(Original Signature of Member)

119TH CONGRESS 1ST SESSION

## H.R.

To establish the Interstate Paid Leave Action Network to provide support and incentives for the development and adoption of an interstate agreement that facilitates streamlined benefit delivery, reduced administrative burden, and coordination and harmonization of State paid family and medical leave programs to benefit employees, States, and employers.

## IN THE HOUSE OF REPRESENTATIVES

Ms.	HOULAHAN	introduced	the	following	bill;	which	was	referred	to	$th\epsilon$
	Com	$_{ m mittee}$ on $_{ m -}$								

## A BILL

- To establish the Interstate Paid Leave Action Network to provide support and incentives for the development and adoption of an interstate agreement that facilitates streamlined benefit delivery, reduced administrative burden, and 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,

## 1 SECTION 1. SHORT TITLE.

2	This Act may be cited as the "Interstate Paid Leave
3	Action Network Act of 2025" or "I-PLAN Act of 2025".
4	SEC. 2. DEFINITIONS.
5	In this Act:
6	(1) BLS.—The term "BLS" means the Bureau
7	of Labor Statistics.
8	(2) Employer-provided paid family and
9	MEDICAL LEAVE PLAN.—The terms "employer-pro-
10	vided paid family and medical leave plan" and "em-
11	ployer plan" mean a plan that—
12	(A) is provided by an employer to the em-
13	ployees of such employer (whether directly,
14	under a contract with an insurer, or provided
15	through a multiemployer plan);
16	(B) is an option for an employer within the
17	structure of a State paid family and medical
18	leave program in such State; and
19	(C) meets or exceeds the requirements of
20	the State paid family and medical leave pro-
21	gram of the State in which such employee is
22	employed.
23	(3) I–PLAN.—The term "I–PLAN" means the
24	Interstate Paid Leave Action Network established in
25	section 3(a).

1	(4) I-PLAN AGREEMENT.—The term "I-
2	PLAN Agreement" means the interstate agreement
3	produced pursuant to section 3(b).
4	(5) National intermediary.—The term "na-
5	tional intermediary" means a national nongovern-
6	mental workforce organization that has extensive ex-
7	perience partnering with the Department of Labor
8	to operate interstate technological systems and the
9	electronic transmission of information and data for
10	State workforce agencies and employers.
11	(6) Paid Leave.—The term "paid leave"
12	means an increment of compensated leave that is
13	provided, in the case of a State program, by such
14	State or, in the case of an employer plan, by such
15	employer for use during a period in which such indi-
16	vidual is not working due to a qualifying reason.
17	(7) QUALIFYING REASON.—The term "quali-
18	fying reason" means, in relation to an individual, a
19	reason described in subparagraphs (A) through (D)
20	of section 102(a)(1) of the Family and Medical
21	Leave Act of 1993 (29 U.S.C. 2612(a)(1)) (applied
22	for purposes of this paragraph as if the individual
23	involved were the employee referred to in such sec-
24	tion).

1	(8) Secretary.—The term "Secretary" means
2	the Secretary of Labor.
3	(9) State focal.—The term "State focal"
4	means, with respect to a State, an individual—
5	(A) designated by the State agency in
6	charge of such State's paid family and medical
7	leave program to—
8	(i) participate in the I-PLAN;
9	(ii) lead such State's efforts to adopt
10	and implement the I-PLAN Agreement;
11	and
12	(iii) communicate with key paid leave
13	stakeholders across the State; and
14	(B) who—
15	(i) is employed by such State's paid
16	family and medical leave program; and
17	(ii) has knowledge, experience, and
18	authority in paid leave matters.
19	(10) STATE PAID FAMILY AND MEDICAL LEAVE
20	PROGRAM.—The terms "State paid family and med-
21	ical leave program" and "State program" mean a
22	program under State law that provides, during any
23	24-month period, a total of not less than 6 weeks of
24	paid leave to individuals—
25	(A) for each qualifying reason; and

1	(B) in aggregate.
2	SEC. 3. INTERSTATE PAID LEAVE ACTION NETWORK.
3	(a) In General.—
4	(1) Establishment.—There is established an
5	Interstate Paid Leave Action Network the purpose
6	of which is to provide support and incentives for the
7	development and adoption of an interstate agree-
8	ment in accordance with this Act to benefit employ-
9	ees, States, and employers by—
10	(A) facilitating streamlined benefit deliv-
11	ery;
12	(B) reducing administrative burden; and
13	(C) coordinating and harmonizing State
14	programs.
15	(2) Membership.—The I-PLAN shall include
16	a State focal from each State receiving a conforming
17	grant under section 5(a).
18	(3) MEETINGS.—The I–PLAN shall meet not
19	less than 3 times in each calendar year.
20	(4) Processes.—
21	(A) CERTIFICATION.—States shall certify
22	to the Secretary their participation in the I-
23	PLAN.

