Submitted by: Chair of the Assembly at the

Request of the Mayor

Prepared by: Dept. of Law For reading: July 14, 2020

Municipal Clerk's Office

AMENDED AND APPROVED

Date: July 28, 2020

ANCHORAGE, ALASKA AO No. 2020-78, As Amended

AN ORDINANCE UPDATING MILITARY LEAVE, LEAVE WITHOUT PAY, AND NON-CASHABLE LEAVE PROVISIONS OF ANCHORAGE MUNICIPAL CODE TITLE 3 TO CLARIFY EXISTING PROCESSES AND TO CREATE A NEW PROCESS FOR THE AWARD OF NON-CASHABLE LEAVE TO NON-REPRESENTED EMPLOYEES.

WHEREAS, several provisions of Anchorage Municipal Code Chapter 3.30 regarding the MOA's leave policy require updating for clarity or consistency; and

WHEREAS, specifically, there is a lack of clarity in the existing language of AMC 3.30.159 regarding military pay and the associated MOA reimbursements; and

WHEREAS, the language of AMC 3.30.1511 concerning leave without pay is unnecessarily complex and convoluted and can be simplified to ease the administration of this process; and

WHEREAS, Chapter 3.30 provides for discretionary awards of non-cashable leave to executive employees but does not provide a parallel process for non-represented employees; and

WHEREAS, the administration will publish policy and procedure guidance and provide covered employees notice of any changes in the P&Ps when they become effective; and

WHEREAS, the administration intends to propose a paid family leave program which will rely upon the non-cashable leave award process; and

WHEREAS, creating the possibility of discretionary awards of non-cashable for non-represented employees will enable non-represented employees to be covered by the proposed paid family leave policy; and

WHEREAS, the Human Resources Department considers all of these changes to the provisions of Title 3 to be appropriate at this time to assist in equitable administration of clear processes for municipal personnel; and

WHEREAS, the Human Resources Advisory Board met on December 23, 2019 and the Personnel Rules Committee met on December 17, 2019, and both bodies supported and approved adoption of changes to address these issues; now, therefore,

THE ANCHORAGE ASSEMBLY ORDAINS:

Section 1. Anchorage Municipal Code section 3.30.159 is hereby amended to read as follows:

3.30.159 Military leave.

- Any regular employee who is ordered to report to [ACTIVE DUTY] Α. military training or active duty in the Army, Navy, Air Force, Coast Guard, Marine Corps, National Guard or organized military reserves of the United States shall be allowed up to fifteen (15) [TEN] working days leave per calendar year for such purpose. During such leave, the Municipality will recoup up to and equal to the amount that the employee is paid by the military unless the military pay is greater. In cases where the military pay is greater, the Municipality will recoup the amount the Municipality has paid the employee. Such military leaves shall not be deducted from accrued annual leave. Employees ordered to attend additional periods of military duty may take annual leave or leave without pay for such duty [EMPLOYEES SHALL BE PAID THE DIFFERENCE IN THEIR REGULAR PAY, INCLUDING LONGEVITY PAY, AND THEIR MILITARY PAY AND LONGEVITY, IF ANY. SUCH MILITARY LEAVE SHALL NOT BE DEDUCTED FROM ANNUAL LEAVE ACCRUED. EMPLOYEES ORDERED TO ATTEND ADDITIONAL PERIODS OF MILITARY TRAINING MAY TAKE ANNUAL LEAVE OR LEAVE WITHOUT PAY FOR SUCH TRAINING].
- B. Military leave without pay.
 - 1. An employee ordered to active military duty shall upon request be entitled to up to five (5) years of military leave without pay for the purpose of fulfilling the employee's military commitment unless more time is allowed by law.
 - <u>An employee placed on military leave without pay under this subsection will:</u>
 - <u>a.</u> Remain a Municipal employee;
 - b. Be reinstated in accordance with AMC 3.30.064;
 - c. Have the opportunity to purchase health insurance in accordance with the health plan and federal and state law; and
 - <u>May elect to use paid annual leave or elect leave without pay.</u>
 - 3. A reinstated employee shall be reemployed in such a manner as to give the employee the same status in employment as the employee would have enjoyed if the employee had been continuously employed.
 - 4. An employee placed on military leave without pay may be

replaced by temporary or substitute employees, depending on the needs of the agency and the anticipated duration of the leave.

5. To the extent that an employee is guaranteed rights under federal or state law which exceed the benefits contained in this subsection, the applicable law will apply.

