

The City of Austin's Earned Sick Leave Ordinance Overview

When does the Ordinance take effect?

The Ordinance takes effect on Oct. 1 for all employers with six or more employees.

• For employers who have had five or fewer employees in the preceding 12 months, the Ordinance is not effective until Oct. 1, 2020.

Who is affected by the Ordinance?

- Employees in the city of Austin are affected. "Employee" is defined as an individual who
 performs at least 80 hours of work in the City of Austin during a calendar year for an
 employer. Independent contractors and unpaid interns are not considered employees.
- Employers that pay employees for work in the City of Austin are also affected. "Employer" is defined as "any person, company, corporation, firm, partnership, labor organization, nonprofit organization or association" that pays an employee to perform work and exercises control over the employee. Federal, state, and local governments are not covered.

What does the Ordinance require?

- Employees earn one hour of sick time for every 30 hours worked.
- Earned sick time is generally available for use as soon as it is accrued. An employer may restrict an employee from using sick time during the first 60 days of employment, but only if the employer establishes that the employee's term of employment is at least one year. An employer may adopt reasonable verification procedures for use of earned sick time.

What qualifies as sick time?

- Time off needed for an employee's own health condition, physical or mental illness, or injury, or that of the employee's family member, as defined by the Ordinance.
- Time off needed to seek medical attention, seek relocation, obtain victim services, or participate in legal action related to domestic abuse, sexual assault, or stalking involving the employee or a family member.

How much sick time can employees accrue and use?

- Any employer with 16 or more employees (not including family member employees) in the preceding 12 months must provide at least 64 hours per year.
- Any employer with 1-15 employees (not including family member employees) in the preceding 12 months must provide at least 48 hours per year.



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- Earned sick time carries over to the following year, up to the annual limit of 48 or 64 hours, depending on employer size.
- Employers do not have to allow employees to utilize earned sick time on more than eight calendar days in a given calendar year.

Which records must employers maintain, provide or display?

- Employers must provide a monthly statement to each employee showing the amount of the employee's available earned sick time. Employers must also keep records to show the amount of sick time accrued and used by each employee.
- Employers that provide employee handbooks must include a notice to employees about the contents of the ordinance.
- Employers must display a conspicuous workplace sign, as provided by the City, about the ordinance in all appropriate languages.

Are there other requirements?

- Retaliation is prohibited. An employer may not transfer, demote, discharge, suspend, reduce hours, or directly threaten these actions against an employee for requesting or using earned sick time or for reporting a violation or participating in an administrative proceeding related to the ordinance. Civil penalties for retaliation may be assessed as early as October 1, 2018.
- Employees who are rehired within six months following separation must have their prior sick time reinstated.

How will the ordinance be enforced?

- The ordinance will be enforced by the City of Austin Equal Employment and Fair Housing Office (EE/FHO).
- Civil penalties for substantiated violations may be assessed up to \$500 per violation. The EE/FHO may offer an employer 10 business days to voluntarily comply with the ordinance before collecting a civil penalty.
- Other than retaliation violations, civil penalties will not be assessed for violations of the Ordinance until after June 1, 2019.