1	(B) Procedures.—State focals may de-
2	termine, in coordination with the Secretary, the
3	process for the following:
4	(i) the order in which States approach
5	the substance of each I-PLAN require-
6	ment;
7	(ii) the process by which States reach
8	consensus on such substance and agree to
9	the I–PLAN Agreement;
10	(iii) the process by which a State may
11	leave the I–PLAN; and
12	(iv) other processes relevant to the
13	success and administration of the I–PLAN
14	as the Secretary determines.
15	(5) ROADMAP.—The I–PLAN shall develop,
16	and annually update, a roadmap for developing and
17	implementing the interstate agreement described in
18	subsection (b) including metrics for success.
19	(b) Duties.—The duty of the I–PLAN shall be to
20	produce an interstate agreement into which States offer-
21	ing a State paid family and medical leave program may
22	enter and to periodically update such agreement as nec-
23	essary to improve clarity and scope. Such agreement shall
24	be publicly available and pursue each of the following re-
25	quirements:

1	(1) Policy standard.—Create a single policy
2	standard with respect to all participating States to
3	facilitate easier compliance with and understanding
4	of paid leave programs across States, including defi-
5	nitions for the following:
6	(A) Benefit day, week, and year.
7	(B) Base period.
8	(C) Intermittent and reduced schedule
9	leave.
10	(D) Place of performance.
11	(E) Family members.
12	(F) Employee eligibility.
13	(G) Employee coverage.
14	(H) Waiting period.
15	(I) Covered wage.
16	(2) Administrative standard.—Create a sin-
17	gle administrative standard with respect to all par-
18	ticipating States to facilitate easier compliance with
19	and understanding of paid leave programs across
20	States, including—
21	(A) the process by which employers re-
22	spond to requests from States to verify and pro-
23	vide employee information for eligibility deter-
24	minations, including wages and work history;

1	(B) the process by which employers provide
2	periodic and permanent notice of the avail-
3	ability of paid leave under a State program or
4	employer plan to employees;
5	(C) employees' responsibility to provide no-
6	tices of leave to their employers;
7	(D) timing of and process for collecting
8	payroll contributions;
9	(E) coordinating with other types of paid
10	time off and leaves of absence;
11	(F) continuing other benefits;
12	(G) accessing employee leave information;
13	(H) protecting personal information;
14	(I) creating and updating written leave
15	materials such as handbooks;
16	(J) maintaining records and documenta-
17	tion; and
18	(K) if a State program permits employers
19	to elect to provide employer plans, facilitating
20	such election, including by creating a single
21	equivalency standard with respect to all partici-
22	pating States to determine whether the max-
23	imum monetary value of an employer plan for
24	the average weekly wage of workers in the State
25	for total covered establishments in all industries

1	(based on the most recent calendar year for
2	which data are available from the Quarterly
3	Census of Employment and Wages program of
4	the BLS) is greater than or equal to the max-
5	imum monetary value of a State program (or
6	that of multiple States), taking into account
7	programmatic elements such as—
8	(i) how benefit duration, wage replace-
9	ment, absence of a weekly benefit cap, ab-
10	sence of a waiting week, and other factors
11	interact in a quantitative manner; and
12	(ii) how an individual taking paid
13	family and medical leave for a qualifying
14	reason affects the ability of such individual
15	to take paid family and medical leave for
16	another qualifying reason.
17	(3) Coordination of Benefits across
18	STATE PROGRAMS.—Create a single process for
19	State programs to process claims for an individual
20	who has work history across multiple participating
21	States so that a single State program may provide
22	benefits to such individual on the basis of all such
23	work history.

1	SEC. 4. NATIONAL INTERMEDIARY TO SUPPORT THE
2	INTERSTATE PAID LEAVE ACTION NETWORK.
3	(a) AUTHORITY TO MAKE GRANTS.—Subject to the
4	availability of appropriations under section 6(a), the Sec-
5	retary, acting through the Employment and Training Ad-
6	ministration, shall award a grant to one national inter-
7	mediary to facilitate the activities of the I–PLAN.
8	(b) Use of Funds.—A national intermediary award-
9	ed a grant under subsection (a) shall use funds for the
10	costs related to each of the following:
11	(1) Meetings.—Meeting activities, including—
12	(A) convening the State focals as described
13	in section 3(a)(3), including reasonable travel,
14	transportation, and other expenses of State
15	focals and staff of the national intermediary
16	(and any necessary accompanying State per-
17	sonnel);
18	(B) making publicly available information
19	on the agendas and outcomes of such meetings;
20	and
21	(C)(i) not later than 12 months after the
22	date of enactment of this Act, making publicly
23	available the roadmap described under section
24	3(a)(5); and
25	(ii) making any updates to such roadmap
26	publicly available.

