To provide paid family and medical leave benefits to certain individuals, and for other purposes.

IN THE HOUSE OF REPRESENTATIVES

MARCH 18, 2015

Ms. DeLauro (for herself, Mrs. Carolyn B. Maloney of New York, Mr. Schiff, Mr. Rangel, Ms. Michelle Lujan Grisham of New Mexico, Ms. Norton, Mr. Pallone, Mr. Connolly, Ms. Matsui, Mr. Grijalva, Ms. Edwards, Ms. Kaptur, Ms. Schakowsky, Ms. Clark of Massachusetts, Mr. Carson of Indiana, Mr. Pascrell, Ms. Wasserman Schultz, Ms. Tsongas, Mr. Hastings, Mr. Yarmuth, Mr. Honda, Mr. Takai, Mr. Garamendi, Ms. Chu of California, Mr. Blumenauer, Ms. Lofgren, Mr. Cicilline, Mr. Kennedy, Mr. Sean Patrick Maloney of New York, Ms. Frankel of Florida, Ms. Pingree, Ms. Speier, Ms. McCollum, Ms. Lee, Miss Rice of New York, Mrs. Dingell, Mr. Gutiérrez, Mr. Larsen of Washington, Mrs. Lowey, Mr. David Scott of Georgia, Ms. Castor of Florida, Ms. Brown of Florida, Mr. Huffman, Mr. McGovern, Mr. Swalwell of California, Mr. Gene Green of Texas, Mr. Scott of Virginia, Ms. Eshoo, Mr. Polis, Mr. Brady of Pennsylvania, Mr. Capuano, Mr. Crowley, Mr. Serrano, Mr. Lynch, Mr. Tonko, Mr. Ryan of Ohio, Mr. Ellison, Mr. McDermott, Ms. Kuster, Mr. Nadler, Mr. Price of North Carolina, Ms. Slaughter, Mr. Takano, Ms. Wilson of Florida, Mr. Doggett, Ms. Fudge, Mr. Lewis, Mr. Engel, Ms. Linda T. Sánchez of California, Mr. Bera, Mrs. Capps, Mr. Cohen, Mr. Conyers, Mr. Delaney, Ms. Hahn, Mr. Lowenthal, Mrs. Napolitano, Ms. Roybal-Allard, Mr. Thompson of California, Mrs. Lawrence, Mr. Courtney, Ms. Bonamici, and Ms. Meng) introduced the following bill; which was referred to the Committee on Ways and Means
A BILL

To provide paid family and medical leave benefits to certain individuals, and for other purposes.

Be it enacted by the Senate and House of Representatives of the United States of America in Congress assembled,

SECTION 1. SHORT TITLE.

This Act may be cited as the “Family and Medical Insurance Leave Act”.

SEC. 2. FINDINGS AND PURPOSE.

(a) FINDINGS.—Congress finds the following:

(1) In nearly two-thirds of families with children, all adults in the household work. Three in four caregivers have worked at a paying job at some point during their caregiving experience. Without paid family and medical leave, many workers are unable to take time away from work to care for newborn children, ill or aging parents and relatives, or themselves.

(2) Both women and men need to be able to take time off work to participate in early care of their children, in the care of seriously ill family members, and to address their own serious health conditions. Yet, a mere 13 percent of workers in the United States have access to paid family leave through their employers, and fewer than 40 percent
have access to short-term disability insurance provided by their employer to use for their own illnesses.

(3) Many workers cannot afford to take unpaid time off work to provide care. According to the Department of Labor, nearly half of workers who qualified for leave under the Family and Medical Leave Act of 1993 (FMLA) in 2011 were unable to take the leave because they could not afford to take time off without pay. Six in ten workers who took partially paid or unpaid leave reported difficulty making ends meet; half of these workers were forced to cut their leaves short due to financial constraints.

(4) Only 13 percent of all workers had access to paid family leave in 2013 and it was available to only 4 percent of individuals working in the lowest paying jobs. Workers who lack paid family leave face lost wages or even job loss when they miss work because of their own illness or to care for an ill child or parent. In this way, access to paid leave plays a critical role in families’ efforts to maintain employment and economic security.

(5) Caregiving has a high value but also comes at a high cost for family caregivers. The estimated value of unpaid family care provided in 2009 was
$450 billion. Caregivers face financial, physical and emotional hardships, and in many cases their careers, incomes, and retirement security suffer because of their family responsibilities. Working caregivers should not have to risk their family’s economic security to fulfill their caregiving obligations. The average worker age 50 and older who leaves the workforce to care for an elderly parent loses more than $300,000 in earnings and retirement income.

(6) The population over age 65 is expected to double within the next few decades. The number of people with chronic conditions is expected to reach 157 million by 2020. Many of these individuals will at some point require family care, and for older workers still in the workforce, many will need time off at some point to address serious health conditions.

(7) Ensuring working family caregivers have paid family leave to care for ailing elders could drive down Medicare costs by decreasing recurrences of ailments and re-admittance into hospitals.

(8) Many workers are forced to quickly return to work after the birth or arrival of a child because they have no access to paid family and medical leave. Only half of new mothers take paid leave of
any duration after the birth of their first child, and
among women with less than a high school education
the figure is less than 20 percent—a rate that has
not changed in half a century.

