750404 ORDINANCE NO. 25XXXX

Authorizing the Mayor to execute an employment agreement with Mario Vasquez to serve as City Manager.

WHEREAS, the Council has appointed Mario Vasquez to serve as the City Manager of the City of Kansas City, Missouri; NOW, THEREFORE,

BE IT ORDAINED BY THE COUNCIL OF KANSAS CITY:

Section 1. That the Mayor is hereby authorized to execute an "Employment Agreement Between the City of Kansas City, Missouri and Mario Vasquez" in substantial form and substance as that on file in the Mayor's Office.

Approved as to form:

Katherine Chandler

Senior Associate City Attorney

Authenticated as Passed

Marilyn Sanders, Lity Clerk

Date Passed 0.8 2025

EMPLOYMENT AGREEMENT BETWEEN CITY OF KANSAS CITY, MISSOURI AND MARIO VASQUEZ

THIS EMPLOYMENT AGREEMENT (the "Agreement"), is made and entered into this day of May ______, 2025 (the "Effective Date"), as authorized by Ordinance No. 25XXXX, by and between the City of Kansas City, Missouri, a constitutional charter city duly organized and existing under the laws of the State of Missouri, hereinafter referred to herein as "the City," and Mario Vasquez, hereinafter referred to herein as "Employee," (collectively referred to herein as "Parties"), both of whom agree to the following:

WITNESSETH:

WHEREAS, the City desires to employ the services of said Employee as City Manager of the City, as provided by Section 218, Article II, of the Charter of the City; and

WHEREAS, Employee desires to accept the position of City Manager of said City; and

WHEREAS, it is the desire of the City to set forth the compensation and benefits, to establish certain conditions of employment and to set working conditions and expectations for said Employee;

NOW, THEREFORE, in consideration of the mutual covenants herein contained, the Parties agree as follows:

Section 1. Employment, Duties and Responsibilities

- 1.1 The City hereby agrees to employ Mario Vasquez as City Manager of the City to perform the functions and duties specified in Sections 219 and 220, Article II of the City Charter (hereinafter "Charter"), in Sections 2-81 and 2-84 through Section 2-87 of the City's Code of Ordinances (hereinafter "Code"), and to perform all other legally permissible and proper duties, functions and responsibilities as the City, through its City Council, shall from time to time assign.
- 1.2 Employee hereby agrees to accept his employment by the City as its City Manager and perform all the functions and duties of the City Manager specified in Sections 219 and 220, Article II of the Charter, in Sections 2-81 and 2-84 through Section 2-87 of the Code, and to perform all other legally permissible and proper duties, functions and responsibilities assigned to him from time to time by the City through its Mayor and City Council.
- 1.3 Employee hereby agrees that the employment offered to Employee by the City shall be Employee's exclusive employment, and Employee shall devote his full energies and efforts to the performance of his duties; provided, however, that upon prior consent of the City Council not to be unreasonably withheld, Employee shall be entitled to accept occasional teaching, consulting, writing, or speaking engagements for compensation, if such activities do not conflict with the performance of his duties or with the best interests of the City as determined by the City Council. Employee agrees to remain in the exclusive employ of the City while this Agreement is in effect and neither to accept other employment nor to become employed by any other Employer during the term hereof.

1.4 Employee hereby agrees that he shall, on an at-will basis, serve at the pleasure of the Mayor and Council of the City. Nothing in this Agreement shall prevent, limit or otherwise interfere with the rights of the Mayor or the Council to terminate the employment of the Employee pursuant to the Charter at any time, subject only to the provisions set forth herein.

Section 2. Term

- 2.1 This Agreement becomes effective on the Effective Date, and ends on March 30, 2028, unless terminated or modified by one or both of the parties in accordance with the provisions hereto.
- 2.2 Nothing in this Agreement shall prevent, limit or otherwise interfere with the right of the City through its City Council to terminate the services of Employee, subject to the provisions set forth herein, including Section 5.
- 2.3 Nothing in this Agreement shall prevent, limit or otherwise interfere with the right of Employee to resign at any time from his position with the City, subject only to the notice provision set forth in Section 5.

