Free Work Place Policy

Policy

CPS HR's policy is to have a work environment free from the manufacture, distribution, dispensation, possession, or use of alcohol or a controlled substance.

Employees who violate this policy and anyone not complying with the following listed responsibilities will be subject to disciplinary action up to and including termination. Discipline will be handled according to disciplinary procedures in this Employee Handbook.

Reporting to work under the influence of alcohol, as well as the consumption of alcohol and/or possession of an open container on CPS HR premises is not allowed.

Employee Responsibilities

1. All employees are prohibited from manufacturing, distributing, dispensing, possessing, or using alcohol or controlled substances on company premises before, during, or after work hours.

2. Read, understand, and abide by this policy.
3. Notify top management (or supervisor) of any criminal drug statute conviction no later than five days after such conviction.
4. Be willing to satisfactorily participate in a drug/alcohol abuse assistance or rehabilitation program if convicted for a violation of this policy.
5. If under a physician's care and taking prescription drugs that may impair work performance, notify immediate supervisor.
6. Refrain from the use of any legal or illegal substance (drugs or alcohol) that would impair work performance.

Immediate Supervisor Responsibilities

1. Inform all immediate subordinates of this policy.
2. Inform top management when an employee notifies the supervisor of his/her conviction of a criminal drug statute violation in the workplace.
3. Immediately contact Human Resources when an employee is observed or has been reported to be have been observed to be under the influence or impaired by drugs or alcohol while on company premises or during work hours.
4. Take appropriate measures to ensure the safety of the employee suspected to be impaired, and all employees as necessary.

Top Management Responsibilities

1. Ensure that employees convicted of a criminal statute with respect to the manufacture, distribution, dispensation, possession, or use of a controlled substance in the work place are offered drug rehabilitation and/or take appropriate disciplinary measures up to and including termination of employment.
2. Ensure that employees who have been confirmed to have distributed, dispensed, possessed or were under the influence of alcohol in the work place are offered drug rehabilitation and/or take appropriate disciplinary measures up to and including termination of employment.

It is CPS HR's goal to provide a safe work environment and a healthy, productive work force. Ongoing compliance with the policy statement is required of all employees. While CPS HR expects that all employees will voluntarily comply with this policy, employees who exhibit signs or symptoms of being under the influence of alcohol or drugs may be referred for testing.

C. Driving on CPS HR Business

Background

CPS HR's business relies on the use of vehicles not owned by the company (non-owned vehicles). Examples of non-owned vehicles include rented and leased vehicles and employee-owned vehicles used for business purposes. When these vehicles are used to transport clients, other business partners, or used for business needs in general, it is in CPS HR's interest to ensure that these vehicles are being operated safely.

This policy is being implemented to assist the organization in managing the risk and exposure related to employees driving on CPS HR business. The goal of this plan is for all employees to maintain a good driving record, carry at least the minimum required insurance as required within their state of residence, and assist CPS HR in minimizing the risk factor of over exposure to litigation and claims resulting from auto accidents while conducting CPS HR business.

All company employees who operate non-owned vehicles must review and acknowledge receipt of this policy prior to operating a non-owned vehicle on behalf of CPS HR.

Non-Owned Vehicle Authorization and Operation Policies

Requirements of all employees who drive at any time on company business

1. Non-owned vehicle drivers will be required to read and sign an acknowledgement of, and commitment to adhere to, CPS HR's driving rules, including driver's license and insurance requirements, and those described in #3 below.
2. The driver must provide and maintain current proof of insurance. Insurance policy coverage must meet the minimum requirements set forth by his/her state of residence.
3. All applicable vehicle laws and regulations must be followed, including obeying speed limits, wearing seat belts, adhering to the policy and restrictions on the use of mobile technology while driving, etc.
4. All fines, defense costs and other legal penalties arising out of ticketed offenses are the responsibility of the driver.
5. Non-owned vehicles must be kept in safe operating condition at all times.

Additional requirements for "Regular Drivers"

1. "Regular Drivers" are those who frequently drive on CPS HR business and include individuals in the following positions: CEO; Marketing and Business Development Director; Business Development/HR Consultant; Marketing Communication Specialist; Products and Services Sr. Leader; Sr. Practice Leader; Practice Leader; Managers in Classification and Compensation and Licensing and Certification;

Technical Specialists in Classification and Compensation, Executive Search, and Organizational Strategy; consultants (entry through advanced journey level) in Assessments, Classification and Compensation, Executive Search, and Licensing and Certification; and Sr. Marketing Coordinator. New positions will be evaluated upon development to determine if the incumbent will be a Regular Driver.

2. Regular Drivers who operate non-owned vehicles on behalf of CPS HR are subject to the company's driver evaluation and qualification procedures. This includes meeting standards to ensure that all drivers have valid driver's licenses and acceptable motor vehicle records (MVR). MVRs for regular drivers will be reviewed prior to being granted authorization to operate a non-owned vehicle and annually thereafter.
3. Employees must certify annually that they have a valid license and insurance coverage that meets the minimum requirements for their state of residence.
4. Unacceptable MVRs include the following:

One of the following serious violations occurring during the past three years:

- Reckless or negligent driving
- DWI/DUI
- Homicide, negligent homicide, or involuntary manslaughter by vehicle
- Fleeing or attempting to elude police officers
- Driving without a license or while a license is suspended or revoked
- Hit and run or failure to stop after an accident
- Evading responsibility after an accident
- Speeding (more than 20 mph over the limit)

More than two of the following violations occurring during the past three years:

- Speeding (less than 20 mph over the limit)
- Failure to yield
- Failure to obey traffic sign or signal
- Improper backing, turning, or passing
- Following too closely
- At-fault accident

Motor Vehicle Record Reporting Requirements

All employees are required to immediately report to their supervisor/manager and Human Resources when they have been involved in an accident while driving on CPS HR business in a personal or rental vehicle.

When an employee reports two at-fault (preventable) accidents within a 24-month period, a review of the employee's insurance coverage and job-related driving activity will be required.

Alternatives to be considered:

- Limit the employee's driving on CPS HR business (if job allows)
- Have the employee increase their personal insurance coverage

In order to prove that an accident is non-preventable an employee must supply their manager and Human Resources with supporting documentation from a law enforcement agency or an insurance company. Failure to provide this proof will result in the accident being classified as preventable.

If an employee has his/her license revoked and/or suspended, the employee must notify their manager/supervisor and Human Resources. Depending on the nature of the employee's assignment and requirement for driving, CPS HR will evaluate its ability to accommodate the loss of drivers' license.

Insurance Liability Coverage and Limits

All drivers must carry insurance with minimums at no less than the State legal requirement of the State in which the driver's license is issued. The preferred level of insurance coverage is \$100,000 combined single limits (this limit applies to all claims within the policy period for bodily injury and property damage). At a minimum CPS HR requires the employee to have coverage for bodily injury liability per person, bodily injury liability per occurrence, and property damage liability coverage.

CPS HR insurance plans will not cover liability or auto body damage to employees' autos except as stated below:

- For those employees with comprehensive coverage CPS HR will pay their deductible, up to \$250, for accidents occurring while on CPS HR business, provided the employee is not at fault.
- For employees without comprehensive coverage CPS HR will pay up to \$250 for uncovered damages to the vehicle, for accidents occurring while on CPS HR business, provided the employee is not at fault.

Violations of this Policy

Any employee who has multiple preventable accidents while driving on CPS HR business, does not maintain proper insurance, has their driver's license suspended or revoked and/or violates this policy in any manner may be subject to discipline.

D. CPS HR Identification Badge Policy

CPS HR desires to provide a safe and secure work environment for employees, consultants, visitors, and our clients while in any CPS HR office facility. The proper

display of identification and monitoring badges is one way to create a more secure work environment.

Contracts with CPS HR clients at the Federal and State level require compliance with Federal standards for identification and protection of physical information held by CPS employees on behalf of clients. This compels CPS HR to meet or exceed these standards as a compliance measure.

General

Every person inside a CPS HR office must wear a CPS HR ID badge. There are three types of badges – employee, consultant/intern, and temporary. Employee, consultant/intern and temporary badges indicate that a person may be in the office unescorted.

Employee badges are printed with an employee photograph and full name. Consultant badges are printed with full name. Visitors are provided a temporary, stick-on name tag which indicates that a person must be escorted when inside a CPS HR office (see section E, Visitor Management for visitor policy details).

CPS HR employees should speak with any unknown person who is not wearing a CPS HR badge or name tag to determine the nature of their business and a contact person within the building.

Human Resources is responsible for the creation, data security, badge issuance, badge collection, and employee badge tracking.

New Hires

When a new employee joins CPS HR, the employee's picture will either be taken at the Sacramento office by the HR Staff, or a nice photo will be sent by the employee to HR for creation of the badge. CPS HR ID badges will typically be ready the same day as requested.

