

General Assembly

Substitute Bill No. 1427

January Session, 2025



AN ACT EXPANDING PAID FAMILY AND MEDICAL LEAVE INSURANCE PROGRAM BENEFITS TO CERTAIN SCHOOL EMPLOYEES.

Be it enacted by the Senate and House of Representatives in General Assembly convened:

- 1 Section 1. Section 31-49e of the general statutes is repealed and the
- 2 following is substituted in lieu thereof (*Effective October 1, 2025*):
- 3 As used in this section and sections 31-49f to 31-49u, inclusive:
- 4 (1) "Authority" means the Paid Family and Medical Leave Insurance
- 5 Authority established in section 31-49f. "Authority" does not mean an
- 6 appointing authority;
- 7 (2) "Base period" means the first four of the five most recently
- 8 completed quarters;
- 9 (3) "Base weekly earnings" means an amount equal to one twenty-
- sixth, rounded to the next lower dollar, of a covered employee's total
- 11 wages, as defined in subsection (b) of section 31-222 and self-
- 12 employment income, as defined in 26 USC 1402(b), as amended from
- 13 time to time, earned during the two quarters of the covered employee's
- 14 base period in which such earnings were highest, provided self-
- 15 employment income shall be included only if the recipient has enrolled
- in the program pursuant to section 31-49m;

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(4) "Covered employee" means an individual who has earned not less than two thousand three hundred twenty-five dollars in subject earnings during the employee's highest earning quarter within the base period and (A) is presently employed by an employer, (B) has been employed by an employer in the previous twelve weeks, or (C) is a self-employed individual or sole proprietor and Connecticut resident who has enrolled in the program pursuant to section 31-49m;

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- (5) "Covered public employee" means an individual who is (A) employed in state service, as defined in section 5-196, and who is not in a bargaining unit established pursuant to sections 5-270 to 5-280, inclusive, [or] (B) a member of a collective bargaining unit whose exclusive collective bargaining agent negotiates inclusion in the program, in accordance with chapter 68, sections 7-467 to 7-477, inclusive, or sections 10-153a to 10-153n, inclusive, or (C) employed by a local or regional board of education in a position that does not require a professional certification under chapter 166. If a municipal employer, as defined in section 7-467, or a local or regional board of education negotiates inclusion in the program for members of a collective bargaining unit, "covered public employee" also means an individual who is employed by such municipal employer or local or regional board of education and who is not in a bargaining unit established under sections 7-467 to 7-477, inclusive, or sections 10-153a to 10-153n, inclusive;
 - (6) "Employ" means to allow or permit to work;
- 41 (7) "Employee" means an individual engaged in service to an 42 employer in this state in the business of the employer;
 - (8) "Employer" means a person engaged in any activity, enterprise or business or a federally recognized tribe that has entered into a memorandum of understanding pursuant to section 31-49u, who employs one or more employees, and includes any person who acts, directly or indirectly, in the interest of an employer to any of the employees of such employer and any successor in interest of an

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- 49 employer. "Employer" does not mean the federal government, the state
- or a municipality, a local or regional board of education or a nonpublic
- 51 elementary or secondary school, except that the state, a municipal
- 52 employer or local or regional board of education is an employer with
- 53 respect to each of its covered public employees and a nonpublic
- 54 <u>elementary or secondary school is an employer with respect to each</u>
- 55 individual employed by such nonpublic elementary or secondary
- 56 school in a position that does not require a professional certification
- 57 <u>under chapter 166</u>;
- 58 (9) "Family and medical leave compensation" or "compensation"
- 59 means the paid leave provided to covered employees from the Family
- and Medical Leave Insurance Trust Fund;
- 61 (10) "Family and Medical Leave Insurance Authority Board" means
- 62 the board of directors established in section 31-49f;
- 63 (11) "Family and Medical Leave Insurance Program" or "program"
- means the program established in section 31-49g;
- 65 (12) "Family and Medical Leave Insurance Trust Fund" or "trust"
- means the trust fund established in section 31-49i;
- 67 (13) "Health care provider" has the same meaning as provided in
- 68 section 31-51kk, as amended by this act;
- 69 (14) "Municipality" has the same meaning as provided in section 7-
- 70 245;
- 71 (15) "Person" means one or more individuals, partnerships,
- 72 associations, corporations, limited liability companies, business trusts,
- 73 legal representatives or any organized group of persons;
- 74 (16) "Serious health condition" has the same meaning as provided in
- 75 section 31-51kk, as amended by this act; and
- 76 (17) "Subject earnings" means total wages, as defined in subsection
- 77 (b) of section 31-222 and self-employment income as defined in 26 USC

