## The Importance & Possibility of Paid Family Leave In Nebraska June 6, 2017

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### Paid Family Leave & Income Inequality

- 94% of low-wage workers in the U.S. have no access to paid family leave
- One in four new mothers in the U.S. are back at work just 10 days after childbirth
- People who make more than \$75,000 are twice as likely to get paid leave than people who make less than \$30,000
- Nearly half of new parents who make less than \$30K annually who did not have fully paid parental leave sought public assistance

'The Haves & Have Nots of Paid Family Leave' A report by PL+US: Paid Leave for the United States. May 2017

# Paid Leave Policy Prescriptions

- Covers all workers regardless of business size or rank or position
- Covers family and medical leave for new child, serious personal or family illness, in all types of families
- Affordable for families and for businesses and includes job and benefits protection
- Adequate time for bonding or healing

# Nebraska State Law

- Consistent with federal FMLA but does grant additional rights
- Under Neb. Rev. Stat. 48-234 employers who provide parental leave for biological parents must also provide same for adoptive parents
  - Military exceptions for up to 30 weeks of unpaid leave for parents and spouses of person called to service

### **Current Legislation in Nebraska - LB 305**

### Introduced by Senator Sue Crawford in 2017 to create the Paid Family Medical Leave Insurance Act

### • Who is covered?

 Nebraska employees covered by unemployment insurance – 90-95% of the total workforce in Nebraska

#### • How is the program funded?

 Contributions from payroll deductions of covered employees not to exceed one-half of one percent of an employee's gross wages in any twelve month period

#### What reasons allow for paid leave?

- Care for self, care for a new child, care for a family member, military exigency leave

#### • What are the benefits?

- Benefits are capped and range from 50% to 95% of weekly wages based on earnings

### **Current Legislation in Nebraska - LB 305**

#### • Nondiscrimination

 Covered individuals are entitled to have their jobs or equivalent positions back upon return, including fringe benefits and service credits

### • How long can a worker receive benefits?

6-12 weeks depending on type of leave

### • Is there an unpaid waiting period?

- Yes, a 7 day unpaid waiting period with two military exceptions

#### Notice

Each covered employer shall provide written notice upon hiring and annually thereafter

### • Legislative Intent and Reporting

 Utilize existing data and technology, including unemployment insurance, and submit an annual report with data that includes usage, contributions and costs.

### **Barriers and Further Research**

- Lack of Temporary Disability Insurance System
- Funding
  - Build and Administration Costs
  - Benefit Payment Costs
- Business Opposition
- Unanswered equity-related research questions include:
  - How do FMLA impacts on leave-taking, employment, and child health outcomes vary by race/ethnicity?
  - What is the impact of the FMLA on maternal or employee health outcomes, especially for vulnerable subgroups?
  - What is the impact of the FMLA on gender discrimination?

# Strong Public & Business Support

- 64 percent of voters say they are more likely to vote for an elected official who supports policies such as paid family and medical leave, paid sick days and equal pay.
- Leaked internal polling shows potential and current state chambers of commerce members support paid leave.

1: Lake Research Partners/The Tarrance Group Survey of 2014 Election Voters 2: http://www.prwatch.org/news/2016/03/13072/chamber-commerce

### What's Next?



PAID FAMILY & MEDICAL LEAVE