MISSISSIPPI LEGISLATURE

By: Senator(s) Turner-Ford

REGULAR SESSION 2024

To: Labor; Economic and Workforce Development

SENATE BILL NO. 2089

1 AN ACT TO ESTABLISH THE MISSISSIPPI PAID FAMILY LEAVE ACT; TO 2 PROVIDE CERTAIN APPLICABLE DEFINITIONS; TO ENABLE THE MISSISSIPPI 3 DEPARTMENT OF EMPLOYMENT SECURITY TO ADMINISTER AND IMPLEMENT THIS ACT; TO ENTITLE COVERED INDIVIDUALS THE RIGHT TO PAID LEAVE; TO 4 DETERMINE THE AMOUNT OF FAMILY AND MEDICAL LEAVE INSURANCE 5 6 BENEFITS FOR COVERED INDIVIDUALS; TO CREATE THE FAMILY AND MEDICAL 7 LEAVE INSURANCE FUND IN THE STATE TREASURY; TO STIPULATE FOR THE DETERMINATION OF INSURANCE PREMIUMS BY THE STATE TREASURER; TO 8 9 PROTECT THE EMPLOYMENT OF COVERED INDIVIDUALS WHILE THEY ARE ON 10 LEAVE; TO PROHIBIT EMPLOYERS FROM VIOLATING RIGHTS PROTECTED IN 11 THIS ACT; TO ALLOW THE DIRECTOR OF THE MISSISSIPPI DEPARTMENT OF 12 EMPLOYMENT SECURITY TO ADMINISTER THIS ACT AND HOLD VIOLATING 13 EMPLOYERS LIABLE; TO PROVIDE THAT THIS ACT IS TO BE CONSTRUED ALONGSIDE SIMILAR PROVISIONS IN THE FEDERAL FAMILY AND MEDICAL 14 15 LEAVE ACT; TO REQUIRE THAT CLAIMS BE MADE IN ACCORDANCE WITH 16 REGULATIONS PRESCRIBED BY THE DIRECTOR OF THE MISSISSIPPI 17 DEPARTMENT OF EMPLOYMENT SECURITY; TO DISQUALIFY COVERED 18 INDIVIDUALS FROM COVERAGE UPON FRAUD, MISREPRESENTATION, OR 19 ERRONEOUS PAYMENT; TO ALLOW COVERED INDIVIDUALS TO ELECT FOR 20 INITIAL COVERAGE OR SUBSEQUENT COVERAGE; TO REQUIRE THAT THE MISSISSIPPI DEPARTMENT OF EMPLOYMENT SECURITY ESTABLISH AND 21 22 ADMINISTER A FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM; TO 23 OUTLINE CERTAIN REQUIREMENTS FOR THE FORMATION AND ADMINISTRATION 24 OF A FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM; TO STIPULATE FOR 25 CERTAIN ACTIONS BY THE MISSISSIPPI DEPARTMENT OF EMPLOYMENT 26 SECURITY IF THE INSURANCE BENEFITS IN THIS ACT ARE SUBJECT TO 27 FEDERAL INCOME TAX; TO ALLOW INTERMITTENT OR REDUCED LEAVE; TO 28 REQUIRE THAT THE MISSISSIPPI DEPARTMENT OF EMPLOYMENT SECURITY MAKE AN ANNUAL REPORT TO THE LEGISLATURE; TO REQUIRE THAT THE 29 DEPARTMENT OF EMPLOYMENT SECURITY CONDUCT A PUBLIC EDUCATION 30 31 CAMPAIGN; TO ENCOURAGE THE DEPARTMENT TO COLLECT DATA FOR THE 32 PURPOSE OF LIMITING THE COST OF THE PROGRAM; TO REQUIRE THAT AN EMPLOYER PROVIDE WRITTEN NOTICE OF THE PROGRAM TO EMPLOYEES UPON 33 34 HIRING AND ANNUALLY THEREAFTER; AND FOR RELATED PURPOSES.

