



**MASTER AGREEMENT
2018-2019**

The Grosse Pointe Public School System

The Grosse Pointe Administrators Association

*389 St. Clair
Grosse Pointe, Michigan 48230*

**AGREEMENT
BETWEEN
THE GROSSE POINTE PUBLIC SCHOOL SYSTEM
AND
THE GROSSE POINTE ADMINISTRATORS ASSOCIATION**

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THIS AGREEMENT ENTERED INTO THIS 23RD DAY OF JULY, 2018, BY AND BETWEEN THE BOARD OF EDUCATION OF THE GROSSE POINTE PUBLIC SCHOOL SYSTEM, WAYNE COUNTY, MICHIGAN, HEREINAFTER CALLED THE "BOARD" AND THE GROSSE POINTE ADMINISTRATORS ASSOCIATION.

RECOGNITION

1.0 The BOARD hereby recognizes the Grosse Pointe Administrators Association, hereafter referred to as the "ASSOCIATION," as the exclusive bargaining representative pursuant to Act 379, P.A. 1965, as amended, for all full time principals, assistant principals, and supervisors of special education and student services who are employed by the BOARD, and such other positions as may be mutually agreed upon between the parties, but excluding all other positions.

1.1 The term "administrator," when used herein, shall refer to all members of the bargaining unit represented by the Association.

ADMINISTRATIVE CONTRACTS

2.0 Administrative appointments are covered by multiple year contracts so that all eligible administrators have some limited tenure as administrators. The essential elements of the plan are as follows:

2.1 A one-year administrative period of probation in a new administrative position may be required. Additional years of administrative probation may be utilized if the circumstances warrant.

2.2 Once the administrative probationary period is satisfactorily served, a two year contract will be offered. However, in the event that an administrator receives an evaluation rating of less than effective, he/she will not receive a contract extension as provided in paragraphs 26 and 26.1 of the Agreement.

2.3 All contracts will be reviewed annually by June 30. A decision will be made at that time by the Superintendent of Schools, subject to approval by the Board of Education, relative to the renewal of that contract. Such information will be communicated immediately to the individual administrator.

REDUCTION OF ADMINISTRATIVE STAFF AND SENIORITY

3.0 In the event the Board decides to reduce the administrative staff, preferential status and priority for retaining any administrator in a position for which he/she is deemed qualified by the Superintendent of Schools shall be based upon the total number of years he/she has satisfactorily served the Grosse Pointe Public School System as an administrator. Additionally, one-half of the administrative experience outside of Grosse Pointe will be counted for seniority purposes.

3.1 Administrators will be deemed qualified in their current administrative position and any other administrative position they have successfully held in Grosse Pointe for a minimum of one year as a contract administrator. This qualification will also require any necessary state certification where it is required for the position. In addition, administrators may be deemed qualified for other administrative positions by the Superintendent of Schools.

3.2 The areas for qualification shall be High School Principal, High School Assistant Principal (includes High School Assistant Principal/Athletic Director in this category with an asterisk next to administrators who have served or are serving as a High School Assistant Principal/Athletic Director), Middle School Principal, Middle School Assistant Principal, Elementary School Principal, and Supervisor of Special Education and Student Services. A seniority list shall be published by October 1 of each year showing the seniority of each administrator in his/her areas of qualification. Administrators shall have until October 31 to contact the Deputy Superintendent for Educational Services regarding any mistakes in the seniority list. After this date the list shall be deemed conclusively correct until the following October 1.

3.3 In the event that a major proportion of operating revenue is lost due to a millage failure, the Board may declare that a financial emergency has occurred at a level that requires the layoff of administrators. In this circumstance administrative contracts may be rendered null and void on the June 30 following this declaration of financial emergency. In the event any portion of the lost millage is restored, any reduction of administrative staff will be conducted in accordance with paragraph 3.4.

3.4 In the event of a reduction of administrative staff for reasons other than a financial emergency, an administrator will be given at least ninety (90) days notice prior to the effective date of the layoff. Upon layoff of employment the administrator's individual contract will be terminated.

3.5 Those who lose their positions by reduction of staff will be recalled to the first open administrative position for which they have prior successful Grosse Pointe administrative experience of a least one (1) year or are deemed qualified by the Superintendent, in order by administrative seniority, prior to the appointment of any candidates new to the school system.

3.6 The right to be recalled from layoff shall last for a period of three (3) years from the date of layoff. The Board shall give written notice of recall from layoff by registered or certified letter to the administrator at his/her address as it appears on the Board's records which shall be conclusive when used in connection with layoffs, recall or other notice to the administrator. If an administrator fails to report to work within thirty (30) calendar days from the date of mailing of the recall letter, unless an extension is granted in writing by the Board, the administrator shall be considered a voluntary quit.

3.7 If an administrator is given a notice of layoff, the Board will make an effort to secure a teaching position within the school system for which the affected administrator is certified and qualified (and per the Michigan Teacher Tenure Act), and, if successful, will pay the difference between his/her administrative salary and the corresponding years of service/steps on the teaching salary for a one year period from the date of notice. However, administrative benefits will not be continued past the effective date of layoff. If the Board is not able to secure a teaching position for the affected administrator, he/she will be laid off from employment with the school system.

3.8 Exempt administrators who have held bargaining unit positions shall be granted seniority for time served in such positions, but shall not accrue any seniority while in an exempt position.

3.9 During the period from the notice of layoff to the effective date of layoff an affected administrator will continue to receive all fringe benefits.

