

H.R.

118TH CONGRESS 2D Session

To amend the Social Security Act to provide support and incentives for the development and adoption of an interstate agreement that facilitates coordination and harmonization of State paid family and medical leave programs to benefit employees, States, and employers.

IN THE HOUSE OF REPRESENTATIVES

Ms. HOULAHAN (for herself, Mrs. BICE, Mr. ALLRED, Ms. LETLOW, Ms. STE-VENS, and Mrs. MILLER-MEEKS) introduced the following bill; which was referred to the Committee on ______

A BILL

- To amend the Social Security Act to provide support and incentives for the development and adoption of an interstate agreement that facilitates coordination and harmonization of State paid family and medical leave programs to benefit employees, States, and employers.
 - 1 Be it enacted by the Senate and House of Representa-
 - 2 tives of the United States of America in Congress assembled,

3 SECTION 1. SHORT TITLE.

- 4 This Act may be cited as the "Interstate Paid Leave
- 5 Action Network Act of 2024" or "I–PLAN Act of 2024".

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1 SEC. 2. I-PLAN.

- 2 The Social Security Act (42 U.S.C. 301 et seq.) is
- 3 amended by adding at the end the following:

4 **"TITLE XXII—INTERSTATE PAID**

5 **LEAVE ACTION NETWORK**

6 "SEC. 2201. TABLE OF CONTENTS.

7 "The table of contents for this title is as follows:

"Sec. 2201. Table of contents.
"Sec. 2202. Definitions.
"Sec. 2203. Interstate Paid Leave Action Network.
"Sec. 2204. National intermediary to support the Interstate Paid Leave Action Network.
"Sec. 2205. Grants to eligible States.
"Sec. 2206. Authorization of appropriations.

8 "SEC. 2202. DEFINITIONS.

title:

10	"(1) BLS.—The term 'BLS' means the Bureau
11	of Labor Statistics.
12	"(2) CPI–U increase factor.—
13	"(A) IN GENERAL.—The term 'CPI–U in-
14	crease factor', with respect to a fiscal year,
15	means the ratio of—
16	"(i) the CPI–U for the most recent
17	full calendar year available at the start of
18	such fiscal year, to
19	"(ii) the CPI–U for calendar year
20	2024.
21	"(B) CPI–U.—The term 'CPI–U' means,
22	when used with respect to a calendar year, the

1	average of the Consumer Price Index for All
2	Urban Consumers, as published by the BLS, as
3	of the close of the 12-month period ending on
4	December 31 of such calendar year.
5	"(3) Employer-provided paid family and
6	MEDICAL LEAVE PLAN.—The terms 'employer-pro-
7	vided paid family and medical leave plan' and 'em-
8	ployer plan' mean a plan that—
9	"(A) is provided by an employer to the em-
10	ployees of such employer (whether directly,
11	under a contract with an insurer, or provided
12	through a multiemployer plan); and
13	"(B) meets or exceeds the requirements of
14	the State paid family and medical leave pro-
15	gram of the State in which such employee is
16	employed.
17	"(4) I–PLAN.—The term 'I–PLAN' means the
18	Interstate Paid Leave Action Network established in
19	section 2204(a).
20	"(5) I-PLAN AGREEMENT.—The term 'I-
21	PLAN Agreement' means the interstate agreement
22	produced pursuant to section 2204(b).
23	"(6) NATIONAL INTERMEDIARY.—The term
24	'national intermediary' means a national non-govern-
25	mental workforce organization that has extensive ex-

perience partnering with the Department of Labor
 to operate interstate technological systems and proc esses for State workforce agencies and employers.

4 "(7) PAID LEAVE.—The term 'paid leave'
5 means an increment of compensated leave that is
6 provided, in the case of a State program, by such
7 State or, in the case of an employer plan, by such
8 employer for use during a period in which such indi9 vidual is not working due to a qualifying reason.