Employee Badge

The CPS HR employee badge is the primary means of identification for all who are authorized to be in the office unescorted. The following ongoing identification policies apply at all times:

- a. All regular CPS HR employees are required to wear their photo ID badges in plain view while in any CPS HR office. Badges must be worn facing out and are to be visible at all times. Supervisors and managers are responsible for informing their employees of this policy and ensuring that employees are properly displaying their badges.
- b. The default building access for regular employees will be 24/7 access to their assigned workspace. Some areas of the workspace are secured areas

accessible only by preapproval. Senior Leaders and other employees based on job responsibilities may have extended access to these areas.

- c. The Sacramento office *building* hours are 6:00am – 6:00pm Monday – Friday and 8:00am – 5:00pm on Saturday. An additional key fob issued by the building's Property Manager is required for building access beyond these hours. Key fobs are issued by Human Resources, as needed and approved.
- d. Intermittent employees must have Manager/Supervisor authorization for key access. Authorization for facility access will be based on work assignment and business need. Intermittent employees may be issued a CPS HR ID badge for travel identification purposes upon request.

Lost or Stolen Cards

Lost or stolen cards should be immediately reported to the Human Resources Department. If the loss occurs outside of normal business hours, an email to Human Resources is required.

Employee Separations

When an employee separates from service with CPS HR, it is the employee's supervisor or manager's responsibility to collect ID badges from the employee in accordance with relevant policies and to return the badge to HR.

E. Visitor Management

CPS HR is required by contract with Federal and State client agencies to provide a Federally-compliant visitor management policy and procedure. The purpose of this section is to provide guidance for Visitors to CPS HR premises, as well as for employees sponsoring Visitors to a CPS HR facility.

All employees of CPS HR are to bear in mind at all times that all Visitors are typically either Customers or potential Customers. Even in the case of clear violations of this policy, all actions, dealings and conversations are to be courteous in nature.

Employees who violate this policy and anyone not complying with the following listed responsibilities will be subject to disciplinary action up to and including termination.

Visitor Check-In

All visitors must check-in before gaining entry to the facility. There are no exceptions available for this policy other than for students attending classes in the Training Center. The following visitor management steps must be taken to properly check-in a visitor:

- a. The visitor must be directed to arrive in the main lobby only. No other entrances can be used for visitor entry.

- b. The visitor must arrive at the main lobby and use the provided kiosk to check in. The following information will be requested of the visitor:
 - 1. Visitor Name
 - 2. Visitor Organization
 - 3. Employee Sponsor Name
- c. All Visitors must be met by their employee sponsor at the time of Check-In. The kiosk will contact the employee sponsor automatically via email, text or other options as required.
- d. A Visitor cannot sponsor another Visitor.

Visitor Badge

The visitor check-in kiosk will print a visitor badge when check-in is complete. The visitor should wear the badge before gaining entry.

Visitor Badges must be worn at all times. Employees are instructed to immediately report anyone not wearing a Visitor or Employee badge. Visitors requiring access to areas controlled by swipe card access locks should arrange to obtain temporary cards from the Human Resources Department.

Photographs and Cameras

Visitors are not permitted to take photographs inside of CPS HR premises, unless discussed specifically with sponsoring employees. For instance, photographs are sometimes required for documentation purposes. If employees have any questions about the suitability of photographs, they should consult the Human Resources Department.

Dedicated cameras are not permitted onsite. Cell phones and laptops equipped with cameras are permitted, but as previously stated photographs are not permitted without permission.

Information Disclosure

Visitors should not request information that does not pertain to their visit or the work being performed. Requests for confidential information or requests for information of an inappropriate nature, such as requests for corporate documents, customer information, financial projections, comments on any matter currently under litigation, future products or future strategic direction, or requests for information or statements in the name of the CPS HR (as might be requested by a reporter or a lawyer) should be referred to the Human Resources Department for official statements.

Check-Out

Visitors will check out at the same station where they arrived. The kiosk provides an easy to use check out process. The checked-out Visitor will be taken off the On-Premise List.

Emergency Evacuation

In the event of an emergency, it is the sponsoring employee's responsibility to ensure that the Visitor remains in the Evacuation marshalling area. Emergency Coordinators will tally all Visitors using the Visitor Check-In information using either the online kiosk or badge system. Visitors will not leave the property until it is confirmed with the Emergency Coordinators that they have successfully evacuated the building.

Multiple Day Visits and Long Term Contracts

Visitors who are at CPS HR for multiple days must follow all procedures associated with this policy (Check-In, Check-Out, etc.) on each day of their visit. Longer term contractors can be sponsored for a photo-ID badge.

Visitors and Groups Requesting Tours of the Facility

All requests by groups for tours of a CPS HR facility will be referred to the Human Resources Department and/or the Facilities Manager for handling as an exception. In most cases, these groups will be handled by a single group check-in process performed in advance of the visit.

All Visitors or Groups on a tour will be accompanied by their sponsor(s) at all times.

Network or System Access

Consultants or other Visitors that require internet network access can freely access the Visitor Wireless Network. The unique LAN ID on the Visitor badge is required to authenticate to this network.

Visitors who require access to production IT networks will need permission from their employee sponsor, who will arrange temporary credentials with the ISD Helpdesk. Part of this procedure will require the Visitor to review the Acceptable Use Policy. After credentials are arranged, activities on the network will be subject to the Acceptable Use Policy. Visitor use of employee credentials is not permitted under any circumstances.

6 RECOGNITION AND REWARDS

The CPS HR Board of Directors, Executive and Senior Management Teams wish to regularly recognize the outstanding efforts of our employees. There are several vehicles to recognize individuals and teams as well as reward their efforts through the following programs:

1. Shout Out Award
2. Instant Impact Award
3. Impact Award
4. Team Impact Award

5. Valued Impact Award

Shout Out Award

A Shout Award is a 'Thank You for Extra Effort' on the part of an employee (regular, intermittent, proctor, temporary agency employee), or business partner. This is an informal, peer recognition program designed to be an easy and quick way to let one of your team members or co-workers know of your appreciation for something they did – above what was expected related to the CPS HR guiding values.

All employees with a CPS HR network login are eligible to nominate others and to receive awards. Additional information about Shout Out Awards can be found on the SharePoint home page under "I Want To > Give Recognition."

Instant Impact Award

Description:

The Instant Impact Award is recognition that allows a supervisor to appreciate an employee's extra efforts and initiative. It requires the employee to have acted with initiative in volunteering and completing a project or assignment that is outside of their normal job duties and responsibilities.

Goals/purpose/objective of the award/recognition:

To encourage and show appreciation for extra effort and initiative in areas related to the CPS HR Guiding Values of:

- Care for our Customers
- Care for Each Other
- Care for the Organization

Who is Eligible?

All regular employees, with the exception of the CEO and Senior Leaders.

Who can Nominate?

A supervisor can nominate one of their direct reports, or someone from another unit. However, an employee cannot receive multiple Instant Impact Awards for the same activity.

Additional information can be found on the SharePoint home page under "I Want To > Give Recognition."

Impact Award

Description:

The Impact Award is a recognition program that allows a supervisor or co-worker to appreciate an employee's extra efforts and initiative beyond that of a Shout Out Award. It requires the employee to have achieved something noteworthy that stands out within the otherwise normal scope of their job duties and responsibilities.

Goals/purpose/objective of the award/recognition:

To encourage and show appreciation for extra effort and initiative in areas related to the CPS HR Guiding Values of:

- **Care for our Customers**
- **Care for the Organization**
- **Care for Each Other**

Who is eligible?

All regular employees are eligible, with the exception of the CEO and Sr. Leaders.

Who can Nominate?

A supervisor can award their direct reports or someone from another unit. However, an employee cannot receive multiple Core Impact Awards for the same activity.

Team Impact Award

This is a Team Performance Award focusing on the accomplishments, results and achievements of a group of two or more. The purpose of this award is to recognize stellar team performance that leads to outstanding results and especially noteworthy achievements in accomplishment of CPS HR strategic direction and goals.

CPS HR teams composed of two or more regular and/or intermittent employees are eligible for this award.

Additional information about Team Impact Awards can be found on the SharePoint home page under "I Want To > Give Recognition."

Valued Impact Award

The Valued Impact Award is designed to recognize length of service as a regular CPS HR employee. Since continued success of CPS HR is based primarily on the efforts and contributions of its employees, it is appropriate to recognize the continued contributions and service of employees who have been with CPS HR for 1 year, 5 years, 10 years, 15 years, 20 years, 25 years and beyond.

Service Awards will be given to an employee on their first year anniversary, and then for every five years thereafter of continuous, unbroken service with CPS HR as a regular employee. Service years will be calculated from most recent date of hire as a regular employee. If regular service with CPS HR is broken by separation, previous service time

will not count toward service recognition milestones. Time served as an intermittent employee, contractor, or temporary employee will not count toward service award milestones.