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35 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MISSISSIPPI: 36 <u>SECTION 1.</u> Definitions. (1) Unless the context clearly 37 requires otherwise, the definitions in this section apply 38 throughout this act:

(a) "Alternative base period" means the last four (4)
completed calendar quarters immediately preceding the first day of
an individual's application year.

42 (b) "Application year" means the twelve-month period
43 beginning on the first day of the calendar week in which an
44 individual files an application for family leave insurance
45 benefits.

46 (c) "Average weekly wage" means one-thirteenth (1/13)
47 of the wages paid during the quarter of the covered individual's
48 base period or alternative base period in which the total wages
49 were highest.

(d) "Base period" means the first four (4) of the last five (5) completed calendar quarters immediately preceding the first day of an individual's application year; provided that if the first quarter of the last five (5) completed calendar quarters was included in the base period applicable to any individual's previous application year, the individual's base period shall be the last four (4) completed calendar quarters.

57 (e) "Child" means, regardless of age, a biological, 58 adopted or foster child, stepchild or legal ward, a child of a 59 domestic partner, a child to whom the covered individual stands in

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 2 (aa\tb) 60 loco parentis, or a person to whom the covered individual stood in 61 loco parentis when the person was a minor. 62 "Covered individual" means a person who: (f) 63 Satisfies the following earnings requirements: (i) 64 1. Has earned not less than twenty-six (26) 65 times the minimum weekly benefit amount pursuant to Section 66 71-5-503 from work in the state during the person's base period or 67 alternative base period; and 68 2. Has earned not less than forty (40) times 69 the person's weekly benefit amount pursuant to Section 71-5-503 70 from work in the state during that guarter of the person's base 71 period or alternative base period in which the person's wages were 72 highest; 73 (ii) Meets the administrative requirements 74 outlined in this act and in other law and rules; and 75 (iii) Submits an application. 76 "Department" means the Department of Employment (q) 77 Security. 78 (h) "Director" means the director of the department. 79 (i) "Employee" means an individual employed by an 80 employer within this state. 81 "Employer" has the same meaning as defined in the (j) federal Fair Labor Standards Act of 1938 (29 USC Section 203(d)). 82 83 "Family and medical leave insurance benefits" means (k) the benefits provided under this act. 84

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85 (1) "Family member" means: 86 (i) A child; 87 (ii) A biological, adoptive or foster parent, stepparent, or legal guardian of a covered individual or a covered 88 89 individual's spouse or domestic partner or a person who stood in 90 loco parentis when the covered individual or the covered individual's spouse or domestic partner was a minor child; 91 92 A person to whom the covered individual is (iii) 93 legally married under the laws of a state or jurisdiction of the 94 United States; 95 (iv) A grandparent or step-grandparent of the 96 covered individual or the covered individual's spouse or the 97 domestic partner; 98 A grandchild or step-grandchild of the covered (V) 99 individual or the covered individual's spouse or domestic partner; 100 (vi) A biological, foster, or adopted sibling or 101 the spouse or domestic partner of the sibling; 102 (vii) A domestic partner registered as such under 103 the laws of a state or political subdivision; or 104 (viii) Any other individual related by blood or 105 whose close association with the covered individual is the 106 equivalent of a family relationship. 107 "Health care provider" means any person licensed (m) 108 under federal law, any state law, or the laws of another country wherein the person practices to provide medical or emergency 109

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110 services, including, but not limited to, doctors, nurses and 111 emergency room personnel, clinical social workers, licensed 112 professional counselors or certified midwives.

(n) "Paid family and medical leave" means leave taken from employment, self-employment or availability for employment in connection with family and medical leave insurance benefits under this act.

