

# Welcome!

3:00

minutes

until the webinar starts



## While you wait, here are some fast facts about HR outsourcing:

Companies that outsource HR to a professional employer organization (PEO) are **50% less likely** to go out of business.



"Professional Employer Organizations: Keeping Turnover Low & Survival High" McBassi & Company, 2014

### The webinar will begin shortly...

minutes



### While you wait, here are some fast facts about HR outsourcing:

2:00Companies that use a professional employer organization (PEO) are 28% more satisfied with their available selection of until the webinar starts

employee benefits.



"PEOs: Taking Outsourcing a Step Beyond Pays off for Small & Mid-Sized Companies" Aberdeen Group, 2011

### The webinar will begin shortly...

1:00

minute

until the webinar starts



## While you wait, here are some fast facts about HR outsourcing:

G&A Partners has an average Net Promoter Score (NPS) that is **35x higher** than that of the HR outsourcing industry.



"NPS Benchmarks for B2B" Inavero, 2014

### **Before we begin**...



We are recording this webinar. The on-demand recording will be available on our website by the end of the week.

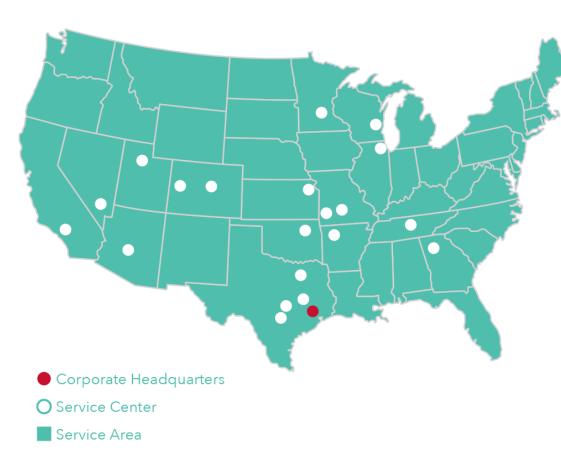
This webinar has been pre-certified by the Human Resources Certification Institute (HRCI) and The Society for Human Resource Management (SHRM) for one hour of HR general recertification credit.

If at any time during the presentation you have a question that you'd like us to answer, please send it to us using the "Questions" tab in the GoToWebinar menu bar.

### **About G&A Partners**



G&A Partners delivers world-class HR solutions that help build thriving businesses and make a difference in the lives of the clients and employees we serve.



PHOENIX, AZ **BENTONVILLE, AR** LOS ANGELES, CA DENVER, CO GRAND JUNCTION, CO ATLANTA, GA CHICAGO, IL KANSAS CITY, KS MINNEAPOLIS, MN JOPLIN, MO SPRINGFIELD, MO LAS VEGAS, NV TULSA, OK NASHVILLE, TN AUSTIN, TX COLLEGE STATION, TX DALLAS, TX HOUSTON, TX SAN ANTONIO, TX SALT LAKE CITY, UT MILWAUKEE, WI





## Paid Family Leave Laws

Coming to a state near you...

### **Paid Family Leaves**









### What is it?

>

### What is Paid Family Leave?



#### **Types of Paid Family Leave**

**Pay-Replacement Plan** 

- Provides pay replacement while on leave for qualifying reasons
- Provides no leave time

**Pay-replacement and Leave Provision Plan** 

- Provides pay replacement while on leave for qualifying reasons
- Mandates leave time for use during the paid period

#### **Covered Entities/Individuals:**

- Employee and Family Members
- Only Family members (no employee coverage)
- Small Employer Carve-outs?

### What is Paid Family Leave?



#### How did PFL come about?

1919

1972 -1992

- Maternity Protection Convention (International Labor Organization)
- Protections for pregnant workers (EEOC)
- Family Employment Security Act of 1984 (FESA) Never introduced in Congress
- Parental and Medical Leave Act stalled in House subcommittees
- Parental and Medical Leave Act Reintroduced 1986
  - Renamed Family and Medical Leave Act (FMLA) (1986)
  - Passed by Congress (1990) vetoed by President G.H.W. Bush
  - FMLA passed again by Congress (1992) vetoed again by President G.H.W. Bush.



- President Bill Clinton is sworn in, beating out one-term President George H.W. Bush
  - First piece of legislation President Clinton signed was the FMLA

### What's the difference?



replacement

of the others

#### Parental Maternity Paternity Family LOA granted LOA granted LOA granted LOA granted to mother for to father for to parent for to care for baby bonding baby bonding recovery from family childbirth and members May include Same benefit baby bonding adoption to caregivers, May also regardless of May pair with apply to Tends to be • short-term gender employee lesser benefit disability than maternity • Time may be Expansion coverage leave shared and

May not apply to adoptions

• May include adoption





### Where is it?

### Where is it?



#### **Poll Question:**

What was the first state to pass a PFL law?