3.10 The difference between administrator and teacher pay will be calculated by subtracting teacher base pay from administrator base pay. In both instances base pay consists of scheduled salary plus longevity pay.

3.11 When the board is obligated to pay the difference between administrator and teacher pay, compensation received from E.P.E.D. activities will not be offset against administrator pay.

3.12 When an administrator accepts a teaching position through a reduction of staff, the Board will reimburse that portion of the premium for optional life insurance which, when combined with Board paid group life insurance, will not exceed two times his/her scheduled administrative salary. It is understood that the administrator must apply and qualify for such optional life insurance.

3.13 If an administrator accepts other employment during the period from the notice of layoff to the effective date of layoff, all salary and benefits will cease upon the commencement of such other employment. If an administrator accepts a teaching position through a reduction of staff, salary will be paid in accordance with paragraph 3.7 and administrator benefits will cease upon the commencement of work for the teaching period.

GRIEVANCE PROCEDURES

4.0 The term grievance shall be interpreted to mean a complaint by an administrator that there has been a violation, misinterpretation or misapplication of this agreement.

STEP ONE

4.1 An administrator may initiate a grievance by first discussing the matter with his/her immediate supervisor. The grievant may be accompanied by an Association representative. A grievance must be presented 10 days immediately following the event or condition which gives rise to the grievance. Within 10 days after presentation of the grievance, the immediate supervisor shall give his/her answer orally to the administrator.

STEP TWO

4.2 If the grievance is not resolved at Step One, the administrator may reduce his/her grievance to writing and present it to the Superintendent or his designee. The grievance must be filed within 10 days after receipt of the oral answer at Step One. The grievance shall be on a form provided by the Board. The Superintendent or his designee shall schedule a meeting to discuss the matter and shall provide the administrator a written answer to the grievance within 10 days of the meeting.

STEP THREE

4.3 If the matter is not satisfactorily resolved at Step Two the Association may invoke grievance mediation pursuant to the rules of the Federal Mediation and Conciliation Service or the Michigan Employment Relations Commission. The parties may also mutually agree upon a private mediator. It is understood that recommendations of a mediator are not binding on either party and that all discussions in mediation are confidential and shall not be used as evidence in any other proceeding.

GENERAL PROVISIONS

4.4 All references to "days" in this Article shall be regular work days.

4.5 Time limits may be extended by mutual agreement of the parties.

4.6 The Association may provide representation through its officers at Steps One and Two; legal counsel may be present at Step Three.

4.7 Grievances shall be processed during the administrator's non-working hours unless mutually agreed otherwise.

RIGHTS TO REPRESENTATION

4.8 When an administrator has a reasonable belief that discipline may result from an investigatory interview with a supervisor, the administrator has a right to have an Association Representative present at the meeting. The reasonableness of the apprehension or belief of the administrator that the meeting will result in disciplinary action is to be determined by objective standards.

WORK YEAR

5.0 All work years are in terms of calendar months. The school year officially begins July 1 and ends June 30 annually. Normally, an 11 month work year begins August 1 and terminates June 30. Exceptions will be noted in individual contracts.

VACATION ALLOWANCES

- 6.1 All 11 month administrators will receive 5 flex days annually.
- 6.2 All 12 month administrators will receive 10 flex days annually.
- 6.3 Flex days are awarded to administrators in recognition for the additional work that all administrators perform on a yearly basis. Flex days must be taken any 'non-student' day other than days on which district level meetings are scheduled. Additionally, flex days may be taken on student days with prior approval of the deputy superintendent of educational services.
- 6.4 All 11 month administrators will work each Monday through Friday from August 1st through June 30th. Administrators will not work on days between the First Teacher Duty Day and the Final Teacher Duty Day where teachers are not required to report to work, (i.e. the Friday before Labor Day, Labor Day, the three days of Thanksgiving Week, the two weeks in December, MLK Day, the week of mid-winter break, spring break and Memorial Day.) In the event the teacher calendar changes to either increase or decrease the days listed above the administrators' calendar will change accordingly with no change in compensation (either monetary or time) being provided to administrators.
- 6.5 All 12 month administrators will not work on July 4th or July 4th observed if the 4th falls on a Saturday or a Sunday.
- 6.6 Any flex days not used by 11 month administrators by the conclusion of the school year will be lost by the administrator with no corresponding compensation. 11 month administrators may not 'bank' or save days for future years.
- 6.7 12 month administrators may 'carry over' unused flex days from one school year through July 30th of the following school year. Any 'carry over' days not used would be lost by the administrator after July 30th.
- 6.8 An administrator may request to work an 'un-scheduled day' (i.e. December 24th) and with prior approval of the deputy superintendent the administrator will be awarded an additional flex day. Such requests must entail the administrator's presence being required at the building and should be rare in occurrence.
- 6.9 Flex days are to be scheduled at the mutual convenience of the administrator and the school system. Advice to, and clearance with the Superintendent/Deputy Superintendent is required.
- 6.10 Normally, the two weeks prior to the opening of school in the fall should not be requested as flex time for principals and assistant principals.

RESIGNATION FOR RETIREMENT TRANSITION PROGRAM

- 7.0 In recognition of GPAA members no longer being eligible for vacation day pay out upon retirement the following provisions will be provided to GPAA members currently employed as GPAA members by the BOE on January 1, 2015.
- 7.1 Each administrator will be permitted to retain up to 10 vacation days in their own personal lock box for the duration of their employment as a GPAA member in GPPSS. They will be permitted to use any of these 10 days as vacation days in future years. In the event the GPAA member resigned for the purpose of retirement and they had unused vacation days remaining in their lock box they will receive compensation at the identified daily rate for these unused days. This compensation will be paid into a TSA in a manner identical to how vacation day payouts are currently handled.

