Stricken language would be deleted from and underlined language would be added to law as it existed prior to the 82nd General Assembly.

| 1  | State of Arkansas                             | As Engrossed: S3/15/99                      |                               |
|----|---|---|-------------------------------|
| 2  | 82nd General Assembly                         | A Bill                                      | Act 1176 of 1999              |
| 3  | Regular Session, 1999                         |   | HOUSE BILL 2039               |
| 4  |   |   |                               |
| 5  | By: Representative Madison                    | l   |                               |
| 6  | By: Senator Hill                              |   |                               |
| 7  |   |   |                               |
| 8  |   |   |                               |
| 9  |   | For An Act To Be Entitled                   |                               |
| 10 | "AN ACT T                                     | O AMEND ARKANSAS CODE 6-63-601(1) A         | AND 6-63-                     |
| 11 | 602 RELAT                                     | ING TO THE CATASTROPHIC LEAVE BANK          | PROGRAM                       |
| 12 | FOR BENEF                                     | ITS-ELIGIBLE, FULL-TIME EMPLOYEES (         | 0F                            |
| 13 | I NSTI TUTI                                   | ONS OF HIGHER EDUCATION; TO AMEND A         | ARKANSAS                      |
| 14 | CODE 12-4                                     | -203(4) AND 12-4-214 RELATING TO TH         | ΗE                            |
| 15 | CATASTROP                                     | HIC LEAVE BANK PROGRAM FOR EMPLOYEE         | ES OF                         |
| 16 | PARTI CI PA                                   | TING STATE AGENCIES; AND FOR OTHER          | PURPOSES. "                   |
| 17 |   |   |                               |
| 18 |   | Subtitle                                    |                               |
| 19 | "T0   | AMEND ARKANSAS CODE SECTIONS RELAT          | ING                           |
| 20 | то т  | THE CATASTROPHIC LEAVE BANK PROGRAM         |                               |
| 21 | FOR   | STATE AGENCY EMPLOYEES AND FOR FUL          | L-                            |
| 22 | ТІМЕ  | E EMPLOYEES OF INSTITUTIONS OF HIGH         | ER                            |
| 23 | EDUC  | CATION. "                                   |                               |
| 24 |   |   |                               |
| 25 |   |   |                               |
| 26 | BE IT ENACTED BY THE                          | GENERAL ASSEMBLY OF THE STATE OF AF         | RKANSAS:                      |
| 27 |   |   |                               |
| 28 | SECTION 1. Ark                                | ansas Code 6-63-601(1) is amended 1         | to read as follows:           |
| 29 | "(1) 'Catastro                                | phic illness' means a medical condi         | tion of an employee <u>or</u> |
| 30 | <u>of the spouse or pare</u>                  | nt of the employee or of a child of         | f the employee which          |
| 31 | <u>may be claimed as a d</u>                  | lependent under the Arkansas Income         | Tax Act of 1929, as           |
| 32 | certified by a physic                         | ian that requires an employee's abs         | sence from duty for a         |
| 33 | prolonged period of t                         | ime and which <u>, except for the catas</u> | strophic leave program,       |
| 34 | <u>would</u> <del>results</del> <u>result</u> | in a substantial loss of income to          | the employee because          |
| 35 | of the exhaustion of                          | all earned sick and annual leave;"          |                               |
| 36 |   |   |                               |