1	(2) Annual report.—Producing and making
2	publicly available on an annual basis a report that
3	compares State programs, including information
4	on—
5	(A) benefit eligibility;
6	(B) the maximum number of weeks an eli-
7	gible employee is allowed to receive benefits—
8	(i) for each qualifying reason; and
9	(ii) in aggregate;
10	(C) wage replacement rate and how that
11	may vary based on prior earnings;
12	(D) maximum weekly benefit amount;
13	(E) how such programs are financed by
14	employees and employers, including the payroll
15	tax rate and amount of wages subject to tax;
16	(F) whether and how such programs allow
17	employers to provide employer plans, taking
18	into consideration elements such as—
19	(i) benefit payment timeliness; and
20	(ii) employer and employee adminis-
21	trative complexity;
22	(G) whether and how such programs co-
23	ordinate with other types of paid-time off and
24	leaves of absence;

1	(H) the reasons, including qualifying rea-
2	sons, under which an individual is eligible to
3	take paid family and medical leave; and
4	(I) other activities essential for the success,
5	effectiveness, and sustainability of the I-PLAN.
6	(3) Outreach and coordination.—Engage-
7	ment, consulting, and gathering relevant information
8	in coordination with I-PLAN States from a wide
9	range of external stakeholders, including—
10	(A) State legislatures;
11	(B) Governors;
12	(C) employees;
13	(D) representatives of employers, includ-
14	ing—
15	(i) employers with employees in mul-
16	tiple States; and
17	(ii) employers with fewer than 50 em-
18	ployees;
19	(E) self-employed individuals;
20	(F) policy experts and other organizations
21	with expertise on paid leave and unemployment
22	compensation programs; and
23	(G) Tribal governments.
24	(4) Standardized and interoperable
25	TECHNOLOGY SYSTEM FOR WAGES.—Providing a

1	standardized technology-based system to facilitate
2	States' ability to carry out the I-PLAN Agreement,
3	allowing States to process interstate claims and
4	strengthen program integrity, that—
5	(A) adopts or leverages modular technology
6	that—
7	(i) ensures privacy, security, and
8	prompt data availability;
9	(ii) enhances and streamlines the
10	claimant, employer, and participating State
11	experience; and
12	(iii) is interoperable with other rel-
13	evant State systems;
14	(B) permits States to report on, to the ex-
15	tent reasonable and technologically feasible, and
16	disaggregated by qualifying reason, on trends
17	such as—
18	(i) the number of initial and contin-
19	ued benefit claims;
20	(ii) average duration of benefits;
21	(iii) average weekly benefit amount;
22	(iv) average time between filing a
23	claim and receiving an initial benefit pay-
24	ment; and

1	(v) the accuracy of benefit payment
2	amounts.
3	(5) Additional activities,
4	including—
5	(A) hiring and compensating staff;
6	(B) formulating guidance, recommenda-
7	tions, and best practices for States;
8	(C) providing training on program admin-
9	istration;
10	(D) providing technical assistance to
11	States; and
12	(E) creating or leveraging technology es-
13	sential for the success and effectiveness of the
14	I–PLAN.
15	(c) Duration of Award.—
16	(1) In general.—Subject to paragraph (2),
17	the period during which payments are made to an
18	entity from an award of a grant under subsection
19	(a) shall be 5 years.
20	(2) Compliance.—The Secretary shall annu-
21	ally evaluate whether the national intermediary is
22	complying with the requirements of this Act and, if
23	the Secretary determines that the national inter-
24	mediary is not so complying, shall withhold any pay-
25	ment or part of the payment to the national inter-

1	mediary under this section for the following fiscal
2	year unless and until the Secretary determines the
3	national intermediary has remedied such compliance
4	issue.
5	(d) National Intermediary Oversight.—The
6	Secretary shall—
7	(1) monitor the national intermediary to ensure
8	compliance with the requirements of this Act;
9	(2) provide technical assistance to assist the na-
10	tional intermediary with such compliance; and
11	(3) require regular reports on the performance
12	of the national intermediary, including on the road-
13	map under section 3(a)(5), the use of funds under
14	section 4(b), and other methods of evaluation.
15	SEC. 5. GRANTS TO ELIGIBLE STATES.
16	(a) Conforming Grants.—
17	(1) In General.—
18	(A) AUTHORITY TO MAKE GRANTS.—Sub-
19	ject to the availability of appropriations under
20	section 6(b), the Secretary, acting through the
21	Employment and Training Administration,
22	shall, on an annual basis, make a conforming
23	grant to each eligible State.
24	(B) Amount of grant.—