Completion of the first year of service will be recognized around the time of their first anniversary with a mug and some candy. Other milestone anniversary recognition will include a gift of choice through points awarded on the employee’s anniversary at 5, 10, 15 years, and so forth. A certificate will be presented at the annual meeting.

7 LEAVES

CPS HR provides employees with paid and unpaid time off and leave options to cover illness, vacation, family emergencies, and other occurrences requiring time away from the job. CPS HR policy is designed to encourage planned leave which can be more productively managed than unplanned leave. In accordance with the California Paid Sick Leave law, regular employees may use accrued PTO to care for ill family members as defined in section 8.4.1.2 of these Policies. All leave, except leave covered by the California Paid Sick Leave law, is granted at the discretion of management.

A. Personal Time Off (PTO)

Personal time off leave (PTO) is a combined leave program providing employees with paid time off for personal vacations or for short-term employee or family illness, injury, or medical treatment. It is accrued based upon seniority (number of months of full time employment with CPS HR) and employment status. Only regular employees regularly scheduled to work 28 or more hours per week are eligible to accrue PTO. PTO will be granted in increments of one quarter hour. Accrual schedule effective 7-1-09 is outlined below:

Accrual Rates	Days/Yr	Hrs/Yr	Hrs/Mo	Hrs/PP
0-36 Months (0-3 yrs)	13	104	8.66	4.00
37-144 Months (3-12 yrs)	18	143	11.91	5.50
Over 144 Months (12+yrs)	22	182	15.16	7.00

(Higher accruals begin when employee completes 36th or 144th month of full-time employment.)

Regular part-time employees regularly scheduled to work 28 hours or more per week on a fixed schedule accrue PTO at a rate proportional to their work-week (e.g., an employee who works 28 hours per week would accrue 70 percent of the rate for a full-time employee).

The number of hours of PTO that an employee may carry on the books at any time is 320 hours (8 weeks). Once this limit is met, the employee will cease to accrue any leave until such time as the leave balance drops below the 320 hours.

PTO Leave Buy-Back

Employees may receive cash payment for accrued PTO. However, the employee must have at least 64 hours of remaining accruals upon completion of the buy-back, and during the preceding 12 months, they must have used a minimum of 80 personal leave hours. Annually, at the beginning of each fiscal year, the CPS HR Executive Team will review the parameters and/or caps on PTO leave buyback and publish any changes or restrictions to this policy. This cash-out will be authorized only if CPS HR has sufficient funds to provide payment. Requests for payment must be made in advance of each pay period.

Employees will be given a lump sum payment for PTO balance upon separation.

Procedures

Employees must request use of PTO from supervisors in advance of it being granted. Employees must use PTO for absences if they have a balance in their PTO bank, unless the employee is eligible for long term sick leave. If an employee is absent from work and has no PTO balance available, then the time will be designated as leave without pay.

Employees must have leave authorized by supervisors, show leave on timesheets, and verify that leave balances are reduced by usage. Discrepancies must be reported to the employee's supervisor when discovered.

Unplanned Absences

Unplanned absences should be for illness and emergency only. It is the responsibility of every employee to report unplanned leave to their immediate supervisor or other appropriate supervisor as soon as practicable. Employees who require unplanned leave after the start of the workday must report to their supervisor or other appropriate supervisor before leaving the office.

A doctor's verification of fitness to return to work after absence for serious illness, injury, or contagious disease may be requested.

Non-emergency appointments with physicians, dentists, and other medical practitioners should be scheduled during nonworking hours if practical. If this is not possible, every effort should be made to schedule the appointment so as to minimize time away from the job.

B. Long Term Sick Leave

Long-term sick leave is an insurance designed to alleviate loss of salary during extended illness. It provides employees with paid time off when they cannot perform their duties because of long-term personal illness, injury, or medical treatment that involves continuous long term absence or recurring/intermittent absences due to the same chronic illness/injury or medical condition. Accrued long-term sick leave is available for use starting on the 4th consecutive work day (25th consecutive work hour) of an absence for illness or medical treatment. This means that an employee must use 24 consecutive hours of PTO, then would be eligible for long term sick leave.

Regular, full-time employees receive 48 hours (6 days) of long-term sick leave credits a year, accrued at the rate of 4 hours per month, or 1.85 hours per pay period. Regular part-time employees regularly scheduled to work 28 or more hours per week on a fixed schedule accrue sick leave at a rate proportional to their work-week. There is no limit on accrual of long term sick leave.

Procedures

It is the responsibility of every employee to report the circumstances of the need for long-term sick leave, the recovery process, and probable duration. Employees must personally report intended long-term sick leave to their immediate supervisor or other appropriate supervisor as soon as the need is identified.

CPS HR will request a doctor's verification of illness for every long-term sick leave request regardless of length. A doctor's report is required for any long term illness that involves recurring/intermittent absences. The employee must provide a physician's notice that includes verification of the recurring illness/condition, the need for intermittent treatment or absences, a prognosis, and duration. CPS HR retains the right to interpret whether the documentation justifies eligibility for use of long term sick leave and to

request additional medical updates as necessary. Any employee who falsifies a long-term sick leave claim will receive no compensation for the time in question. They may also be subject to disciplinary action up to and including dismissal.

Employees must have leave authorized by supervisors, show leave on timesheets, and verify that leave balances are reduced by usage. Discrepancies must be reported to the employees' supervisor when discovered.

NOTE: Per our contract with CalPERS, long term sick leave balances can be converted to service credit if/when an employee retires from CPS HR.

C. Paid Sick Leave – Non-Regular Employees

California-based Employees

Effective July 1, 2015, California's Paid Sick Leave law requires CPS HR Consulting to provide paid sick leave to employees. This policy applies to non-regular employees, with the exception of CalPERS retired annuitants. CalPERS regulations prohibit retired annuitants from receiving any additional benefits other than wages. Should CalPERS regulations change and allow retired annuitants to receive paid sick leave, CPS HR will comply with the change and grant paid sick leave in accordance with this policy. Regular employees are granted Paid Time Off, which complies with the Paid Sick Leave law.

Eligibility and Accrual

1. An employee begins to accrue paid sick leave at the rate of one (1) hour of paid sick leave for every 30 hours worked beginning on the first day of employment. An employee is not eligible to begin using any accrued paid sick leave until after 90 days of employment with CPS HR.
2. An employee is allowed to use up to a maximum of three days or 24 hours of paid sick leave in a 12-month period.
3. An employee can only accrue paid sick leave up to a cap of six days or 48 hours ongoing. Any unused accrued paid sick leave does carry over year-to-year during continuous employment.

Usage

In accordance with California's Paid Sick Leave law, an employee may use three days or 24 hours of accrued paid sick leave in a 12-month period, if *scheduled* to work, for one of the following reasons:

1. For the employee's own diagnosis, care, or treatment of an existing health condition or preventive care.
2. For the diagnosis, care, or treatment of an existing health condition or preventive care for an employee's family member, including:
 - a. Child (including a biological, adopted, or foster child, stepchild, legal ward,

- or a child to whom the employee stands in loco parentis.)
- b. Spouse or Registered Domestic Partner
 - c. Parent (including biological, adoptive, or foster parent, stepparent, or legal guardian of an employee or the employee's spouse or registered domestic partner, or a person who stood in loco parentis when the employee was a minor child.)
 - d. Grandparent
 - e. Grandchild
 - f. Sibling
3. To obtain any relief or services related to being a victim of domestic violence, sexual assault, or stalking including the following with appropriate certification of the need for such services:
- a. A temporary restraining order or restraining order.
 - b. Other injunctive relief to help ensure the health, safety or welfare of themselves or their children.
 - c. To seek medical attention for injuries caused by domestic violence, sexual assault, or stalking.
 - d. To obtain services from a domestic violence shelter, program, or rape crisis center as a result of domestic violence, sexual assault, or stalking.
 - e. To obtain psychological counseling related to an experience of domestic violence, sexual assault, or stalking.
 - f. To participate in safety planning and take other actions to increase safety from future domestic violence, sexual assault, or stalking, including temporary or permanent relocation.

Other Provisions

1. An employee shall provide reasonable advance notification of their need to use accrued paid sick leave to their supervisor if the need for paid sick leave use is foreseeable (e.g., doctor's appointment scheduled in advance). If the need for paid sick leave use is unforeseeable, the employee shall provide notice of the need for the leave to their supervisor as soon as is practicable.
2. An employee who uses paid sick leave must do so with a minimum increment of two hours of sick leave.
3. Paid sick leave will not be considered hours worked for purposes of overtime calculation. An employee will not receive compensation for unused accrued paid sick leave upon termination, resignation, retirement, or other separation from employment from CPS HR.
4. If an employee separates from CPS HR and is re-hired within one (1) year of the date of separation, previously accrued and unused paid sick leave hours shall be reinstated to the extent required by law. However, if a rehired employee had not yet worked the requisite 90 days of employment to use paid sick leave at the time of separation, the employee must still satisfy the 90 days of employment requirement collectively over the periods of employment with the agency before any paid sick leave can be used.

