



MEMORANDUM

Date: January 21, 2016

To: The Honorable Chair and Members
Pima County Board of Supervisors

From: C.H. Huckelberry
County Administrator

A handwritten signature in black ink, appearing to be "CHH", is written over the printed name "C.H. Huckelberry".

Re: **Projected Costs of Service Employees International Union (SEIU) Recommended Parental Leave Policy and Promotion Probation**

Parental Leave Policy

At the Board of Supervisors December 15, 2015 meeting where the Meet and Confer Agreement for Fiscal Years 2015 through 2017 was entered into with SEIU as the County's union representative, a request was made to provide financial information related to SEIU's parental leave proposal. Information was also requested with regard to what other counties or jurisdictions provide regarding parental leave.

Attachment 1 is a December 24, 2015 memorandum from the Finance and Risk Management Director regarding the estimated cost and the methodology used to calculate the estimated cost. This cost is based on a review of data related to births and adoptions for County employees over a nearly four-year period. Based on this data, the annual estimated cost to provide the parental leave benefit recommended by SEIU would be \$2.1 million.

The Board also requested information about what other governmental jurisdictions provide with regard to parental leave. Attachment 2 is a December 9, 2015 memorandum regarding what other jurisdictions provide for parental leave. Among Arizona's 15 counties, it appears no county provides parental leave. Of the Arizona cities surveyed, it appears no city provides parental leave.

The discussion of this issue included the fact that The University of Arizona (UA) has provided parental leave. The information we received from UA indicates they provide six weeks of paid parental leave.

Promotional Probation

Also addressed at the same time was the issue of the County requiring a one-year promotional probation. This promotional probation period was primarily requested by other elected officials and has been concurred with by County Administration. To determine

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whether there was a high percentage of individuals failing promotional probation, I asked the Human Resources Department for the actual failure rate. It would appear that in the past year we have had 33 individuals on promotional probation, and only one individual has failed probation. Therefore, it appears this is not an issue, and I recommend the promotional probation period remain unchanged.

CHH/lab

Attachments

c: The Honorable Chris Nanos, Pima County Sheriff
Thomas Weaver, Chief Civil Deputy County Attorney
Tom Burke, Deputy County Administrator for Administration
Ellen Wheeler, Assistant County Administrator
Keith Dommer, Director, Finance and Risk Management
Allyn Bulzomi, Director, Human Resources



DEPARTMENT OF FINANCE AND RISK MANAGEMENT

Date: December 24, 2015

To: C.H. Huckelberry
County Administrator

From: Keith Dommer
Director

Re: **Projected Cost of SEIU-recommended Parental leave**

For a January 2016 discussion with the Board of Supervisors, your memo dated November 18, 2015 requested a more detailed analysis of the direct impact of providing parental leave similar to that proposed by Service Employees International Union (SEIU). This more detailed analysis was to supplement the preliminary information provided by Tom Burke's October 29, 2015 memo.

Providing parental leave similar to that proposed by SEIU is estimated to cost the County \$2.1 million each year. This is consistent with the preliminary estimate of \$2 to \$2.5 million.

For the previous 41 months, Pima County employees welcomed 495 new babies into their lives – an average of 145 each year. Using this historical information, under SEIU's recommended plan, on average Pima County would pay \$192 in salaries and wages each day for 60 days (12 work weeks) for each of the 145 annual events for an annual total of \$1.6 million. In addition, Pima County would pay an additional \$0.5 million in county-paid benefits bringing the annual estimated cost to \$2.1 million. Details of this analysis can be found on the attached spreadsheet.

KD/sm

cc: Tom Burke, Deputy County Administrator
Allyn Bulzomi, Director – Human Resources Department

Keith Dommer, Director

130 W. Congress, 6th Floor, Tucson, Arizona 85701-1317 Ph: (520) 724-8496 Fax: (520) 770-4173

Pima County Arizona
SEIU Recommended Parental Leave
Projected Annual Cost

prepared: December 2015

		Employee Compensation				Pima County Paid Benefits				
	Number of Parental Events ¹	SEIU Recommended 12 Weeks Paid Leave	Total Leave Days	Average Daily Rate ²	Total Employee Compensation	FICA	71% in ASRS ³	29% in PSPRS ³	Pima County Paid Benefits	Total Employee Compensation and Pima County Paid Benefits
Adoptions/Fosters	20	60 days	1,200	\$ 192.32	\$ 230,784	7.65%	11.35%	53.69%	\$ 72,186	\$ 302,970
Births	475	60 days	28,500	\$ 192.32	<u>\$ 5,481,120</u>	7.65%	11.35%	53.69%	<u>\$ 1,714,418</u>	<u>\$ 7,195,538</u>
Total Events	495				<u><u>\$ 5,711,904</u></u>				<u><u>\$ 1,786,604</u></u>	<u><u>\$ 7,498,508</u></u>
average annual employee compensation					\$ 1,671,777	average annual county-paid benefits				\$ 522,908
						Average Cost Per Parental Event				\$ 15,149
						Average Parental Events Per Year				145
						Average Annual Cost				\$ 2,194,685

1 Source: Human Resources - 41 month historical information for employees who applied for FMLA -July 2012 through November 2015

2 Source: Human Resources - Average hourly rate of \$24.04 for an 8 hour day

3 Source: Human Resources - 29% of covered parents participated in PSPRS; ASRS rates were used to estimate the remainder

Date: December 9, 2015

To: C.H. Huckelberry
County Administrator

From: M. Allyn Bullock, Director
Human Resources

Via: Tom Burke
Deputy County Administrator

Re: Parental Leave – Other Jurisdictions

Per your request staff has surveyed Arizona Counties and Cities concerning Parental Leave programs. Of the fourteen (14) counties surveyed 12 responded that they do not provide parental leave. Of the ten (10) largest cities contacted, seven (7) responded that they do not provide employees parental leave. None of the jurisdictions contacted responded that they provide paid parental leave.

The University of Arizona is the only public agency contacted that responded that they provide parental leave. The University provides six (6) weeks, paid parental leave, within the first twelve (12) weeks after the birth or adoption of a child.

Arizona Counties	
COUNTY	PAID PARENTAL LEAVE
Apache	No
Cochise	No
Coconino	No
Gila	No
Graham	No
Greenlee	No Response
La Paz	No
Maricopa	No Response
Mohave	No
Navajo	No
Pinal	No
Santa Cruz	No
Yavapai	No
Yuma	No

Arizona Cities	
CITY	PAID PARENTAL LEAVE
Phoenix	No
Tucson	No
Mesa	No
Chandler	No
Gilbert	No
Glendale	No
Tempe	NO
Peoria	No Response
Surprise	No
Yuma	No Response

It should be noted that most jurisdictions responded that they allow parental leave; however, the employee must use their individual leave banks, vacation and/or sick leave.

AB/mp