7.2 Days identified as being in the 'lock box' were determined at the conclusion of the 2014-15 school year. No administrator shall have more than 10 days in his/her 'lock box' entering in the 2015-16 school year. No additional days may be accumulated and placed in to the 'lock box' beyond June 30, 2015.

The following is an example of the explanation above:

Suzy Smith is an elementary principal. At the conclusion of the 2014-15 school year she had 10 days in her 'lock box' from previous years. She also had 5 unused vacation days from the 2013-14 school year and 19 days from the 2014-15 school year. For the 2015-16 school year she would start the year with 10 'lock box' days. The days from the 2013-14 and 2014-15 school years would not be available to her. During the 2015-16 school year she would have 5 flex days at her disposal in addition to the 10 in her 'lock box'. In the event she does not use her 5 flex days allotted for 2015-16 they would not be added to her 'lock box'.

NON DUTY ALLOWANCE

8.0 The administrator will be awarded two (2) non duty days to be taken at the discretion of the administrator during days in which school is not in session with prior approval from their immediate supervisor in central administration.

SICK LEAVE

9.0 Effective July 1, 2015 all administrators will be provided 10 days per school year of paid sick time.

9.1 The District will continue to provide LTD coverage after 120 days of absence. In the event the administrator has a verified medical condition that exhausts his/her personal sick bank the Board shall provide the administrator paid time (not to exceed 120 days per year) to allow the administrator to reach LTD.

OTHER LEAVES

11.0 The Board will make reasonable provisions to extend paid leaves of absence to administrators for such leaves as are necessary. These provisions include leaves for such reasons as illness or death in the family, jury duty, court appearances, military duty, and personal business. Whenever possible, such leaves must have prior approval of the Superintendent/Deputy Superintendent.

11.1 Extended leaves for such things as maternity, Peace Corps, Job Corps, sabbatical leave or for some special or unusual reason will be considered on an individual basis with a decision primarily based on the value such leave may bring to the school district.

11.2 The maximum number of personal business days per year shall be 2 annually. The Superintendent could grant additional person business days as he/she sees fit.

FAMILY MEDICAL LEAVE ACT (FMLA)

12.0 The Board will grant up to twelve (12) weeks of family and medical leave during any twelve (12) month period to eligible employees in accordance with the Family and Medical Leave Act of 1993 (FMLA). All requests for such leave will be made to the Director of Human Resources. When the need is foreseeable, notice will be given thirty (30) days before the start of the FMLA leave. If it is not possible for the employee

to give thirty (30) days' notice, the employee must give as much notice as is practicable. Proper certification of the reason for the leave must be provided. An employee may be required to use all available leave time (i.e., sick leave, personal leave, and/or vacation leave) for all or part of the duration of the FMLA leave, with any balance of time being without pay. At the end of the FMLA leave, the employee will be returned to his/her position held prior to the leave.

EMOTIONAL AND MENTAL HEALTH

13.0 In a case of a leave of absence involving an emotional or mental health problem, the Board of Education shall determine such administrator's ability to return to duty.

13.1 This determination may be based on an advisory opinion from a panel of three qualified physicians. In such cases, the panel of physicians shall consist of one physician selected by the administrator, one selected by the Board, and a third selected by the other two appointees.

13.2 The recommendations of this panel (which shall be advisory only as to the matter) shall be placed in writing, with a copy made available to the administrator. The Board of Education will assume the payment of fees for the services of all three physicians in this regard.

LIABILITY INSURANCE

14.0 The Board will provide comprehensive liability insurance protection under the liability policy now carried by the Board for all administrators in its employ, with limits of \$500,000 per occurrence for all bodily injury and property damage with a \$5,000,000 Umbrella Liability Policy to supplement the same. In addition, the Board will provide liability insurance with respect to any claims for loss or damage not otherwise covered by liability or casualty insurance with respect to liabilities for policy-making activities with limits of \$5,000,000.

FRINGE BENEFITS

15.0 The Board of Education will provide all administrators with health, dental, vision, life, and long term disability insurance through a flexible benefits plan.

PHYSICAL EXAMINATION

16.0 Upon written request, reimbursement equal to the amount charged by St. John Occupational Health or Shores Urgent Care or equivalent for its basic minimum examination is paid to administrators for an annual physical examination.

16.1 Every third year an administrator will be eligible for reimbursement equal to the amount charged by St. John Occupational Health or Shores Urgent Care or equivalent for its full comprehensive examination.

16.2 Direct billing to the school district will be honored for examinations given at St. John Occupational Health or Shores Urgent Care. Documentation for reimbursement, to include receipts or canceled checks, is necessary if examinations are given elsewhere.

HEALTH INSURANCE COST CONTROLS

17.0 The Association agrees to explore and discuss with the District methods for possible cost controls when, in any one insurance year, health insurance premiums increase greater than five percent (5%).

17.1 In addition, the Association agrees to endorse a voluntary wellness and health awareness program. Possible wellness programs could include, but not be limited to, stress reduction, weight loss and control, smoking cessation, cholesterol improvements, CPR, flu prevention, hand hygiene, etc.

