Termination of Employment: Respecting Employees and Protecting Employers

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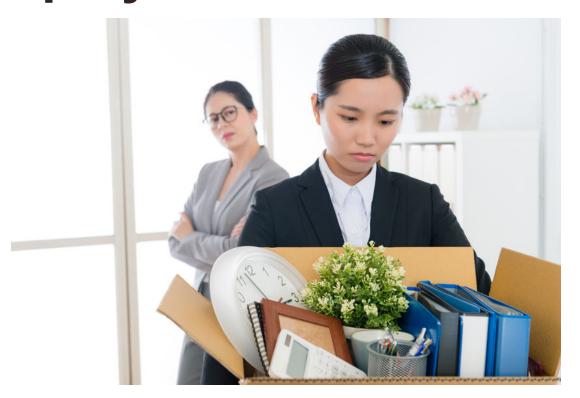


Overview of Objectives

- When and how to end the employment relationship
- Statutory obligations and risks for potential legal exposure upon termination
- How severance packages protect employers and ease the transition for employees

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When and How to End Employment Relationship



Evaluate Factual Circumstances







- Complaint filed
- Potential Complaint
- Performance Issue
- Reduction in force
- Staffing needs and transition

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Consider Offering Severance in Exchange for Release of Claims





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Prepare for Conversation at Time of Termination



- Time, place, persons present, tone
- Reason for termination (or not?)
- Facts leading up to decision
- Explain transition

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Consider what Access to Company Equipment and Resources Must be Terminated Upon Separation



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Statutory Obligations and Risks for Potential Legal Exposure Upon Termination



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Evaluate the Potential Damages Under Any Potential Legal Claim





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Consider Statutory Requirements to Obtain Release of Age Discrimination Claim





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Consider Statutory Requirements if Company is Closing a Plant or Instituting Mass Layoff





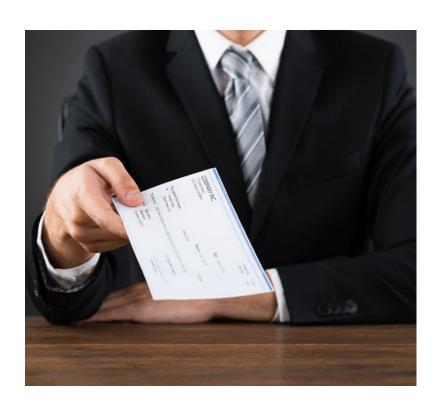
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How Severance Packages Protect Employers and Ease the Transition for Employees





Compensation to Employee



- Amounts owed to employee
- Additional consideration in exchange for release
- Deferred compensation

Release of Employer



- Effective date
- Agreement not to sue
- Specific individuals
- Claims waived
- Carveouts

Other Employer Protections





- Confidentiality
- Company property
- Non-competition
- Non-solicitation
- Non-disparagement
- Remedies upon breach

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Thank you!

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