Changes to Our Staff Leave Program
MU Health Care | Effective January 2024

Leave Program Structure for MU Health Care
The new paid time off (PTO) bank provides employees the flexibility to use time off as they choose. For the first time, the university will also offer paid parental and caregiver leave, as well as short-term disability. MU Health Care benefit-eligible, non-exempt (hourly) employees also will have the option to participate in a PTO Cash-In Program.

- **Hours will be prorated for employees working less than 100% FTE.**
- **Nurses accrue at the exempt schedule.**

### Holidays
- 9 days per year

### PTO Cash-In Program
- MU Health Care only;
  - Benefit-eligible, non-exempt (hourly) employees

<table>
<thead>
<tr>
<th>Flexible Leave</th>
<th>PTO (Paid Time Off) Days Per Year*</th>
</tr>
</thead>
<tbody>
<tr>
<td><strong>Years of Service</strong></td>
<td><strong>Non-Exempt (Hourly)</strong></td>
</tr>
<tr>
<td>- Less than 5 years</td>
<td>18 days (144 hours)</td>
</tr>
<tr>
<td>- 5 – 15 years</td>
<td>23 days (184 hours)</td>
</tr>
<tr>
<td>- 15 or more years</td>
<td>28 days (224 hours)</td>
</tr>
</tbody>
</table>

### Qualifying Leave

- **Short-Term Disability**
  - Covers 60% of employees’ pay for up to 20 weeks (800 hours)

- **Parental Leave**
  - Covers 100% of employees’ pay for up to 4 weeks (160 hours)

- **Caregiver Leave**
  - Covers 100% of employees’ pay for up to 2 weeks (80 hours)

*Hours will be prorated for employees working less than 100% FTE.
**Nurses accrue at the exempt schedule.

### About Existing Vacation, Sick and Personal Balances
Employees will continue to accrue their vacation, sick and personal days under the current programs until the new leave program begins in January 2024. When the transition to the new plan occurs, employees’ existing accruals will be treated as outlined below. Employees will not lose accrued balances when we transition to the new PTO plan.

- **Vacation**
  - Rollover and payout:
    - Convert portion and pay out remaining vacation time in increments over three years
    - May use available vacation balance
  - Existing balance will be banked:
    - Continue to be eligible for service credit at retirement for DB and Hybrid retirement plans
    - Supplement university-paid short-term disability
    - If PTO bank and other paid leave options exhausted, use for sick leave occurrences

- **Sick**
  - Available until 2024 anniversary date:
    - Employees will have until their anniversary date in 2024 to use or lose remaining personal days

- **Personal**
  - Available until 2024 anniversary date:
    - Employees will have until their anniversary date in 2024 to use or lose remaining personal days
About Vacation Transition
The time you have earned is yours. You will not lose your accrued time. At transition in January 2024, employees with 10 days (80 hours) or less of accrued vacation time will have their balance converted to PTO in the new plan. Employees with more than 10 days (80 hours) will have the first 10 days (80 hours) converted to PTO and then will receive a full payout for the rest of their balance as outlined below. Additionally, employees will be able to use their available vacation balances until they are fully paid out.

<table>
<thead>
<tr>
<th>Vacation Balance at Transition</th>
<th>2024</th>
<th>2025</th>
<th>2026</th>
</tr>
</thead>
<tbody>
<tr>
<td>0-80 hours (0-10 days)*</td>
<td>• All days convert to PTO</td>
<td>• No action, entire balance converted in 2024</td>
<td>• No action, entire balance converted in 2024</td>
</tr>
<tr>
<td>81-240 hours (11-30 days)*</td>
<td>• First 10 days convert to PTO</td>
<td>• Remaining vacation is paid out</td>
<td>• No action, entire balance converted or paid in 2024 &amp; 2025</td>
</tr>
<tr>
<td>241-352 hours (31-44 days)*</td>
<td>• First 10 days convert to PTO</td>
<td>• Up to 10 days paid out</td>
<td>• Remaining vacation is paid out</td>
</tr>
<tr>
<td></td>
<td>• 10 days paid out</td>
<td>• Remaining vacation banked and available to use</td>
<td></td>
</tr>
<tr>
<td></td>
<td>• Remaining vacation banked and available to use</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

*Hours will be prorated for employees working less than 100% FTE.

About the PTO Cash-In Program
The PTO cash-in program is for benefit-eligible, non-exempt (hourly) MU Health Care employees. Eligible employees can request between eight and 80 hours of the PTO they will accrue to be paid as a lump sum rather than have it placed in their PTO bank each year. Eligible employees are required to keep a minimum balance of 80 hours in their PTO bank. This annual program will begin in 2025, with the first election period in fall 2024 and the first payout in August 2025.

About Earning and Accruing PTO
Employees can accumulate a maximum of two times their annual PTO accrual at any time. For example, if an employee earns 18 PTO days (144 hours) per year, they can carry a maximum of 36 days (288 hours). Employees will continue to earn their paid time off in hours each week based on their annual allowance. Hours will be prorated for employees working less than 100% FTE. Once an employee reaches their maximum, no new accruals are earned until the balance is used down below the maximum.

About Parental Leave
Parental leave provides four weeks of paid time off within a rolling 12-month period for employees who are welcoming a new child into their home. Leaves for birth, adoption or foster care must be taken within 12 months of the qualifying event. Qualifying events include the birth of a child or the placement of a child with the employee for adoption or foster care. Employees may also use their annual PTO allocation if they would like to take additional time off to welcome a child.

About Caregiver Leave
Caregiver leave provides two weeks of paid time off within a rolling 12-month period to care for a family member with a serious health condition as defined by our Family and Medical Leave Act rule. Employees may also use their annual PTO allocation if they need additional time off.

About Short-Term Disability
University paid short-term disability covers 60% of the employee’s salary when they are unable to work due to a medical disability for up to 20 weeks. Short-term disability has an elimination period of seven calendar days (five working days). Employees may use available leave to cover the elimination period and to supplement their short-term disability to receive income of up to 100%.

For full information on leave program changes, visit umurl.us/ModernizeLeave