Memorandum of Understanding Between the La Center School District No. 101 and the Service Employees International Union Local 925

The La Center School District has adopted the VEBA III Sick Leave Conversion Medical Reimbursement Plan (the "Plan") pursuant to RCW 28A.400.210 and agrees to make contributions to the Plan on behalf of all employees in the collective bargaining unit who are eligible to participate in the Plan by reason of having excess sick leave conversion rights. Contributions on behalf of each eligible employee shall be based on the conversion value of sick leave days, accrued by such employee, available for contribution on an annual basis and at retirement in accordance with the statute. It is understood that all eligible employees will be required to sign and submit to the District a hold harmless agreement complying with the statute. If an eligible employee fails to sign and submit such agreement to the District, he/she will not be permitted to participate in the Plan at any time during the term of this agreement, and any and all excess sick leave which, in the absence of this agreement would accrue to such employee during the term hereof, shall be forfeited together with all cash conversion rights that pertain to such excess sick leave.

Annual Sick Leave Conversion: Eligibility for participation on an annual basis is limited to employees who have accumulated 180 days (or more if eligible) of unused sick leave. To be eligible during the term of the Plan, an employee must have earned at least 180 days of sick leave as of the effective date of this agreement, not including any front loaded days.

Retirement Sick Leave Conversion: For purpose of retirement contributions to Plan, all employees covered by this agreement who retire during the term hereof shall be eligible, and excess sick leave shall be defined as the sick leave days accruing to the credit of such employee during the term of this agreement.

{ } Annual Sick Leave Conversion Benefits	3
{ } Retirement Sick Leave Conversions Benefits	
The term of the agreement shall be from	
Signed for the Service Employees International U	Union Local No. 925:
	Date
	Date
Signed for the La Center School District No. 101	:
	Date