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- 78 1402(b), as amended from time to time, that shall not exceed the Social
- 79 Security contribution and benefit base, as determined pursuant to 42
- 80 USC 430, as amended from time to time, provided self-employment
- 81 income shall be included only if the recipient has enrolled in the
- 82 program pursuant to section 31-49m.
- Sec. 2. Section 31-49h of the general statutes is repealed and the
- following is substituted in lieu thereof (*Effective October 1, 2025*):
- (a) The board, on behalf of the authority, and for the purpose of implementing the Paid Family and Medical Leave Insurance Program established in section 31-49g, shall adopt written procedures in accordance with the provisions of section 1-121 for the purposes of:
- (1) Adopting an annual budget and plan of operations, including a requirement of board approval before such budget or plan may take effect;
- 92 (2) Adopting bylaws for the regulation of the affairs of the board and 93 the conduct of its business;
- 94 (3) Hiring, dismissing, promoting and compensating employees of 95 the authority and instituting an affirmative action policy;
- 96 (4) Acquiring real and personal property and personal services, 97 including requiring board approval for any nonbudgeted expenditure 98 in excess of five thousand dollars;
- 99 (5) Contracting for financial, legal and other professional services, 100 and requiring that the authority solicit proposals not less than every 101 three years for each such service used by the board;
- 102 (6) Using surplus funds to the extent authorized under sections 31-103 49f to 31-49t, inclusive, or any other provisions of the general statutes;
- 104 (7) Establishing an administrative process by which grievances, 105 complaints and appeals regarding employment at the authority are 106 reviewed and addressed by the board; and

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- 107 (8) Implementing the provisions of sections 31-49e to 31-49t, 108 inclusive, as amended by this act, or other provisions of the general 109 statutes, as appropriate.
- (b) The Paid Family and Medical Leave Authority may:
- 111 (1) Adopt an official seal and alter the same at the pleasure of the board;
- 113 (2) Maintain an office at such place or places in the state as the board 114 may designate;
- 115 (3) Sue and be sued, and plea and be impleaded, in its own name;
- (4) Establish criteria and guidelines for the Paid Family and Medical
 Leave Insurance Program to be offered pursuant to this section, sections
- 118 31-49f and 31-49g and sections 31-49i to 31-49t, inclusive;
- 119 (5) Employ staff, agents and contractors as may be necessary or 120 desirable and fix the compensation of such persons;
- (6) Design, establish and operate the program to ensure transparency
 in the management of the program through oversight and ethics review
 of plan fiduciaries;
- 124 (7) Design and establish a process by which employees and self-125 employed individuals or sole proprietors who have enrolled in the 126 program pursuant to section 31-49m shall contribute a portion of their 127 subject earnings to the trust;
- 128 (8) Evaluate and establish a process by which employers may credit 129 employee contributions to the trust through payroll deposit;

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(9) Ensure that contributions to the trust collected from employees and self-employed individuals or sole proprietors who have enrolled in the program pursuant to section 31-49m shall not be used for any purpose other than providing compensation to covered employees, educating and informing persons about the program and paying the

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- operational, administrative and investment costs of the program;
- 136 (10) Establish and maintain a secure Internet web site that displays
- all public notices issued by the authority and such other information as
- the authority deems relevant and necessary for the implementation of
- the program and for the education of the public regarding the program;
- 140 (11) Establish policies, or written procedures in accordance with the
- provisions of section 1-121, as appropriate, including, but not limited to,
- 142 policies or procedures:
- 143 (A) Establishing a process to determine whether an individual meets
- the requirements for compensation under this section, including the
- certification required for establishing eligibility for such compensation;
- (B) Establishing methods by which any books, records, documents,
- 147 contracts or other papers relevant to the eligibility of a covered
- employee shall be examined, or caused to be produced or examined;
- 149 (C) Establishing methods by which witnesses who provide
- information relevant to a covered employee's claim for family and
- medical leave compensation may be summoned and examined under
- 152 oath;

