## **ORDINANCE No.** 183574

\* Provide for City-paid COBRA coverage for eligible dependents of deceased City employees. (Ordinance)

The City of Portland ordains:

Section 1: The Council finds:

- 1. The untimely death of a City employee is not only tragic but also may result in financial hardship to the employee's dependents.
- 2. Providing 18 months of City-paid COBRA coverage ensures eligible dependents will continue to have health care benefits.
- 3. Only the dependents of regular City employees (those employees with civil service status in budgeted positions), employees in civil service exempt budgeted positions, and elected officials and who also were in active status for five years or more at the time of their death are eligible for City-paid COBRA coverage. Limited duration, casual employees, temporary employees, and working retirees are excluded. Active status includes any approved time away from work for vacation or sick leave, for catastrophic leave under Human Resources Administrative Rule 6.06, for an approved family medical leave under Human Resources Administrative Rule 6.05, or an approved worker's compensation or loss of service illness or injury leave. Dependents of an employee who dies while on a general leave of absence, paid or unpaid, or who has been laid off for any reason are not eligible for this benefit.
- 4. City-paid COBRA coverage will be provided for up to a maximum of 18 months for eligible dependents at the same level of coverage in effect at the time of the employee's death. City-paid coverage will cease for any dependent who is no longer eligible for coverage under the terms of the City's Health Plan.
- 5. Providing City-paid COBRA coverage is estimated to cost up to approximately \$150,000 per year.
- 6. City-paid COBRA coverage under this ordinance automatically expires three years from the date of its passage by Council. Any eligible dependents receiving City-paid coverage upon the expiration of this ordinance will continue to do so for a total of 18 months or the date they are no longer eligible for coverage under the terms of the City's Health Plan, whichever is sooner.

## NOW THEREFORE, the Council directs:

- a. To implement City-paid COBRA coverage for eligible dependents of any City employee who died on or after December 15, 2009 and who was in active status at the time of their death and was in one of the eligible categories described above at the time of their death.
- b. The Bureau of Human Resources to enter into discussions with the City labor leaders concerning application of this benefit to represented employees.

Section 2. The Council declares that an emergency exists in order to provide City-paid COBRA coverage to the dependents of a City employee who passed away late December 2009; therefore, this ordinance shall be in full force and effect from its passage by the Council.

Passed by the Council, MAR **0 3** 2010 Mayor Sam Adams Office of Management and Finance Prepared by: Yvonne L. Deckard: AK Date Prepared: February 12, 2010

LaVonne Griffin-Valade Auditor of the City of Portland By arra usan V

Deputy

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## Agenda No. ORDINANCE NO. 183574

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Provide for City-paid COBRA (	coverage for eligible dependents of deceased City employees.
(Ordinance)	
INTRODUCED BY	CLERK USE: DATE FILED FEB 2 6 2010
Commissioner/Auditor:	
Mayor Sam Adams	
COMMISSIONER APPROVAL	LaVonne Griffin-Valade
Mayor-Finance and Administration - Adams	Auditor of the City of Portland
Position 1/Utilities - Fritz	
1	
Position 2/Works - Fish	By:
Position 3/Affairs - Saltzman	Deputy
Position 4/Safety - Leonard	ACTION TAKEN:
BUREAU APPROVAL	
Bureau:	
Bureau of Human Resources	and a string of the string of the state of the string of the
Bureau Head:	
Kenneth L. Rust/Yvonne L. Deckard	
Prepared by: Anna Kanwit	
Date Prepared: February 12, 2010	e for the second state of the state of the second state of the second state of the second state of the second s
Financial Impact Statement	
Completed Amends Budget	
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Portland Policy Document If "Yes" requires City Policy paragraph stated	
in document.	
Council Meeting Date March 3, 2010	
City Attorney Approval	

AGENDA	FOUR-FIFTHS AGENDA	COMMISSIONERS VOTED AS FOLLOWS:		
TIME CERTAIN Start time:	and the second		YEAS	NAYS
Total amount of time needed:	1. Fritz	<mark>1.</mark> Fritz	$\checkmark$	
(for presentation, testimony and discussion)	2. Fish	2. Fish	$\checkmark$	
	3. Saltzman	3. Saltzman	$\checkmark$	a ar
<b>REGULAR</b> <b>Total amount of time needed:</b> <u>10 minutes</u> (for presentation, testimony and discussion)	4. Leonard	4. Leonard		
	Adams	Adams	$\checkmark$	