

Rep. Mary E. Flowers

Filed: 2/21/2023

| | 10300HB1102ham001 | LRB103 04711 SPS 57119 a |
|--------|--|----------------------------|
| 1 | AMENDMENT TO HOUSE E | BILL 1102 |
| 2 | AMENDMENT NO Amend Hous | se Bill 1102 by replacing |
| 3 | everything after the enacting clause with the following: | |
| 4 5 | "Section 1. Short title. This Act Family Leave Insurance Program Act. | t may be cited as the Paid |
| | | |
| 6 | Section 5. Declaration of policy | and intent. |
| 7 | (a) Many employees do not hav | ve access to family and |
| 8 | medical leave programs, and those | who do may not be in a |
| 9 | financial position to take family of | or medical leave that is |
| 10 | unpaid, and employer-paid benefits | meet only a relatively |
| 11 | small part of this need. It is the pu | ublic policy of this State |
| 12 | to protect working families agains | at the economic hardship |
| 13 | caused by the need to take time of | ff from work to care for |
| 14 | themselves or family members who ar | e suffering from serious |
| 15 | illness or to care for a newborn or a | newly adopted child. |
| 16 | Moreover, many women are single | e mothers or the primary |

10300HB1102ham001 -2- LRB103 04711 SPS 57119 a

breadwinners for their families. If any of these women take
 unpaid maternity leave, their families and Illinois suffer.

3 The United States is the only industrialized nation in the 4 world that does not have a mandatory workplace-based program 5 for such income support.

6 It is therefore desirable and necessary to develop systems 7 that help families adapt to the competing interests of work 8 and home and that not only benefit workers but also benefit 9 employers by reducing employee turnover and increasing worker 10 productivity.

(b) It is the intent of the General Assembly to create a paid family leave program to relieve the serious menace to the health, morals, and welfare of Illinois families, to increase workplace productivity, and to alleviate the enormous and growing stress on working families of balancing the demands of work and family needs.

17 Section 10. Definitions. As used in this Act:

18 "Assisted reproduction" means a method of achieving a 19 pregnancy through the handling of human oocytes, sperm, 20 zygotes, or embryos for the purpose of establishing a 21 pregnancy. "Assisted reproduction" includes, but is not limited to, methods of artificial insemination, in vitro 22 23 fertilization, embryo transfer, zygote transfer, embrvo 24 preimplantation genetic diagnosis, embryo biopsv, 25 cryopreservation, oocyte, gamete, zygote, and embryo donation,

10300HB1102ham001

1 and gestational surrogacy.

"Average weekly wage" means the amount derived by dividing 2 3 bv 12 an employee's total earnings, including wages, 4 gratuities, bonuses, commissions, and any other compensation 5 that constitutes remuneration, earned during the quarter with the highest earnings in the applicable benefit year, or the 6 amount derived by dividing by 12 an employee's total earnings, 7 including wages, gratuities, bonuses, commissions, and any 8 9 other compensation that constitutes remuneration, to fulfill a 10 contract for a covered business entity, earned in the quarter 11 with the highest earnings in the applicable benefit year, or for individuals not currently employed or under contract, the 12 amount derived by dividing by 12 an individual's total 13 14 earnings, including wages, gratuities, bonuses, commissions, 15 and any other compensation that constitutes remuneration, 16 earned during the quarter with the highest earnings earned in the 4 quarters prior to the last day of employment or the end 17 18 of the contract.

"Base hours" means the hours of work for which an employee 19 20 receives compensation. "Base hours" includes overtime hours 21 for which the employee is paid additional or overtime 22 compensation and hours for which the employee receives workers' compensation benefits. "Base hours" also includes 23 24 hours an employee would have worked except for having been in 25 military service. At the option of the employer, "base hours" 26 may include hours for which the employee receives other types

of compensation, such as administrative, personal, vacation,
 or paid leave.

3 "Care" includes, but is not limited to, physical care, 4 emotional support, visitation, arranging for a change in care, 5 assistance with essential daily living matters, and personal 6 attendant services.

7 "Child" means a biological, adopted, or foster child, 8 stepchild, or legal ward of an eligible employee, child of a 9 spouse of the eligible employee, child of a legal parent, or 10 child of a civil union partner of the eligible employee, who is 11 less than 18 years of age or is 18 years of age or older, but 12 incapable of self-care because of a mental or physical 13 impairment.