"(8) QUALIFYING REASON.—The term 'quali-10 11 fying reason' means, in relation to an individual, a 12 reason described in subparagraphs (A) through (D) 13 of section 102(a)(1) of the Family and Medical 14 Leave Act of 1993 (29 U.S.C. 2612(a)(1)) (applied 15 for purposes of this paragraph as if the individual 16 involved were the employee referred to in such sec-17 tion).

18 "(9) SECRETARY.—The term 'Secretary' means19 the Secretary of Labor.

20 "(10) STATE FOCAL.—The term 'State focal'
21 means, with respect to a State, an individual—

22 "(A) designated by the State agency in
23 charge of such State's paid family and medical
24 leave program to—

1	"(i) participate in the I–PLAN de-
2	scribed in section 2204; and
3	"(ii) lead such State's efforts to adopt
4	and implement the I–PLAN Agreement;
5	and
6	"(B) who—
7	"(i) is employed by such State's paid
8	family and medical leave program; and
9	"(ii) has knowledge, experience and
10	authority in paid leave matters.
11	"(11) STATE PAID FAMILY AND MEDICAL
12	LEAVE PROGRAM.—The terms 'State paid family and
13	medical leave program' and 'State program' mean a
14	program under State law that provides, during any
15	12-month period, a total of not less than 6 weeks of
16	paid leave to individuals—
17	"(A) for each qualifying reason; and
18	"(B) in aggregate.
19	"SEC. 2203. INTERSTATE PAID LEAVE ACTION NETWORK.
20	"(a) IN GENERAL.—
21	"(1) ESTABLISHMENT.—There is established an
22	Interstate Paid Leave Action Network.
23	"(2) Membership.—The I-PLAN shall be
24	composed of the State focal for each State receiving
25	a conforming grant under section 2205(a).

"(3) MEETINGS.—The I–PLAN shall meet not
 less than 3 times in each calendar year.
 "(b) DUTIES.—The duty of the I–PLAN shall be to
 produce an interstate agreement into which States offer-

5 ing a State paid family and medical leave program may
6 enter, and periodically update such agreement as nec7 essary to improve clarity and scope. Such agreement shall
8 be publicly available and accomplish each of the following
9 requirements:

"(1) POLICY STANDARD.—Create a single policy
standard with respect to all participating States to
facilitate easier compliance with and understanding
of paid leave programs across States, including definitions for the terms that follow:

- 15 "(A) Benefit day, week, and year.
- 16 "(B) Base period.

17 "(C) Intermittent and reduced schedule18 leave.

- 19 "(D) Place of performance.
- 20 "(E) Family members.
- 21 "(F) Employee eligibility.
- 22 "(G) Employee coverage.
- 23 "(H) Waiting period.
- 24 "(2) ADMINISTRATIVE STANDARD.—Create a
 25 single administrative standard with respect to all

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1	participating States to facilitate easier compliance
2	with and understanding of paid leave programs
3	across States, including—
4	"(A) the process by which employers re-
5	spond to requests from States to verify and pro-
6	vide employee information for eligibility deter-
7	minations, including wages and work history;
8	"(B) the process by which employers pro-
9	vide periodic and permanent notice of the avail-
10	ability of paid leave under a State program or
11	employer plan to employees;
12	"(C) employees' responsibility to provide
13	notices of leave to their employers;
14	"(D) timing of and process for collecting
15	payroll contributions;
16	"(E) coordinating with other types of paid
17	time off and leaves of absence;
18	"(F) continuing other benefits;
19	"(G) accessing employee leave information;
20	"(H) protecting personal information;
21	"(I) creating and updating written leave
22	materials such as handbooks;
23	"(J) maintaining records and documenta-
24	tion; and