PERSONAL PROPERTY

18.0 It is the policy of the Board of Education to reimburse administrators up to \$400 for loss or damage to personal property which is normally used in the discharge of assigned duties and when reasonable care has been demonstrated. Such reimbursement is not made for ordinary wear or gradual deterioration of property, loss of money or whatever is covered by personal insurance carried by the administrator or by the Board.

DIRECT DEPOSIT

19.0 The Board agrees, upon written authorization of the administrator, to make available the opportunity for direct deposit of administrators' pay checks to the bank(s) and account(s) of their choice. Procedures for this process will be established by the Business Office and implemented within 60 days of the ratification of this document.

TRAVEL/CAR ALLOWANCE

20.0 Administrators will be reimbursed for the use of their private automobiles for business purposes according to prescribed procedures set up by the Business Office.

PROFESSIONAL DUES

21.0 Upon a written request, an amount equal to the annual dues of the National Association of Elementary School Principals is available to administrators for dues to professional organizations approved by the Superintendent/Deputy Superintendent.

VOLUNTARY RETIREMENT SUPPLEMENT

22.0 In the event a voluntary retirement supplement is provided to any other group within the school system, the Board of Education and representatives of the administrative staff shall develop a voluntary retirement supplement program for the administrative group.

EMPLOYMENT RESTRICTIONS

23.0 Competent administrative performance in The Grosse Pointe Public School System requires considerable stamina and dedication of purpose. Accordingly, administrators are not permitted to seek or to accept professional responsibilities which require time from regular duties and for which there is financial compensation unless such responsibilities have prior approval of the Superintendent. This clause does not apply during the "unscheduled month" of the work year for an eleven month administrator.

EVALUATION

24.0 Administrators will be evaluated in accordance with the agreed upon procedures or relevant state law.

MOVEMENT TO MAXIMUM

25.0 Movement to the maximum of the salary schedule will be as follows:

Year 1	Negotiated salary
Year 2	1/4 of the difference between the administrator's salary after schedule adjustments and the maximum for his/her classification
Year 3	1/2 of the difference between the administrator's salary after schedule adjustments and the maximum for his/her classification
Year 4	3/4 of the difference between the administrators' salary after schedule adjustments and the maximum for his/her classification
Year 5	Maximum salary

25.1 Effective for all GPAA members that begin work July 1, 2017 or later the salary steps will be adjusted to create an equal step between each of the five steps in the salary schedule.

For example:

Michael Thompson is hired as an elementary principal for the 2017-18 school year with an initial salary of \$100,000. The maximum salary for elementary principals at the time of his hire is \$114,460. The difference between his starting salary and the maximum salary is \$14,460. This difference is divided by four and applied to his starting salary to create an employee specific step progression that includes five steps. His step progression would be as follows:

- Year #1 - \$100,000
- Year #2 - \$103,615
- Year #3 - \$107,230
- Year #4 - \$110,845
- Year #5 - \$114,460

In the event that the salary schedule is changed (increased or decreased) at a time when he is still progressing on steps this salary change will be applied equally to all of his remaining steps.

STEP PROGRESSION

26.0 The following plan will be implemented effective beginning with the 2014-15 school year:

- Administrators on steps will be eligible to advance a step for the following year if their overall evaluation from the previous year is effective or highly effective.
- Administrators on steps who are rated overall minimally effective or ineffective will not be eligible to advance a step in the next school year.
- Administrators already at the maximum of their salary lane will be eligible to stay at that step for the following year if they are rated effective or highly effective.

26.1 Administrators already at the maximum of their salary lane, who are rated overall minimally effective or ineffective, shall be moved one full step lower on the salary schedule for the year after an overall minimally effective or ineffective rating.

SALARIES

27.0 Salaries for 2017-2018 will be paid in accordance with the following classification and compensation schedules.

27.1 The following wage changes (see attached tables) shall be in place during this contract:
2018-19 1.25% wage change

27.2 The minimum salary will not be changed. This 1.25% increase will not be applied to administrators on steps during the 2018-2019 school year. Administrators on steps in 2018-2019 will receive this 1.25% increase to the maximum salary when they reach the final step. In effect, this 1.25% increase would only be for administrators at the top of the salary schedule.

27.3 The following examples are intended to demonstrate the above language:

27.4 Example A: For the 2017-2018 school year, Beatrice Smith was an elementary principal earning \$114,460 (the maximum elementary principal salary.) For the 2018-2019 school year, Beatrice would earn \$115,890, which is 1.25% greater than the amount she earned in 2017-2018.

27.5 Example B: For the 2017-2018 school year, Michael Thompson was an elementary principal on Step 2 of the salary schedule. He earned \$103,615 during the 2017-2018 school year. For the 2018-2019 school year, he would receive his step, but would not have that step increased by 1.25%. For the 2018-2019 school year, he would earn \$107,230 at Step 3. When he reached Step 5, he would earn \$115,890, which is the amount of his top step including the new 1.25 % increase.