14 "Civil union" means a civil union as defined in the 15 Illinois Religious Freedom Protection and Civil Union Act.

16 "Consecutive leave" means leave that is taken without 17 interruption based upon an employee's regular work schedule 18 and does not include breaks in employment in which an employee 19 is not regularly scheduled to work.

20 "Covered business entity" means a business or trade that 21 contracts with one or more individuals for services and is 22 required to report the payment of services to such individuals 23 on IRS Form 1099-MISC or IRS Form 1099-K for more than 25% of 24 its Illinois workforce. Such individuals are included in the 25 covered business entity's workforce if the contracts for 26 services include, but are not limited to, oral or written 10300HB1102ham001 -5- LRB103 04711 SPS 57119 a

1 contracts, and services arranged through application software 2 designed to run on smartphones and other mobile devices and 3 software designed to run inside a web browser.

4 "Day and temporary labor service agency" has the meaning
5 set forth in Section 5 of the Day and Temporary Labor Services
6 Act.

"Department" means the Department of Employment Security.

"Director" means the Director of Employment Security.

9 "Domestic violence" has the same meaning as provided in 10 Section 103 of the Illinois Domestic Violence Act.

"Domestic worker" has the meaning set forth in Section 10of the Domestic Workers' Bill of Rights Act.

"Eligible employee" means an employee, other than an employee of the State of Illinois, its political subdivisions, or instrumentalities, employed in the State of Illinois for 12 months or more who has worked 1,200 or more base hours during the preceding 12-month period. An employee is considered to be employed in the State of Illinois if:

19

7

8

(A) the employee works in Illinois; or

20 (B) the employee routinely performs some work in 21 Illinois and the employee's base of operations or the 22 place from which the work is directed and controlled is in 23 Illinois.

24 "Eligible employee" includes domestic workers.

25 "Employer" means any partnership, association, trust,26 estate, joint-stock company, insurance company, or

10300HB1102ham001 -6- LRB103 04711 SPS 57119 a

1 corporation, whether domestic or foreign, or the receiver, 2 trustee in bankruptcy, trustee, or person that has in its employ one or more employees performing services for it within 3 4 this State. "Employer" also includes any employer subject to 5 the Unemployment Insurance Act, except the State, its political subdivisions, and any instrumentality of the State. 6 "Employer" includes a day and temporary labor service agency 7 that provides employees on a temporary basis to its customers 8 9 and its customers.

10 "Family member" means an eligible employee's child, 11 spouse, party to a civil union, parent, or any other 12 individual related by blood or whose close relationship with 13 the employee is the equivalent of a family relationship.

14 "Family leave benefits" means any payments that are 15 payable to an eligible employee for all or part of a period of 16 paid family leave.

17 "Health care provider" means any person licensed under 18 federal, State, or local law or the laws of a foreign nation to 19 provide health care services or any other person who has been 20 authorized to provide health care by a licensed health care 21 provider.

"Intermittent leave" means a non-consecutive leave consisting of intervals, each of which is at least one, but fewer than 12, weeks within a consecutive 12-month period.

25 "Legal Parent" means the parent of a child listed on the 26 certificate of birth. 10300HB1102ham001

1 "Medical procedure" means a course of action intended to achieve a result in the delivery of healthcare. 2 "Miscarriage" means the loss of a pregnancy before 20 3 4 weeks of gestation. 5 "Paid family leave" means leave taken by an eligible employee from work with an employer: 6 (A) to participate in the providing of care, including 7 8 physical or psychological care, for the employee or a 9 family member of the eligible employee made necessary by a 10 serious health condition or medical procedure of the 11 family member; (B) to be with a child during the first 12 months after 12 13 the child's birth, if the employee, the employee's spouse, 14 or the party to a civil union with the employee, is a 15 biological parent of the child, or the first 12 months 16 after the placement of the child for adoption or foster 17 care with the employee; (C) for the employee's own serious health condition 18 19 including stillbirth or miscarriage; 20 (D) for the employee's own reproductive health care;

(E) as a result of the employee being subjected to
 domestic violence; or

(F) because of any qualifying exigency as interpreted
under the Family and Medical Leave Act of 1993 (29 U.S.C.
2612(a)(1)(E) and 29 CFR 825.126) arising out of the fact
that the spouse, party to a civil union, child, parent of

the employee, or any other individual related by blood or whose close relationship with the employee is equivalent to a family relationship is on active duty (or has been notified of an impending call or order to active duty) in the armed forces as of the United States.

