

## Paid Family Leave Taskforce - HM 2

# What is Paid Family Leave?

- Paid Family Leave is a state administered, income replacement program for employees.
- Employees will be eligible to take paid family leave when they need to be away from work:
  - To care for themselves when they have a serious health condition or a family member with a serious health condition; or
  - To bond with a newborn
- "Serious Health Condition" means an illness, injury, impairment, or physical or mental condition which requires: (1) inpatient care in a hospital, hospice, or residential medical care facility; or (2) continuing medical treatment or continuing supervision by a health care provider.

### New Mexico has no job protected leave laws.

- The federal Family Medical Leave Act (FMLA)
  - Only applies to employers with 50 or more employees within a 75 mile radius o Employees have to have worked for the employer for 12 months before they are eligible
  - Employees have to have worked 1,250 hours in the previous 12 months
    - This means you have to work an average of 25 hours a week for 52 weeks.
- Employees that do not qualify for FMLA job protection, have no job protection to care for themselves, family members, or to bond with children.
- Four States have enacted paid family leave laws
  - California 2002
  - New Jersey 2008
  - Rhode Island 2013
  - New York 2016
- Washington has passed a paid family leave law, but implementation has been delayed
- Many other states are looking at creating paid family leave laws including New Hampshire, Massachusetts, Minnesota, Connecticut, Illinois, Colorado, Montana, Nebraska, North Carolina, Ohio, Oregon, Vermont, Wisconsin and Washington D.C.

### Benefits of Leave to Care for a Serious Health Condition

- New Mexico has a high population (28%) of residents over 55 years old. This is higher than the national average and surrounding states.
- 80% of older adults have at least one chronic condition.
- 42% of the workforce has provided care for a relative 65 years or older in the last 5 years.
  - 49% of men and 42% of women providing care experience "some" or "a lot" of work-life conflict.
  - 46% of women and 40% of men are also providing care to minor children while they care for a relative.
  - 48% of caregivers reported losing income.



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#### **Benefits of Parental Leave**

- The United States is the only industrialized country without some form of paid family leave for new parents.
- · New Mexico ranks 49th in Child Wellbeing
  - Economic Wellbeing- New Mexico ranks 48th
    - 30% of children live at or below the poverty level (the highest in the country)
    - 36% of children have parents who lack secure employment
  - Family and Community
    - 41% of children live in single parent homes
- Paid family leave has lead to healthier parents and children
  - Breastfeeding durations increased among women in California using paid family leave.
    - Women with high quality jobs extended breastfeeding from 5 weeks to 11 weeks.
    - Women with low quality jobs extended breastfeeding from 5 weeks to 9 weeks.
    - Breastfeeding can increase a child's immune system and reduce health risks such as obesity, diabetes, asthma and sudden infant death syndrome.
  - Paid family leave has been shown to reduce infant mortality.
    - In a study of 141 countries, controlling for social and economic factors, 10 weeks of full-time leave were associated with a 9-10% reduction in infant mortality and mortality rates of children under the age of 5 years old.
- Paid family leave reduces the likelihood for new parents to use public assistance.
  - A 2000 study shows that nearly 10% of new mothers that take unpaid leave under FMLA have to resort to using SNAP or other public assistance.
  - Women taking paid family leave are 38% less likely to receive any public assistance in the year following the child's birth than women who take unpaid leave.
  - Low-income women taking paid family leave are 43% less likely to receive SNAP benefits than low-income women taking unpaid leave in the first year of the child's life.
- Families in New Mexico have limited access to childcare for young infants.
  - In New Mexico, infants under the age of six months cannot be admitted to a childcare facility without written approval from a physician.



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## Proposal to Bring Paid Family Leave to New Mexico

- Employees qualify for paid family leave when 1) the employee or the employee's family member has a serious health condition requiring care or 2) the employee is bonding with a newborn child, a newly adopted child, or a newly placed foster child.
- The Department of Workforce Solutions will administer paid family leave.
- Employees will be eligible for 12 weeks of paid family leave during a 12-month period.
- Employees will be reimbursed 67% of their average salary with a floor and a cap.
  - Floor: An employee will not make less than the state minimum wage based on the employee's average hours of work during a week.
  - Cap: An employee will not make more than the state average weekly wage.
- All employees will contribute to the paid family leave fund.
- All employees will be eligible for paid family leave once they contribute a predetermined amount or a predetermined number of contributions to the paid family leave fund.
- Employee's employment and health benefits will be protected while on paid family leave.

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