| 1  | SECTION 2. Arkansas Code 6-63-602 is amended to read as follows:                                 |  |  |
|----|--|--|--|
| 2  | "6-63-602. Administration.   |  |  |
| 3  | (a) The Department of Finance and Administration shall have                                      |  |  |
| 4  | administrative responsibility for developing, implementing, and maintaining a                    |  |  |
| 5  | catastrophic leave bank program for nonfaculty <i>nonclassified personnel</i>                    |  |  |
| 6  | <del>employed by</del> <u>benefits-eligible, full-time employees of</u> the state institutions   |  |  |
| 7  | of higher education. Each state institution of higher education may                              |  |  |
| 8  | participate in the catastrophic leave bank authorized by this subsection and                     |  |  |
| 9  | administered by the Office of Personnel Management, or the institution may                       |  |  |
| 10 | establish a catastrophic leave bank for its employees.   |  |  |
| 11 | (b) Accrued annual leave and sick leave of employees may be donated to                           |  |  |
| 12 | a catastrophic leave bank.   |  |  |
| 13 | (c) Catastrophic leave with pay may be granted to an employee when such                          |  |  |
| 14 | employee is <del>incapacitated from the performance of the employee's duties</del> <u>unable</u> |  |  |
| 15 | to perform his or her duties due to a catastrophic illness.                                      |  |  |
| 16 | (d) An employee may be eligible for catastrophic leave when:                                     |  |  |
| 17 | (1) The employee has been employed by the state institution of                                   |  |  |
| 18 | higher education for more than two (2) years;  |  |  |
| 19 | <del>(2) The employee has exhausted all earned sick and annual leave;</del>                      |  |  |
| 20 | (3) The illness or injury is not covered by workers' compensation                                |  |  |
| 21 | or such compensation benefit has been exhausted;   |  |  |
| 22 | (4)(2) An acceptable medical certificate from a physician  |  |  |
| 23 | supporting the continued absence is on file; and   |  |  |
| 24 | (5)(3) The employee has not been disciplined for any leave abuse                                 |  |  |
| 25 | during the past two (2) years.   |  |  |
| 26 | <u>(e) If the illness or injury is that of an employee and is covered by</u>                     |  |  |
| 27 | workers' compensation, the compensation based on catastrophic leave when                         |  |  |
| 28 | combined with the weekly workers' compensation benefit received by the                           |  |  |
| 29 | employee shall not exceed the compensation being received by the employee at                     |  |  |
| 30 | the onset of the illness or injury.  |  |  |
| 31 | <del>(e)(f)</del> The Director of the Department of Finance and Administration or                |  |  |
| 32 | his designee shall promulgate necessary rules and regulations as deemed                          |  |  |
| 33 | necessary to carry out the provisions of this section.   |  |  |
| 34 | <del>(f)</del> (g) Nothing in this subchapter shall be construed to repeal in any                |  |  |
| 35 | way the exclusion of nonclassified employees of state-supported institutions                     |  |  |
| 36 | of higher learning under the Uniform Attendance and Leave Policy Act, § 21-4-                    |  |  |

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| 1  | 201 et seq."  |
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| 3  | SECTION 3. Arkansas Code 21-4-203(4) is amended to read as follows:                             |
| 4  | "(4) 'Catastrophic illness' means a medical condition of an employee <u>or</u>                  |
| 5  | of the spouse or parent of the employee or of a child of the employee which                     |
| 6  | may be claimed as a dependent under the Arkansas Income Tax Act of 1929, as                     |
| 7  | certified by a physician that requires an employee's absence from duty for a                    |
| 8  | prolonged period of time and which, except for the catastrophic leave program,                  |
| 9  | would results result in a substantial loss of income to the employee because                    |
| 10 | of the exhaustion of all earned sick and annual leave;"   |
| 11 |   |
| 12 | SECTION 4. Arkansas Code 21-4-214 is amended to read as follows:                                |
| 13 | "21-4-214. Catastrophic leave program.  |
| 14 | (a)(1) The Department of Finance and Administration shall have                                  |
| 15 | administrative responsibility for developing, implementing, and maintaining a                   |
| 16 | catastrophic leave bank program.  |
| 17 | (2) Each state agency approved by the Department of Finance and                                 |
| 18 | Administration to participate in the catastrophic leave bank program may                        |
| 19 | establish a catastrophic leave bank for its employees, or the state agency may                  |
| 20 | participate in a catastrophic leave bank to be administered by the Office of                    |
| 21 | Personnel Management of the Department of Finance and Administration.                           |
| 22 | (b) Accrued annual leave and sick leave of employees may be donated to                          |
| 23 | a catastrophic leave bank.  |
| 24 | (c) Catastrophic leave with pay may be granted to an employee when such                         |
| 25 | employee is <del>incapacitated for the performance of the employee's duties</del> <u>unable</u> |
| 26 | to perform his or her duties due to a catastrophic illness.                                     |
| 27 | (d) An employee may be eligible for catastrophic leave when:                                    |
| 28 | (1) The employee has been employed by the state for more than two                               |
| 29 | (2) years;  |
| 30 | (2) The employee <u>, at the onset of the illness or injury, had to</u>                         |
| 31 | his or her credit at least eighty (80) hours of combined sick and annual leave                  |
| 32 | and has exhausted all earned sick and annual such leave;  |
| 33 | (3) The illness or injury is not covered by workers' compensation                               |
| 34 | or such compensation benefit has been exhausted;  |
| 35 | (4)(3) An acceptable medical certificate from a physician                                       |
| 36 | supporting the continued absence is on file; and  |

