LEGISLATURE OF NEBRASKA

ONE HUNDRED THIRD LEGISLATURE

SECOND SESSION

LEGISLATIVE BILL 955

Read first time January 16, 2014

Committee: Business and Labor

A BILL

- 1 FOR AN ACT relating to employment; to adopt the Paid Family Medical
- 2 Leave Act; and to provide an operative date.
- 3 Be it enacted by the people of the State of Nebraska,

1 Section 1. Sections 1 to 15 of this act shall be known

- 2 and may be cited as the Paid Family Medical Leave Act.
- 3 Sec. 2. The Legislature finds that very few employees are
- 4 protected from income losses caused by the need to take time off from
- 5 work to care for family members who are incapable of self-care,
- 6 including newborn and newly-adopted children. The growing portion of
- 7 <u>middle-income families in which all adult family members work,</u>
- 8 largely due to economic necessity, points to the desperate need for
- 9 replacement income when a working family member must take time to
- 10 care for family members who are unable to take care of themselves.
- 11 The Legislature also finds that the Paid Family Medical Leave Act
- 12 will help families adapt to the competing interests of work and home
- 13 and not only benefits employees, but also benefits employers by
- 14 reducing employee turnover and increasing employee productivity.
- Sec. 3. For purposes of the Paid Family Medical Leave
- 16 <u>Act:</u>
- 17 (1) Commissioner means the Commissioner of Labor;
- 18 (2) Covered employer means an employer subject to the
- 19 Employment Security Law;
- 20 (3) Employee means an individual employed by a covered
- 21 <u>employer;</u>
- 22 (4) Family member means a child, spouse, or parent of an
- 23 <u>employee;</u>
- 24 (5) Paid family medical leave means paid leave taken by
- 25 an employee from work to (a) participate in providing care for a

1 family member made necessary by a serious health condition of the

- 2 family member or (b) be with a child during the first twelve months
- 3 after the child's birth, if the employee is a biological parent of
- 4 the child or the first twelve months after a placement for adoption;
- 5 (6) Parent of an employee means a biological parent,
- 6 foster parent, adoptive parent, or stepparent of the employee;
- 7 (7) Placement for adoption means the time when an
- 8 employee adopts a child or becomes responsible for a child pending
- 9 <u>adoption</u> by the employee; and
- 10 <u>(8) Serious health condition means an illness, injury,</u>
- 11 impairment, or physical or mental condition which requires inpatient
- 12 <u>care in a hospital, hospice, or residential medical care facility or</u>
- 13 continuing medical treatment or continuing supervision by a health
- 14 care provider.
- Sec. 4. On and after the operative date of this act, an
- 16 employee who qualifies for paid family medical leave shall be
- 17 entitled to wages during the time the employee qualifies for paid
- 18 family medical leave under the Paid Family Medical Leave Act. Wages
- 19 paid during such leave shall be the average wage of the employee over
- 20 the last calendar quarter, or portion thereof, while employed by his
- 21 <u>or her current employer.</u>
- 22 Sec. 5. An employee may take up to six consecutive work
- 23 weeks or up to forty-two days on an intermittent basis of paid family
- 24 medical leave per year if eligible for such leave under the Paid
- 25 <u>Family Medical Leave Act.</u>

1 Sec. 6. (1) When paid family medical leave is taken by an 2 employee, the covered employer shall issue to the employee and to the 3 commissioner printed notices on forms prescribed by the commissioner 4 containing: The name, address, and social security number of the 5 employee; such wage information as the commissioner may require to 6 determine the employee's eligibility for paid family medical leave 7 including any other fully paid leave provided by the covered employer 8 during the period of paid family medical leave; and the name, 9 address, and identity number of the covered employer. Such notices 10 shall be issued not later than the ninth day of such leave including any time in which the covered employer provides other fully paid 11 12 leave. Not later than thirty days after the commencement of the paid 13 family medical leave for which the notices are furnished by the 14 covered employer, the employee shall furnish to the commissioner a notice and claim for paid family medical leave benefits. Upon the 15 16 submission of the notices by the covered employer and the employee, 17 the commissioner may issue paid family medical leave wages. For paid 18 family medical leave taken to care for a family member with a serious 19 health condition, wages shall be paid for periods not exceeding three 20 weeks pending the receipt of the certification required pursuant to 21 section 11 of this act. Failure to furnish notice and certification 22 shall not invalidate or reduce any claim if it is shown to the satisfaction of the commissioner that it was not reasonably possible 23 24 to furnish the notice and certification within the time prescribed in 25 this section and that the notice and certification was furnished as