SALARY SCHEDULE 2018-2019

ADMINISTRATIVE CLASSIFICATION AND COMPENSATION SCHEDULE

Twelve Month Administrators		
2018-2019		
Classification	Minimum	Maximum
Director	\$102,510	\$132,580
High School Principal	\$104,059	\$134,584
Eleven Month Administrators		
2018-2019		
Classification	YEAR 1	YEAR 5
Supervisor of Special Education	\$83,246	\$107,664
Middle School Assistant Principal	\$86,630	\$112,040
High School Assistant Principal and High School Assistant Principal/Athletic Director	\$89,251	\$115,433
Elementary Principal	\$89,589	\$115,891
Middle School Principal	\$92,065	\$119,070
Note that progression on the salary schedule above is defined by section 25 of the contract titled Movement to Maximum.		
THE TWELVE-MONTH SCHEDULE IS BASED ON 247 WORKDAYS PER YEAR; THE ELEVEN-MONTH SCHEDULE IS BASED ON 227 WORKDAYS PER YEAR.*		

**The work year for 11-month administrators begins on August 1st and continues through June 30th . Eleven (11) month administrators are paid for their work year starting with the first pay in July. This results in 11-month administrators being 'prepaid' for service not yet performed. It has been the practice of GPPSS to reduce final payouts for 11-month administrators who separate employment from GPPSS prior to June 30th. This reduced final payout is implemented to ensure that departing 11-month administrators are not overpaid relative to the number of days worked and their total received compensation.*

GPPSS/GPAA FORMULA

28.0 The following formula identified in paragraphs 28.1 – 28.4 is not in effect until June 20, 2019.

28.1 The parties agree that salaries for both salary grids for the 2019-2020 school year shall be determined according to the formula set forth below. However, the parties agree that the District shall in all cases maintain a minimum general fund equity (defined hereafter) of at least 10% of Board-approved total general fund expenditures. Therefore, the formula works differently if the District’s general fund equity falls below 10%.

28.2 Revenue is defined as general fund revenue. Expenditures are defined as general fund expenditures and transfers.

28.3 The explanation of the formula below is done with respect to the 2012-2013 school year, but the same principles shall apply to following school years as well.

28.4 Should the formula below be implemented following the 2018-19 school year, the expenses/revenues/contractual /budget amounts from 2018-19 would be used for the purposes of computation in regard to the formula as outlined below.

2012-2013 School Year

28.5 Step advancement from 2011-2012, 0% on salary grid

28.6 The parties agree that salaries for both salary grids for the 2012-2013 school year shall be determined according to the formula set forth below. However, the parties agree that the District shall in all cases maintain a minimum general fund equity (defined hereafter) of at least 10% of Board-approved total general fund expenditures and transfers (debt and school service). Therefore, the formula works differently if the District's general fund equity falls below 10%.

28.7 Revenue is defined as general fund revenue. Expenditures are defined as general fund expenditures and transfers.

28.8 The explanation of the formula below is done with respect to the 2012-2013 school year, but the same principles shall apply to following school years as well.

28.9 As used in this formula "general fund equity" is undesignated and/or unassigned general fund balance, and it would not include revenues generated by sale of capital and/or financial gifts given to the district. The 10% general fund equity threshold will be based upon the District's final and accepted audit for the 2011-2012 school year, which the parties should receive around November 1, 2012. For example, if in the final and accepted audit the District's approved general fund expenditures are \$100 million for the 2011-2012 school year, and the District's general fund equity as of June 30, 2012 is \$11 million, then the general fund equity is 11%, which would be above the 10% threshold.

A. GENERAL FUND EQUITY AT LEAST 10%

28.10 If the general fund equity has not fallen below 10% of Board-approved total general fund expenditures, then the Board will allocate funds toward both direct and/or indirect compensation to administrators based upon the following factors that affect the revenues and expenditures for the District:

- Increase or decrease in net state foundation allowance per pupil based on the established amount for the 2009-2010 school year (\$10,019 per pupil).
- Increase or decrease in MPSERS retirement rate on the budgeted rate for 2010-2011 @19.41% (compared with rate for 2011-12 based on 2011-2012 personnel)
- Whether or not there has been reinstatement of 20J funds per pupil that year
- Step advancement per established salary grids in administrator labor contract (including MPSERS and FICA costs).

28.11 The Board will allocate funds toward both direct and/or indirect compensation to administrators in a percentage equal to the following formula, which incorporates the four factors above:

- Increase in total revenues minus total expenditures from one year to the next (i.e., 2011-12 compared with 2010-2011) based upon the factors listed above
- X (multiplied by)
- the Percent of total expenditure budget represented by administrators direct and indirect compensation costs
- equals

- the total amount of revenue to be allocated toward both direct and/or indirect compensation for recognized administrative bargaining group members.

Example of Net Revenue Increase

28.12 The total net amount of revenue shall be allocated on the salary grid on a percentage basis (taking into account the then applicable MPSERS contribution rate and FICA), based upon this net amount divided by the total cost of the salary grid, unless the parties agree to allocate this revenue to the administrators' unit differently.

28.13 For example, if the state foundation allowance per pupil in 2011-2012 is increased over the previous year (2010-2011) by \$300 per pupil (gain \$2,400,000 for 8,000 FTE students), 20 J funds are not reinstated in 2011-12, the MPSERS rate goes up 0.5% in 2011-12 (expense of \$325,000 on total direct compensation for all district employees at \$65,000,000), and the step/year advancements in 2011-12 result in an increase (expense at \$1,000,000, including MPSERS contribution and FICA costs), then the total additional available revenues year over year are \$1,075,000. If the cost of the administrative bargaining unit compensation represents 4% of total general fund expenditures, then the total net amount of revenue for direct and/or indirect compensation for the administrative unit would increase by \$43,000. Accordingly, this total amount would be spread equally over each of the groups/years on the salary grid by an equal percentage basis over the remaining payroll periods of the 2012-13 school year (again, unless the parties agreed to allocate the revenues to the administrators' unit differently). This increase would carry forward to the following school year, although the percentage increase would be different because the number of payroll periods would be different. In the example above, assuming the administrative salary grid cost \$4,300,000, the \$43,000 would be allocated on the salary grids for the following school year by increasing each step on the grid by 0.75% across the board (\$32,426 divided by \$4,300,000; note that \$7,284 of the total amount of \$43,000 is allocated to MPSERS contribution at 16.94% and \$3,290 is allocated to FICA at 7.65%).