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1 (5) (4) The employee has not been disciplined for any leave abuse 2 during the past two (2) years. 3 (e) If the illness or injury is that of an employee and is covered by workers' compensation, the compensation based on catastrophic leave when 4 combined with the weekly workers' compensation benefit received by the 5 employee shall not exceed the compensation being received by the employee at 6 7 the onset of the illness or injury. (e)(f) The Director of the Department of Finance and Administration, or 8 9 his designee, shall promulgate necessary rules and regulations as deemed necessary to carry out the provisions of this section." 10 11 12 SECTION 5. All provisions of this act of a general and permanent nature 13 are amendatory to the Arkansas Code of 1987 Annotated and the Arkansas Code 14 Revision Commission shall incorporate the same in the Code. 15 16 SECTION 6. If any provision of this act or the application thereof to 17 any person or circumstance is held invalid, such invalidity shall not affect 18 other provisions or applications of the act which can be given effect without 19 the invalid provision or application, and to this end the provisions of this 20 act are declared to be severable. 21 22 SECTION 7. All laws and parts of laws in conflict with this act are 23 hereby repealed. 24 SECTION 8. EMERGENCY CLAUSE. It is hereby found and determined by the 25 Eighty-second General Assembly that under the current law relating to the 26 27 catastrophic leave program for state agency employees and for full-time employees of state institutions of higher education, catastrophic illness is 28 29 defined as a medical condition of an employee only and does not include 30 medical conditions of members of the employee's immediate family; that many 31 times it is necessary that an employee miss work to care for a seriously ill member of the employee's immediate family; that if the employee has exhausted 32 his or her accrued annual and sick leave and is not permitted to benefit from 33 34 the catastrophic leave program he or she may suffer a substantial loss of 35 income and serious hardship; that this act is designed to expand the term "catastrophic illness" as used in the law which establishes the catastrophic 36

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| 1  | leave bank program to include catastrophic illness of a spouse or parent of an |  |
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| 2  | employee or of a child of the employee which may be claimed as a dependent     |  |
| 3  | under the Arkansas Income Tax Act of 1929 and should be given effect           |  |
| 4  | immediately to avoid serious hardship to certain employees of state agencies   |  |
| 5  | and of state-supported institutions of higher education. Therefore, an         |  |
| 6  | emergency is declared to exist and this act being immediately necessary for    |  |
| 7  | the preservation of the public peace, health and safety shall become effective |  |
| 8  | on the date of its approval by the Governor. If the bill is neither approved   |  |
| 9  | nor vetoed by the Governor, it shall become effective on the expiration of the |  |
| 10 | period of time during which the Governor may veto the bill. If the bill is     |  |
| 11 | vetoed by the Governor and the veto is overridden, it shall become effective   |  |
| 12 | on the date the last house overrides the veto.                                 |  |
| 13 | /s/ Madi son   |  |
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| 16 | APPROVED: 4/7/1999   |  |
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