Other Paid Sick Leave Laws

CPS HR will comply, as applicable, with paid sick leave laws in other states or localities.

D. Family Sick Leave

In accordance with the California Kin Care law, all regular employees, regardless of location, may use up to three days (one half of the annual accrual) of the employee's Long Term Sick Leave to attend to an illness of a child, parent, spouse, domestic partner of the employee, or domestic partner's child. The employee must use at least three days of PTO immediately prior to using Long Term Sick Leave, and may use additional PTO once the three days of Long Term Sick Leave have been used. Any additional use of leave for family illness is at the discretion of the employee's supervisor.

E. Holidays

Employees in a paid status before and after a holiday are eligible to receive holiday pay. Paid holiday leave is provided on the following holidays:

HOLIDAY	OBSERVED
New Year's Eve	December 31st
New Year's Day	January 1
Memorial Day	Last Monday in May
Independence Day	July 4
Labor Day	First Monday in September
Thanksgiving	Fourth Thursday in November
Day after Thanksgiving	Fourth Friday in November
Christmas Eve	December 24
Christmas	December 25
Year End Holiday Closure	CPS is closed between Christmas Eve and New Year's Day. This closure includes four paid holidays; employees are required to use PTO for the balance of the non-holiday closure days*.

*NOTE: For the Year End Closure, any new regular employee hired after September 30th each year, who does not have sufficient time to accrue PTO to use during the closure, will be advanced PTO time to cover the non-holiday time during the closure. Additional accrual will stop until the advance can be repaid, following the closure period. Holidays that fall on a Saturday will be observed on the preceding Friday. Holidays that fall on a Sunday will be observed on the following Monday.

On these days, CPS HR offices are closed and full-time employees receive their normal pay. Regular part-time employees regularly scheduled to work at least 28 hours per week receive holiday pay proportional to their work-week.

Paid time includes the following:

PTO = Personal Time Off
CTE = Compensated Time Earned
HTE = Holiday Time Earned
LTS = Long Term Sick

In addition to receiving holiday pay, employees who work on an official holiday will receive the following:

Non-Exempt Employees: If a non-exempt employee works on a holiday and that results in the employee working more than 40 hours in the pay week, the employee will receive overtime for any hours above 40 in that week.

Exempt employees: If an exempt employee works on an official CPS HR holiday, the employee accrues an equivalent amount of Holiday Time Earned (HTE) to the hours worked on the holiday, up to a maximum of eight hours. A minimum of four hours must be worked on a holiday to earn any HTE. All Holiday Time Earned will be recorded in a separate HTE bank, so this time will not affect the PTO cap.

Holiday Time Earned (HTE) has no cash value. Therefore, no cash payout of HTE is allowable during employment or at separation from CPS HR. The employee must use any accrued HTE no later than the last day of the last pay period of the fiscal year or lose all HTE accrued in that fiscal year. As of the end of each fiscal year, each HTE bank balance will be deleted and each employee will begin the new fiscal year at a zero HTE balance.

F. Bereavement Leave

Bereavement Leave provides time to attend to matters related to death and grieving associated with the death of a family member. Regular employees scheduled to work 28 or more hours per week may be granted up to three consecutive days of absence with pay (part-time employees receive proportional pay) for the death of a parent, spouse, domestic partner, child, grandparent, brother, sister, or mother- or father-in-law. Bereavement leave is available to regular employees for the death of a domestic partner's equivalent relative as listed above. Bereavement leave requests must be approved by the supervisor considering relationship of employee to the deceased. If an employee requires more than three days away from the job, additional time using PTO may be requested and/or approved.

G. CA State Disability Insurance (SDI)

The CA State Disability Program is State-mandated and funded through employee payroll deductions. This program provides affordable, short term benefits to eligible employees who suffer a loss of wages when they are unable to work due to a non-work related illness or injury, or a medically disabling condition from pregnancy or childbirth. Each regular employee shall be eligible for a disability leave in accordance with the following rules:

1. Employees shall be required to use any available accrued leave benefits in order to receive paid leave.
2. CPS HR integrates (coordinates) either Long Term Sick Leave and/or PTO in an amount which is the difference between their SDI payment and their full net wage during the period of paid leave.
3. In the event that disability leave is granted on a retroactive basis, employees shall have leave benefits reinstated in the equivalent value of the disability benefits.
4. During the period of paid disability leave, employees will continue to accrue full benefits for personal leave, long-term sick leave, and holidays. Benefits for retirement will be accrued on the salary differential representing the adjusted leave benefits.

When personal leave (PTO) credits are exhausted before long-term sick leave credits are available for use, (long term sick leave is available for use starting on the 25th consecutive hour of an absence for illness or medical treatment) each regular employee on illness or injury status shall be granted a temporary unpaid disability leave until long-term sick leave is available. After all leave credits are exhausted, an unpaid disability leave shall be granted.

Disability leave will be discontinued when the employee is released to return to work or it is determined by a physician the employee may not return to normal work.

Before granting disability leave or authorizing a return to work, the manager/supervisor shall consult with Human Resources. Employees are ineligible for holiday pay and will not accrue benefits while in non-paid status except as provided in these rules.

H. Short Term Disability Policy (STD)

CPS HR provides its employees with a short term disability policy to replace part of your income should you be unable to work due to illness, injury or pregnancy disability. Benefits begin after an elimination period of 7 days. Currently, qualified employees receive 60% of their weekly earnings up to \$1500.00 per week. The duration of STD is 12 weeks. Employees are required to complete the STD form and submit to Human

Resources. Eligibility for payment is determined by the disability carrier. Employees may use PTO to help subsidize the loss of wages. However, sick leave and holiday pay may not be used as this would make the employee ineligible for benefits.

****CA employees who pay into CA State Disability Insurance (SDI) can choose to submit a claim through the SDI program instead of STD. SDI permits the use of LTS leave to subsidize the loss of wage.**

I. Long Term Disability Policy (LTD)

CPS HR also provides its employees with a long term disability policy. This policy is an extension of the Short Term Disability policy if additional time is needed when unable to work due to illness, injury or pregnancy disability. The elimination period is 90 days (or the end of your STD maximum benefit period – whichever is later). Currently, qualified employees receive 60% of their weekly earnings up to \$7000.00 per month. This benefit will pay to age 65 provided you are still disabled and unable to work. Employees are required to complete the LTD form and submit to Human Resources or carrier. Eligibility for payment is determined by the disability carrier.

****CA employees who pay into CA State Disability Insurance (SDI) will have the option of receiving 55% of their weekly earnings from CA SDI and integrating their accrued LTS leave to make up the balance of pay. However, the benefit to age 65 may differ with CA SDI. (Contact the EDD office nearest you for more information).**

J. Military Leave

This leave is designed to meet the requirements of the appropriate government codes and provides a means for giving time off to meet a military obligation. CPS HR will comply with all provisions of the military and veterans' code. CPS HR retains all rights to require proper notice and verification. All regular employees are eligible for this leave.

Employees under military order to attend summer camp, emergency service, or other active duty may receive pay from CPS HR which, combined with their military pay, is equivalent to their normal rate of pay earned during a 30 calendar day period per fiscal year. Employees whose military pay meets or exceeds their CPS HR pay will be given leave without pay but will retain full seniority and benefits for up to 30 calendar days in a fiscal year. Military leave beyond 30 days will be computed as an unpaid leave and all CPS HR benefits will cease except those required by law or appropriate government code, otherwise provided in these policies, or by Board authorization.

To receive leave, employees must present a copy of orders to the supervisor as soon as they are received. To be compensated by CPS HR, employees must submit a copy of their military pay voucher for the covered time period.

K. USERRA - Uniformed Services Employment and Reemployment Rights Act

CPS HR will comply with current USERRA law.

L. Military Spouse Leave

CPS HR will comply with the provisions of the California Military and Veterans Code Section 395.10 that allows for spouses of qualified service members to take an unpaid leave of absence of up to 10 days during the time when the spouse is on leave from deployment during a military conflict. CPS HR retains all rights to require proper notice and verification. Employees must provide notice of intent to take leave within two business days of receipt of official notification that the service member will be on leave from deployment. Employees who qualify for this leave may use paid time off, compensatory time, or long-term sick leave if they have such time accrued.

Right to be free from Discrimination and Retaliation

CPS HR will not discriminate or retaliate against anyone because of his/her status in the uniformed service or because they exercised their right to take Military Spouse Leave.