(o) "Qualifying exigency leave" means leave for the family member of a service member for a need arising out of a covered individual's family member's active duty service or notice of an impending call or order to active duty in the United States Armed Forces, including, but not limited to:

122 (i) Providing for the care or other needs of the123 service member's child or other family member;

124 (ii) Making financial or legal arrangements for 125 the service member;

126 (iii) Attending counseling;

127 (iv) Attending military events or ceremonies; 128 (v) Spending time with the service member during 129 rest and recuperation leave;

130 (vi) Spending time with the service member131 following a return from deployment; or

132 (vii) Making arrangements following the death of133 the service member.

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 5 (aa\tb) (p) "Serious health condition" has the same meaning as defined in the federal Family and Medical Leave Act of 1993 (29 USC 2611(11)).

137 (q) "State average weekly wage" has the same meaning as 138 the term "average weekly wage for the state," as referenced in 139 Section 71-3-3.

140 <u>SECTION 2.</u> Administration. The Mississippi Department of 141 Employment Security shall administer and implement the provisions 142 of this act.

143 <u>SECTION 3.</u> Entitlement to paid leave. (1) Beginning on 144 January 1, 2027, a covered individual has the right to take paid 145 family and medical leave and to receive family and medical leave 146 insurance benefits pursuant to this act if the individual meets 147 one (1) of the following requirements:

(a) Because of birth, adoption, or placement through
foster care, is caring for a new child within the first year of
the anticipated birth, adoption or placement;

(b) Is caring for a family member with a serious healthcondition;

(c) Has a serious health condition; or

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(d) Because of any qualifying exigency leave arising
out of the deployment of a family member of the covered
individual.

157 (2) Benefits are payable to an individual who is not158 currently employed and has been separated from employment for not

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163 (3) The maximum number of weeks for which a covered 164 individual may take paid family and medical leave and for which 165 family and medical leave insurance benefits are payable in an 166 application year is twelve (12) weeks.

167 <u>SECTION 4.</u> Amount of family and medical leave insurance
 168 benefits. (1) The amount of family and medical leave insurance
 169 benefits is determined as follows:

(a) The weekly benefit is ninety percent (90%) of a covered individual's average weekly wage; provided, however, that if a covered individual's average weekly wage is less than Thirty Dollars (\$30.00), then the weekly benefit must be Thirty Dollars (\$30.00).

(b) The maximum weekly benefit is the state average weekly wage, except that for paid family and medical leave beginning before January 1, 2027, the maximum weekly benefit is One Thousand Dollars (\$1,000.00).

179 (2) Family and medical leave insurance benefits are not
180 payable until the covered individual accumulates at least one (1)
181 day or eight (8) consecutive hours of family and medical leave.

182 <u>SECTION 5.</u> Creation of the family and medical leave 183 insurance fund. (1) There is created in the State Treasury the

24/SS26/R437 PAGE 7 (aa\tb) Family and Medical Leave Insurance Fund, referred to in this section as the "fund." Monies in the fund may be used only to pay family and medical leave insurance benefits under this act and to administer the family and medical leave insurance program pursuant to this act. Only the director may authorize expenditures from the fund.

190 Whenever, in the judgment of the State Treasurer, there (2)191 shall be in the family and medical leave insurance fund an amount 192 of funds in excess of that amount deemed by the State Treasurer to 193 be sufficient to meet the current expenditures properly payable 194 therefrom, the State Treasurer shall have full power to invest, 195 reinvest, manage, contract, sell or exchange investments acquired 196 with such excess funds in the manner prescribed by Section 197 27-105-33. Interest earned on the investment of monies in the fund, and monies remaining in the fund at the end of a fiscal 198 199 year, remain in the fund and do not revert to the General Fund or 200 another fund.

201 <u>SECTION 6.</u> Premiums. (1) The State Treasurer is 202 responsible for determining the amount of premiums necessary to 203 finance the Family and Medical Leave Insurance Program annually, 204 no later than October 1, for the coming calendar year. Beginning 205 on October 1, 2025, the State Treasurer shall set the premium as 206 percentage of employee wages based on sound actuarial principles.