- New York
- Pennsylvania
- California
- Washington



### Where is PFL Now?



### Current States:

- California
- Connecticut
- D.C.
- Massachusetts
- New Jersey
- New York
- Rhode Island
- Washington state

#### **Upcoming States**:

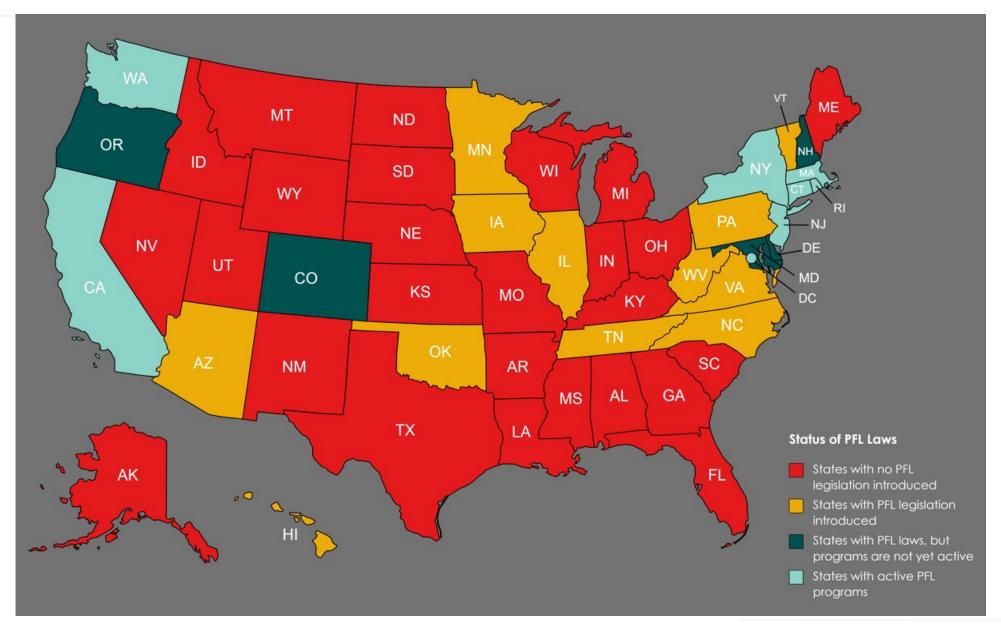
- Colorado
- 2023 contributions
- 2024 benefits
- Delaware
- 2025 contributions
- 2026 benefits
- Maryland
- 2023 contributions
- 2025 benefits
- New Hampshire
- 2023 voluntary
- Oregon
- 2023 contributions
- 2023 benefits

#### **States in Process:**

- Arizona
- Hawaii
- Illinois
- Iowa
- Minnesota
- Oklahoma
- North Carolina
- Pennsylvania
- Tennessee
- Vermont
- Virginia
- West Virginia

### Which States Have PFL Laws?

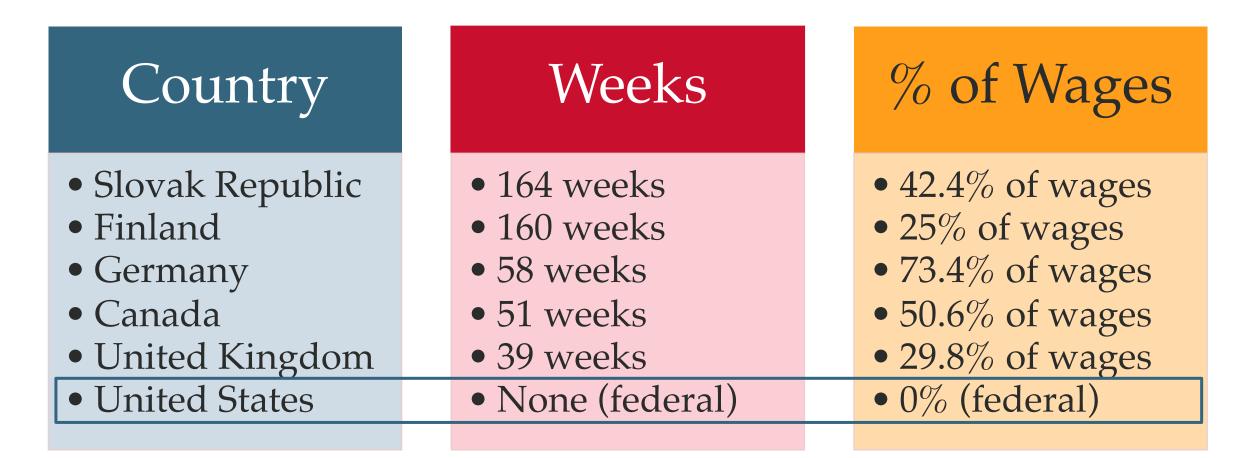




### How do we compare internationally?



#### How do we stack up against other countries?





### How is it paid for?





### How is it paid for?

#### **Types of Funding**





Fully employer paid

- Percent of employer payroll
- Fully employee paid
- Percent of their individual payroll
- Split contribution
- A portion is provided by the employer
- The balance is provided by the employee



#### Where it goes

- State managed trust fund
- Paid out to eligible employees with qualifying reasons

#### Timing

When does it start?