28.14 It is further understood and agreed that any cost associated with new programs or new initiatives should not increase the total year-over-year total budgetary expenditures by more than 3% unless programs and initiatives are required by federal and/or state mandates.

Example of Net Revenue Decrease

28.15 The total net amount of revenue loss shall be allocated to reduce both salary grids on a percentage basis (taking into account the then applicable MPSERS contribution rate and FICA), based upon this net amount divided by the total cost of the salary grid, unless the parties agree to allocate this revenue loss to the administrative unit differently.

28.16 For example, if the state foundation allowance per pupil in 2011-2012 is decreased over the previous year (2010-2011) by \$50 per pupil (loss of \$400,000 for 8,000 FTE students), 20 J funds are not reinstated in 2011-12, the MPSERS rate goes up 0.5% in 2011-12 (expense of \$325,000 on total direct compensation for all district employees at \$65,000,000), and the step/year advancements in 2011-12 result in an increase (expense at \$1,000,000, including MPSERS contribution and FICA costs), then the total revenue loss year over year is \$1,725,000. If the cost of the administrative bargaining unit compensation represents 4% of total general fund expenditures, then the total net amount of revenue loss to be allocated to the administrative unit would be \$43,000. Accordingly, this amount would be spread equally over each of the years on the salary grid by an equal percentage basis over the remaining payroll periods of the school year (again, unless the parties agreed to allocate the revenues to the administrative unit differently). This reduction would carry forward to the following school year, although the percentage decrease would be different because the number of payroll periods would be different. In the example above, assuming the administrative salary grids cost \$4,300,000, the \$43,000 reduction would be allocated on the salary grid for the following school year by decreasing each step/year on the grids by 0.75% across the board (\$32,426 divided by \$4,300,000; note that \$7,284 of the total amount of \$43,000 is allocated to MPSERS contribution at 16.94% and \$3,290 is allocated to FICA at 7.65%).

B. GENERAL FUND EQUITY BELOW 10%

28.17 If the general fund equity has fallen below 10% of Board-approved total general fund expenditures, then the administrative salary grid shall be reduced by a percentage equal to the following formula:

- The amount of funds required to return general fund equity to the 10% threshold
- X (multiplied by)
- the Percent of total expenditure budget represented by administrative direct and indirect compensation costs
- equals
- the total amount of revenue loss to be allocated toward both direct and/or indirect compensation for recognized administrative bargaining group members.

28.18 This total net amount of revenue loss shall be allocated to reduce the salary grid on a percentage basis (taking into account the then applicable MPERS contribution rate and FICA), based upon this net amount divided by the total cost of the administrative salary grid, unless the parties agree to allocate this revenue loss to the administrative unit differently.

28.19 For example, if general fund equity fell to 9%, and the funds required to return general fund equity were \$1,000,000, and if the cost of the administrative bargaining unit compensation represents 4% of total general fund expenditures, then the total net amount of revenue loss to be allocated to the administrative unit would be \$40,000 ($\$1,000,000 \times 4\%$). Accordingly, this amount would be spread equally over each of the years/steps on the salary grids by an equal percentage basis over the remaining payroll periods of the school year (again, unless the parties agreed to allocate the revenues to the administrative unit differently). This reduction would carry forward to the following school year, although the percentage decrease would be different because the number of payroll periods would be different. In the example above, assuming the administrative salary grid cost \$4,300,000, the \$40,000 reduction would be allocated on the salary grids for the following school year by decreasing each step on the grids by .70% across the board ($\$30,164$ divided by $\$4,300,000$; note that \$6,776 of the total amount of \$40,000 is allocated to MPERS contribution at 16.94% and \$3,060 is allocated to FICA at 7.65%).

C. GENERAL FUND EQUITY ABOVE 15% AFTER IMPLEMENTATION OF SECTION A ABOVE

28.20 As used in this formula, “General fund equity” is undesignated and/or unassigned general fund balance, and it would not include revenues generated by sale of capital/and or financial gifts given to the district. The general fund equity threshold will be based upon the district’s final and accepted audit for the 2011-2012 school year, which the parties should receive around November 1, 2012. For example, if in the final and accepted audit, the district’s approved general fund expenditures are \$100 million for the 2011-2012 school year, and the district’s general fund equity as of June 30, 2012 is \$17 million, then the general fund equity is 17%.

28.21 If, after implementation of a change in compensation per Section A above, there continues to exist a general fund equity above 15%, then the following would occur. The amount of dollars above the 15% general fund equity level would be determined and 2.5% of that amount would be allocated in a percentage “off schedule bonus” distributed based on the following formula. This 2.5% amount of the dollars above the 15% general fund equity level would be divided by the total direct compensation for administrators for that given school year to determine the percent of an “off schedule bonus” to be given per the individual salary of the administrator.

