

Families First Coronavirus Response Act Provisions Overview Enacted 3/18/2020

Emergency Paid Sick Leave

Term of Provision: 4/2/2020 - 12/31/2020

Covered Employers: Employers < 500 employees.

Covered Employees: All employees (no matter how long they have been employed). Employers may be able to exclude employees who are health care providers or emergency responders.

Covered Leave Purposes:

1. When quarantined or isolated subject to federal, state, or local quarantine/isolation order
2. When advised by a health care provider to self-quarantine (due to concerns related to COVID-19)
3. When experiencing symptoms of COVID-19 and seeking a medical diagnosis
4. When caring for an individual doing #1 or #2 (2/3 pay)
5. When caring for a child whose school or place of care is closed due to COVID-19 (2/3 pay), or
6. When the employee is experiencing any other substantially similar condition (2/3 pay).

Duration of Leave:

- Full time employees are entitled to 80 hours of paid sick leave.
- Part time employees are entitled to sick leave equal to the number of hours worked on average over a typical two-week period.

Rate of Pay:

- Sick leave must be paid at the employee's regular rate of pay for leave used for the employee's own illness, quarantine, or care.
- Sick leave must be paid at two-thirds of the employee's regular rate if taken to care for a family member or to care for a child whose school has closed, or if the employee's childcare provider is unavailable due to the coronavirus.
- Pay is capped at \$511/day and \$5,110 total for reasons 1, 2, and 3 described above.
- Pay is capped at \$200/day and \$2,000 total for reasons 4, 5, and 6 described above.

Interaction with Other Employer-Provided Paid Sick Leave and other Paid Leave:

- This act does not preempt existing state and local paid sick leave requirements.
- Employers cannot require employees to use other leave first.
- Sick leave provided for under the act does not carry over from year to year, and the requirements expire 12/31/20

Notice Requirements: Employers must post a model notice, which will be provided by the federal government.

Note: The act reserves the right for the Secretary of Labor to exclude certain [healthcare providers](#) and first responders from the list of eligible employees and to exempt small businesses with fewer than 50 employees if business viability is jeopardized.

Public Health Emergency Leave

(Emergency FMLA Expansion)

Term of Provision: 4/2/2020 - 12/31/2020

Covered Employees: < 500 employees

Covered Employees: Any employee who has been employed for at least 30 calendar days (Employers may be able to exclude employees who are health care providers or emergency responders.)

Covered Leave Purpose:

To care for a child under 18 of an employee if the child's school or place of care has been closed, or the childcare provider is unavailable, due to a public health emergency, defined as an emergency with respect to the coronavirus declared by a federal, state, or local authority.

Duration of Leave: Up to 12 weeks of job-protected leave

Compensation & Rate of Pay:

- No pay for first 10 days of leave (other paid time off, and emergency sick leave under the FFCRA, may be applied)
- After 10 days, employers must pay at least 2/3rds employee's regular rate of pay for the number of hours they would normally be scheduled to work
- Pay capped at \$200/day and \$10,000 total

Reinstatement to Position After Leave:

The same reinstatement provisions apply as under traditional FMLA. However, restoration to position does not apply to employers with <25 employees if certain conditions are met:

- The job no longer exists because of changes affecting employment caused by an economic downturn or other operating conditions that affect employment caused by a public health emergency;
- Employer makes reasonable efforts to return the employee to an equivalent position; and
- Employer makes efforts to contact a displaced employee if anything comes up within a year of when they would have returned to work.

Note: The act reserves the right for the Secretary to exclude certain care providers and first responders from the list of eligible employees and to exempt small businesses with fewer than 50 employees if business viability is jeopardized.

Payroll Tax Credit

- Applies to both the emergency FMLA expansion and the Emergency Paid Sick Leave.
- Dollar for dollar credit for sick leave and paid FMLA wages against the employer portion of Social Security taxes.
- Refund is possible for amounts that exceed what is available as a credit.
- Limits on what can be claimed mirror the caps for what must be paid.
- Contact a CPA for tax related advice and implications.

Health Plan Benefit Mandate

- The act requires all fully & self-funded medical plans, including grandfathered plans, cover diagnostic testing-related services for COVID-19 at 100% without any deductibles or co-pays.
- Examples: services provided by doctors, emergency rooms, and urgent care centers leading up to the decision that testing is needed, along with the actual lab-based testing.
- The mandate does not apply to treatment.