M. Pregnancy Disability Leave (PDL)

CPS HR will comply with all provisions of California state law (or other state's law based on the resident state of an individual employee) regarding Pregnancy Disability Leave (PDL) and reserves all rights of restriction. Any employee planning to take pregnancy disability leave should advise the human resources department as early as possible. The individual should make an appointment with HR to discuss the following:

Certification of Leave

Pregnancy disability leave generally begins when ordered by the employee's physician. The employee must provide CPS HR with a written certification from a health care provider for need of PDL, reasonable accommodation, or transfer. The certification must be returned no later than 15 calendar days after it is requested by the employer. Failure to do so may, in some circumstances, delay PDL leave, reasonable accommodation, or transfer. Please see the human resources department for a medical certification form to give to your health provider.

Duration of pregnancy disability leave will be determined by the advice of the employee's physician, but employees disabled by pregnancy may take up to four months of leave per pregnancy (the working days you normally would work in one-third of a year or 17 1/3 weeks). Part-time employees are entitled to leave on a pro rata basis. The four months of leave includes any period of time for actual disability caused by the employee's pregnancy, childbirth, or related medical condition. This includes leave for severe

morning sickness and for prenatal care, doctor-ordered bed rest, as well as other reasons. The employee's healthcare provider determines how much time is needed.

Notice to Employer

Employees who need to take pregnancy disability must inform CPS HR when a leave is expected to begin and how long it will likely last. If the need for a leave, reasonable accommodation, or transfer is foreseeable, employees must provide at least 30 days advance notice before the pregnancy disability leave or transfer is to begin. Employees must consult with the HR Director regarding the scheduling of any planned medical treatment in order to minimize disruption to the operations of the agency. Any such scheduling is subject to the approval of the employee's health care provider.

For emergencies or events that are unforeseeable, the employee must notify the agency, at least verbally, as soon as practical after learning of the need for the leave.

Failure to comply with these notice requirements may result in delay of leave, reasonable accommodation, or transfer.

Accommodation

CPS HR will also reasonably accommodate medical needs related to pregnancy, childbirth, or related conditions or arrange a temporary transfer to a less strenuous position (where one is available) or duties.

Leave does not need to be taken in one continuous period of time and may be taken intermittently, as needed. Leave may be taken in increments of one hour. If intermittent leave or leave on a reduced work schedule is medically advisable the employee may, in some instances, be required to transfer temporarily to an available alternative position that meets the employee's needs. The alternative position need not consist of equivalent duties, but must have the equivalent rate of pay and benefits. The employee must be qualified for the position. The position must better accommodate the employee's leave requirements than her regular job. Transfer to an alternative position can include altering an existing job to better accommodate the employee's need for intermittent leave or a reduced work schedule.

Health Benefits during Pregnancy Disability Leave

Employees on pregnancy disability leave will be allowed to continue to participate in group health insurance coverage for up to a maximum of four months of disability leave (if such insurance was provided before the leave was taken) at the level and under the conditions that coverage would have been provided if the employee had continued in employment continuously for the duration of the leave. In some instances, an employer can recover from an employee premiums paid to maintain health coverage if the employee fails to return following pregnancy disability leave. PDL may impact other

benefits or a seniority date. Please contact the human resources department for more information.

Use of Accrued Leave Time

An employee will be required to use accrued long-term sick time (if otherwise eligible to take the time) during any unpaid portion of pregnancy disability leave. An employee will be allowed to use accrued PTO (if otherwise eligible to take the time) during a pregnancy disability leave.

Return to Work

Leave returns will be allowed only when the employee's physician sends a release. Upon submission of a medical certification that an employee is able to return to work from a pregnancy disability leave, an employee will be reinstated to her same position held at the time the leave began or, in certain instances, to a comparable position, if available. There are limited exceptions to this policy. An employee returning from a pregnancy disability leave has no greater right to reinstatement than if the employee had been continuously employed.

N. CA Family Rights Act (CFRA)

CPS HR will comply with all provisions of the California Family Rights Act. For employees in regional offices outside the state of California, either the CFRA or the local law, whichever provides a better benefit, will apply. For any applicable law, CPS HR retains all rights of restrictions.

Generally, CFRA mirrors the Federal Family Leave Act (FMLA), except as noted above regarding pregnancy. Definition of family will include domestic partners. Definitions such as qualifying medical condition or who qualifies for a leave are as defined in the law. To qualify, an employee must have worked for CPS HR for 12 months, and must have worked a minimum of 1250 hours in the preceding 12-month period. Full-time employees may take up to 12 weeks in a 12-month period (part-time employees may take leave on a proportional basis) for his or her own qualifying illness, to care for an ill family member or someone who stood in loco parentis (in the place of a parent – i.e., non-biological parent to be given the legal rights and responsibilities of a biological parent), or upon birth of a child or placement of a child for adoption. In the event of birth of a child or placement for adoption, the leave must occur within 12 months of the birth or placement and may be limited to one leave. The leave does not need to be taken in one continuous period of time. However, leave taken for the birth or adoption of a child must be completed within one year of the event.

CPS HR has elected a rolling 12-month period for determining the period of a leave. CPS HR will continue to pay its share of the employee's medical premium for the 12

weeks of leave. CPS HR will require the employee to use accrued PTO or other accrued time off (CTE) during the leave, except that leave may be used in conjunction with CA SDI or other disability insurance to equal a full check. If the CFRA leave is for the employee's own serious health condition, the use of long-term sick time will be required. Once accrued leave is exhausted, the employee will be granted unpaid leave for the duration of the 12 weeks. CPS HR may require the employee to provide proof of the need for the leave in accordance with state law.

CPS HR will return the employee to the same or comparable position upon completion of the leave. If the employee does not return from leave, CPS HR may seek reimbursement of any medical premiums paid during the leave. Under the general leave policies, an employee may be granted an additional period of leave using either accrued time, or unpaid leave following completion of the CFRA leave.

Employees on CFRA leave of absence may also be eligible for six weeks of **paid** leave under (PFL) Paid Family Leave, a program administered by the California Employment Development Department.

O. Federal Family Medical Leave Act (FMLA)

CPS HR will comply with all provisions of the Federal Family Medical Leave Act and retains all rights of restrictions. Definition of family includes domestic partners. The provisions of FMLA are similar to CFRA, except with regard to (PDL) pregnancy disability leave.

Note: Some states have similar statutes as FMLA as well as other statutes that affect an employee's right to leave for particular purposes such as pregnancy, attendance at school activities, organ or blood marrow donations, worker's compensation, and disability. CPS HR will comply with the federal or state provision that provides the greater benefit to the employee. FMLA has been expanded to cover military personnel and their families (see Military Leave above).

P. Paid Family Leave Law (PFL)

The PFL program is a component of the CA State Disability Insurance (SDI) Program administered by EDD. For California workers covered by SDI, Paid Family Leave provides up to six (6) weeks of **paid** benefits for employees who take time off work to care for a seriously ill child, spouse, parent, or domestic partner, or to bond with the employee's new child or the new child of the employee's spouse or registered domestic partner; or to bond with a child in connection with the adoption or foster care placement of the child with the employee or the employee's spouse or registered domestic partner. No more than six weeks of PFL benefits may be paid within any 12-month period.

Paid Family Leave may be used back-to-back with the SDI pregnancy-related disability once you no longer receive SDI payments. There is no additional seven-day waiting period for the Paid Family Leave benefit. You will automatically be sent a claim for PFL Benefits when your pregnancy-related disability claim ends.

CPS HR requires an employee to take up to two weeks of PTO. However, an employee is not required to use accrued long term sick leave.

Employees are required to take leave under the federal FMLA and/or CFRA at the same time they are receiving Paid Family Leave. The Paid Family Leave Program does not protect your job. Employees have job protection under FMLA and/or CFRA.

Note: FMLA and CFRA are federal and state leave laws; Paid Family Leave insurance does not change either law in any way and is completely separate from them.

Q. General Leaves of Absence

In addition to any leaves provided by federal or state law, CPS HR provides general leaves of absence. A leave of absence provides a means for employees to take prolonged time off without terminating employment. Such leaves are granted only when there is an expectation that the employee will return to work. Employees may request a leave of absence without pay for employee or family illness, maternity or paternity leave, adoption, education or training which will benefit CPS HR, military service, or urgent or substantial personal reasons. The supervisor will determine whether the leave can be granted based on urgency and workload requirements.

R. Temporary Unpaid Medical Leave

If an employee has no PTO, temporary unpaid medical leave may be granted during the first 24 consecutive scheduled work hours of a personal or immediate family illness, injury, or medical treatment. Based on work requiring the employee's presence and the employee's pattern of leave management, the supervisor will determine whether the leave will be authorized. This applies to leaves which do not qualify for Family Medical Leave Act (FMLA) Pregnancy Disability Leave (PDL) and California Family Rights Act (CFRA).