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- (D) Ensuring the confidentiality of records and documents relating to
- medical certifications, recertifications and medical histories of covered
- employees and covered employees' family members pursuant to section
- 156 31-51oo;
- 157 (E) Establishing the percentage of subject earnings each employee
- and self-employed individuals or sole proprietors who have enrolled in
- the program pursuant to section 31-49m shall contribute to the Family
- and Medical Leave Insurance Trust Fund, provided such percentage
- shall not exceed one-half of one per cent;
- (F) Certifying the ongoing solvency of the Family and Medical Leave
- 163 Insurance Trust Fund and adjusting the compensation offered to
- 164 covered employees as necessary to ensure the solvency of the fund as

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provided in subdivision (3) of subsection (c) of section 31-49g, provided the contribution percentage established by the Authority pursuant to subdivision (5) of this section has reached the statutory maximum; [and]

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- (G) Determining whether an employer meets the requirements for the administration of a private plan, including the approval, oversight and termination of such private plan, and developing any potential alternate measure of subject earnings for the purposes of calculating compensation under such plans; and
- (H) Establishing an alternative method of calculating the base period and base weekly earnings for a covered employee that is employed by a local or regional board of education or a nonpublic elementary or secondary school in a position that does not require professional certification under chapter 166;
- (12) Notwithstanding any provision of the general statutes, and to the extent consistent with federal law, (A) use state administrative data collected by any agency for the purposes of carrying out and implementing such program, including, but not limited to, eligibility determination, benefit calculation, program planning, recipient outreach and continuous improvement and program evaluation, including assessment of longitudinal impact; and (B) share user data and other data collected through program administration with other state agencies for purposes, including, but not limited to, improving delivery of benefits and services to program participants and other for persons, streamlining eligibility determination programs administered by other agencies, recipient outreach and continuous improvement and program evaluation, including assessment of longitudinal impact. Expenses incurred for activities undertaken pursuant to this subdivision, as well as compensation paid to other state agencies for any associated costs, shall be considered appropriate administrative expenses of the program; [.]
- (13) Enter into agreements with any department, agency, office or instrumentality of the United States or this state to carry out the

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197 purposes of the program, including, but not limited to:

- (A) Memoranda of understanding with the Labor Department and other state agencies regarding (i) the gathering or dissemination of information necessary for the operations of the program, subject to such obligations of confidentiality as may be agreed or required by law, (ii) the sharing of costs incurred pursuant to the gathering and dissemination of such information, and (iii) the reimbursement of costs for any enforcement activities conducted pursuant to section 31-49r. Each state agency may also enter into such memoranda of understanding;
- 207 (B) Memoranda of understanding with the Department of Revenue 208 Services and the Labor Department for (i) the collection of employee 209 contributions, and (ii) the reimbursement of costs by the authority for 210 any costs incurred related to the collection of employee contributions. 211 The Department of Revenue Services and the Labor Department shall 212 also enter into such memoranda of understanding; and
 - (C) Memoranda of understanding with the Labor Department for (i) the adjudication of claims by covered employees aggrieved by a denial of compensation under the Family and Medical Leave Insurance Program, and (ii) the reimbursement of costs by the authority for any costs incurred by the Labor Department related to the adjudication of contested claims or penalties imposed pursuant to section 31-49r. The Labor Department shall also enter into such memoranda of understanding; [.]
 - (14) Make and enter into any contract or agreement necessary or incidental to the performance of its duties and execution of its powers. The contracts and agreements entered into by the authority shall not be subject to the approval of any other state department, office or agency, provided copies of all such contracts shall be maintained by the authority as public records, subject to the proprietary rights of any party to such contracts. No contract shall contain any provision in which any contractor derives any direct or indirect economic benefit from denying