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207 (2) Beginning on January 1, 2026, an employee must pay
208 premiums in an amount determined by the State Treasurer under
209 subsection (1) of this section.

(3) An employer shall collect the premium amount from each
employee and shall remit the premium amount to the State
Treasurer, who shall transfer the premiums to the State Treasury
for deposit in the Family and Medical Leave Insurance Fund.

214 SECTION 7. Employment protection. (1) Any covered 215 individual who exercises the individual's right to family and 216 medical leave shall, upon the expiration of that leave, be 217 entitled to be restored by their employer to the position held by 218 the covered individual when the leave commenced, or to a position with equivalent seniority, status, employment benefits, pay, and 219 220 other terms and conditions of employment, including fringe 221 benefits and service credits that the covered individual was 222 entitled to at the commencement of leave.

223 During leave taken pursuant to this act, the employer (2)224 shall maintain any healthcare benefits the covered individual had 225 prior to taking such leave for the duration of the leave as if the 226 covered individual remained in employment continuously from the 227 date the individual commenced the leave until the date the 228 individual returns from paid family and medical leave. However, 229 the covered individual shall continue to pay the covered 230 individual's share of the cost of healthcare benefits as required prior to the commencement of the leave. 231

S. B. No. 2089 ~ OFFICIAL ~ 24/SS26/R437 PAGE 9 (aa\tb) 232 <u>SECTION 8.</u> Prohibited acts. (1) It is unlawful for an 233 employer or another person to interfere with, restrain, or deny 234 the exercise of, or the attempt to exercise, any right protected 235 under this act.

(2) An employer, temporary help company, employment agency,
employee organization or other person shall not discharge, expel,
demote, or otherwise discriminate or take adverse employment
action against a person because the person:

(a) Files, applies for, or uses benefits provided forunder this act;

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(b) Takes leave from work under this act;

(c) Intends to file a claim, a complaint, or an appealin relation to this act;

(d) Testifies, is about to testify, or assists in a proceeding under this act at any time, including the period in which the person receives family and medical leave insurance benefits under this act; or

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(e) Exercises other rights under this act.

(3) It is unlawful for an employer's absence control policy
to count paid family and medical leave taken under this act as an
absence that may lead to or result in discipline, discharge,
demotion, suspension or other adverse action.

(4) The protections provided pursuant to this section apply
to a person who mistakenly but in good faith alleges a violation
of this act.

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 10 (aa\tb) 257 <u>SECTION 9.</u> Enforcement. (1) Any employer who violates 258 Section 7 or 8 of this act shall be held liable for damages and 259 such equitable relief as provided under 29 USC Section 2617(a), 260 including that an action to recover such damages or equitable 261 relief may be maintained against any employer who violates Section 262 7 or 8 of this act in the manner prescribed in 29 USC Section 263 2617(a).

264 It shall be the duty of the director to administer this (2) 265 The director shall have the power and authority to adopt, act. 266 amend, or rescind such rules and regulations and to employ such 267 persons, make such expenditures, require such reports, make such 268 investigations, and take such other action as deemed necessary or 269 suitable to that end, and such rules and regulations shall be 270 effective upon publication in the manner, not inconsistent with 271 this act, which the director shall prescribe.

272 <u>SECTION 10.</u> Coordination of benefits. (1) (a) Leave taken 273 with family and medical leave insurance benefits under this act 274 that also qualifies as leave under the federal Family and Medical 275 Leave Act of 1993 (FMLA) (29 USC Section 2601 et seq.) shall run 276 concurrently with leave taken under the FMLA.

(b) An employer may require that family and medical leave insurance benefit payments made pursuant to this act be made concurrently or otherwise coordinated with payment made or leave allowed under the terms of short-term disability or designated family care leave under a collective bargaining agreement or

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 11 (aa\tb) employer policy. The employer must give employees written notice of this requirement when the employee requests leave under this act, or when the employer acquires knowledge that an employee's leave may be for a qualifying reason under Section 3(a) of this act.