Section 3. Compensation

3.1 During the term of this Agreement, the City agrees to pay an annual salary of two hundred and sixty-five thousand dollars (\$265,0000.00) to Employee for his services rendered payable at the same time and in the same manner as other Employees of the City are paid. Any changes in salary during his four-year contract shall be paid at the same time and same manner as other Employees of the City and shall be no more than the highest percentage increase for unclassified management. At any time during the term of this Agreement, the Council may, in its discretion, review and adjust the salary of the Manager. Such adjustments, if any, shall be made by ordinance. In such event, the parties agree to provide their best efforts and reasonable cooperation to execute a new agreement incorporating the adjusted salary.

Section 4. Benefits

4.1 Retirement Benefits

Employee shall receive pension and retirement benefits afforded other employees of the City in accordance with state law and local ordinances as currently set out in Sections 2-1171 through 2-1202 of the Code, to the extent those provisions would apply to Employee. Employee shall also be authorized to participate in applicable deferred compensation plans maintained by the City.

4.2 **Automobile Transportation**

Employee is required to be on call for twenty-four (24) hours service; therefore, he must have access to a vehicle for City business and private use.

Accordingly, the City shall provide Employee a vehicle. Employee shall be granted exclusive and unrestricted use of said vehicle at all times during his employment period, whether during normal working hours or not and whether such travel is on City business or not. The City shall be responsible for paying liability, property damage, collision and comprehensive insurance for said vehicle, in addition to expenses for lease, operation, including fuel, lubricants, fluids and cleanings, maintenance, repair and regular replacement of said vehicle. The City's obligation to Employee for the costs associated with providing a vehicle and the above associated insurance and maintenance of said vehicle shall not exceed eight hundred dollars (\$800.00) per month, unless otherwise approved by the Mayor.

4.3 Insurance

The City agrees to provide standard health, dental, life, and disability and related insurance benefits to the Employee and his dependents equal to that which is provided to all City employees.

4.4 **Dues/Subscriptions**

The City agrees that the City will pay for the professional dues and subscriptions of Employee necessary for his participation in at least one (1) national, one (1) regional, one (1) state, and one (1) local association(s) for his continued professional participation, growth and advancement as City Manager and for the good of the City. Employee shall fund expenditures for such purposes from the City Manager's budget, as approved by the Council.

4.5 **Professional Development**

- A. The City agrees that the City will pay the travel and subsistence expenses of Employee for professional and official travel, meetings and occasions adequate to continue the professional development of Employee and to adequately pursue necessary official and other functions for the City, including but not limited to the Annual Conference of the International City/County Management Association, the Missouri Municipal League, the State League of Municipalities, and other such national, regional, state and local governmental groups and committees thereof which Employee serves as a member, from funds appropriated to the City Manager's budget.
- B. Payment of these expenditures is subject to the availability of funds in the City Manager's budget, as approved by the Council annually.

4.6 General Expenses

The City recognizes that certain expenses incurred by Employee in carrying out his duties and responsibilities as City Manager are of a nonpersonal and generally job-affiliated nature. The City hereby agrees to reimburse or to pay said general expenses, and the Finance Director is hereby authorized to disburse such monies upon receipt of duly executed expense or petty cash vouchers, receipts, statements, or personal affidavits. Payment or reimbursement of these expenditures is subject to the availability of funds in his office's budget, as approved by the Council annually.

4.7 Vacation, Sick Leave and Other Leave

Employee shall accrue vacation leave as specified in the city code. In addition, Employee shall accrue sick leave at the same rate as all other employees of the City. Further, City personnel rules regarding the accrual, retention, and granting of additional vacation and use of sick leave benefits for management employees in the classified service shall apply to Employee in the same manner as other employees of this class, unless expressly superseded by this Agreement. Upon voluntary resignation or termination for any reason, Employee shall be compensated in his last paycheck for all accrued sick leave and vacation.

4.8 Moving expenses

[RESERVED]

4.9 Cell phone, laptop/tablet, desktop computer

Employee shall be provided with all supplies and materials necessary to perform the duties of the position, including but not limited to a cell phone, laptop/tablet, and desktop computer.