6 "Paid family leave" does not include any period of time 7 during which an eligible employee is paid benefits pursuant to 8 the Workers' Compensation Act or the Unemployment Insurance 9 Act because the employee is unable to perform the duties of the 10 employee's employment due to the employee's own disability.

"Parent of an eligible employee" means a biological parent, foster parent, adoptive parent, or stepparent of the eligible employee or a person who was a legal guardian of, or who stood in loco parentis to, the eligible employee when the eligible employee was a child.

16 "Placement for adoption" means the time when an eligible 17 employee adopts a child or becomes responsible for a child 18 pending adoption by the eligible employee.

"Reproductive health care" means health care offered, 19 20 arranged, or furnished for the purpose of preventing 21 pregnancy, terminating a pregnancy, managing pregnancy loss, 22 or improving maternal health and birth outcomes. "Reproductive 23 health care" includes, but is not limited to, contraception, 24 sterilization, preconception care, assisted reproduction, 25 maternity care, abortion care, and counseling regarding 26 reproductive health care.

10300HB1102ham001 -9- LRB103 04711 SPS 57119 a

1 "Self-employed individual" means individual an who receives self-employment income as defined in Section 1402(b) 2 of the Internal Revenue Code. "Self-employed individual" also 3 4 includes independent contractors, sole proprietors, and 5 partnerships who engage in domestic work as defined in Section 6 10 of the Domestic Workers' Bill of Rights Act.

7 "Serious health condition" means an illness, injury, 8 impairment, or physical or mental condition that requires 9 inpatient care in a hospital, hospice, or residential medical 10 care facility or continuing medical treatment or continuing 11 supervision by a health care provider.

12 "Stillbirth" means the loss of a pregnancy at 20 weeks of 13 gestation or later.

"12-month period" means, with respect to an employee who establishes a valid claim for paid family leave benefits during a period of paid family leave, the 365 consecutive days that begin with the first day that the employee first establishes the claim.

19 Section 15. Paid family leave program.

20 (a) The Department shall establish and administer a paid21 family leave program.

(b) The Department shall establish procedures and formsfor filing claims for benefits under this Act.

(c) The Department shall use information sharing andintegration technology to facilitate the disclosure of

relevant information or records by the Department of
 Employment Security.

Information contained in the files 3 (d) and records 4 pertaining to an employee under this Act is confidential and 5 not open to public inspection, other than to public employees in the performance of their official duties. An employer must 6 keep at its place of business records of employment from which 7 8 the information needed by the Department for purposes of this 9 Act may be obtained. The records shall at all times be open to 10 the inspection of the Department pursuant to rules adopted by 11 the Department.

(e) The Department shall develop and implement an outreach 12 13 program to ensure that individuals who may be eligible to receive family leave benefits under this Act are made aware of 14 15 these benefits. Outreach information shall explain, in an easy 16 to understand format, eligibility requirements, the claims process, weekly benefit amounts, maximum benefits payable, 17 notice requirements, reinstatement and nondiscrimination 18 rights, confidentiality, and coordination of leave under this 19 20 Act and other laws, collective bargaining agreements, and employer policies. Outreach information shall be available in 21 22 English and in languages other than English that are spoken as 23 a primary language by a significant portion of the State's 24 population, as determined by the Department.

25 (f) Any local, county, or municipal ordinance that 26 provides for paid family and medical leave enacted or amended 10300HB1102ham001

1 on or after the effective date of this Act must comply with the 2 requirements of this Act.

3

Section 20. Eligibility for benefits.

4 (a) The Department may require that a claim for family 5 leave benefits under this Section be supported by a 6 certification issued by a health care provider who is 7 providing care to the employee or the employee's family member 8 if applicable.

9 (b) An employee is not eligible for family leave benefits 10 under this Section for any week for which the employee receives any paid leave from their employer. If an employer 11 12 provides paid leave, the employee may elect whether first to use the paid leave or to receive family leave benefits under 13 14 this Section. An employee may not be required to use paid leave 15 to which the employee is entitled before receiving family leave benefits under this Section. 16

17 (c) This Section does not limit an employee's right to 18 take leave from employment under other laws or employer 19 policy.

20 (d) The eligibility of an employee for benefits is not 21 affected by a strike or lockout at the factory, establishment, 22 or other premises at which the employee is or was last 23 employed.