1 "(K) if a State program permits employers 2 to elect to provide employer plans, facilitating such election, including by creating an equiva-3 4 lency standard to determine whether the max-5 imum monetary value of an employer plan for 6 the average weekly wage of workers in the State 7 for total covered establishments in all industries 8 (based on the most recent calendar year for 9 which data is available from the Quarterly Cen-10 sus of Employment and Wages program of the 11 BLS) is greater than or equal to the maximum 12 monetary value of a State program, taking into 13 account programmatic elements such as— 14 "(i) how benefit duration, wage re-15 placement, absence of a weekly benefit cap, absence of a waiting week, and other fac-16 17 tors interact in a quantitative manner; and 18 "(ii) how an individual taking paid 19 family and medical leave for a qualifying 20 reason affects the ability of such individual 21 to take paid family and medical leave for 22 another qualifying reason. 23 "(3) COORDINATION OF BENEFITS ACROSS 24 STATE PAID LEAVE PROGRAMS.—Create a single

25 process for State programs to process claims for eli-

gible individuals who have work history across mul tiple I–PLAN member states such that they will re ceive benefits from one primary State program.

4 "SEC. 2204. NATIONAL INTERMEDIARY TO SUPPORT THE

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INTERSTATE PAID LEAVE ACTION NETWORK.

6 "(a) AUTHORITY TO MAKE GRANTS.—Subject to the 7 availability of appropriations under section 2206(a), the 8 Secretary of Labor, acting through the Employment and 9 Training Administration, shall award a grant to one na-10 tional intermediary to facilitate the activities of the I– 11 PLAN.

12 "(b) USE OF FUNDS.—A national intermediary
13 awarded a grant under subsection (a) shall use funds for
14 the costs related to each of the following:

15 "(1) MEETINGS.—Meeting activities, includ16 ing—

"(A) convening the State focals as described in section 2203(a)(3), including reasonable travel, transportation and other expenses
of State focals and staff of the national intermediary (and any necessary accompanying
State personnel);

23 "(B) making publicly available information
24 on the agendas and outcomes of such meetings;
25 and

1	"(C) not later than 12 months after the
2	date of enactment, developing, and making pub-
3	licly available a roadmap and implementation
4	plan, which shall include goals for achieving the
5	objectives of the I–PLAN and metrics for suc-
6	cess, and updating such plan on a semiannual
7	basis thereafter.
8	"(2) ANNUAL REPORT.—Producing and making
9	publicly available on an annual basis a report that
10	compares State programs, including information
11	on—
12	"(A) benefit eligibility;
13	"(B) maximum number of weeks an eligi-
14	ble employee is allowed to receive benefits—
15	"(i) for each qualifying reason; and
16	"(ii) in aggregate;
17	"(C) wage replacement rate and how that
18	may vary based on prior earnings;
19	"(D) maximum weekly benefit amount;
20	"(E) how such programs are financed by
21	employees and employers, including the payroll
22	tax rate and amount of wages subject to tax;
23	"(F) whether and how such programs
24	allow employers to provide employer plans, tak-
25	ing into consideration—

1	"(i) benefit payment timeliness; and
2	"(ii) employer and employee adminis-
3	trative complexity
4	"(G) whether and how such programs co-
5	ordinate with other types of paid-time off and
6	leaves of absence; and
7	"(H) other activities essential for the suc-
8	cess, effectiveness, and sustainability of the I–
9	PLAN.
10	"(3) OUTREACH AND COORDINATION.—Engag-
11	ing, consulting, and gathering relevant information
12	from a wide range of external stakeholders, includ-
13	ing-
14	"(A) State legislatures;
15	"(B) Governors;
16	"(C) employees; and
17	"(D) representatives of employers, includ-
18	ing-
19	"(i) employers with employees in mul-
20	tiple States; and
21	"(ii) employers with fewer than 50
22	employees;
23	"(E) self-employed individuals; and