Section 5. Termination Severance Pay and Disability

- 5.1 **Termination by the City.** The City shall have the right to terminate the employment of Employee "For Cause" upon any one of the following events:
- A. Employee's failure to adhere to the City Drug and Alcohol Misuse Testing Policy under the City's Personnel Policies. The City agrees to adhere to the policies and compliance procedures contained therein.
- B. Employee's repeated or substantial refusal or failure to perform his duties or other obligations under this Agreement or willful breach or habitual neglect of the duties required of the City Manager, which Employee has failed to cure after notice from the City.
- C. Employee's embezzlement or conviction of a criminal offense other than ordinance violations.
- D. Employee's conviction of any illegal act involving personal gain to him or a finding of violation of the City's Code of Ethics or the Code of Ethics of the State of Missouri.
- E. Any willful, knowing, or negligent misapplication or misuse, direct or indirect, by City Manager of public or other funds or other property, real, personal, or mixed, owned by or entrusted to the City, any agency or corporation thereof, or the City Manager in his official capacity.

In the event Employee is terminated "For Cause," the City shall have no obligation to pay any severance or remaining portion of this Agreement.

5.2 Termination Other Than for Cause by the City

- A. The City shall have the right to terminate this Agreement for any reason, but in the event the agreement is terminated for other than "For Cause," then the City shall pay Employee
 - (1) Compensation in the form of six (6) months base salary.
- B. In the event, at any time during the term of this Agreement, the City reduces the salary or other financial benefits of Employee in a greater percentage than an applicable across-the-board reduction for all employees of the City, or in the event the City refuses or is unable, following ten (10) days' written notice, to comply with any other provision benefiting Employee herein, or if Employee resigns following a suggestion that he do so by a majority of the Council in a Council session, then for any one of those events, Employee may, at his option, deem such event to be "given notice of termination" on the date of such suggestion of resignation, reduction in compensation, or refusal to comply within the meaning and context of the provisions herein, and shall be entitled to the Severance Pay described above.

5.3 Termination by Employee

- A. In the event Employee shall resign his position as City Manager, other than in circumstances and other than as described in Section 5.2, Paragraph B, above, then he shall not be entitled to any severance compensation. Should Employee resign from employment other than in the circumstances described in Section 5.2, Paragraph B above, he will provide sixty (60) days notice in advance, unless the parties otherwise agree.
- B. If Employee should become permanently disabled or is otherwise unable to reasonably perform his duties because of sickness, accident, injury, or mental incapacity for the City for a period of four (4) successive months or sixteen (16) successive weeks, or beyond any accrued sick leave, whichever is longer, the City shall have the option to terminate this Agreement, and such termination shall not be subject to the severance compensation requirement of this paragraph. If, however, disability occurs from a duty-related accident, injury or medical condition, then the City agrees to continue all salary payments to Employee, less any worker's compensation wage payments, for a period of six (6) months after any accrued sick leave, and COBRA benefits for Employee and dependents for a period of one (1) year from the onset of such disability.

Section 6. Performance Evaluations

6.1 Performance Evaluations

The Council shall review and evaluate the performance of Employee at the end of the first six (6) months of the term of this Agreement, and at least once more before the end date of this Contract. As part of this initial and subsequent annual review and evaluation process, the Mayor and each Council member shall provide Employee with a written and signed evaluation.

Section 7. Indemnification

7.1 To the extent it may be permitted to do by applicable law, the City shall defend, hold harmless and indemnify Employee against any tort or professional liability claim or demand or other legal action, whether groundless or otherwise, arising out of an alleged act or omission occurring in the performance of Employee's duties as City Manager, excluding, however, any such

demand, claim, suits, actions, judgments, expenses and attorneys' fees for those claims or any causes of action where it is determined that the Manager committed official misconduct, or committed a willful or wrongful act or omission, or an act or omission constituting gross negligence, or acted in bad faith; and excluding any costs, fees, expenses or damages that would be recoverable or payable under an insurance contract, held either by the City or by the Manager. The selection of the Manager's legal counsel shall be with the mutual agreement of the Manager and the City if such legal counsel is not also City's legal counsel. A legal defense may be provided through insurance coverage, in which case the Manager's right to agree to legal counsel provided for him will depend on the terms of the applicable insurance contract.

