



City Manager: Brian Loventhal City Clerk: Andrea Chelemengos Finance Officer: Sue L'Heureux Building Official: Howard T. Bell

October 18, 2011

Helene I Popenhager Foreperson 2010-2011 Civil Grand Jury Superior Court Building 191 North First Street San Jose, CA 95113 FILED

OCT 2 5 2011

Dear Ms. Popenhager

Enclosed is the City of Monte Sereno's response to the Civil Grand Jury's Final Reports on:

- "Can You Hear Me Now/" Emergency Dispatch in Santa Clara County.
- Fighting Fire of Fighting Change? Rethinking Fire Department Response Protocol and Consolidation Opportunities.
- Rehiring of Pensioners: Bad Policy, Good Policy or Both?

The responses were considered and approved by the Monte Sereno City Council at its August 16, 2011 City Council meeting.

If you have any questions need additional assistance, please do not hesitate to contact me.

Sincerely,

Andrea M. Chelemengos

City Clerk

Enclosures (3)

# City of Monte Sereno Response to the Santa Clara County Civil Grand Jury Report:

Rehiring Pensioners: Bad Policy, Good Business or Both?

Report Issued: June 16, 2011 Response Date: August 16, 2011

## Finding 1

In spite of public opinion, there are situations that warrant rehiring pensioners and often it makes good business sense to do so. All managers interviewed follow existing procedures, which allow rehiring of pensioners.

## The City of Monte Sereno agrees with the finding.

#### Recommendation 1

If the County or the City/Town of Campbell, Cupertino, Gilroy, Los Altos, Los Altos Hills, Los Gatos, Monte Sereno, Morgan Hill, Milpitas, Mountain View, Palo Alto, San Jose, Santa Clara, Saratoga, Sunnyvale desire to end the practice of rehiring pensioners, they should make that official by means of a policy decisions.

The recommendation will not be implemented because it is not warranted. Although the City of Monte Sereno does not have an official policy prohibiting the rehiring of pensioners, the City has not rehired a pensioner during the past twenty years.

### Finding 3

The fifteen town and cities – Campbell, Cupertino, Gilroy, Los Altos, Los Altos Hills, Los Gatos, Monte Sereno, Morgan Hill, Milpitas, Mountain View, Palo Alto, San Jose, Santa Clara, Saratoga, Sunnyvale – and the County may be inadvertently creating a demand to rehire pensioners because the public sector retirement age is relatively young at 50 (police and fire) or 55 (administrative positions).

#### The City of Monte Sereno agrees with the finding

#### **Recommendation 3**

The fifteen towns and cities – Campbell, Cupertino, Gilroy, Los Altos, Los Altos Hills, Los Gatos, Monte Sereno, Morgan Hill, Milpitas, Mountain View, Palo Alto, San Jose, Santa Clara, Saratoga, Sunnyvale – and the County should continue to pursue a higher retirement age with its public sector unions and associations.

The recommendation has not been implemented but will be implemented in the future. The City of Monte Sereno does not have any unions or employee associations. However, the City Council will discuss public employee compensation, including retirement pensions, by December 2011.