S. Extended Unpaid Medical Leave

Employees physically unable to work and under a doctor's care must use all long-term sick leave and/or PTO credits and then may be granted unpaid medical leave. Any leave approvals will be determined after consideration of business needs of CPS HR. A doctor's verification of the employee's physical condition and continued need for leave will be required periodically. An unpaid leave may be granted at the discretion of CPS HR for up to three months and/or until the attending physician releases the employee to return to

work. Any unpaid medical leave beyond three months must be approved by the CEO or HR Manager. For employees eligible for FMLA, CPS HR will comply with applicable federal and state laws, which may make the employee eligible for leave beyond three months.

T. Unpaid Leave, Non--Medical

This covers leave for non-medical, urgent, or substantial personal reasons for needing time off from the job. All personal leave must be used before an unpaid leave of absence will be granted. Such leaves of absence may be granted for up to three months. In exceptional cases, leave may be extended beyond three months, but must be approved by the CEO or HR Director.

U. Parental Participation in Children's School Activities

CPS HR will comply with all provisions of the California law regarding parental participation in children's school or licensed day care activities and retains all rights of restriction. "Parent" is defined to include a parent, guardian, stepparent, foster parent, or grandparent of, or a person who stands in loco parentis to, a child. Generally this law requires employers to grant a parent up to eight hours per month of unpaid leave, to a maximum of 40 hours per year to participate in a child's school activities. Such participation may include parent teacher conferences, field trips, or other school related events, or to find, enroll, or reenroll a child in a school or with a licensed child care provider. Employees may also take time off to address a child care provider or school emergency, including a request that the child be picked up from the school/child care, behavioral/discipline problems, closure or unexpected unavailability of the school (excluding planned holidays), or a natural disaster. The employee must provide reasonable notice, and may use accrued PTO to cover the absence. CPS HR may require appropriate documentation from the school regarding the parent's participation. Though this law is a mandate affecting California employees, CPS HR will extend this benefit to all CPS HR regular employees.

V. Court Appearances

Leave for court appearances promotes good citizenship and assists employees in assuming their obligations in the performance of civic duties without financial loss. Pay for such leave is granted only to employees regularly scheduled to work 28 hours or more per week. Part-time employees will be paid for jury duty only those hours they would have been regularly scheduled to work.

Jury Duty

- a. Employees must inform the supervisor when the initial notice or questionnaire is received for jury duty. Since time off with pay will be granted for such duty, the

employee must remit to CPS HR the fee for jury duty. If the employee chooses to keep the jury duty pay, PTO must be used. Copies of the summons must also be provided to HR.

- b. Because employees may be called for jury duty late in the morning or released early in the day, supervisors may require them to work the remaining fraction of the work day. If employees do not comply with this obligation, they will not be paid their CPS HR salary for time not at work.

Witnesses

Employees subpoenaed as a witness in a civil or criminal trial or hearing must provide their supervisor with a copy of the court order requiring appearance prior to the date of the appearance.

Other

- a. Employees called as expert witnesses in a trial in which CPS HR has no interest must use PTO for the time off.
- b. If an employee is personally involved in a court case as the plaintiff or defendant, the employee must take PTO to appear in court or to transact business associated with the case.

W. Victims of Serious Crimes

CPS HR will comply with all provisions of the California law regarding leave for victims of serious crimes and retains all rights of restriction.

Leave

Generally, this law allows an employee who has suffered direct or threatened physical, psychological, or financial harm as a result of the commission or attempted commission of a crime or delinquent act, or who is the spouse, parent, child, sibling, or guardian of a person who has suffered harm may take time off from work to appear in court to be heard at any proceeding, including any delinquency proceeding, involving a post-arrest release decision, plea, sentencing, post-conviction release decision, or any proceeding in which a right of the victim is at issue. The serious crimes covered are noted in Labor Code section 230.5(a)(2) and include most felonies involving assault, injury, death, child or elder abuse, domestic violence, sexual assault, and stalking.

The employee must give reasonable notice of the intention to take time off unless notice is not feasible. If the employee is unable to provide notice of the need to take time off, he or she must provide certification, such as a police report or court order, within a

reasonable time after the absence. Employees may use paid time off or compensatory time off for the absence.

X. Accommodation and Non-Discrimination

CPS HR will comply with all provisions of the California law regarding reasonable accommodations for victims of domestic violence, sexual assault, or stalking unless such accommodations create an undue hardship. Employees who wish to discuss an accommodation should meet with the HR Manager. Documentation to verify the need for accommodation will be required and can include a police report, court order, or documentation from a health care provider or counselor.

An employee who requests leave or an accommodation because of their status as a victim of domestic violence, sexual assault, or stalking will not be discriminated or retaliated against.

Y. Time off for Voting

If an employee is unable to vote before or after work hours, he or she may take the necessary time off, up to two hours with pay, to do so at the beginning or end of the regularly scheduled work day unless other arrangements are made with the supervisor. If an employee needs more than two hours to vote, paid time off, compensatory time, or unpaid leave must be used for the time in excess of two hours. If an employee needs time off to vote, he or she must give notice at least two days before the election.

Z. School Appearance

CPS HR will comply with all provisions of the California law regarding leave to attend a child's or ward's school in connection with disciplinary action by the school.

Leave

Employees shall give reasonable notice and provide documentation from the school of the need to attend. Paid time off or compensatory time shall be used if available. If the employee does not have available leave, time off shall be uncompensated.

Non-Discrimination

CPS HR will not discriminate or retaliate against an employee who has taken time off to attend to their child's or ward's school disciplinary action.

AA. Volunteer Civil Service

CPS HR will comply with all provisions of the California law regarding leave for emergency duty for civil service personnel.

Emergency Duty Leave

CPS HR retains all rights to require proper notice and verification. Generally, this law allows volunteer fire fighters, peace officers, and emergency rescue personnel to take time off to perform emergency duties. Employees shall use paid time off or compensatory time if available, or will take unpaid leave.

Training Leave

CPS HR will comply with all provisions of the California law regarding leave for training for civil service personnel. CPS HR retains all rights to require proper notice and verification. Generally, this law allows volunteer fire fighters, peace officers, and emergency rescue personnel up to 14 days off per year for training. It allows for 17 days of training or service for National Guard members.

Non-Discrimination

CPS HR will not discriminate or retaliate against an employee who has taken time off as a volunteer fire fighter, peace officer, or rescue personnel to perform emergency duties or to participate in associated training.

BB. Donation of Leave Policy

Policy

CPS HR employees may donate existing accrued personal leave to employees who are suffering from a catastrophic illness or event, have exhausted their applicable paid leave, and have been granted a period of unpaid leave.

Definitions

Catastrophic illness or event: Serious or terminal illness of employee; death and/or terminal illness of spouse, domestic partner or child; or child of spouse or domestic partner or parent, grandparent, brother, sister, or mother or father-in-law.

Donor: Employee who agrees to donate a portion of their leave to another employee. In order to qualify as a donor, employee must meet following criteria:

- Be a regular status (full-time or part-time) employee.
- Offer a donation of PTO to a donee.
- Maintain a minimum balance of 40 hours of personal leave following making the donation.

- Make donation via a signed memo (indicating how much leave time and for whom) to the HR Department.

Donee: Employee who is eligible under this policy to receive donations of leave from other employees. Eligibility is determined based on the following:

- Is a regular status (full-time or part-time) employee.
- Has been granted unpaid leave by their manager.
- Has experienced a catastrophic illness or event as determined by the Leave Committee.
- Has consented to be a donee.

Procedures and Responsibilities

Anyone can notify the HR Department of a potential donee.

Human Resources:

- Verifies that the potential donee has been granted unpaid leave by their manager.
- Reviews the potential donee's situation to determine if the employee is experiencing a catastrophic illness or event.
- Contacts the potential donee for their consent to be a donee.
- Notifies staff of the "need" by sending out an all CPS HR email
- Keeps track of all donated leave which is only used on an as needed basis in the chronological order of donation
- Implements approved leave donation request(s) during the appropriate payroll run.

Department Manager

Reviews the business needs of CPS HR and the unit to determine if and how much unpaid leave to grant an employee who has exhausted their paid leave.

Guidelines

- Donated leave can afford an employee paid leave during the time they have been granted unpaid leave but does not extend the return date specified by their unpaid leave authorization.
- An employee's decision to donate leave time is purely voluntary and no pressure shall be placed on any employee to make such a decision.
- No employee shall actively solicit donations of leave hours from other CPS HR employees, either during work hours or after.