7.2 The City shall bear the full cost of any fidelity or other bonds required of Employee under any law or ordinance, and Employee shall be covered under any errors and omissions or similar insurance policy maintained by the City.

Section 8. Ethical Commitments

The City Manager will at all times uphold the tenets of the ICMA Code of Ethics, a copy of which is attached hereto and incorporated herein. Specifically, the City Manager shall not endorse candidates, make financial contributions, sign or circulate petitions, or participate in fund-raising activities for individuals seeking or holding elected office, nor seek or accept any personal enrichment or profit derived from confidential information or misuse of public time. Provided, however, the City Manager may attend fundraisers for issues or candidates, excluding City of Kansas City issues or Mayor/City Council/City Boards or Commission seats. The City shall support the City Manager in keeping these commitments by refraining from any order, direction or request that would require the City Manager to violate the ICMA Code of Ethics. Specifically, neither the governing body nor any individual member thereof, shall request the City Manager to endorse any candidate, make any financial contribution, sign or circulate any petition, or participate in any fund-raising activity for individuals seeking or holding elected office, nor to handle any matter of personnel.

Section 9. General Provisions

- 9.1 Residency Requirement. As a condition of employment, Employee shall reside, and continuously maintain his residence, within the corporate limits of Kansas City, Missouri.
- 9.2 In consultation and agreement with the Employee, the City shall fix any such other terms and conditions of employment, as it may determine from time to time, relating to the performance of Employee, provided such terms and conditions are not inconsistent with or in conflict with the provisions of this Agreement, the City Charter, the Code or any other law.
- 9.3 It is understood by the parties that all provisions set forth in this Agreement are subject to the availability of funds. Until such funds are appropriated by the City Council, the provisions of this Agreement shall not constitute an obligation on the general funds of the City.
- 9.4 Any notice required pursuant to this Agreement may be served on Employee at his office in City Hall and upon the Mayor of the City at the Mayor's office in City Hall by delivering same to their respective assistant or secretary at their offices.

- 9.5 This Agreement shall be binding upon and inure to the benefit of the heirs at law and personal representatives or executors of Employee.
- 9.6 If any provision, or any portion thereof, contained in this Agreement is held unconstitutional, invalid or unenforceable, the remainder of this Agreement, or a portion thereof, shall be deemed severable, shall not be affected and shall remain in force and effect.
- 9.7 It is understood by the parties that no provision of this Agreement is intended to replace, displace or subrogate any rights employee may have under the Federal Medical Leave Act (FMLA), Title VII, the Age Discrimination in Employment Act (ADEA), the American Disabilities Act (ADA) or any other federal or state law or City ordinance.
- 9.8 In the event an issue arises regarding whether you or the City has breached this Agreement and the matter cannot be resolved informally, any dispute regarding such issues shall be submitted to binding arbitration in or around Kansas City, MO. The arbitration shall be conducted in confidence and pursuant to the employment rules of the American Arbitration Association (unless the parties agree to some other arbitration procedure). Except as otherwise required by law, the parties in the arbitration shall share equally the arbitrator's fees, and each party shall be responsible for its own attorney's fees and related costs at arbitration or on appeal.
- 9.9 The text herein shall constitute the entire Employment Agreement between the parties and may not be amended except in a writing executed by the City and Employee.

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IN WITNESS WHEREOF, the City of Kansas City, Missouri, by and through the undersigned in his official representative capacity as Mayor for the City has caused this Agreement to be signed and executed on its behalf as authorized by the City Council in Committee Substitute for Ordinance No. 200960, and duly attested by its City Clerk, and Employee has signed and executed this Agreement, both in duplicate, the day and year first above written.

	CITY OF KANSAS CITY, MISSOURI
Mario Vasquez City Manager	Quinton D. Lucas Mayor
ATTEST:	Approved as to Form:
City Clerk	City Attorney
Certificate o	f Availability of Funds
appropriation to which the foregoing expen	nce, otherwise unencumbered, to the credit of the diture is to be charged, and a cash balance, otherwise to f the fund from which payment is to be made, each arred.
Tammy L. Queen Director of Finance	