28.22 For example, the implementation of the change in compensation per Section A of this formula would occur first. Upon completion of Section A, it is determined that the remaining general fund equity in

the 2012-2013 school year is at 17% with approved general fund expenditures and transfers (debt and school service) throughout that year that does not result in any further reductions in general fund equity at the end of the 2012-2013 school year, then the amount of dollars above the 15% general fund equity threshold would be determined. This amount above the 15% general fund equity would be multiplied by 2.5%. In this example, if 1% of general fund equity represents \$1 million, then a general fund equity of 17% with a threshold of 15% would mean that there is a total of \$2 million above the 15% fund equity threshold. This \$2 million would be multiplied by 2.5% (.025) for an amount equal to \$50,000. The \$50,000 would be divided by the total of administrative salary expenses including MPERS and FICA for that previous school year to determine the percentage of the “off schedule bonus” to be distributed based on the individual administrator’s pay rate. This “off schedule bonus” would be distributed in the 26th pay of that school year. The “off schedule bonus” percentage increase per year would not exceed 6% of the administrative pay rate (including MPERS and FICA costs).

D. IMPLEMENTATION

28.23 The parties will have until December 21, 2012, to agree to implement any increases or decreases in compensation differently than through a change in the salary grid as set forth above. Any change in pay (direct compensation) would be initiated beginning with the first scheduled pay day in January, 2013 and would be equally distributed through the remaining pays for work performed for that school year. It is understood and agreed that such changes shall not require the agreement or any action on the part of the bargaining unit members, as these changes are authorized by the parties’ collective bargaining agreement.

LONGEVITY PAY

29.0 Administrators will be eligible for longevity pay in accordance with the following schedule:

Grosse Pointe Administrator Experience	Combined Grosse Pointe Experience	Amount 2018-2019
Beginning with 5 th year	10 th year	\$1,285
Beginning with 10 th year	15 th year	\$1,928
Beginning with 15 th year	20 th year	\$2,571

29.1 Longevity pay will be calculated on July 1 each year and will be payable to qualified administrators beginning with the first paycheck thereafter.

HOURS AND DEGREES

30.0 Administrators will be recognized for advanced study beyond a Master’s Degree according to the following formula:

- \$30 per credit hour, up to a maximum of \$450
- \$600 for Education Specialist, or two Masters’ Degrees
- \$750 for Doctorate

ANNUAL BOARD PAID TSA

31.0 Effective with the 2015-16 school year each member of the GPAA will be provided a \$2000 Board paid TSA annually. This will be paid over the 26 pay period. In the event the administrators either leaves the

school year prior to June 30th of a school year or is hired after July 1st of a school year the TSA will be prorated accordingly.

EARLY NOTIFICATION STIPEND

32.0 An eligible administrator who notifies the district prior to March 1st in writing of his/her intent to resign effective June 30 of the current year shall receive a one-time payment of \$2000 paid upon separation with the district in the administrator's last pay into a 403(b) if they meet the following qualifications:

- The resignation must be effective June 30th of the current school year.
- The resignation must be received in the Office of Human Resources prior to March 1st of the current school year.
- The resignation must be for the purposes of retirement with ORS. Formal confirmation from ORS of a received retirement notification may be requested by the District.
- The resignation must be in writing and is irrevocable.
- Upon receipt of the resignation the District will place the employee's name on the Board Report for acceptance by the Board of Education. Confidentiality of resignation cannot be guaranteed.

32.1 The intent of this program is to allow the district to make the best possible staffing and budgeting decisions in a timely manner.

SEVERANCE PAYMENT

33.0 The Board shall provide GPAA members \$200 per year for all completed years of Grosse Pointe service; payable to a tax deferred plan of the district's choice at the administrator's resignation or retirement.

FLEXIBLE BENEFITS PROGRAM

34.0 The Board will provide a flexible benefits program that offers choices among the benefit plans described in the paragraphs below. This program was in effect on February 1, 2001.

34.1 Newly hired administrators are eligible to participate in the life, health, dental, and vision portions of the flexible benefits plan upon hire. Administrators who have completed one year of service with the Board are also eligible to participate in the long term disability insurance portion of the flexible benefits plan.

34.2 The Board, in consultation with the GPAA, will establish a menu of benefit options that will be available to administrators under the flexible benefits plan. The cost of each benefit option will be determined by the insurance carrier or plan administrator. All benefits, conditions and requirements of the following plans shall be as set forth in the policies of insurance and as interpreted by the plan administrators and/or carriers.

34.3 The flexible benefits plan will include the following:

LONG TERM DISABILITY INSURANCE

35.0 The Board will provide administrators with long term disability insurance that has the following features:

- 90 duty day waiting period;
- Payment of 90% of base monthly earnings for the first six (6) months of benefits (maximum monthly benefit of \$8,100);

- Thereafter, payment of 66 2/3% of base monthly earnings (maximum monthly benefit of \$6,000);
- Up to 24 months of benefits for outpatient mental and nervous disorders.

GROUP LIFE INSURANCE

36.0 The Board will provide core group life and accidental death and dismemberment coverage with a face value equal to twice the administrator's annual salary. Additional life insurance coverage will be available under the flexible benefits plan.

HEALTH COVERAGE

Health Plan for Features for 2013-2014:

37.0 Effective July 1, 2017 members of the GPAA shall be provided the option to enroll in BCBS Community Blue PPO 10 with Rx Drugs (\$15 Generic, \$50 Formulary, \$50% \$70min - \$100max Non-Formulary) under the new three-tier Rx plan found here:

http://www.bcbsm.com/member/prescription_drugs/custom_formulary.shtml

37.1 Members of the GPAA shall contribute 20% of the cost of health insurance an annual basis in addition to the spousal surcharge.

37.2 For any administrator who has a spouse that is primary insured on the GPPSS plan, a monthly surcharge of \$50 per month (\$600 for year) will be an automatic pre-tax deduction to be paid via automatic payroll deduction over 21 pays.