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229 or otherwise influencing the outcome of any claim for benefits. The 230 standard criteria for the evaluation of proposals relating to claims 231 processing, web site development, database development, marketing 232 and advertising, in the event the authority seeks the services of an 233 outside contractor for such tasks, and for the evaluation of proposals 234 relating to all other contracts in amounts equal to or exceeding two 235 hundred fifty thousand dollars shall include, but need not be limited to: 236 (A) Transparency, (B) cost, (C) efficiency of operations, (D) quality of 237 work related to the contracts issued, (E) user experience, (F) 238 accountability, and (G) a cost-benefit analysis documenting the direct 239 and indirect costs of such contracts, including qualitative and 240 quantitative benefits that will result from the implementation of such 241 contracts. The establishment of additional standard criteria shall be 242 approved by a two-thirds vote of the board after such criteria have been 243 posted on a public Internet web site maintained by the authority for 244 notice and comment for at least one week prior to such vote; [.] and

- (15) Do all things necessary or convenient to carry out the provisions of sections 31-49e to 31-49t, inclusive, as amended by this act.
- Sec. 3. Section 31-51kk of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):

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- As used in sections 31-51kk to 31-51qq, inclusive, as amended by this act:
 - (1) "Eligible employee" means (A) an employee who has been employed for at least three months immediately preceding [his or her] such employee's request for leave by the employer with respect to whom leave is requested, or (B) an employee of a local or regional board of education or a nonpublic elementary or secondary school (i) whose position does not require a professional certification under chapter 166, and (ii) who has been employed for at least three months during the previous twelve-month period by such local or regional board of education or nonpublic elementary or secondary school with respect to whom leave is requested;

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261 (2) "Employ" includes to allow or permit to work;

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- (3) "Employee" means any person engaged in service to an employerin this state in the business of the employer;
- 264 (4) "Employer" means a person engaged in any activity, enterprise or 265 business who employs one or more employees, and includes any person 266 who acts, directly or indirectly, in the interest of an employer to any of the employees of such employer and any successor in interest of an 267 268 employer. "Employer" does not include a municipality, a local or 269 regional board of education, or a nonpublic elementary or secondary 270 school, except that a local or regional board of education or a nonpublic 271 elementary or secondary school is an employer with respect to its 272 eligible employees;
 - (5) "Employment benefits" means all benefits provided or made available to employees by an employer, including group life insurance, health insurance, disability insurance, sick leave, annual leave, educational benefits and pensions, regardless of whether such benefits are provided by practice or written policy of an employer or through an "employee benefit plan", as defined in Section 1002(3) of Title 29 of the United States Code;
 - (6) "Family member" means a spouse, sibling, son or daughter, grandparent, grandchild or parent, or an individual related to the employee by blood or affinity whose close association the employee shows to be the equivalent of those family relationships;
- (7) "Grandchild" means a grandchild related to a person by (A) blood,
 (B) marriage, (C) adoption by a child of the grandparent, or (D) foster
 care by a child of the grandparent;
- 287 (8) "Grandparent" means a grandparent related to a person by (A) 288 blood, (B) marriage, (C) adoption of a minor child by a child of the grandparent, or (D) foster care by a child of the grandparent;
- 290 (9) "Health care provider" means (A) a doctor of medicine or

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291 osteopathy who is authorized to practice medicine or surgery by the 292 state in which the doctor practices; (B) a podiatrist, dentist, psychologist, 293 optometrist or chiropractor authorized to practice by the state in which 294 such person practices and performs within the scope of the authorized 295 practice; (C) an advanced practice registered nurse, nurse practitioner, 296 nurse midwife or clinical social worker authorized to practice by the 297 state in which such person practices and performs within the scope of 298 the authorized practice; (D) Christian Science practitioners listed with 299 the First Church of Christ, Scientist in Boston, Massachusetts; (E) any 300 health care provider from whom an employer or a group health plan's benefits manager will accept certification of the existence of a serious 301 302 health condition to substantiate a claim for benefits; (F) a health care 303 provider as defined in subparagraphs (A) to (E), inclusive, of this subdivision who practices in a country other than the United States, who 304 305 is licensed to practice in accordance with the laws and regulations of 306 that country; or (G) such other health care provider as the Labor 307 Commissioner determines, performing within the scope of the 308 authorized practice. The commissioner may utilize any determinations 309 made pursuant to chapter 568;