- 1 soon as reasonably possible.
- 2 (2) An employee taking paid family medical leave or a
- 3 covered employer from whom the employee is taking the leave may
- 4 appeal the commissioner's determination of eligibility. Such appeal
- 5 shall be pursuant to the Administrative Procedure Act.
- 6 (3) An employee shall not simultaneously receive paid
- 7 <u>family medical leave wages and unemployment compensation.</u>
- 8 Sec. 7. Nothing in the Paid Family Medical Leave Act
- 9 shall be construed as nullifying any provision of an existing
- 10 <u>collective bargaining agreement or employer policy or preventing any</u>
- 11 new provision of a collective bargaining agreement or employer policy
- 12 which provides employees more generous leave or gives employees
- 13 greater rights to select which kind of leave is used or select the
- 14 order in which the different kinds of leave are used. Nothing in the
- 15 <u>act shall be construed as preventing a covered employer from</u>
- 16 providing more generous benefits or providing benefits which
- 17 supplement the benefits provided under the act for some or all of the
- 18 <u>covered employer's employees.</u>
- 19 Sec. 8. An employee who is entitled to leave under the
- 20 federal Family and Medical Leave Act of 1993, 29 U.S.C. 2601 et seq.,
- 21 shall take any paid family medical leave under the Paid Family
- 22 Medical Leave Act concurrently with leave taken pursuant to the
- 23 federal Family and Medical Leave Act of 1993.
- Sec. 9. <u>Each covered employer shall conspicuously post</u>
- 25 notification by a form prescribed by the commissioner in a place or

places accessible to all employees in each of the covered employer's 1 2 workplaces of employee's rights regarding paid family medical leave. 3 The covered employer shall also provide each employee with a written 4 copy of the notification: (1) Not later than thirty days after the 5 form of the notification is prescribed by the commissioner; (2) at 6 the time of the employee's hiring if the employee is hired after the 7 form is prescribed; (3) whenever the employee notifies the covered 8 employer that the employee is taking time off for circumstances under 9 which the employee is eligible for paid family medical leave; and (4) 10 at any time, upon the first request of the employee. Sec. 10. (1) Paid family medical leave taken for a family 11 12 member who has a serious health condition may be taken 13 intermittently, when medically necessary, if: (a) The total time 14 within which the leave is taken does not exceed twelve months; (b) 15 the employee provides the covered employer with a copy of the 16 certification required pursuant to section 11 of this act; (c) the 17 employee provides the covered employer with prior notice of the leave 18 not less than fifteen days before the first day of such leave, unless an emergency or other unforeseen circumstance precludes prior notice; 19 20 and (d) the employee makes a reasonable effort to schedule the leave 21 so as not to unduly disrupt the operations of the covered employer 22 and, if possible, provide the covered employer, prior to the commencement of intermittent leave, with a regular schedule of the 23 days or days of the week on which the intermittent leave will be 24 25 taken.