(2) (a) This act does not diminish an employer's obligation
to comply with a collective bargaining agreement or employer
policy, as applicable, that provides greater leave or more
generous benefits.

(b) An agreement by an individual to waive the individual's rights under this act is void as against public policy.

294 <u>SECTION 11.</u> Appeals. (1) Claims for benefits must be made 295 in accordance with regulations the director prescribes.

(2) An applicant for family and medical leave insurance benefits who is dissatisfied with any determination of their claim for family and medical leave insurance benefits under this act may appeal the determination within ninety (90) days of receiving notice of the determination in the manner provided in Section 71-5-519.

302 <u>SECTION 12.</u> Erroneous payments and disqualification for 303 benefits. (1) A covered individual may be disqualified from 304 family and medical leave insurance benefits for up to one (1) year 305 if the individual willfully makes a false statement or

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308 If family and medical leave insurance benefits are paid (2)309 erroneously or as a result of willful misrepresentation, or if a 310 claim for family and medical leave insurance benefits is rejected 311 after benefits are paid, then the department may seek repayment of 312 benefits from the recipient. The director shall exercise discretion to waive, in whole or in part, the amount of any such 313 314 payments where the recovery would be against equity and good 315 conscience.

316 SECTION 13. Elective coverage. (1) A self-employed person, 317 including an independent contractor, sole proprietor, partner, or 318 joint venturer, may elect coverage under this act for an initial period of not less than three (3) years or a subsequent period of 319 320 not less than one (1) year immediately following another period of 321 coverage. A self-employed person who elects coverage shall become 322 eligible for family and medical leave insurance benefits 323 immediately when that individual has met the requirements of 324 Section (1)(f)(i) of this act. The self-employed person must file 325 a notice of election in writing with the director, as required by 326 the department. The election becomes effective on the date of 327 filing the notice.

328 (2) A self-employed person who has elected coverage may 329 withdraw from coverage within thirty (30) days after the end of 330 the three-year period of coverage, or at other times as the

S. B. No. 2089 ~ OFFICIAL ~ 24/SS26/R437 PAGE 13 (aa\tb) 331 director may prescribe by rule, by filing written notice with the 332 director, the withdrawal to take effect not sooner than thirty 333 (30) days after filing the notice.

(3) A person who has elected coverage under this section and
is no longer a self-employed person shall be excused from their
obligations under this section, as the department shall prescribe
by rule.

338 <u>SECTION 14.</u> Administration. (1) The department shall 339 establish and administer a Family and Medical Leave Insurance 340 Program using monies from the family and medical leave insurance 341 fund and pay family and medical leave insurance benefits as 342 specified in this act.

343 (2) The department shall establish procedures and forms for 344 filing claims for benefits under this act. The department shall 345 notify the employer within five (5) business days of the 346 department's receipt of a claim being filed pursuant to this act.

347 (3) The department shall use information sharing and
348 integration technology to facilitate the disclosure of relevant
349 information or records so long as an individual consents to the
350 disclosure in the manner provided by applicable law.

(4) Information contained in the files and records pertaining to an individual under this act are confidential and not open to public inspection under the Mississippi Public Records Act of 1983 in Section 25-61-1 et seq., other than to public employees in the performance of their official duties. However,

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 14 (aa\tb) an individual, or an authorized representative of a an individual, may review the records or receive specific information from the records on the presentation of the signed authorization of the individual.

(5) The director may promulgate rules in accordance with the Mississippi Administrative Procedures Law in Section 25-43-1.101 et seq., as necessary to implement this act. In promulgating rules, the director shall maintain, to the extent possible, consistency with the rules promulgated to implement the federal Family and Medical Leave Act of 1993 (29 USC 2601 et seq.).