(e) An employee who has received benefits under this
 Section may not lose any other employment benefits, including

10300HB1102ham001 -12- LRB103 04711 SPS 57119 a

seniority or pension rights, accrued before the date that paid family leave commenced. However, this Section does not entitle an employee to accrue employment benefits during a period of paid family leave or to a right, benefit, or position of employment other than a right, benefit, or position to which the employee would have been entitled had the employee not taken paid family leave.

8 (f) Nothing in this Act shall be deemed to interfere with, 9 impede, or in any way diminish the right of employees to 10 bargain collectively with their employers through 11 representatives of their own choosing in order to establish wages or other conditions of work in excess of the applicable 12 13 minimum standards established in this Act. The paid family 14 leave requirements of this Act may be waived in a bona fide 15 collective bargaining agreement, but only if the waiver is set 16 forth explicitly in such agreement in clear and unambiguous 17 terms.

(g) Nothing in this Act shall be deemed to affect the validity or change the terms of bona fide collective bargaining agreements in force on the effective date of this Act. After that date, requirements of this Act may be waived in a bona fide collective bargaining agreement, but only if the waiver is set forth explicitly in such agreement in clear and unambiguous terms.

(h) This Section does not create a continuing entitlementor contractual right.

10300HB1102ham001 -13- LRB103 04711 SPS 57119 a

1 (i) Nothing in the Section shall limit the eligibility of 2 an employee for benefits upon the change of employment as long 3 as the employee remains an eligible employee.

4 Section 25. Self-employed benefits.

(a) A self-employed individual or individual who contracts 5 to perform services with a covered business entity may elect 6 to be covered under this Act. The self-employed individual or 7 8 individual who contracts to perform services with a covered 9 business entity must file a notice of election in writing with 10 the Department and contribute to the State Benefits Fund as described in Section 35. The self-employed individual or 11 individual who contracts to perform services with a covered 12 13 business entity must agree to supply any information 14 concerning taxable income that the Department deems necessary.

15 (b) A self-employed individual who has elected to be covered or an individual who has elected to be covered and who 16 contracts to perform services with a covered business entity 17 may terminate coverage by filing written notice with the 18 19 Department at such times as the Director prescribes by rule, 20 including at the time of a change in the employment status of the self-employed individual or individual who contracts to 21 perform services with a covered business entity employment 22 23 status. The termination may not take effect sooner than 30 24 days after the notice is filed.

25

(c) A self-employed individual who has elected to be

10300HB1102ham001 -14- LRB103 04711 SPS 57119 a

1 covered or an individual who has elected to be covered and who contracts to perform services with a covered business entity 2 3 may terminate coverage on the date of the filing of a voluntary 4 or involuntary bankruptcy petition. The selective coverage of 5 a self-employed individual or individual who contracts to perform services with a covered business entity terminates on 6 the date the self-employed individual or individual who 7 contracts to perform services with a covered business entity 8 9 provides to the Department documentation to support the 10 bankruptcy petition filing of the self-employed individual or 11 individual who contracts to perform services with a covered business entity and files written notice with the Director. At 12 13 any time thereafter, the self-employed individual or individual who contracts to perform services with a covered 14 15 business entity may re-elect coverage under this Section.

16

Section 30. Disqualification from benefits.

17 (a) An employee is disqualified from family leave benefits18 under this Act if the employee:

19 (1) willfully makes a false statement to obtain20 benefits; or

21

22

(2) seeks benefits based on a serious health condition that resulted from the employee's commission of a felony.

(b) A disqualification for family leave benefits is for a period of 2 years, and commences on the first day of the calendar week in which the employee filed a claim for benefits 10300HB1102ham001 -15- LRB103 04711 SPS 57119 a

under this Act. An employee who is disqualified for benefits is liable to the Department for a penalty in an amount equal to 15% of the amount of benefits received by the employee.

4

Section 35. State Benefits Fund.

5 (a) The State Benefits Fund is created as a special fund in 6 the State treasury. Moneys in the Fund may be used for the 7 payment of family leave benefits and for the administration of 8 this Act. All interest and other earnings that accrue from 9 investment of moneys in the Fund shall be credited to the Fund.