(AO No. 79-195; AO No. 86-207(S-1); AO No. 2004-177(S), § 3, 4-15-05)

<u>Section 2.</u> Anchorage Municipal Code section 3.30.1511 is hereby amended to read as follows:

3.30.1511 Leave without pay.

Leave without pay may [TAKE ANY OF THE FORMS STATED IN THIS SECTION AND MAY] be granted by the director upon request by the employee, recommendation of the agency head and upon consideration of the particular needs of the employee and the agency. Leave and benefits shall not accrue during leave without pay except as provided in this section. The employer-employee relationship is maintained during a period of leave without pay, but no other compensation shall be paid by the municipality.

Section 3.30.1515 provides for family leave, which must be approved pursuant to the Alaska Family Leave Act (AFLA) (AS 39.20.500—39.20.550) and the Eamily and Medical Leave Act of 1993 (Public Law 103-3). Additional periods of leave without pay directly following family leave may be requested by an employee and may be approved by the director upon recommendation of the agency head. The period of family leave, whether paid or unpaid, will, however, count toward the maximum periods of leave without pay available under this section.

[CONSECUTIVE PERIODS OF L] Leave without pay may be requested [UNDER THE VARIOUS SUBSECTIONS OF THIS SECTION]; however, with the exception of military leave without pay, under no circumstances will leave without pay be approved for more than one hundred and eighty (180) consecutive calendar days in a rolling twelve (12) [CONSECUTIVE] month[S] period.

- A. [MEDICAL LEAVE WITHOUT PAY.
 - 1. REQUIREMENTS. MEDICAL LEAVE WITHOUT PAY SHALL BE GRANTED ONLY:
 - A. UPON THE RECOMMENDATION FROM THE TREATING PHYSICIAN WHICH OUTLINES THE SPECIFIC NATURE OF THE DISABILITY, GIVING THE DATE THE DISABILITY BEGAN AND ESTIMATING THE DATE WHEN THE EMPLOYEE WILL BE ABLE TO RETURN TO EMPLOYMENT. A DISABILITY RELATED

- TO PREGNANCY SHALL BE TREATED THE SAME AS ANY OTHER DISABILITY; AND
- B. UPON EXHAUSTION OF ALL BUT 40 HOURS OF THE EMPLOYEE'S ANNUAL LEAVE AND ALL OF THE EMPLOYEE'S SICK LEAVE.
- 2. DURATION. MEDICAL LEAVE WITHOUT PAY MAY BE GRANTED FOR THE TREATING PHYSICIAN'S ESTIMATED TERM OF DISABILITY, BUT NOT TO EXCEED THREE MONTHS. THE DIRECTOR MAY APPROVE ADDITIONAL PERIODS OF MEDICAL LEAVE AS PROVIDED IN THIS SECTION, SO LONG AS ALL SUCH MEDICAL LEAVE DOES NOT EXCEED ONE YEAR.
- 3. BENEFIT ENTITLEMENT. FOR THE FIRST THREE MONTHS OF MEDICAL LEAVE, THE EMPLOYEE SHALL RECEIVE MEDICAL AND LIFE INSURANCE COVERAGE, AS DETERMINED BY THE DIRECTOR. THEREAFTER, THE EMPLOYEE SHALL BE ENTITLED TO RECEIVE SUCH BENEFITS ONLY IF HE PAYS FOR THEM IN THE MANNER PRESCRIBED BY THE DIRECTOR.
- REPLACEMENT OF EMPLOYEE ON MEDICAL LEAVE WITHOUT PAY. EMPLOYEES ON APPROVED MEDICAL LEAVE WITHOUT PAY MAY BE REPLACED BY TEMPORARY, REGULAR OR SUBSTITUTE EMPLOYEES, DEPENDING ON THE NEEDS OF THE AGENCY AND THE ANTICIPATED DURATION OF THE LEAVE WITHOUT PAY. IF IT HAS BEEN NECESSARY TO APPOINT A REGULAR EMPLOYEE TO REPLACE THE EMPLOYEE ON MEDICAL LEAVE WITHOUT PAY. THE AGENCY CONCERNED SHALL APPOINT RETURNING EMPLOYEES TO A COMPARABLE POSITION WITHIN THE AGENCY OR ARRANGE FOR APPOINTMENT IN ANOTHER AGENCY OF THE MUNICIPALITY IN A COMPARABLE POSITION, IF AVAILABLE, AND, IF NOT, THE EMPLOYEE'S NAME SHALL BE PLACED ON THE REEMPLOYMENT LIST FOR THE APPROPRIATE CLASS OF POSITIONS.

