SECOND AMENDMENT TO EMPLOYMENT AGREEMENT

THIS SECOND AMENDMENT TO EMPLOYMENT AGREEMENT ("SECOND AMENDMENT"), made and entered into this day of september, 2001, by and between the City Commission of the City of Gainesville, Florida, hereafter also called "EMPLOYER," and KURT M. LANNON, hereafter also called the "CLERK", both of whom understand as follows:

WITNESSETH:

WHEREAS, EMPLOYER has reviewed and evaluated the services of the City's Charter Officers, and desires to modify the benefits of CLERK as fully set forth below.

NOW, THEREFORE, in consideration of the mutual covenants and promises set forth in the Employment Agreement dated December 1, 1993, the First Amendment to Employment Agreement dated February 9, 2000 (hereinafter collectively referred to as the "Employment Agreement"), and the mutual covenants and agreements set forth in this SECOND Amendment, the City Commission and CLERK agree to amend the Employment Agreement as follows:

Section 1. Paragraphs 3D, 3G, and 3H of the Employment Agreement are amended in their entirety, to read:

- 3. Salary and Related Matters.
- D. The following shall apply to CLERK's Annual Leave or Paid Time

 Off leave (PTO) and Personal Critical Leave Bank (PCLB) rights. The CLERK may

 elect at any time to change from the Annual Leave/Sick Leave System (Designated

 Leave/Old System) described in Personnel Policy 9, effective 2/26/01 as modified in this

subparagraph, to the PTO System (New System) described in Personnel Policy 8, effective 2/26/01 as modified in this subparagraph.

In the event that CLERK does not elect to change to the PTO system, CLERK shall be entitled to the rights described in said Personnel Policy 9 except as modified as follows. CLERK shall, effective the first pay period in October 2000, accrue annual leave at the rate of 6 hours and 46 minutes per pay period, or the annual Accrual Rate applicable to CLERK'S leave progression date, whichever is greater. The maximum number of annual leave hours allowed to be accrued is 320 hours, adjusted as otherwise provided in Policy 9. The CLERK is not eligible for administrative leave.

In the event the CLERK elects to move to the PTO system, the CLERK shall be entitled to the rights described in said Personnel Policy 8 except as modified as follows. CLERK shall accrue PTO at the rate of 10 hours 28 minutes per pay period or the rate of accrual per pay period applicable to CLERK's leave progression date, whichever is greater. The maximum number of PTO hours that can be accrued (carryover cap) is 372 hours, adjusted as otherwise provided in Policy 8. The CLERK is not eligible for administrative leave.

G. Effective December 1, 1995, the amount of Term Life Insurance provided for CLERK is two (2) times the salary of the CLERK to a maximum of \$100,000, unless a higher amount is generally provided for management employees of the City hired on the CLERK'S leave progression date. The parties understand that in accordance with law, a portion of said term life insurance may constitute a taxable benefit to the CLERK.

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H. Upon termination of employment, unused and accrued sick leave, or unused and accrued PCLB as applicable, is forfeited and not compensable under any circumstances, unless otherwise generally allowed for management employees of the City hired on CLERK'S leave progression date.

Section 2. Except as otherwise provided herein, this Amendment and the changes in terms and conditions of employment described herein shall become effective the payroll period next after the date hereof.

Section 3. Except as hereinabove expressly modified, amended and changed, the terms, conditions and covenants of the Employment Agreement shall remain in full force and effect and shall govern and control the terms, conditions and provisions of this SECOND Amendment.

IN WITNESS WHEREOF, the EMPLOYER has caused this SECOND

Amendment to be signed and executed on its behalf by its Mayor, and duly attested to by its Clerk of the Commission, and the CLERK has signed and executed this SECOND Amendment, both in duplicate on the respective dates under each signature.

EMPLOYER:

THOMAS D. BUSSING, MAYOR

Date: Sept 19, 200/

ATTEST:

DEPUTY OLERK OF

THE COMMISSION

KURT M. KANNON.

CLERK OF THE COMMISSION

Date: 9

DATE.