The Finance Committee offers the following Substitute to File No. 1 2 2020-185: 3 Introduced by Council Member Priestly Jackson & Co-Sponsored by 4 5 Council Members Salem, Hazouri, Pittman, DeFoor, Bowman, and Freeman: 6 7 ORDINANCE 2020-185 8 9 AN ORDINANCE CONCERNING CONTRACTS WITH THE CITY, INCLUDING CONTRACTS AND COMPENSATION OF CITY 10 EMPLOYEES AND OFFICERS; AMENDING CHAPTER 129 11 (SALARIES OF PUBLIC OFFICIALS AND EMPLOYEES), 12 13 ORDINANCE CODE, TO RENAME THE CHAPTER; CREATING A NEW SECTION 129.113 (UNLAWFUL COMPENSATION), 14

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BE IT ORDAINED by the Council of the City of Jacksonville:

Section 1. Amending Chapter 129 (Salaries of Pu

ORDINANCE CODE, TO PROHIBIT VARIOUS COMPENSATION

PROVISIONS; CREATING A NEW SECTION 601.409

(UNLAWFUL CONTRACTS), CHAPTER 601 (OFFENSES

AGAINST OPERATION OF GOVERNMENT), ORDINANCE

CODE, TO PROHIBIT VARIOUS CONTRACTS AND CONTRACT

PROVISIONS; PROVIDING AN EFFECTIVE DATE.

Officials and Employees), Ordinance Code. The title of Chapter 129 (Salaries of Public Officials and Employees), Ordinance Code, is hereby amended to read as follows:

CHAPTER 129 - SALARIES COMPENSATION OF PUBLIC CITY OFFICIALS AND EMPLOYEES.

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Section 2. Creating a new Section 129.113 (Unlawful Compensation), Ordinance Code. A new Section 129.113 (Unlawful

Compensation), Chapter 129 (Salaries of Public Officials and Employees), Ordinance Code, is hereby created to read as follows:

CHAPTER 129. SALARIES OF PUBLIC OFFICIALS AND EMPLOYEES.

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Sec. 129.113. Unlawful Compensation. The types of compensation described herein below shall be prohibited.

- (a) Any compensation other than:
 - (1) Salary;
 - (2) City or State authorized pension or retirement plans; or
 - (3) A bonus program that meets all the requirements of state law.

This subsection shall not prohibit non-taxable benefits such as insurance, mileage, club membership, or other allowances.

- (b) A pension, retirement, or deferred compensation plan that is not approved by the State of Florida as part of the Florida Retirement System or as part of the City retirement system or approved by City ordinance.
- (c) A retirement or deferred compensation plan that is not fully exempt pursuant to federal Internal Revenue Service laws, rules, and regulations.
- (d) A bonus program based on any budget differential for the City or any department or agency of the City. This includes, but is not limited to, circumstances wherein actual expenses are lower than budgeted expenses either due to revenues above projected revenues or expenses below projected expenses. This subsection shall not, however, prevent the creation of a bonus program, which is consistent with state law and which may include an employee suggestion program, provided that such program awards

individual efforts and achievements, provided further that such program is approved by the Council by ordinance or is contained within a collective bargaining agreement.

- (e) A contract or program that in any manner purports to grant to any officer or employee any property or ownership interest of any sort in the City or any department or agency of the City or any property of the City.
- (f) Compensation based or calculated upon the value or growth or loss in value of the City or any of its agencies or departments or any property of any sort owned by the City or any of its agencies or departments.
- (g) A contract or program that purports to grant to any officer or employee any equity or other property interest in a city department or agency that is recapitalized or sold.

Section 3. Creating Section 601.409 a new (Unlawful Contracts), Ordinance Code. Α new Section 601.409 (Unlawful Contracts), Chapter 601 (Offenses against Operation of Government), Ordinance Code, is hereby created to read as follows:

CHAPTER 601. OFFENSES AGAINST OPERATION OF GOVERNMENT.

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Sec. 601.409. Unlawful Contracts.

The contracts and contract provisions described herein below are prohibited. Any contract containing such provision is void.

(a) A contract based on any budget differential for the City or any department or agency of the City. This includes, but is not limited to, circumstances wherein actual expenses are lower than budgeted expenses either due to revenues above projected revenues or expenses below projected expenses. This subsection shall not, however, prevent the creation of a bonus program, which is consistent with state law and which may include an employee

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suggestion program, provided that such program awards individual efforts and achievements, provided further that such program is approved by the Council by ordinance or is contained within a collective bargaining agreement.

- (b) A contract that in any manner purports to grant to any person any property or ownership interest of any sort in the City or any department or agency of the City or any property of the City.
- (C) A contract that bases compensation to any person upon the value or growth or loss in value of the City or any of its agencies or departments or any property of any sort owned by the City or any of its agencies or departments.
- A contract that purports to exist in perpetuity. (d)
- A contract with an officer or employee exempt from civil (e) service that:
 - Creates a relationship other than at-will status or modifies, in any manner, the at-will status of such officer or employee; or
 - (2) Contains a clause that restricts the power to terminate the employment of such officer or employee by requiring cause or by requiring any sort of process before the termination becomes effective.

Effective Date. This Ordinance shall become Section 4. effective upon signature by the Mayor or upon becoming effective without his signature.

Form Approved:

/s/ Paige H. Johnston

Office of General Counsel

Legislation Prepared By: Stephen Durden