10 (b) An employer shall retain from all employees a payroll premium deduction in the amount of 0.3% of wages as defined in 11 12 subsection (b) of Section 235 of the Unemployment Insurance 13 Act. The Department shall provide for the collection of this 14 payroll premium deduction by rule. The amount of the payroll 15 premium imposed under this Section, less refunds authorized by this Act, and all assessments and penalties collected under 16 17 this Act shall be deposited into and credited to the Fund. Nothing in this Act shall be construed to prohibit an employer 18 19 from providing additional voluntary employer contributions toward the cost of benefits provided under this Act. These 20 21 voluntary contributions may be in addition to employee payroll 22 deductions or used to replace in whole or in part employee 23 payroll deductions. Voluntary employer contributions may 24 result in eligibility to apply for any established Paid Family 25 Medical Leave tax credit.

1 (c) A separate account, to be known as the Administration Account, shall be maintained in the Fund. An amount determined 2 3 by the Department sufficient for proper administration, not to 4 exceed, however, 0.1% of wages as defined in this Section, 5 shall be credited to the Administration Account. The expenses of the Department in administering the Fund and its accounts 6 shall be charged against the Administration Account. The costs 7 of administration of this Act shall be charged to the 8 9 Administration Account.

10 (d) A separate account, to be known as the Family Leave 11 Benefits Account, shall be maintained in the Fund. The account shall be charged with all benefit payments. Prior to July 1 of 12 13 each calendar year, the Department shall determine the average rate of interest and other earnings on all investments of the 14 15 Fund for the preceding calendar year. If there is an 16 accumulated deficit in the Family Leave Benefits Account in excess of \$200,000 at the end of any calendar year after 17 18 interest and other earnings have been credited as provided in this Section, the Department shall determine the ratio of the 19 20 deficit to the total of all taxable wages paid during the preceding calendar year and shall increase the employee 21 22 payroll premium for the next calendar year. In no event shall such increase exceed .01%. Once the accumulated deficit has 23 24 been cured, the employee payroll premium shall be reduced to 25 the premium outlined in (b) and (c) of this Section.

26 (e) A board of trustees, consisting of the State

10300HB1102ham001 -17- LRB103 04711 SPS 57119 a

1 Treasurer, the Secretary of State, the Director of Labor, the 2 Director of Employment Security, and the State Comptroller, is 3 hereby created. The board shall invest and reinvest all moneys 4 in the Fund in excess of its cash requirements in obligations 5 legal for savings banks.

(f) The Department may adjust rates, not to exceed the 6 amount established in subsection (b) of this Section, for the 7 collection of premiums pursuant to subsection (b) of this 8 9 Section. The Department shall set rates for premiums in a 10 manner that minimizes the volatility of the rates assessed and 11 so that at the end of the period for which the rates are effective, the cash balance shall be an amount approximating 12 13 12 months of projected expenditures from the Fund, considering 14 the functions and duties of the Department under this Act.

15

Section 40. Compensation for family leave.

(a) An eligible employee's weekly benefit rate shall be 16 two-thirds of his or her average weekly wage, subject to a 17 maximum of the Statewide average weekly wage paid to workers 18 19 by employers, as determined pursuant to Section 401 of the Unemployment Insurance Act, provided that the employee's 20 21 benefit rate shall be computed to the next lower multiple of \$1 22 if not already a multiple thereof. The amount of benefits for each day of paid family leave for which benefits are payable 23 24 shall be one-seventh of the corresponding weekly benefit 25 amount, provided that the total benefits for a fractional part of a week shall be computed to the next lower multiple of \$1 if not already a multiple thereof.

(b) With respect to any period of paid family leave and 3 4 while an individual is an eligible employee, family benefits 5 not in excess of the eligible employee's maximum benefits 6 shall be payable with respect to the first day of leave taken after the first one-week period following the commencement of 7 8 the period of paid family leave and each subsequent day of paid 9 family leave during that period of paid family leave; and if 10 benefits become payable on any day after the first 3 weeks in 11 which leave is taken, then benefits shall also be payable with respect to any leave taken during the first one-week period in 12 13 which leave is taken. The maximum total benefits payable to 14 any eligible employee commencing on or after the effective 15 date of this Act shall be 12 times the eligible employee's 16 weekly benefit amount or one-third of his or her total wages in his or her base year, whichever is the lesser; provided that 17 the maximum amount shall be computed in the next lower 18 multiple of \$1 if not already a multiple thereof. 19

(c) All of the family leave benefits paid to an eligible employee during a period of paid family leave with respect to any one birth or adoption shall be for a single continuous period of time, except that the employer of the eligible employee may permit the eligible employee to receive the paid family leave benefits during non-consecutive weeks in a manner mutually agreed to by the employer and the eligible employee 1 and disclosed to the Department by the employer.