B. EDUCATIONAL LEAVE WITHOUT PAY.

- 1. REQUIREMENTS. THE DIRECTOR MAY AUTHORIZE EDUCATIONAL LEAVE WITHOUT PAY TO ALLOW THE EMPLOYEE TO COMPLETE FORMAL UNDERGRADUATE OR ADVANCED DEGREE REQUIREMENTS, IF:
 - A. SUCH EDUCATION WILL BE OF BENEFIT TO THE MUNICIPALITY;
 - B. THE EMPLOYEE HAS BEEN EMPLOYED BY THE MUNICIPALITY FOR AT LEAST TWO YEARS;
 - C. THE EMPLOYEE HAS EXHAUSTED ALL OF HIS ANNUAL LEAVE;

- D. THE AGENCY HEAD HAS CERTIFIED THAT THE EMPLOYEE'S ABSENCE IS UNLIKELY TO HAVE A SERIOUS EFFECT UPON THE AGENCY'S PERFORMANCE; AND
- E. NO MONETARY OR NONMONETARY ASSISTANCE SHALL BE PROVIDED BY THE MUNICIPALITY TO AN EMPLOYEE ON EDUCATIONAL LEAVE WITHOUT PAY.
- 2. DURATION. A MAXIMUM OF ONE YEAR MAY BE GRANTED FOR EDUCATIONAL LEAVE WITHOUT PAY.
- 3. BENEFIT ENTITLEMENT. AN EMPLOYEE ON EDUCATIONAL LEAVE WITHOUT PAY MAY PAY FOR HEALTH AND INSURANCE COVERAGE, AS DETERMINED BY THE DIRECTOR.
- 4. REPLACEMENT OF EMPLOYEE ON EDUCATIONAL LEAVE WITHOUT PAY. EMPLOYEES ON APPROVED EDUCATIONAL LEAVE WITHOUT PAY MAY BE REPLACED BY TEMPORARY OR SUBSTITUTE EMPLOYEES DEPENDING ON THE NEEDS OF THE AGENCY AND THE DURATION OF THE EDUCATIONAL LEAVE WITHOUT PAY. EMPLOYEES SHALL RESUME THEIR POSITIONS UPON COMPLETION OF EDUCATIONAL LEAVE WITHOUT PAY.
- C.] [PERSONAL] Leave without pay.
 - Requirements. The director may grant [PERSONAL] leave without pay on a case by case basis, provided that EMPLOYEES:
 - A. FOR NO MORE THAN 30 DAYS IN ANY ONE YEAR FOR ANY REASON AND WITHOUT REGARD TO THE EMPLOYEE'S ANNUAL AND SICK LEAVE ACCOUNT BALANCE SO LONG AS THE AGENCY HEAD CERTIFIES THAT THE AGENCY IS ABLE TO PERFORM ADEQUATELY IF THE LEAVE IS GRANTED AND PROVIDED THAT SUCH LEAVE IS NOT TAKEN IN CONJUNCTION WITH ANY OTHER UNPAID LEAVE. MEDICAL AND LIFE INSURANCE COVERAGE WILL CONTINUE DURING SUCH PERIODS.
 - B. FOR LONGER PERIODS AUTHORIZED BY THIS SUBSECTION FOR AN IMPORTANT PERSONAL REASON SO LONG AS:

 (1)]
 - <u>A.</u> The agency head certifies that the agency is able to perform adequately if the leave is granted;
 - [(2)]B. The employee has exhausted cashable and non

cashable [HIS ANNUAL] leave accounts;

- [(3)]<u>C.</u> The employee has stated an important reason to support the [HIS] leave application;
- [(4)]D. The initial leave is granted for no more than ninety (90) consecutive days [THREE MONTHS], with the possibility of one extension for an additional ninety (90) days [THREE MONTHS] upon the same conditions; and
- [(5)]E. For periods over thirty (30) consecutive days, the employee pays for the health and insurance coverage that the employee [HE] may choose to receive, as determined by the director.
- 2. Replacement of employee on [PERSONAL] leave without pay. Employees on approved [PERSONAL] leave without pay may be replaced by temporary or substitute employees, depending on the needs of the agency and the duration of the [PERSONAL] leave without pay. Employees shall resume their positions upon completion of [PERSONAL] leave without pay.