1	"(F) policy experts and other organizations
2	with expertise on paid leave and unemployment
3	compensation programs.
4	"(4) STANDARDIZED AND INTEROPERABLE
5	TECHNOLOGY SYSTEM FOR WAGES.—Creating a
6	standardized technology-based system to facilitate
7	States ability to carry out the I–Plan Agreement, al-
8	lowing States to process interstate claims and
9	strengthen program integrity, that—
10	"(A) adopts or leverages modular tech-
11	nology that—
12	"(i) ensures privacy, security, and
13	prompt data availability;
14	"(ii) enhances and streamlines the
15	claimant experience; and
16	"(iii) is interoperable with other rel-
17	evant State systems;
18	"(B) includes State reporting requirements
19	on key trends that are reasonable and techno-
20	logically feasible (by qualifying reason, if pos-
21	sible), such as—
22	"(i) the number of initial and contin-
23	ued benefit claims;
24	"(ii) average duration of benefits;
25	"(iii) average weekly benefit amount;

1	"(iv) average time between filing a
2	claim and receiving an initial benefit pay-
3	ment; and
4	"(v) the accuracy of benefit payment
5	amounts; and
6	"(C) if practicable, incorporates Federal
7	and military wages to provide States with com-
8	prehensive wage information for claimants who
9	were recently Federal employees (as defined in
10	section 8501 of title 5, United States Code) or
11	ex-servicemembers.
12	"(5) Additional uses.—Additional activities,
13	including-
14	"(A) hiring and compensating staff;
15	"(B) formulating guidance, recommenda-
16	tions, and best practices for States;
17	"(C) providing training on program admin-
18	istration;
19	"(D) providing technical assistance to
20	States; and
21	"(E) creating or leveraging technology es-
22	sential for the success and effectiveness of the
23	I–PLAN.

1	"(c) DURATION OF AWARD.—The period during
2	which payments are made to an entity from an award of
3	a grant under subsection (a) shall be 5 years.
4	"SEC. 2205. GRANTS TO ELIGIBLE STATES.
5	"(a) Conforming Grants.—
6	"(1) IN GENERAL.—
7	"(A) AUTHORITY TO MAKE GRANTS.—Sub-
8	ject to the availability of appropriations under
9	section 2206(b), the Secretary of Labor, acting
10	through the Employment and Training Admin-
11	istration, shall, on an annual basis, make a con-
12	forming grant to each eligible State.
13	"(B) Amount of grant.—
14	"(i) IN GENERAL.—A grant to an eli-
15	gible State under this subsection shall be—
16	"(I) not less than $$1,500,000$
17	and not more than \$8,000,000; and
18	"(II) subject to subclause (I),
19	awarded on the basis of the relative
20	annual level of employment (as pub-
21	lished by the Current Employment
22	Statistics program of the BLS) of the
23	eligible State, compared to the annual
24	level of employment in all eligible
25	States.

1	"(ii) Adjustment.—The amounts
2	specified in clause (i) shall be ratably in-
3	creased or decreased to the extent that
4	funds available under section 2206(b) ex-
5	ceed or are less than (respectively) the
6	amount required to provide the amounts
7	specified in clause (i).
8	"(2) ELIGIBLE STATES.—
9	"(A) IN GENERAL.—To be eligible to re-
10	ceive a grant under paragraph (1), a State
11	shall—
12	"(i) have a State focal; and
13	"(ii) participate in the I–PLAN in
14	good faith.
15	"(B) Good faith requirement.—
16	"(i) If the Secretary, in consultation
17	with the national intermediary awarded the
18	grant under section 2204(a), determines
19	that a State is not participating in the I–
20	PLAN in good faith, the Secretary—
21	"(I) shall provide warning and
22	feedback to the State; and
23	"(II) may elect to withhold a por-
24	tion or the total amount of a grant
25	under paragraph (1) to such State.