1	(i) In general.—A grant to an eligi-
2	ble State under this subsection shall be—
3	(I) not less than \$1,500,000 and
4	not more than \$8,000,000; and
5	(II) subject to subclause (I),
6	awarded on the basis of the relative
7	annual level of employment (as pub-
8	lished by the Current Employment
9	Statistics program of the BLS) of the
10	eligible State, compared to the annual
11	level of employment in all eligible
12	States.
13	(ii) Adjustment.—The amounts
14	specified in clause (i) shall be ratably in-
15	creased or decreased to the extent that
16	funds available under section 6(b) exceed
17	or are less than (respectively) the amount
18	required to provide the amounts specified
19	in clause (i).
20	(2) Eligible states.—
21	(A) In general.—To be eligible to receive
22	a grant under paragraph (1), a State shall—
23	(i) have a State focal; and
24	(ii) participate in the I-PLAN in good
25	faith.

1	(B) GOOD FAITH REQUIREMENT.—
2	(i) WITHHOLDING.—If the Secretary,
3	in consultation with the national inter-
4	mediary awarded the grant under section
5	4(a), determines that a State is not par-
6	ticipating in the I–PLAN in good faith,
7	the Secretary—
8	(I) shall provide warning and
9	feedback to States in a prompt man-
10	ner; and
11	(II) if, six months after the date
12	on which the Secretary provides such
13	warning and feedback, the Secretary
14	determines such State continues not
15	to participate in the I–PLAN in good
16	faith, the Secretary may elect to with-
17	hold a portion or the total amount of
18	a grant under paragraph (1) to such
19	State.
20	(ii) RESTORATION.—If the Secretary
21	elects to withhold an amount from a State
22	under clause (i)(II), the Secretary may
23	later elect to provide the amount so with-
24	held to such State if the Secretary later

1	determines that such State is participating
2	in good faith.
3	(b) Implementation Grants.—
4	(1) In general.—
5	(A) AUTHORITY TO MAKE GRANTS.—Sub-
6	ject to the availability of appropriations under
7	section 6(c), the Secretary, acting through the
8	Employment and Training Administration,
9	shall, on an annual basis, make an implementa-
10	tion grant to each eligible State.
11	(B) Amount of grant.—
12	(i) In general.—A grant to an eligi-
13	ble State under this subsection shall be—
14	(I) not less than $$1,500,000$ and
15	not more than \$8,000,000; and
16	(II) subject to subclause (I),
17	awarded on the basis of the relative
18	annual level of employment (as pub-
19	lished by Current Employment Statis-
20	tics program of the BLS) of the eligi-
21	ble State, compared to the annual
22	level of employment in all eligible
23	States.
24	(ii) Adjustment.—The amounts
25	specified in clause (i) shall be ratably in-

1	creased or decreased to the extent that
2	funds available under section 6(c) exceed
3	or are less than (respectively) the amount
4	required to provide the amounts specified
5	in clause (i).
6	(2) Eligibility.—
7	(A) In general.—Subject to subpara-
8	graph (B), to be eligible to receive a grant
9	under paragraph (1), a State shall—
10	(i) meet the requirements of sub-
11	section $(a)(2)(A)$ ; and
12	(ii) have entered into the I-PLAN
13	Agreement.
14	(B) Limitation.—A State described in
15	subparagraph (A) shall be ineligible to receive a
16	grant for any fiscal year beginning after the
17	date that is 4 years after the date on which
18	such State enters into the I-PLAN Agreement
19	in which such State does not meet the require-
20	ments of such Agreement.
21	(c) Use of Funds.—A State may use grants re-
22	ceived under this section—
23	(1) to help pay administrative costs, including
24	costs related to—
25	(A) customer service;

1	(B) staffing and training;
2	(C) technology;
3	(D) data sharing;
4	(E) identity validation; and
5	(F) program awareness; and
6	(2) to help small businesses, as defined by the
7	State, afford employer payroll contributions or ac-
8	cess other forms of technical and operational assist-
9	ance related to State paid family and medical leave.
10	SEC. 6. AUTHORIZATION OF APPROPRIATIONS.
11	(a) NATIONAL INTERMEDIARY GRANT.—There are
12	authorized to be appropriated not more than $$10,000,000$
13	for the purposes of section 4 for each of fiscal years 2026
14	through 2028.
15	(b) Conforming Grants.—There are authorized to
16	be appropriated not more than \$40,000,000 for the pur-
17	poses of section 5(a) for each of fiscal years 2026 through
18	2028.
19	(c) Implementation Grants.—There are author-
20	ized to be appropriated not more than \$40,000,000 for
21	the purposes of section 5(b) for each of fiscal years 2026
22	through 2028.