

The Path to Today



Why Paid Family and Medical Leave



- ✓ An essential benefit that gives every Washingtonian support when they need it most.
- ✓ Strengthens companies of every size by making it possible to give every employee a way to be there for care.
- ✓ Share the costs associated with leave among employers and workers.



Rollout Timeline

2019

Premium Collection Reporting Hours & Wages 2020

Benefits Available

Who Does This Apply To?



Workers & their employers in Washington

Collective Bargaining Agreements

"Nothing in this chapter requires any party to a collective bargaining agreement in existence on **October 19, 2017**, to reopen negotiations of the agreement or to apply any of the rights and responsibilities under this chapter unless and until the existing agreement is reopened or renegotiated by the parties or expires." RCW 50A.04.235

CBA's Continued

- When reopened, renegotiated, or expired, must notify the department.
- Quarterly reports begin with the next reporting period.
- Employees may file for benefits after reopening, renegotiating, or expiration. Department may request hours and wages during time covered by CBA.
- Employees not covered by CBA are required to participate, and their employer has employer responsibilities.

Qualifying Events







Birth or placement of a child



Certain military-related events

Medical Leave



Your own medical condition



Eligible for Care in Family Leave?

Eligible

- Child (step)
- **Grandchild**
- Spouse/Domestic Partner
- Sibling (step)
- Parent (step, in-law)

Loco Parentis

Legal Guardian

De Facto Parent

Grandparent (in-law)

Not Eligible

- **X** Godparents
- *Aunts or Uncles
- **X** Cousins
- X Distant relatives
- **X** Roommates
- ★ Neighbors
- **X** Coworkers
- ★ Live-in non-family members
- **X** Pets

This is not an exhaustive list, and you should consult ESD for specific or special circumstances.

Benefits







Typical leave of up to 12 weeks, 18 weeks in exceptional circumstances.

Eligibility



820 Hours

worked during the qualifying period. Portable across employers.

20 Hours/week -> 41 Weeks 40 Hours/week -> 20.5 Weeks

Qualifying period is the first four of the last five completed calendar quarters from the leave date, or the last four completed calendar quarters.

BEGIN

Qualification

• Worked 820 hours

Leave Lifecycle

Eligibility

• Experiences a covered reason for leave

Receive Benefits

- Claim approved & benefit extended
- Up to 12 weeks as needed with partial wage replacement
- Up to 18 weeks in exceptional circumstances
- Max weekly benefit of \$1,000



START
Unplanned Leave

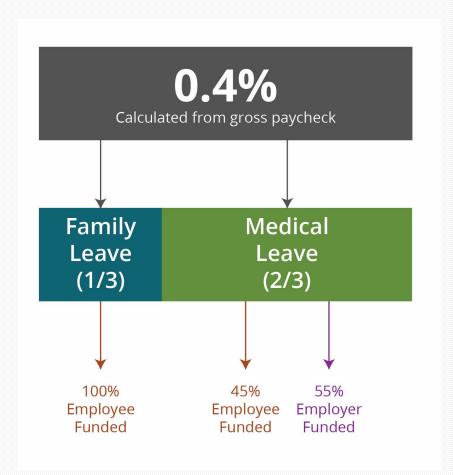
Paid Sick Leave and FMLA

 Paid Sick Leave and Paid Family and Medical Leave can not be used at the same time.

• In most cases Paid Family and Medical Leave runs concurrently with FMLA.

 Benefits rulemaking ongoing. See paidleave.wa.gov/rulemaking

Premiums



\$50,000/year wage ⇒ Employee: \$126.67 • Employer: \$73.33 **Small businesses with fewer than 50 employees don't pay employer premium.** Still required to remit employee portion of premium and all reporting requirements

Premium Calculation

- 1. Calculate Premium
 - ► Total Premium = Gross Wages * .004
- 2. Calculate Employer & Employee Portion
 - ► Employer Portion = Total Premium * .3667
 - ► Employee Portion¹ = Total Premium * .6333

¹Fewer than 50 employees: Employer not required to pay employer portion.

Calculations for state plan only. Voluntary Plan employers will use different method.

Calculating Business Size

Quarter 1 20 employees Quarter 2 40 employees Quarter 3 40 employees

Quarter 4 140 employees

Average: 60 employees

Calculated September 30 each year.