B.[D.] Programmed leave without pay.

- 1. Requirements. If an agency head suspends the work performed by an employee for more than one workweek but no more than eight workweeks in a calendar year, the employee may choose to be laid off pursuant to section 3.30.112 or to take programmed leave without pay, if that option is offered by the director. An employee who is on programmed leave may choose to use annual leave for any portion of that leave.
- 2. Duration. No more than 60 days of programmed leave shall be available pursuant to any one suspension of work by an agency head.
- 3. Benefits. An employee on programmed leave without pay shall continue to receive life and health insurance coverage, as determined by the director, but annual leave shall not accrue during that time.
- 4. Replacement of employee on programmed leave without pay. No employee on programmed leave shall be replaced at any time by reason of such leave, nor shall the work of their position be assigned to another employee.

[E. MILITARY LEAVE WITHOUT PAY.

1. AN EMPLOYEE ORDERED TO ACTIVE MILITARY DUTY SHALL UPON REQUEST BE ENTITLED TO UP TO FOUR YEARS OF MILITARY LEAVE WITHOUT PAY FOR THE

PURPOSE OF FULFILLING THE EMPLOYEE'S MILITARY COMMITMENT. AN EMPLOYEE SO ORDERED MAY REQUEST UP TO A ONE-YEAR EXTENSION IF THE EMPLOYEE'S MILITARY COMMITMENT EXCEEDS FOUR YEARS.

- 2. AN EMPLOYEE PLACED ON LEAVE WITHOUT PAY UNDER THIS SUBSECTION WILL:
 - A. REMAIN A MUNICIPAL EMPLOYEE.
 - B. BE REINSTATED IN ACCORDANCE WITH SECTION 3.30.068.A.1.
 - C. HAVE THE OPPORTUNITY TO PURCHASE HEALTH INSURANCE.
- 3. A REINSTATED EMPLOYEE SHALL BE REEMPLOYED IN SUCH A MANNER AS TO GIVE THE EMPLOYEE SUCH STATUS IN EMPLOYMENT AS THE EMPLOYEE WOULD HAVE ENJOYED IF THE EMPLOYEE HAD CONTINUED IN THAT EMPLOYMENT CONTINUOUSLY.
- 4. AN EMPLOYEE PLACED ON LEAVE WITHOUT PAY UNDER THIS SUBSECTION MAY BE REPLACED BY TEMPORARY OR SUBSTITUTE EMPLOYEES, DEPENDING ON THE NEEDS OF THE AGENCY AND THE ANTICIPATED DURATION OF THE LEAVE WITHOUT PAY.
- 5. TO THE EXTENT THAT AN EMPLOYEE IS GUARANTEED RIGHTS UNDER FEDERAL LAW WHICH EXCEED THE BENEFITS CONTAINED IN THIS SUBSECTION, THE FEDERAL LAW WILL APPLY.]

(AO No. 79-195; AO No. 86-207(S-1); AO No. 91-5(S-1); AO No. 93-136, § 1, 8-5-93; AO No. 94-117, § 32, 7-26-94; AO No. 2009-60, § 1, 5-12-09; AO No. 2009-85, § 1, 7-7-09; AO No. 2014-32(S), § 15, 2-25-14; AO No. 2019-70, § 5, 6-4-19)

Section 3. Anchorage Municipal Code chapter 3.30 is hereby amended to add a new section 3.30.1517 as follows (the remainder of the chapter is not affected and therefore not set out):

3.30.1517 Additional non-cashable leave.

The Mayor may award additional non-cashable leave to non-represented employees. Additional non-cashable leave that is awarded under this subsection shall meet the following requirements:

- A. The leave is non-cashable;
- B. The non-cashable leave is granted as a lump sum award and shall not be an ongoing or repeating award of non-cashable

leave;

- C. The non-cashable leave awarded is to be used prior to any other leave; and
- D. Any unused non-cashable leave at time of separation is forfeited.

 $\underline{\textbf{Section 4.}}$ This ordinance shall be effective immediately upon passage and approval by the Assembly.

PASSED AND APPROVED by the Anchorage Assembly this 28th day of July, 2020.