- ❑ Donations are to be offered on an as-needed basis and handled in a confidential manner.
- ❑ Donor's leave hours are converted to a gross wage value based upon their hourly rate of pay at the time of donation and converted back to the appropriate number of leave hours based on the donee's hourly rate of pay.
- ❑ Donated hours will be deducted from the donor's leave balance during the payroll period it is given and added to the donee's leave balance in the payroll period it is needed.
- ❑ Consistent with existing IRS regulations, donated leave is not a charitable deduction for the donor, and the value of donated leave is treated as taxable income to the donee.

8 BENEFITS

A. Health and Welfare Benefits

This section contains a summary of health and welfare benefits offered to regular CPS HR employees. For more information contact the Benefits Coordinator in HR.

This summary is intended to be a reference to the many benefits you receive as an employee or retiree of CPS HR Consulting. Our intent is to provide a balanced benefits package for our regular employees. However, CPS HR, at its discretion, may add, change, alter, or delete any benefits structure, vendors or contribution rates for all regular employees and retirees.

<u>Benefit</u>	Health Insurance – Regular Employees
<u>Who Pays</u>	CPS HR and You
<u>When Eligible</u>	First of month after employment. Sign up within 30 days of employment or during open enrollment period each calendar year.
<u>What you Receive</u>	Group hospital, surgical, and medical protection for you and your family. CPS HR provides access to several plans with varying levels of service and cost. CPS HR pays the following amounts toward premiums. The CPS HR contribution for regular PT employees is the fixed percentage of allocated time based on the PT employee's FTE status.

<u>Category</u>	<u>Amt CPS Pays for FT EE</u>	<u>Amt CPS Pays for PT EE</u>
Employee Only	85%	CPS% x FTE Allocation
EE + 1 Dependent	85%	CPS% x FTE Allocation
EE + 2/more Dependents	85%	CPS% x FTE Allocation

<u>Benefit</u>	Retiree Health Insurance
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Who Pays
When Eligible

CPS and You

Tier 1: Regular employees hired by CPS HR prior to January 1, 2003, with five years of CPS HR service are eligible for the maximum benefit equal to the CPS HR contribution for active “employee only” category benefits.

Tier 2: Employees hired on or after January 1, 2003, incrementally earn access to this benefit over 15 years of service with CPS HR as a regular employee.

CPS HR employees hired on or after January 1, 2003 through June 30, 2009, become eligible for 30% of the maximum benefit after five years of service plus earn 7% per year additional contribution percentage for each additional year up to the maximum benefit. See chart below:

<u>Service years with CPS</u>	<u>Percent of maximum benefit</u>
5 years regular service	30%
6 years regular service	37%
7 years regular service	44%
8 years regular service	51%
9 years regular service	58%
10 years regular service	65%
11 years regular service	72%
12 years regular service	79%
13 years regular service	86%
14 years regular service	93%
15 years regular service	100% (Maximum benefit - equal to CPS contribution toward active ‘employee only’ category)

Tier 3: Employees hired on or after July 1, 2009 will be eligible to continue with CPS HR group benefit plan upon retirement, but will receive no monetary contribution from CPS HR towards the premium cost.

Additionally, to be eligible for the retiree health benefit, the employee must meet all of the following additional criteria:

- Be covered by a CPS health insurance provider at the time of their retirement date.
- Service eligibility criteria of 5 years with CPS HR and eligible to retire from CalPERS retirement system. Service credit is consecutive and counted from the most recent hire date as a regular CPS HR employee;
- Must file for and retire directly from CPS HR active service within 30 days of last day of active work;
- Separation from CPS HR must be voluntary retirement. (Exception is layoff. If an employee is notified of layoff and is eligible for retirement, the employee may

choose retirement in lieu of layoff and assuming employee meets all other eligibility criteria would still be eligible for the retiree health benefit.)

What you Receive: Eligible Retirees Under Age 65 (Not Medicare Eligible):

Contributions toward retiree health premiums are tied to the CPS HR contribution for the “employee only” category. Maximum benefit available to retirees equals the CPS HR contribution toward active employees at the employee only level. Retirees may select coverage from the CPS-sponsored plans available or in the individual marketplace if necessary. However, the maximum benefit CPS HR will provide will be based on the highest priced plan available to active employees at the employee only level regardless of the retiree’s plan selection. Tier 1 eligible employees receive maximum benefit. See chart above for actual percentage of ‘maximum benefit’ available for Tier 2 employees based on years of service with CPS HR. Tier 3 employees receive no contribution towards premiums from CPS HR.

No contribution is made toward the spouse/dependent portion of the health premium. Upon the death of a retiree, the spouse and/or dependents may continue coverage at the current group rate. However, the dependent will be required to pay the full health premium; no contribution will be made by CPS HR.

Dependents must be enrolled at time of employee’s retirement and conversion to retiree health program. Dependents cannot be added later.

If a retiree or surviving dependent drops retiree health coverage at any time and/or fails to pay their portion of the premium and consequently coverage is cancelled, employee and/or dependent loses both eligibility to enroll in CPS HR group health and eligibility for the CPS HR contribution benefit. No reinstatement is allowed.

Eligible Retirees Age 65 and over (Medicare Eligible)

At the time a retiree reaches the age of 65, that retiree will be transitioned from the CPS HR group health plan to a provider of Medicare supplemental insurance through an exchange. The CPS HR contracted vendor will assist the retiree in selecting an individual Medicare plan.

In addition, CPS HR will provide a Health Reimbursement Arrangement (HRA) for each retiree and will deposit a fixed monthly contribution into that account. The retiree will be able to use the HRA to pay for health premiums and other unreimbursed medical expenses as allowed under current IRS regulations.

Retirees in Tier 1 or Tier 2 will receive the same fixed monthly amount contribution from CPS HR, determined at CPS HR's discretion and reviewed on an annual basis. Tier 3 retirees will receive no CPS HR contribution.

No contribution is made toward the spouse/dependent portion of the health premium. Upon the death of a retiree, the spouse and/or dependents may continue coverage through the Medicare exchange. However, the dependent will be required to pay the full health premium. No additional contributions will be made by CPS HR into the HRA. Since the HRAs are joint accounts, the spouse will be allowed to use the remaining funds previously allocated to the HRA.

If a retiree or surviving dependent drops the CPS HR sponsored Medicare Exchange coverage at any time and/or fails to pay their portion of the premium and consequently has coverage cancelled, the employee loses eligibility to receive the CPS HR contribution benefit. Retirees who have dropped coverage can, however, make a request of CPS HR to re-enroll in this plan at either annual open enrollment or by providing documentation of a qualifying event outside the open enrollment period. Upon re-enrollment, the retiree will not receive any CPS HR contribution toward health premium costs.

CPS HR may, at its discretion, alter the retiree health contribution structure, payments and maximum benefit, paying less or more toward retiree health premiums.

Current Benefit:

Benefit

Who Pays

When Eligible

What you Receive

Dental Insurance

CPS HR and Employee

First of month after employment

All regular FT and PT employees are eligible. You may select the dentist of your choice. For FT employees, CPS HR pays 85% of **employee** only costs; for regular PT employees, CPS HR pays a percentage of the costs based on regular FTE status. Any cost for coverage beyond the CPS HR contribution amount of "employee only" is borne by the employee. Benefit description is updated annually at Open Enrollment.

Benefit

Who Pays

When Eligible

Vision Insurance Plan

Employee

First of month after employment

What you Receive This employee-paid benefit allows regular employees to participate in a vision insurance plan to offset expenses related to exams, glasses, and contacts.

Benefit **Flexible Spending Account (125 Plan)**

Who Pays Employee

When Eligible First of month after employment

What you Receive You are automatically enrolled in the pre-tax premium plan. In addition, employees may enroll in any of the two options which include Medical Care Reimbursement, and Dependent Care Reimbursement. Tax savings under these plans will vary based on your individual salary and personal income tax level. Tax savings include federal and state taxes.

Benefit **Life/Accidental Death/Dismemberment Insurance**

Who Pays CPS HR

When Eligible Upon employment.

What you Receive CPS HR enrolls you automatically. Regular employees will receive one times their annual salary up to a maximum of \$100,000. Coverage amount for new hires is set based on salary upon hire. For continuing employees, it is set based on the salary at the beginning of the calendar year. Premiums for coverage in excess of \$50,000 are taxable income for employees.

Regular employees scheduled to work 28 hours or more per week will have premiums paid on a pro rata basis based on a percentage equivalent to the number of hours they work.

Benefit **Voluntary Life & Voluntary AD&D**

Who Pays Employee

When Eligible Sign up within 30 days of employment. Employees may be subject to evidence of insurability for the life insurance coverage.

What you Receive Employees can elect up to 5 x annual salary to a maximum of \$300,000. Spouse coverage is optional up to 50% of the employee election and children coverage is optional up to \$10,000.

Benefit **Retirement Plan**

Who Pays CPS HR and Employee

When Eligible Upon employment for regular employees.