(d) Nothing in this Act shall be construed to prohibit the 2 establishment by an employer, without approval by the 3 Department, of a supplementary plan or plans providing for the 4 5 payment to employees, or to any class or classes of employees, 6 of benefits in addition to the benefits provided by this Act or to prohibit the collection or receipt of additional voluntary 7 8 contributions from employees toward the cost of the additional 9 benefits. The rights, duties, and responsibilities of all 10 interested parties under the supplementary plans shall be 11 unaffected by any provision of this Act.

Section 45. Paid family leave; duration. An eligible employee may take 12 weeks of paid family leave within any 12-month period in order to provide care made necessary by reasons identified in Section 10. An eligible employee may take paid family leave on an intermittent schedule in which all of the leave authorized under this Act is not taken sequentially.

19

Section 50. Employer equivalent plans.

(a) An employer may apply to the Department for approval
 of an employer-offered benefit plan that provides family and
 medical leave insurance benefits to the employer's employees.

(b) An employer that seeks approval of a plan shall submitan application to the Department in the form and manner

10300HB1102ham001

prescribed by the Department by rule, accompanied by an
 application fee not to exceed \$250.

3 4 (c) The Department shall review and approve an application for a plan if the Director finds that:

5 (1) the plan is made available to all employees who 6 have been continuously employed with an employer and meet 7 the definition of eligible employee under Section 10 of 8 this Act; and

9 (2) the benefits afforded to employees covered under 10 the plan are equal to or greater than the weekly benefits 11 and the duration of leave that an eligible employee would 12 qualify for under this Act.

13 (d) An employee covered under an employer plan is not 14 subject to the requirements of this Act and not required to 15 make the contributions pursuant to Section 35.

(e) An employer may assume all or a part of the costsrelated to a plan approved under this Section.

(f) If an employer assumes only part of the costs, the employer may deduct employee contributions from the wages of employees to finance the costs related to the plan, except that any contribution amounts deducted may not exceed the amount that an eligible employee would otherwise be required to contribute under Section 35.

(g) Employee contributions received or retained by an employer under this subsection must be used for plan expenses and are not considered to be a part of an employer's assets for 10300HB1102ham001 -21- LRB10

1 any purpose.

12

2 (h) An employee who takes leave pursuant to a plan 3 approved under this section shall provide notice to an 4 employer of such leave in the same manner as provided in 5 Section 80 of this Act.

6 (i) An employer that offers a plan approved under this7 Section shall:

8 (1) maintain all reports, information and records 9 relating to the plan, including payroll and account 10 records that document employee contributions and expenses, 11 in the manner established by the Director by rule; and

(2) provide written notice to employees that includes:

(A) information about benefits available under the
approved plan, including the duration of leave;

(B) the process for filing a claim to receivebenefits under the plan;

17 (C) the process for employee deductions used to18 finance the costs of the plan, if any;

(D) the right to job protection and benefitscontinuation, if applicable; and

discrimination 21 (E) statement that. and а 22 retaliatory actions against an employee for inquiring 23 about the family and medical leave insurance program 24 established under this Act, giving notification of 25 leave under the program, taking leave under the 26 program, or claiming family and medical leave

1

insurance benefits are prohibited.

(j) An employer may be subjected to penalties under
Section 70 where they fail to maintain an approved equivalency
plan or provide benefits to employees under an approved
equivalency plan that are inconsistent with this Act.

6

Section 55. Annual reports; contents.

7 (a) The Department shall issue and make available to the 8 public, not later than June 1, 2026 and June 1 of each 9 subsequent year, annual reports providing data on family leave 10 benefits including separate data for each of the paid family leave category outlined in Section 10 of this Act. The reports 11 12 shall include, for each category of claims, the number of 13 workers receiving the benefits, the amount of benefits paid, 14 the average duration of benefits, the average weekly benefit, 15 and any reported amount of paid leave, vacation, or other fully paid time which resulted in reduced benefit duration. 16 The report shall provide data by gender and by any other 17 demographic factors determined to be relevant by the 18 19 Department. The reports shall also provide, for all family leave benefits, the total costs of benefits and the total cost 20 21 of administration, the portion of benefits for claims during 22 paid family leave, and the total revenues from employer 23 assessments, where applicable; employee assessments; and other 24 sources. Any and all data made available to the public shall be 25 de-identified and anonymized.

