





Peter Stockburger

Employment Law Privacy & Cybersecurity Law

619-876-1971 peter.stockburger@dentons.com



Julie W. Vanneman

Occupational Safety and Health Counseling Environmental Law

412-297-4715 julie.vanneman@dentons.com





Michele L. Brott

Employment Law Risk and Compliance Advising for Management Employment Practices Liability Insurance Defense

515-288-2500 michele.brott@dentons.com





Getting the Jab Done Legal Landscape

The Great Vaccine Debate What Does The Law Require?

- Are employers allowed to mandate the vaccine? Yes, with limitation.
- Medical and religious accommodations (federal and state law ADA, Title VII, etc.).
- · Collective bargaining agreements.
- · Conflicting state / city rules.
- Employee resistance / retention.

• Are employers required to mandate the vaccine? Potentially.

- OSHA Healthcare ETS
- · OSHA ETS (provides test-or-mask option).
- · Forthcoming state OSHA rules.
- Federal Contractor Rule
- CMS Rule
- State COVID-19 rules (e.g., California).

• Should employers require the vaccine?

- It depends.
- · Is the workforce in a high-risk / high-exposure setting?
- What is the community spread rate?
 - · What are the potential losses to headcount?
 - Will it impact recruiting?
 - · Consider changing positions and impact it may have.
- Can employers encourage people to get the vaccine? <u>Yes.</u> with limitation.
- · Incentives (e.g., gift cards, cash payments, raffles).
- Disincentives (surcharge on health insurance).
- Inconvenience (regular testing / masking).
- Discrimination / retaliation claims (EEOC guidance).

6



Getting the Jab Done OSHA Healthcare ETS, Omnibus ETS, Federal Contractor Rule, CMS Rule



OSHA Background

- Stands for Occupational Safety and Health Administration (OSHA).
- Part of the US Department of Labor.
- Administrator is Doug Parker.
- Covers most private sector employees in all states.
- 22 states have OSHA-approved State Plans, which are OSHA-approved workplace safety and health programs operated by individual states or U.S. territories. State Plans must be at least as effective as OSHA rules from a worker protection standpoint.
- Section 5(a)(1) of the OSH Act requires an employer to furnish a place of employment that is free from recognized hazards that are causing or are likely to cause death or serious physical harm to employees.
- OSHA may issue a "standard" (subject to formal rulemaking, notice, and comment) or an "emergency temporary standard" (ETS).
- ETS applies when workers are in grave danger due to exposure to toxic substances or agents determined to be toxic or physically harmful.
- Validity of an ETS may be challenged in the federal U.S. Court of Appeals.

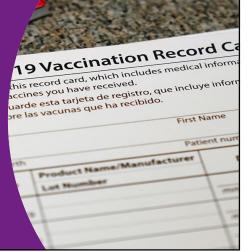
OSHA Healthcare ETS

- Took effect on 6/21/21.
- Applies to covered healthcare employers, including employees in hospitals, nursing homes and assisted living facilities, emergency responders, home healthcare workers, and employees within ambulatory care settings.
- <u>Requires</u> non-exempt facilities to conduct a hazard assessment and develop a written plan to mitigate the spread of COVID-19, and to provide certain PPE to employees.
- <u>Requires</u> non-exempt employers to provide covered employees with paid time off to get vaccinated and recover from side effects.
- Exempts fully vaccinated employees from masking, distancing and barrier requirements when in well-defined areas where there is no reasonable expectation that any person will be present with suspected or confirmed COVID-19.



OSHA General ETS

- Took effect on 11/5/21.
- <u>Applies to</u> employers with 100 or more employees (entire US workforce counted).
- · Imposes a vaccination or test/mask requirement.
- <u>Most requirements are due</u> by 12/6/21. Requirement to be vaccinated or test/mask is 1/4/22.
- <u>Does not apply</u> to employees who are working from home until they come into the physical work space.
- <u>Does not apply</u> to employers covered by OSHA's Healthcare ETS or federal contractors subject to the Safer Federal Workforce Task Force rules.
- <u>22 states with OSHA-approved State Plans</u> have 30 additional days to decide whether to adopt the ETS or implement a program that is at least restrictive.
- <u>Challenged by multiple states</u> and business groups. Stayed by 5th Circuit Court of Appeal on 11/6, affirmed 11/12.
- <u>Consolidated challenges</u> in the 6th Circuit, pending determination.



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Our message to businesses right now is to move forward with measures that will make their workplaces safer and protect their workforces from COVID-19.

That was our message after the first stay issued by the Fifth Circuit. That remains our message and nothing has changed. We are still heading towards the same timeline.

The Department of Justice is vigorously defending the emergency temporary standard in court and we are confident in OSHA's authority."

11/18/21



Jen Psaki White House Press Secretary

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[T]he stay should be dissolved, and OSHA should be permitted to respond to the particularly acute workplace danger of the COVID-19 virus.

[...]

If the Court were inclined to leave the stay in place, the stay should be modified so that the masking-and-testing requirement can remain in effect during the pendency of this litigation."

11/23/21



Department of Justice

OSHA ETS Practical Advice

Prepare for Vaccination & Testing

- How will you collect vaccination cards? How will they be secure?
- How will you ensure time off is properly provided for vaccinations?
- · How will you run a testing program?
- . Who pays for the testing?
- . What tests are acceptable?
- What is the discipline for noncompliance?
- . How do you monitor the time off?

Prepare for Exemptions

- What type of proof will you require?How do you determine whether there
- is a sincerely held religious belief?
- What will constitute undue hardship?
- What about local exemption requirements?
- How to handle the interactive process?

Prepare for Enforcement

- OSHA relies on whistleblowers.
- Requirement to provide records and logs is very short duration.
- Must develop means to collect and maintain vaccination and testing verification and produce records to OSHA in short order.
- OSHA inspections, by regulation, are not announced. There will be no notice of the agency coming.
- Penalties can be high.
- How do you demonstrate compliance?





Federal Contractor Rule

- Executive Order signed 9/9/21, effective 1/18/22.
- <u>Safer Federal Workforce Task Force</u> issued guidance on 9/24/21.
- FAR Council released contract language on 10/7/21.
- <u>Applies to</u> government contractors under "contracts and contract-like agreements" (i.e., legally enforceable agreement). Also required to be "flowed-down" to subcontractors.
- <u>Applies to contracts for</u> services (not goods, but including leasehold interest) with a value of at least \$250,000. Applies to newly awarded contracts and extensions.
- <u>Requires</u> all employees to be fully vaccinated, no testing option. Accommodations must be considered. Masking requirements for both vaccinated and unvaccinated. Remote included.
- <u>Covers</u> employees who work on a contract or in connection with a contract and any employees working at the same facility as those employees.



CMS Rule

- <u>Announced</u> intent on 9/9/21 by Centers for Medicare & Medicaid Services (CMS).
- Regulations released on 11/4/21.
- <u>Applies</u> to eligible staff employed or working at certain participating Medicare and Medicaid providers and suppliers.
- <u>Staff definition</u> includes all employees, volunteers, students, trainees, etc.
- What about service providers?
- Required to develop and implement policies.
- <u>Same vaccination proof requirement</u> under OSHA ETS, but no attestation option. Facilities can develop their own or use CDC staff vaccination tool.
- Exemptions must be considered.
- More guidance will be forthcoming.
- CMS will assess compliance through usual survey and enforcement activities. Downside can include penalties, denial of payment, or termination of Medicare / Medicaid provider agreement.
- <u>Preliminary injunction</u> granted on Nov. 29, applicable in 10 states.









Thank you

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