• At least one year before benefits are available

#### **EXAMPLE:** Colorado PFL

- Payroll contributions begin 1/1/2023
- Benefits become available to employees contributing to the fund on 1/1/2024







### What do I have to know?



### What do I have to know?



Employer	<ul> <li>Know the PFL laws for the state(s) in which you operate</li> <li>Set up contributions based on state requirements</li> <li>If necessary, provide leave time in alignment with the law(s)</li> <li>Pay attention to communications from your employer regarding PFL laws.</li> <li>Understand when and what makes you eligible under the law(s)</li> <li>Follow application directions to obtain benefits</li> </ul>		
Employee			
Know who is covered	<ul> <li>Both Employee and family members</li> <li>Family members only (no employee coverage)</li> </ul>		
	Employee		

### **PFL Best Practices**





### What do I have to know?



#### **Poll Question**

True or False: All PFL laws provide leave time.

## 

### What do I have to know?



#### **Poll Question**

True or False: If an employee is on PFL, their job is protected.

## 





### What other trends are we seeing?



### **Other benefits may include...**



- Non-mandated PFL
- Flexible work arrangements
  - Hybrid
  - Remote work
- More PTO for new hires
- Paid vacations before starting employment
- Student and other financial debt assistance
- Pet-related benefits



### In summary – paid leave evolution



#### Paid Family Leaves (today)

Unpaid Leaves 8 states with active leaves 5 states pending FMLA (1993) implementation State FMLA clones 12 states with legislation in "Kin care" laws process **Short-term Paid Future of Paid** Leaves Leaves Paid Sick Leave (SF-CA) California plans to... Paid Sick and Safe Push for a national Leaves plan Mandatory PTO (NV/ME) Opt for more time

### **CHART - Current PFL laws**

\*Benefits effective 1/1/2023

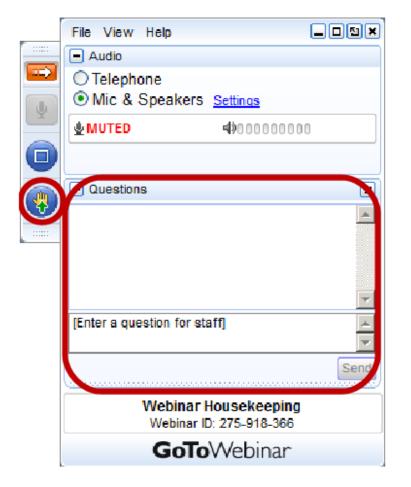
\*\*Benefits effective 9/3/2023, contributions begin 1/1/2023 \*\*\*Benefits effective 1/1/2024, premiums begin 1/1/2023 \*\*\*\*Benefits effective 1/1/2025, contributions begin 10/1/2023 \*\*\*\*Benefits effective 1/1/2026, contributions begin 1/1/2025



State	Active Now	Mandatory	Employer funded	Employee funded	Employee's own health	Family member's health/care	Other uses
California	Yes	Yes	No	Yes	No (State disability option)	Yes	Military family
Colorado	No***	Yes	Yes	Yes	Yes	Yes	Military family & safe time
Connecticut	Yes	Yes	No	Yes	Yes	Yes	Military family & safe time
Delaware	No****	Yes	Yes	Yes	Yes	Yes	Military family
DC	Yes	Yes	Yes	No	Yes	Yes	
Maryland	No****	Yes	Yes	Yes	Yes	Yes	
Massachusetts	Yes	Yes	Yes	Yes	Yes	Yes	Military family
New Jersey	Yes	Yes	Yes	Yes	No (Temporary disability option)	Yes	Safe time
New Hampshire	No*	<u>No</u>	Optional	Optional	Yes	Yes	Military family
New York	Yes	Yes	Yes	Yes	No (Temporary disability option)	Yes	Military family
Oregon	No**	Yes	Yes	Yes	Yes	Yes	Safe time
Rhode Island	Yes	Yes	No	Yes	Yes	Yes	
Washington	Yes	Yes	Yes	Yes	Yes	Yes	Military family & child's death

### Questions





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If we don't get to your questions during the Q&A session of this presentation, you can email them to info@gnapartners.com.





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