10300HB1102ham001 -23- LRB103 04711 SPS 57119 a

1 (b) The Department may, in its discretion, conduct surveys 2 and other research regarding, and include in the annual 3 reports descriptions and evaluations of the impact and 4 potential future impact of the costs and benefits resulting 5 from the provisions of this Act for:

(1) employees and their families, including surveys 6 and evaluations of what portion of the total number of 7 8 employees taking leave would not have taken leave, or 9 would have taken less leave, without the availability of 10 benefits; what portion of employees return to work after 11 receiving benefits and what portion are not permitted to return to work; and what portion of employees who are 12 13 eligible for benefits do not claim or receive them and why 14 they do not;

(2) employers, including benefits such as reduced training and other costs related to reduced turnover of personnel, and increased affordability of paid family leave through the State, with special attention given to small businesses; and

20 (3) the public, including savings caused by any 21 reduction in the number of people receiving public 22 assistance.

(c) The total amount of any expenses that the Department determines are necessary to carry out its duties pursuant to this Section shall be charged to the Administration Account of the Fund. 10300HB1102ham001 -24- LRB103 04711 SPS 57119 a

Section 60. Hearings. A person aggrieved by a decision of 1 2 the Department under this Act may request a hearing. The 3 Department shall adopt rules governing hearings and the 4 issuance of final orders under this Act in accordance with the 5 provisions of the Illinois Administrative Procedure Act. All final administrative decisions of the Department under this 6 Act are subject to judicial review under the Administrative 7 8 Review Law.

9 Section 65. Prohibited acts.

(a) No employer, temporary employment agency, employment 10 11 employee organization, or other person agency, shall discharge, expel, or otherwise discriminate against a person 12 13 because the person has filed or communicated to the employer 14 an intent to file a claim, a complaint, or an appeal or has testified or is about to testify or has assisted in any 15 16 proceeding, under this Act, at any time.

(b) It is unlawful for any employer to threaten to take or 17 18 to take any adverse action against an employee because the 19 employee (1) exercises rights or attempts to exercise rights 20 under this Act; (2) opposes practices which the employee 21 believes to be in violation of this Act; or (3) supports the 22 exercise of rights of another under this Act. It is unlawful 23 for any employer to consider the use of paid family and medical 24 leave by an employee as a negative factor in any employment 10300HB1102ham001 -25- LRB103 04711 SPS 57119 a

1 action that involves evaluating, promoting, disciplining, or 2 counting paid leave under a no-fault attendance policy. Such 3 retaliation shall subject an employer to civil penalties 4 pursuant to this Act.

5

Section 70. Penalties.

6 А person who makes a false statement (a) or 7 representation, knowing it to be false, or increase any paid 8 family leave benefit during a period of paid family leave, 9 either for himself or herself or for any other person, shall be 10 liable for a civil penalty of \$250 to be paid to the Department. Each such false statement or representation shall 11 constitute a separate offense. Upon refusal to pay such civil 12 penalty, the civil penalty shall be recovered in a civil 13 14 action by the Attorney General on behalf the Department in the 15 name of the State of Illinois. If, in any case in which liability for the payment of a civil penalty has been 16 determined, any person who has received any benefits under 17 this Act by reason of the making of such false statements or 18 representations shall not be entitled to any benefits under 19 20 this Act for any leave occurring prior to the time he or she 21 has discharged his or her liability to pay the civil penalty.

(b) A person, employing unit, employer, or entity who willfully violates any provision of this Act or any rule adopted under this Act for which a civil penalty is neither prescribed in this Act nor provided by any other applicable 10300HB1102ham001 -26- LRB103 04711 SPS 57119 a

1 law shall be subject to a civil penalty of \$500 to be paid to 2 the Department. Upon the refusal to pay such civil penalty, 3 the civil penalty shall be recovered in a civil action by the 4 Attorney General on behalf of the Department in the name of the 5 State of Illinois.

6 (c) A person, employing unit, employer, or entity 7 violating any provision of this Section with intent to defraud 8 the Department is guilty of a Class C misdemeanor. The fine 9 upon conviction shall be payable to the Fund. Any penalties 10 imposed by this subsection shall be in addition to those 11 otherwise prescribed in this Section.

