City of Shoreline Affordable Care Act and Revisions to the Personnel Policies

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Overview

- The City's existing policy:
 - provides health coverage to regular part time employees who work 20 or more hours a week
 - does not provide health coverage to extra help
- Next year, extra help employees who average more than 30 hours a week may be eligible for health coverage under the ACA employer mandate



Circumstances leading to health coverage for extra help employees

 Non-seasonal extra help averaging 30 or more hours a week in a measurement period of the first 3 months and 12 months of employment become eligible for health coverage



Illustration of Measurement and Stability Periods

	Period	Period	Period	Period	Period
	1	2	3	4	5
Measurement Period: Did employee average 30+ hours per week?	Yes	No	No	Yes	Employee Resigned
Stability Period: Is employee eligible for health coverage from the prior measurement period?		Yes	No	No	Yes
		from	from	from	from
		Period 1	Period 2	Period 3	Period 4

City of Shoreline - Current Situation

- Some non-seasonal extra help employees average 30 or more hours in a measurement period but very few
- Just two (2) employees in the first 28 weeks of 2014 averaged 30 or more hours



Proposed Change to Employee Handbook

- Creation of three employment status definitions of extra help:
 - Seasonal
 - Variable Hour
 - Less than 20
- Housekeeping changes



Seasonal Extra Help

Definition:

 Work that is seasonal beginning approximately the same season of each calendar year, customarily less than six months in duration

Maximum Hours:

• 1,040 hours a year with no limit on weekly hours if all work is seasonal

Break in Service Requirement Before Rehire:

13 weeks, or longer than the employee was employed, or HR approval



Variable Hour Extra Help

Definition:

 Work that is not seasonal but is intermittent and/or hours that are unpredictable from week to week

Maximum Hours:

1,040 hours a year an average of <u>29 per week</u> during the first 3 months of employment and during 12 months of employment

Break in Service Requirement Before Rehire:

13 weeks, or longer than the employee was employed, or HR approval



Less Than 20 Ongoing Extra Help

Definition:

 Work that is ongoing and consistent with few hours but regularly scheduled each week

Maximum Hours:

1,040 hours a year and an average of <u>20 per week</u> during the first 3 months of employment and during 12 months of employment

Break in Service Requirement Before Rehire:

13 weeks, or longer than the employee was employed, or HR approval



Housekeeping Changes

- Add a definition of "Break in Service"
- Move the definitions for full time and part time regular employees from alphabetical order to inclusion in Employment Status Definitions
- Renumber sections



Recommendation

- No Action Needed Tonight
- Staff recommends that Council adopt Resolution No. 363 amending the Employee Handbook when it is brought back to Council on October 13