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"(ii) If the Secretary elects to with-
hold an amount from a State under clause
(i)(II), the Secretary may later elect to
provide the amount so withheld to such
State if the Secretary later determines that
such State is participating in good faith.
"(b) Implementation Grants.—
"(1) IN GENERAL.—
"(A) AUTHORITY TO MAKE GRANTS.—Sub-
ject to the availability of appropriations under
section 2206(c), the Secretary of Labor, acting
through the Employment and Training Admin-
istration, shall, on an annual basis, make an
implementation grant to each eligible State.
"(B) Amount of grant.—
"(i) IN GENERAL.—A grant to an eli-
gible State under this subsection shall be—
((I) not less than $$1,500,000$
and not more than \$8,000,000; and
"(II) subject to subclause (I),
awarded on the basis of the relative
annual level of employment (as pub-
lished by Current Employment Statis-
tics program of the BLS) of the eligi-
ble State, compared to the annual

1	level of employment in all eligible
2	States.
3	"(ii) Adjustment.—The amounts
4	specified in clause (i) shall be ratably in-
5	creased or decreased to the extent that
6	funds available under section 2206(c) ex-
7	ceed or are less than (respectively) the
8	amount required to provide the amounts
9	specified in clause (i).
10	"(2) ELIGIBILITY.—
11	"(A) IN GENERAL.—Subject to subpara-
12	graph (B), to be eligible to receive a grant
13	under paragraph (1), a State shall—
14	"(i) meet the requirements of sub-
15	section $(a)(2)(A)$; and
16	"(ii) have entered into the I-PLAN
17	Agreement.
18	"(B) LIMITATION.—A State described in
19	subparagraph (A) shall be ineligible to receive a
20	grant for any fiscal year beginning after the
21	date that is 4 years after the date on which
22	such State enters into the I–PLAN Agreement
23	in which such State does not meet the require-
24	ments of such Agreement.

1	"(c) USE OF FUNDS.—A State shall use grants re-
2	ceived under this section—
3	"(1) to help pay administrative costs, including
4	costs related to—
5	"(A) customer service;
6	"(B) staffing and training;
7	"(C) technology;
8	"(D) data sharing;
9	"(E) identity validation; and
10	"(F) program awareness; and
11	((2) to help small businesses, as defined by the
12	State, afford employer payroll contributions or ac-
13	cess other forms of technical and operational assist-
14	ance related to State paid family and medical leave.
15	"(d) INFLATION ADJUSTMENT.—In the case of any
16	fiscal year after 2026, there shall be substituted for any
17	dollar amount in subsections $(a)(1)$ and $(b)(1)$ an amount
18	equal to the product of—
19	"(1) such dollar amount, multiplied by
20	"(2) the CPI–U increase factor for such fiscal
21	year.
22	"SEC. 2206. AUTHORIZATION OF APPROPRIATIONS.
23	"(a) NATIONAL INTERMEDIARY GRANT.—There are
24	authorized to be appropriated not more than \$10,000,000

for the purposes of section 2204 for each of fiscal years
 2026 through 2028.

3 "(b) CONFORMING GRANTS.—There are authorized
4 to be appropriated not more than \$40,000,000 for the
5 purposes of section 2205(a) for each of fiscal years 2026
6 through 2028.

7 "(c) IMPLEMENTATION GRANTS.—There are author8 ized to be appropriated not more than \$40,000,000 for
9 the purposes of section 2205(b) for each of fiscal years
10 2026 through 2028.

11 "(d) Adjustment of Appropriations.—

"(1) IN GENERAL.—For any fiscal year after
2026, there shall be substituted for any dollar
amount in subsections (a), (b), and (c) an amount
equal to the product of—

16 "(A) such dollar amount, multiplied by
17 "(B) the CPI–U increase factor for such
18 fiscal year.

19 "SEC. 2207. TRANSFER.

"The Secretary of the Treasury shall transfer
[\$270,000,000] from the unobligated balance of the fund
established under section [Note: The Working Group has
identified multiple options to fully offset the cost of this
legislation.] to the Secretary of Labor to carry out this
title.''".