37.3 Administrators working less than full time but at least 50% will be eligible for the health care plan. If health coverage is elected, the Board will calculate the FTE equivalent of the plan based on the percentage of time the administrator is employed with the district. For example, if the cost of the full family health plan is \$17,442 and a full time administrator is credited by the Board for 80% of this cost, then the Board would contribute for a full time administrator a total of \$13,954. For an 80% employed administrator with the district, the Board would pay for 80% of the Board contribution to the health care and therefore, contribute \$11163 with the remaining balance of \$6279 being the responsibility of the 80% employed administrator with an automatic pre-tax deduction of this amount to be paid via automatic payroll deduction over 26 pays.

37.4 Administrators working 50% or more time may elect to waive participation in a district-sponsored health insurance plan; they will receive a cash incentive of \$2,200 per year.

37.5 Payments will be spread over 26 pay periods per year. This stipend will be prorated for administrators working less than a full year and prorated based on their scheduled FTE in the district for that school year. Administrators working less than 50% time are not eligible for this cash incentive.

DENTAL COVERAGE

Dental Insurance

38.0 An opt out payment for declining the dental insurance would be provided in an amount of \$250 per year prorated by yearly FTE assignment.

38.1 The dental insurance coverage for an out-of-network dental facility would be covered with \$1,200 maximum payment per routine visit per year and \$1,000 lifetime orthodontic per employee and dependent with 90% coverage.

38.2 Dental insurance coverage for in-network dental facility would be covered with \$1,500 maximum payment per routine visit with 90% coverage and \$1,200 lifetime orthodontic per employee dependent (ages 6-18) with 90% coverage.

VISION COVERAGE

39.0 The primary plan provided will be a plan with the same benefits as those available as of June 30, 2000. In addition, the flexible benefits plan will include at least one less expensive vision plan option.

BENEFIT CREDITS

40.0 The district will give each administrator a specified amount of benefit credits for each category of benefit plans within the flexible benefits program. The amount of credits each administrator receives will be based upon his/her family status and percent of time worked. The administrator will use these credits to “buy” the plans that best meet his/her individual needs.

HEALTH PLAN

41.0 Full time administrators who choose to waive the health plan will receive an amount of benefit credits resulting in the following outcomes:

- Full time administrators whose status is family or two-person and who choose to waive the health plan participation will receive \$2,200 per year for doing so.
- Administrators whose family status is single and who choose to waive the health plan participation will receive \$1,100 per year for doing so. The stipend paid for waiving medical plan participation will be prorated for administrators who are not employed for the full school year or whose assignments are less than full time.

41.1 Part time administrators will receive benefit credits proportionate to their assignments. For example: a half time administrator will receive 50% of the benefit credits indicated above.

NON MEDICAL PLAN CREDITS

42.0 Each contract year, full time administrators will receive benefit credits for dental, vision, basic life insurance, and long term disability insurance equivalent to the actual costs of the plans on July 1 of that year. For example, for the 2000-2001 year, each full time administrator will receive dental benefit credits equivalent to the actual cost of the dental plan on July 1, 2000. Part time administrators will receive benefit credits proportionate to their assignments. Full time administrators will be required to elect dental, vision, basic life and long term disability insurance plans. Part time administrators may elect to waive coverage in these plans, but no cash stipends will be paid in that event.

PRICE TAGS

43.0 Each benefit plan option included within the flexible benefits plan will have a price tag. The price tag is the amount of benefit credits that an administrator must spend to “buy” that particular option.

ELIGIBILITY

44.0 The above provision does not apply to spouses eligible for group health plan coverage that does not coordinate with the Flexible Plan described above.

44.1 The provision does not require an administrator’s spouse to enroll the administrator’s dependent children in the spouse’s group health plan coverage.

SELF FUNDING STATEMENT

45.0 It is acknowledged and agreed that references to insurance encompass references to self-funded benefits. The Board may continue to self-fund any or all of the benefits described herein.

NON MEDICAL PLAN PRICE TAGS

46.0 Price tags for dental, vision, life, and long term disability insurance plans will equal the actual costs of the plans.

SECTION 125 OF THE IRS CODE

47.0 Notwithstanding any other provision of the contract to the contrary, the Grosse Pointe Public School System shall provide a cash option in lieu of benefits. The employer shall formally adopt a qualified plan document that complies with Section 125 of the Internal Revenue Code. Said plan document shall be approved by the Association.

47.1 The amount of cash option may be applied by the bargaining unit member to a tax deferred annuity. To elect a tax deferred annuity, the bargaining unit member shall enter into a salary reduction agreement.

47.2 All cost relating to the implementation and administration of benefits under this program shall be borne by the Grosse Pointe Public School System.

DURATION

48.0 This agreement shall continue in full force and effect for a period of one year, commencing on July 1, 2018 ending on June 30, 2019.

IN WITNESS WHEREOF, the parties have executed this Agreement by their duly authorized representatives the day and year first above written.

Board of Education The Grosse Pointe Public School System Wayne County, Michigan	Grosse Pointe Administrators Association
By: _____	By: _____ Sara Delgado, President
Brian Summerfield, President	_____
_____	Rodger Hunwick, Negotiator
Cindy Pangborn, Secretary	_____
_____	Roy Bishop, Negotiator
M. Jon Dean, Deputy Superintendent Human Resources & Educational Services	_____
_____	Moussa Hamka, Negotiator

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This document has been prepared by
the
*Human Resources Department of
The Grosse Pointe Public School
System.*