Chair of the Assembly

ATTEST:

Barbana A. Jones

Municipal Clerk

MUNICIPALITY OF ANCHORAGE Summary of Economic Effects -- General Government

AO Number: 2020-78 Title: AN ORDINANCE UPDATING MILITARY LEAVE, LEAVE WITHOUT PAY,

AND NON-CASHABLE LEAVE PROVISIONS OF ANCHORAGE MUNICIPAL CODE TITLE 3 TO CLARIFY EXISTING PROCESSES AND TO CREATE A NEW PROCESS FOR THE AWARD OF NON-CASHABLE LEAVE TO NON-

REPRESENTED EMPLOYEES.

Sponsor: MAYOR

Preparing Agency: HUMAN RESOURCES

Others Impacted:

CHANGES IN EXPENDITURES AND REVENUES:				(In Thousands of Dollars)							
	FY20		FY21		FY22		FY23		FY24		
Operating Expenditures 1000 Personal Services 2000 Non-Labor 3900 Contributions 4000 Debt Service	\$	160	\$	160	\$	160	\$	160	\$	160	
TOTAL DIRECT COSTS:	\$	160	\$	160	\$	160	\$	160	\$	160	
Add: 6000 Charges from Others Less: 7000 Charges to Others											
FUNCTION COST:	\$	160	\$	160	\$	160	\$	160	\$	160	
REVENUES:	\$	-	\$	-	\$	-	\$	-	\$	-	
CAPITAL:											
POSITIONS: FT/PT and Temp		-		-		-		-		-	

PUBLIC SECTOR ECONOMIC EFFECTS:

This is the estimated cost of adding a parental leave program for non-represented employees.

PRIVATE SECTOR ECONOMIC EFFECTS:

N/A

Prepared by: Office of Management and Budget Telephone: 907-343-4491

MUNICIPALITY OF ANCHORAGE



Assembly Memorandum

No. <u>AM 412-2020</u>

Meeting Date: July 14, 2020

From: MAYOR

Subject: AN ORDINANCE UPDATING MILITARY LEAVE, LEAVE

WITHOUT PAY, AND NON-CASHABLE LEAVE PROVISIONS OF ANCHORAGE MUNICIPAL CODE TITLE 3 TO CLARIFY EXISTING PROCESSES AND TO CREATE A NEW PROCESS FOR THE AWARD OF NON-CASHABLE LEAVE TO NON-

REPRESENTED EMPLOYEES.

This AO updates several provisions of Anchorage Municipal Code chapter 3.30 regarding MOA's leave policy for the purpose of providing increased clarity and consistency.

Specifically, the proposed changes remedy existing confusion in AMC 3.30.159 regarding military pay and the associated MOA reimbursements. These changes clarify that any employee shall be allowed up to fifteen (15) working days of military leave per calendar year. During such leave, the Municipality will recoup the amount that the employee is paid by the military unless the military pay is greater. In cases where the military pay is greater, the Municipality will recoup the amount the Municipality has paid the employee.

Additionally, the changes simplify and clarify the existing, convoluted text of AMC 3.30.1511 concerning leave without pay. This new language also reduces the maximum leave without pay usage from twelve (12) months to one hundred and eighty (180) days in a rolling year.

Finally, the proposed changes create a mechanism for the Mayor to grant non-cashable leave to non-represented employees. Chapter 3.30 currently provides for discretionary awards of non-cashable leave to executive employees but does not provide a parallel process for non-represented employees. This change will have the effect of enabling the award of non-cashable leave to exceptional non-represented employees as a performance incentive. Further, and more importantly, it is part of the administration's intent that the change will enable non-represented employees to participate in a paid parental leave program to be developed after this code change is adopted.

In accordance with AMC 3.30.015, the Human Resources Advisory Board met on December 23, 2019, and approved the proposed code changes. In accordance with AMC 3.30.018, the Personnel Rules committee met on December 17, 2019 and also approved the proposed code changes. Providing paid parental leave was

The economic effects of this ordinance will vary based upon usage. Predicted effects, based upon past rates of birth and adoption by non-represented employees, are detailed in the attached SEE.

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THE ADMINISTRATION RECOMMENDS APPROVAL.

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10 Prepared by: Human Resources

11 Approved by: Cheryl Evans, Director, Human Resources

also recommended by the Anchorage Women's Commission in January 2020.

12 Concur: Lance Wilber, Director, OMB

13 Concur: Alexander Slivka, CFO

Concur: Kathryn R. Vogel, Municipal Attorney
 Concur: William D. Falsey, Municipal Manager

Respectfully submitted: Ethan A. Berkowitz, Mayor

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