- 310 (10) "Municipality" has the same meaning as provided in section 7-311 245;
- (11) "Parent" means a biological parent, foster parent, adoptive parent, stepparent, parent-in-law or legal guardian of an eligible employee or an eligible employee's spouse, an individual standing in loco parentis to an eligible employee, or an individual who stood in loco parentis to the eligible employee when the employee was a child;
- 317 (12) "Person" means one or more individuals, partnerships, 318 associations, corporations, business trusts, legal representatives or 319 organized groups of persons;
- 320 (13) "Reduced leave schedule" means a leave schedule that reduces 321 the usual number of hours per workweek, or hours per workday, of an 322 employee;

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- (14) "Serious health condition" means an illness, injury, impairment, or physical or mental condition that involves (A) inpatient care in a hospital, hospice, nursing home or residential medical care facility; or (B) continuing treatment, including outpatient treatment, by a health care provider;
- 328 (15) "Sibling" means a brother or sister related to a person by (A) 329 blood, (B) marriage, (C) adoption by a parent of the person, or (D) foster 330 care placement;
 - (16) "Son or daughter" means a biological, adopted or foster child, stepchild, legal ward, or, in the alternative, a child of a person standing in loco parentis, or an individual to whom the employee stood in loco parentis when the individual was a child; and
- 335 (17) "Spouse" means a person to whom one is legally married.

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- Sec. 4. Section 31-51rr of the general statutes is repealed and the following is substituted in lieu thereof (*Effective October 1, 2025*):
 - (a) Each political subdivision of the state shall provide the same family and medical leave benefits under the federal Family and Medical Leave Act, P.L. 103-3, and 29 CFR 825.112 to [(1)] any employee of such political subdivision who is a party to a marriage in which the other party is of the same sex as the employee, and who has been employed for at least twelve months by such employer and for at least one thousand two hundred fifty hours of service with such employer during the previous twelve-month period, which benefits shall be the same as are provided to an employee who is a party to a marriage in which the other party is of the opposite sex of such employee. [, (2) on or after the effective date of regulations adopted pursuant to subsection (f) of this section, a paraeducator who has been employed in an educational setting for at least twelve months by such employer and for at least nine hundred fifty hours of service with such employer during the previous twelve-month period, or (3) on or after October 1, 2024, any person employed by a local or regional board of education who does not hold a professional certification under chapter 166 and has been employed

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for at least twelve months by such employer and for at least nine hundred fifty hours of service with such employer during the previous twelve-month period.]

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- (b) [(1)] Any employee of a political subdivision of the state who has worked at least twelve months and one thousand two hundred fifty hours for such employer during the previous twelve-month period [, (2) on or after the effective date of regulations adopted pursuant to subsection (f) of this section, a paraeducator who has been employed in an educational setting for at least twelve months by such employer and for at least nine hundred fifty hours of service with such employer during the previous twelve-month period, or (3) on or after October 1, 2024, any person employed by a local or regional board of education who does not hold a professional certification under chapter 166 and has been employed for at least twelve months by such employer and for at least nine hundred fifty hours of service with such employer during the previous twelve-month period] may request leave in order to serve as an organ or bone marrow donor, provided such employee may be required, prior to the inception of such leave, to provide sufficient written certification from the physician of such employee, a physician assistant or an advanced practice registered nurse of the proposed organ or bone marrow donation and the probable duration of the employee's recovery from such donation.
- (c) Nothing in this section shall be construed as authorizing leave in addition to the total of twelve workweeks of leave during any twelvementh period provided under the federal Family and Medical Leave Act, P.L. 103-3.
- (d) The Labor Department shall enforce compliance with the provisions of this section.
 - [(e) For the purposes of subdivision (2) of subsections (a) and (b) of this section, no hours of service worked by a paraeducator prior to the effective date of regulations adopted pursuant to subsection (f) of this section shall be included in the requisite nine hundred fifty hours of

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387 service.]

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[(f)] (e) The Labor Commissioner shall adopt regulations for the provision of family and medical leave benefits to paraeducators employed in an educational setting pursuant to this section.

This act shall take effect as follows and shall amend the following		
sections:		
Section 1	October 1, 2025	31-49e
Sec. 2	October 1, 2025	31-49h
Sec. 3	October 1, 2025	31-51kk
Sec. 4	October 1, 2025	31-51rr

LAB Joint Favorable Subst.

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