12 Section 75. Leave and employment protection.

(a) During a period in which an employee receives family leave benefits under this Act, the employee is entitled to paid family leave and, at the established ending date of leave, to be restored to a position of employment with the employer from whom leave was taken as provided under subsection (b).

(b) Except as provided in subsection (f), an employee who receives family leave benefits under this Act for the intended purpose of the paid family leave is entitled, on return from the leave:

(1) to be restored by the employer to the position of
 employment held by the employee when the paid family leave
 commenced; or

1 (2) to be restored to an equivalent position with equivalent employment benefits, pay, and other terms and 2 conditions of employment at the employee's workplace 3 4 immediately prior to when the paid family leave commenced. 5 (c) The taking of paid family leave under this Act may not result in the loss of any employment benefits accrued before 6 the date on which the paid family leave commenced. 7 8 (d) Nothing in this Section entitles a restored employee 9 to: 10 the accrual of any seniority or employment (1)11 benefits during any period of paid family leave; or (2) any right, benefit, or position of employment 12 13 other than any right, benefit, or position to which the employee would have been entitled to had the employee not 14 15 taken the paid family leave. 16 (e) Nothing in this Section prohibits an employer from requiring an employee on paid family leave to report 17 18 periodically to the employer on the status and intention of 19 the employee to return to work. 20 (f) During any period an employee takes paid family leave under this Act, if the employer provides insurance for 21 employees, the employer shall maintain coverage for 22 the 23 employee and any family member under any group health plan for 24 the duration of such leave at no less than the level and 25 conditions of coverage that would have been provided if the

employee had not taken the leave. The employer shall notify

26

10300HB1102ham001

the employee that the employee is still responsible for paying the employee's share of the cost of the health care coverage, if any.

4

Section 80. Notice to employer.

5 (a) If the necessity for paid family leave for the birth or placement of a child is foreseeable based on an expected birth 6 7 or placement, the employee shall provide the employer with not 8 less than 30 days' notice, before the date the leave is to 9 begin, of the employee's intention to take leave for the birth 10 or placement of a child, except that if the date of the birth or placement requires leave to begin in less than 30 days, the 11 12 employee shall provide such notice as is practicable.

(b) If the necessity for paid family leave for an employee's, a family member's serious health condition, employee's own medical procedure or the employee's own reproductive health care is foreseeable based on planned medical treatment, the employee:

18 (1) must make a reasonable effort to schedule the
19 treatment so as not to disrupt unduly the operations of
20 the employer; and

(2) must provide the employer with not less than 30 days' notice, before the date the leave is to begin, of the employee's intention to take leave, except that if the date of the treatment requires leave to begin in less than 30 days, the employee must provide such notice as is 1 practicable.

2 Section 85. Employment by same employer. If spouses who 3 are entitled to leave under this Act are employed by the same 4 employer, the employer may require that the spouses not take 5 more than 6 weeks of such leave concurrently.

6 Section 90. Coordination of leave.

7 (a) Paid family leave taken under this Act must be taken
8 concurrently with any leave taken under the federal Family and
9 Medical Leave Act of 1993, collective bargaining agreement, or
10 any local county or municipal ordinance.

11 (b) An employer may require that paid family leave taken 12 under this Act be taken concurrently or otherwise coordinated 13 with leave allowed under the terms of a collective bargaining 14 agreement, local county or municipal ordinance, or employer policy. The employer must give their employees written notice 15 of this requirement. In adopting rules, the Department shall 16 maintain consistency with the regulations adopted to implement 17 18 the federal Family and Medical Leave Act of 1993 to the extent such regulations are not in conflict with this Act. 19

20 Section 95. Rules. The Department shall adopt any rules 21 necessary to implement the provisions of this Act.

22

Section 100. Authority to contract. The Department may

10300HB1102ham001 -30- LRB103 04711 SPS 57119 a

contract or enter into interagency agreements with other State
 agencies for the initial administration of the Paid Family
 Leave Program.

Section 900. The State Finance Act is amended by adding
Section 5.990 as follows:

- 6 (30 ILCS 105/5.990 new)
- 7 <u>Sec. 5.990. The State Benefits Fund.</u>

8 Section 999. Effective date. This Act takes effect upon 9 becoming law, except that Section 35 becomes effective June 1, 10 2024, and Sections 40 and 45 become effective June 1, 2025.".