366 <u>SECTION 15.</u> Income taxes. If the federal Internal Revenue 367 Service determines that family and medical leave insurance 368 benefits under this act are subject to federal income tax, then 369 the department must advise an individual filing a new claim for 370 family and medical leave insurance benefits, at the time the 371 individual files the claim, that:

372 (a) The federal Internal Revenue Service has determined373 that benefits are subject to federal income tax; and

374 (b) Requirements exist pertaining to estimated tax375 payments.

376 <u>SECTION 16.</u> Intermittent or reduced leave schedule. (1) A 377 covered individual shall be entitled, at the option of the covered 378 individual, to take paid family and medical leave on an 379 intermittent or reduced leave schedule in which all of the leave 380 authorized under this act is not taken sequentially. Family and

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 15 (aa\tb) 381 medical leave insurance benefits for intermittent or reduced leave 382 schedules shall be prorated.

383 The covered individual shall make a reasonable effort to (2)384 schedule intermittent or reduced leave so as not to disrupt unduly 385 the operations of the employer. The covered individual shall 386 provide the employer with prior notice of the schedule on which 387 the covered individual will be taking leave, to the extent practicable. Leave taken on an intermittent leave schedule shall 388 389 not result in a reduction of the total amount of leave to which a 390 covered individual is entitled beyond the amount of leave actually 391 taken.

392 <u>SECTION 17.</u> Reports. No later than April 1, 2027, and by 393 April 1 of each subsequent year, the department shall report to 394 the Legislature on projected and actual program participation, 395 premium rates, fund balances and outreach efforts.

396 SECTION 18. Public education campaign. The department shall 397 conduct a public education campaign to inform workers and employers about the program and the availability of paid family 398 399 leave and medical leave. The department may use a portion of the 400 funds collected for the paid family and medical leave insurance 401 program in a given year to pay for the public education campaign. 402 Outreach information must be available in English and other 403 languages spoken by more than ten percent (10%) of the state's 404 population.

S. B. No. 2089 24/SS26/R437 PAGE 16 (aa\tb) 405 <u>SECTION 19.</u> Data collection. The department is encouraged 406 to use state data collection and technology to the extent possible 407 in order to keep the cost of the family and medical leave 408 insurance program down and to integrate the program with existing 409 state policies.

410 SECTION 20. Notice. (1) An employer shall provide written notice to each employee upon hiring and each calendar year 411 412 thereafter. An employer shall also provide written notice to an 413 employee when the employee requests leave under this act, or when the employer acquires knowledge that an employee's leave may be 414 415 for a qualifying reason under Section 3(a) of this act. The notice must include: 416

417 (a) The employee's right to family and medical leave
418 insurance benefits under this act and the terms under which it may
419 be used;

420 (b) The amount of family and medical leave insurance421 benefits;

422 (c) The procedure for filing a claim for benefits;
423 (d) The right to employment restoration and benefits
424 continuation under Section 7 of this act;

(e) A statement that discrimination and retaliatory
personnel actions against a person for requesting, applying for,
or using family and medical leave insurance benefits is prohibited
under Section 8 of this act;

S. B. No. 2089 **~ OFFICIAL ~** 24/SS26/R437 PAGE 17 (aa\tb) (f) A statement informing the employee whether the employer requires payment pursuant to this act be made concurrently or otherwise coordinated with payment made or leave allowed under the terms of short-term disability or designated family care leave under a collective bargaining agreement or employer policy under Section 10 of this act; and

(g) That the employee has a right to enforce theirrights under this act pursuant to Section 9 of this act.

437 An employer shall also display and maintain a poster in (2) a conspicuous place accessible to employees at the employer's 438 439 place of business that contains the information required by 440 subsection (1) of this section in English, Spanish and any 441 language that is the first language spoken by at least ten percent 442 (10%) of the employer's workforce, as long as the notice has been 443 made publicly available by the by the department. The director 444 may adopt regulations to establish additional requirements 445 concerning the means by which employers provide the notice. 446 SECTION 21. This act shall take effect and be in force from 447 and after January 1, 2025.