(2) If paid family medical leave is taken for a family 1 2 member who has a serious health condition on a continuous basis of up to six work weeks, the employee shall: (a) Provide the covered 3 4 employer with prior notice of the leave in a reasonable and 5 practicable manner, unless an emergency or other unforeseen 6 circumstance precludes prior notice; (b) provide a copy of the 7 certification required pursuant to section 11 of this act; and (c) 8 make a reasonable effort to schedule the leave so as not to unduly 9 disrupt the operations of the covered employer. 10 Sec. 11. Any period of paid family medical leave for the serious health condition of a family member shall be supported by 11 12 certification provided by a health care provider. The certification 13 shall be sufficient if it states: 14 (1) The date, if known, on which the serious health condition commenced; 15 16 (2) The probable duration of the condition; (3) The medical facts within the knowledge of the health 17 care provider of the certification regarding the condition; 18 (4) An estimate of the amount of time that the employee 19 20 is needed for participation in the care of the family member; 21 (5) If the leave is intermittent, a statement of the medical necessity for the intermittent leave and the expected 22 23 duration of the intermittent leave; and

treatment, the dates of the treatment.

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(6) If the leave is intermittent and for planned medical

Sec. 12. (1) All of the paid family medical leave wages 1 2 paid to an employee during a period of paid family medical leave with 3 respect to any one birth or placement for adoption shall be for a 4 single continuous period of time up to six consecutive work weeks, 5 except that the covered employer may permit the employee to receive 6 the paid family medical leave wages during nonconsecutive weeks in a 7 manner mutually agreed to by the employer and the employee and 8 disclosed to the commissioner by the covered employer. 9 (2) The employee shall provide the covered employer with 10 notice of the period of paid family medical leave with respect to birth or placement for adoption not less than thirty days before the 11 12 leave commences. The amount of paid leave shall be reduced by two 13 weeks if the employee does not provide notice to a covered employer as required by this subsection unless the time of the leave is 14 15 unforeseeable or the time of the leave changes due to unforeseeable 16 reasons. (3) Paid family medical leave taken because of a birth or 17 placement for adoption may be taken at any time within one year after 18 19 the date of the birth or placement for adoption. 20 Sec. 13. The commissioner shall issue and make available 21 to the public, not later than December 31, 2016, and each year 22 thereafter, annual reports providing data on paid family medical leave, including separate data for claims involving care of family 23 24 members in the following categories: (a) Care of newborn children; 25 (b) care of adopted children; (c) care of sick children; (d) care of

1 sick spouses; and (e) care of other sick family members. The reports

- 2 shall include, for each category of claims, the number of employees
- 3 receiving the paid family medical leave wages, the amount of the
- 4 wages paid, the average duration of such leave, and the average
- 5 weekly wage. The reports shall also provide the total costs of wages
- 6 paid, the total cost of administration, and the total revenue from
- 7 <u>employee contributions.</u>
- 8 Sec. 14. (1) The Paid Family Medical Leave Fund is
- 9 created. Any money in the fund available for investment shall be
- 10 <u>invested by the state investment officer pursuant to the Nebraska</u>
- 11 Capital Expansion Act and the Nebraska State Funds Investment Act.
- 12 (2) The commissioner shall administer the Paid Family
- 13 Medical Leave Fund. Employee contributions shall be collected by
- 14 covered employers as payroll deductions and shall be remitted to the
- 15 State Treasurer for credit to the fund. Paid family medical leave
- 16 wages and administration costs for the Paid Family Medical Leave Act
- 17 shall be paid from the fund.
- 18 (3) The commissioner shall determine the payroll
- 19 contribution for employees to be collected beginning on the operative
- 20 <u>date of this act necessary to cover the costs of the Paid Family</u>
- 21 Medical Leave Act. The commissioner shall redetermine such amount for
- 22 <u>each fiscal year thereafter.</u>
- 23 Sec. 15. If an employee receives paid family medical
- 24 leave wages to which the employee was not entitled because the
- 25 employee knowingly misrepresented or withheld any material fact to

1 obtain such wages, the employee shall be liable for repayment of the

- 2 wages. The commissioner shall promptly notify the employee by mail of
- 3 the repayment determination and the reasons for the determination.
- 4 Unless the employee files an appeal of the determination within
- 5 <u>twenty calendar days following the receipt of the notice or within</u>
- 6 <u>twenty-four days after the notice was mailed to the employee's last-</u>
- 7 known address, the determination shall be final.
- 8 Sec. 16. This act becomes operative on July 1, 2015.