- Headcount, not FTE or other counting method
- Based on required quarterly reporting
- Once counted, set for year

Small business assistance



\$3,000

Grants if you hire a temporary employee to replace an employee on leave for more than seven days.



Up to \$1,000

Grants for significant additional wage-connected costs.

Who is eligible?

- ► Employers with between 50-150 employees
- ► Employers with between 1-49 employees who elect to pay the employer share of premiums

Reporting: Anticipated Process in 2019

- First report April 2019
 - Report wages and hours worked
- Department then calculates premium bill
 - Based on employer reporting
- Submit payment to department
 - Separate from UI payment
 - Quarterly, not monthly payments

Reporting Fields

In General

- UBI
- Business Name
- Quarter reporting for
- Total premiums collected
- Who prepared the report

Each Employee

- SSN/ITIN
- Last Name
- First Name
- Middle Initial
- Wages paid in quarter and associated hours

Reporting Options



Manual

Manual type entry for up to 50 employees.



CSV Upload

Upload a CSV file for a single employer or UBI.



Bulk upload

ICESA file with many employers, used by employer agents.

An alternative method of reporting will be available for employers who can't use online tools.

Voluntary Plans

- Employer-operated paid family and medical leave program
 - Like your existing plan? Turn it into a Voluntary Plan.
- Must apply to all employees
 - You can choose Family, Medical, or both for voluntary plan.
- Benefits must be equal or better than state plan
 - Duration of leave, premium amount, weekly benefit, and more.
- Download guide at paidleave.wa.gov/voluntary-plans



More To Come



Reporting, application, and benefit tools being built now.



Rulemaking is ongoing. Benefits phase open now.



Customer Care Team taking calls and emails now.

Learn More



Employer Webinar Series
Paidleave.wa.gov/events



Employer Toolkit
Paidleave.wa.gov/employers

Employer Toolkit

EMPLOYER TOOLKIT CONTENTS:

- About This Toolkit
- About the Program
 - Employer Responsibilities
 - Premiums
 - Reporting
 - About the Benefit
- Readiness Checklist
- Sample Employee Communications
 - Employee Handbook Materials
 - Sample text for a blog, newsletter or email
 - Sample paystub insert/attachment
- Document Change Log

Washington's Paid Family and Medical Leave program is starting soon.

Let's all get ready to be there for care.

Starting January 2019 Washington employees and many employers will begin investing in a statewide property will provide paid leave to give or receive care.

), Paid Family and Medical Leave will support Washingtonians, m a serious illness or injury, caring for a new child or helping a serious initiess or injury, caring for a new crinia or freiphing (S won't have to choose between a paycheck and caring for

Paid Family & Medical Leave

Employer readiness checklist

- Review our Voluntary Plan Guide (<u>www.paidleave.wa.gov/employers</u>), participate in a webinar, and decide whether a voluntary plan is right for your business.
- If you're interested in offering employee benefits through a voluntary plan, apply online
- ☐ Calculate employee and employer premiums to prepare for Jan. 1, 2019, withholding. Share this toolkit with your payroll administrator.
- ☐ Share the paystub insert with your employees (page 14 of this toolkit).

- ☐ Starting Jan. 1, 2019, document in your own system the number of hours worked by each of your employees, regardless of whether they are full-time employees or not.
- Begin withholding your employees' share of the premium, unless you choose to pay your employees' share, from paychecks beginning Jan. 1, 2019.
- Share the paystub insert with your employees (page 14 of this toolkit).

- Access the Paid Family and Medical Leave employer account management system at www.paidleave.wa.gov. You will use your existing Secure Access Washington (SAW) account (or create one if you don't have one already).
- Beginning Apr. 2019, remit all premiums and report employee hours and wages to ESD ☐ Share the paystub insert with your employees (page 14 of this toolkit).

Your contribution:

To build this insurance program, on January 1, 2019 you may see a premium set aside from your paycheck, like you see for Medicare. The total premium is 0.4% of your wages and may be shared between an employee and employer. For an employee earning \$50,000 a year, the maximum premium is just \$2.42 a week

Visit paidleave.wa.gov to calculate your Visit parareties was governmore about how you contribution and learn more about how you



Paystub insert

Continue the Conversation



Give us Feedback: <u>SURVEY LINK</u>



Email us: paidleave@esd.wa.gov



Call us: 833-717-2273



Our Website: paidleave.wa.gov



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