

Proposed

## Effective January 1, 2019

## **II. COMPENSATION POLICIES**

## J. LONGEVITY COMPENSATION

Longevity Compensation is available to full time and part time regular employees not otherwise represented by a memorandum of understanding who were employed by the City of Lawrence in an eligible employment status prior to January 1, 2019.

Employees in a non-eligible employment status or hired to the City of Lawrence January 1, 2019 or later will not be eligible for the Longevity Compensation program.

Longevity Parameters:

- 1. Must be employed in an eligible employment status of full time regular or part time regular prior to January 1, 2019.
- 2. Longevity payments:
  - a) Commence January 1 of the year following the fifth (5<sup>th</sup>) year of employment. *(i.e. 2019: full-time and part-time regular employees with a service date of 1-1-2015 or earlier)*
  - b) Be issued in December and paid by direct deposit or payroll card. *(i.e. 2019: December 13, 2019)*
  - c) A qualifying employee will receive the following amounts on an annual basis: \$250 for 5 to 9 years of service, \$500 for 10 to 14 years of service, \$750 for 15 to 19 years of service and \$1,000 for 20 or more years of service. All payments are subject to taxes and employment withholdings, to be paid in December of each year. Employees hired 1/1/2019 or after are not eligible.
- 3. Periods of military leave will not constitute a break in consecutive service, as long as the employee returns to work immediately after discharge from military service.
- 4. Any employee who retires or is approved for long-term disability during the current fiscal year shall receive longevity at a pro-rated basis according to the following parameters:
  - a) 1/12 for each month worked in the current year multiplied by the applicable rate for the number of years of service as determined by 2c.
- 5. Employees, who voluntarily terminate employment, are separated by the City, die, or leave City employment for any reason other than KPERS/KP&F retirement or approved long-term disability during the year, are not eligible to receive longevity.
- 6. If longevity payments are issued, the following payroll items will apply:
  - a) All required federal and state deductions including
    - i) Federal income tax withholding
    - ii) State income tax withholding
    - iii) KPERS and KP&F contributions (including double and triple deductions) for active employees
    - iv) KPERS & KP&F contributions will NOT apply for retirees
  - b) Garnishments and tax levies currently in force.