What you Receive The Public Employees' Retirement System provides:

1. Income for service and disability retirement.
2. Death benefit payments
3. An option that member contributions, with interest, will be refunded upon termination of employment.
4. Cumulative cost-of-living protection of up to 2% per year.

5. Unused sick leave credits are computed as time worked when computing retirement benefits.

Each employee must contribute approximately 7% of his/her salary towards the employee's retirement account. CPS HR contributes an amount determined by PERS to keep CPS HR's account actuarially sound.

<u>Benefit</u>	Deferred Compensation
<u>Who Pays</u>	Employee
<u>When Eligible</u>	Upon employment
<u>What you Receive</u>	CPS HR provides access to two 457 plans, supplementary retirement savings accounts: CALPERS and Nationwide. Employees may defer an amount not to exceed the legal limit as defined under federal law. The limit changes periodically. A participant who attains age 50 (before the end of the tax year) can make additional contributions to a tax-deferred program each year, again within the limits of the law. A minimum of at least \$20 per month must be deferred to remain in the plans. Participants (employees) may be assessed administrative and/or fund fees on an annual basis. You may start or stop contributions at any time.

<u>Benefit</u>	MediCare
<u>Who Pays</u>	CPS HR and Employee
<u>When Eligible</u>	Upon employment for employees hired after March 1986
<u>What you Receive</u>	You are eligible for MediCare health insurance protection after you turn 65 years of age. Employee pays 1.45%.

B. Employee Assistance Program (EAP)

The health of an organization is usually measured by the bottom line, but the health of an organization is also a reflection of the physical and emotional well-being of each and every employee. We recognize that problems unrelated to work responsibilities can have an effect on an employee's overall well-being and work performance. Sometimes the problems can be solved without outside assistance. Other times the help of an objective trained professional is necessary.

CPS HR has established an Employee Assistance Program (EAP) to expand support services available to employees to assist them in managing change and personal stress, and to improve the quality of their work and personal lives. The purpose of this policy is to assure that employees with problems affecting the quality of their work and personal lives may be offered assistance through the EAP.

Management and Supervisory Responsibilities

1. Understand the Employee Assistance Program (EAP) and make sure employees are aware of the program.
2. Recognize the EAP as a resource to help maintain productivity.
3. Encourage the employee to utilize the EAP as early as possible to prevent performance problems or to assist in restoring work performance to an appropriate level. Assure employees that their security and promotional opportunities will not be jeopardized by requesting assistance.
4. Approve use of accrued sick leave or personal leave time for accessing EAP services during business hours using the same requirements as other time off use (i.e. business necessity, verification from counselor, etc.).

Encourage use of the EAP by showing flexibility in arranging time off. This includes, where appropriate, approving requests to take time off and make that time up later in the same pay period to the extent allowed by the Fair Labor Standards Act.

5. Nothing in this policy statement is to be interpreted as constituting a waiver of management's responsibility to maintain job performance standards and to take disciplinary measures, within the framework of existing personnel policies. Employees subject to disciplinary action should be offered EAP services as appropriate.
6. A supervisor or manager may make a mandatory referral to the EAP program. Consultation with HR prior to such referral is required. Supervisors should not attempt to diagnose an employee's personal problem.
7. Maintain and respect the privacy and confidentiality of any employee using the program.
8. The CEO or HR Manager may approve a Manager's request to allow an employee to participate in the EAP in lieu of disciplinary action, as defined in existing personnel policies. Approval will be based on (a) the circumstances of each individual case, and (b) the employee's willingness to sign a release of information permitting the Manager to verify that the employee is participating in the program as agreed upon.

Employee Responsibilities

1. Meet existing job performance standards and follow established personnel policies, procedures, and work rules.
2. Cooperate and follow the recommendations of the counselor or treatment facility. Refusing to accept and follow through constructively with the outlined treatment will

not be cause for disciplinary action, except in cases of Manager referral where the employee has agreed to participate in the EAP in lieu of disciplinary action. Deteriorating job performance, however, will continue to be subject to disciplinary action, up to and including termination, even if the employee is participating in the program.

3. Make appointments during non-business hours when possible. Use of personal leave and sick leave are subject to the requirements of the existing leave policy.

Confidentiality

Each individual's right to privacy and confidentiality will be recognized and ensured. All records pertaining to program utilization will be treated with the highest degree of confidentiality in accordance with professional ethics and state law.

Leave of Absence

If required, medical leave may be granted for treatment or rehabilitation as for any other illnesses.

Medical Coverage

If expenses are incurred as a result of a referral from the EAP to an outside provider for treatment, those expenses are covered only to the extent provided by the employee's group health plan.

Dependents

Since an employee's work performance can be adversely affected by family members, EAP services will be available to immediate family members as well. For the purposes of this policy the immediate family members include the employee's domestic partner, and dependents, including children, parent, grandparent, or other dependent relative residing in the employee's household.

C. Domestic Partnership Benefits

Policy

All regular, full-time CPS HR employees may extend current benefits as defined above to qualified same-sex or opposite-sex domestic partners.

The domestic partnership must be registered as appropriate for recognition by any public agency providing registration.

Definitions

Domestic Partner: For the purpose of defining a domestic partner under CPS HR's Domestic Partners Benefit Policy the following will apply:

- Domestic partnership is currently registered with a governmental body pursuant to state or local law or partners meet the following criteria:
- Both partners have a common residence. It is not necessary that the right to possess the quarters be in both names.
- Neither person is married to someone else nor is a member of another domestic partnership with someone else.
- The partners cannot be related by blood in any way that would prevent marriage in California.
- Both persons must be at least 18.
- Both persons are mentally capable of consenting to the domestic partnership.

Establishing a Domestic Partnership

Any regular, full-time CPS HR employee may establish a domestic partnership and obtain access to domestic partner benefits by notifying HR that they meet the definition criteria outlined above in this policy.

No person who has notified HR of domestic partnership may enter into another domestic partnership until after a Statement of Termination has been filed with Human Resources for the first partnership.

Terminating Domestic Partnerships

A domestic partnership ends when the partners no longer reside together or one of the partners notifies the other in writing that he or she has ended the partnership and CPS HR is notified of the dissolution of the domestic partnership. Upon termination of a domestic partnership, the employee must file a Statement of Termination with Human Resources within 30 days of the partnership's termination. Failure to provide the appropriate notice of any of the above actions or changes in partnership as required under this section is considered fraud, and may result in disciplinary action up to and including termination.

Legal Effect of Declaration of Domestic Partnership

A domestic partnership as registered with CPS HR will create no legal rights or duties from one of the parties to the other as application for domestic partner benefits is completely and solely voluntary.

D. Transit Pass Benefit Program

Objectives

- Primarily to provide a transportation benefit to employees in areas where CPS HR office parking is limited and/or parking spaces/passes have a monthly cost to CPS HR for each parking space.
- To encourage employees to use public transportation where CPS HR offices are located in areas of readily available public transit, thus reducing CPS HR paid parking fees, if applicable.
- To reduce auto commutes of employees, thus minimizing employee gasoline costs and assisting in reducing pollution from auto exhaust.

Benefit

- CPS HR will provide \$46 per pay period for purchase of mass transit passes to be used to travel to/from work and in the regular course and scope of work. The benefit may include bus, vanpool, ferry, and rail transit, but only if the use of such transit eliminates driving to and parking at CPS HR facilities (owned or leased).

Eligibility

In order to be eligible employees must meet all of the following criteria:

- Be a full-time regular CPS HR employee.
- Agree to and travel via public transit to/from work a minimum of three days a week.
- Certify in writing, at least annually, that he/she meets the criteria below.
 - Is a fulltime regular employee of CPS HR.
 - Is using public mass transit subsidy for their commute to/from work only for a minimum of three days a week.
 - Understands and agrees to reimburse CPS HR for any benefit issued to employee for which the employee was not entitled.
 - Understands and agrees that employee is not entitled to the transit pass subsidy benefit if on extended leave or vacation as defined in the policy.
 - Understands and agrees that the transit pass subsidy benefit will be discontinued if employee no longer meets the eligibility criteria stated in the policy.
- Certification form available on the HR SharePoint site.

Procedures

1. Employee shall submit a certification form which meets the above criteria and request to receive the mass transit benefit.

2. Certification and request form must be submitted to the employee's business unit manager and be approved.
3. Once approved by the Business unit manager, the request shall be forwarded to HR.
4. HR will process the request and add \$46 per pay period to the employee's pay check for use in purchasing mass transit passes/tickets. If allowed by the IRS regulations, this benefit will be pre-tax.
5. Benefit shall be suspended if employee is on extended leave or vacation. For purposes of this policy, extended leave means for more than two consecutive pay periods.
6. Benefit shall be discontinued when the employee does not meet any one of the qualifying criteria above.