RESOLUTION NO. CR22-0881
SERIES OF 2022

COMMITTEE OF REFERENCE:
Finance \& Governance

# A RESOLUTION <br> Declining participation in the Colorado "Paid Family and Medical Leave Insurance Act" pursuant to C.R.S. §8-13.3-522(1). 

WHEREAS, Colorado voters approved Proposition 118 in November of 2020, creating a paid family and medical leave insurance program for qualified Colorado workers ("FAMILI insurance program"); and,

WHEREAS, the council finds and determines that, unless the city declines to participate in the FAMLI insurance program, the city and employees will be required to make contributions to the FAMLI insurance program beginning 2023 (for benefits beginning 2024) based upon a percentage of employee wages; and,

WHEREAS, the council finds and determines that, based upon initial estimates, participation in the FAMLI insurance program will cost the city and city employees nearly $\$ 10$ million in 2023; and,

WHEREAS, the council finds and determines that the city, through the Office of Human Resources, can create and administer its own paid family leave program that will result in superior benefits for city employees at no costs to city employees and at a lower cost to the city; and,

WHEREAS, the council finds and determines that, the Office of Human Resources proposes an alternative plan which will provide city employees with eight weeks or 320 hours of full salary replacement and be called a "care bank" and be set up through career service rules effective January 1, 2023; and,

WHEREAS, the council finds and determines that, the proposed care bank is a better alternative for the city and the majority of city employees and that the city should decline to participate in the FAMLI insurance program and create the care bank as proposed by the Office of Human Resources; and,

WHEREAS, the council finds and determines that, 7 CCR 1107-2, para 2.6 of the Code of Colorado Regulations requires an affirmative vote to decline participation in the FAMLI insurance program but such declination is not permanent and must be reconsidered at a minimum every eight years to avoid automatic enrollment; and,

WHEREAS, the council finds and determines that, as part of the administration of the care bank, the Office of Human Resources is responsible to manage the timely reconsideration and bring forward the required council vote to decline participation as necessary to avoid the unintended automatic enrollment in the FAMLI insurance program.

## NOW, THEREFORE, BE IT RESOLVED BY THE COUNCIL OF THE CITY AND COUNTY OF DENVER:

Section 1. The City Council hereby declines participation in the Colorado "Paid Family and Medical Leave Insurance Act".

Section 2. The City Council hereby directs the Office of Human Resources to create and administer the proposed care bank as an alternative to participating in the state insurance program. COMMITTEE APPROVAL DATE: August 2, 2022

MAYOR-COUNCIL DATE: August 9, 2022
PASSED BY THE COUNCIL: $\qquad$ ,
$\qquad$ - PRESIDENT

ATTEST: $\qquad$ - CLERK AND RECORDER, EX-OFFICIO CLERK OF THE CITY AND COUNTY OF DENVER

PREPARED BY: Robert McDermott, Assistant City Attorney
DATE: August 18, 2022
Pursuant to section 13-9, D.R.M.C., this proposed resolution has been reviewed by the Office of the City Attorney. We find no irregularity as to form, and have no legal objection to the proposed resolution. The proposed resolution is not submitted to the City Council for approval pursuant to § 3.2.6 of the Charter.

Kristin M. Bronson, Denver City Attorney
$B Y$ : $\qquad$ Assistant City Attorney

DATE: $\qquad$ ,