(9) When new mothers have no choice but to
return to work without taking leave, children can ex-
perience a variety of negative outcomes including
higher rates of infant mortality, lower rates of
breastfeeding, lower rates of immunization, and a
higher incidence of maternal physical and mental
health concerns. California’s paid family leave insur-
ance program has increased the number of weeks of
leave that women take after childbirth, with larger
effects among women in jobs that do not provide
paid leave.

(10) A nationwide paid family leave program
would address the persistent sex discrimination in
the utilization of leave benefits and reduce the dis-
parity between women and men regarding who takes
time off from work to fulfill caregiving duties. This
disparity is driven in part by the fact that men con-
tinue to earn more than women, and, as a result, it
often makes more economic sense for women in two-
parent families to take unpaid leave and forgo their
lower salary.
(11) Many men would like to be more involved in caregiving and report greater work-family conflict than ever before. In California, men’s use of the State’s paid family leave insurance program to care for a new child has more than doubled since the program’s implementation.

(12) Paid family and medical leave promotes families’ financial security and independence, increases worker retention, and promotes savings for taxpayers. Women who take paid leave after a child’s birth are more likely to be in the labor force in the 9 to 12 months after a child’s birth and to earn higher wages in the year following their child’s birth. Both men and women who take paid leave after a child’s birth are less likely to receive food stamps and public assistance in the year following a child’s birth.

(13) Without paid medical leave, workers who are ill or injured may return to work before being fully recovered, thus making them susceptible to a relapse or recurrence, and potentially placing additional burdens on the health care system. When a job requires physical stamina or ability, individuals who return to work too early may put themselves or others in jeopardy.
(14) A social insurance model of providing paid family leave pioneered by the states of California, New Jersey, and Rhode Island has worked well for workers, their families, and employers. Between 2004 and 2014, Californians filed more than 1.9 million claims to leave to care for a family member or bond with a new child. The overwhelming majority of California employers report that the program had a positive or neutral effect on their business.

(15) Between 2009 and 2014, more than 160,000 New Jersey workers filed eligible claims for family leave. Since January 2014, when Rhode Island’s program started, more than 4,200 workers have filed paid family leave claims.

(16) Researchers conclude that some employers experienced cost savings by coordinating their own benefits with those offered through the State paid family leave program.

(17) Employers and employees benefit when workers have access to paid leave. Social Security is one of the Nation’s primary social insurance systems and it provides retirement assistance and disability benefits. When Social Security was created in 1934, most families had a stay at home caregiver. That is no longer the case. For the first time in the Nation’s
history, half of all workers in the United States are women. The system needs to be changed to reflect the realities of today’s workforce and provide workers with income when they need leave from work due to the birth of a child or a serious health condition.

(18) When workers can care for themselves and their loved ones, employers experience positive impacts. More than four times as many worksites covered by FMLA reported positive effects on employee productivity, absenteeism, turnover, career advancement and morale, as well as the business’ profitability as reported negative effects in the Department of Labor’s 2012 survey on the FMLA.

(b) PURPOSE.—It is the purpose of this Act—

(1) to help working families, including single working parents and dual-earner families, afford to take time away from work to provide care for a family member and be good workers;

(2) to provide workers with a reasonable level of wage replacement during time away from work for a serious health condition, for the birth or adoption of a child, for the care of a child, spouse, or parent who has a serious health condition, for the care of an injured servicemember, or for qualifying
exigencies arising from the deployment of a service-member;

(3) to address sex discrimination, promote the goal of equal employment opportunity for women and men, and to provide relief when employers violate the law; and

(4) to accomplish the purposes described in paragraphs (1), (2), and (3) in a manner that accommodates the legitimate interests of employers.

SEC. 3. DEFINITIONS.

In this Act, the following definitions apply:

(1) CAREGIVING DAY.—The term “caregiving day” means, with respect to an individual, a calendar day in which the individual engaged in qualified caregiving.

(2) COMMISSIONER.—The term “Commissioner” means the Commissioner of Social Security.

(3) DEPUTY COMMISSIONER.—The term “Deputy Commissioner” means the Deputy Commissioner who heads the Office of Paid Family and Medical Leave established under section 4(a).

(4) ELIGIBLE INDIVIDUAL.—The term “eligible individual” means an individual who is entitled to a benefit under section 5 for a particular month, upon filing an application for such benefit for such month.
(5) Initial Waiting Period.—The term “initial waiting period” means a period beginning with the first caregiving day of an individual occurring during the individual’s benefit period and ending after the earlier of—

(A) the fifth caregiving day of the individual occurring during the benefit period; or

(B) the month preceding the first month in the benefit period during which occur not less than 15 caregiving days of the individual.

(6) Qualified Caregiving.—The term “qualified caregiving” means any activity engaged in by an individual, other than regular employment, for a reason for which an eligible employee would be entitled to leave under subparagraphs (A) through (E) of paragraph (1) of section 102(a) of the Family and Medical Leave Act of 1993 (29 U.S.C. 2612(a)).

(7) Self-Employment Income.—The term “self-employment income” has the same meaning as such term in section 211(b) of such Act (42 U.S.C. 411(b)).

(8) State.—The term “State” means any State of the United States or the District of Columbia or any Territory or possession of the United States.
(9) WAGES.—The term “wages”, except as such term is used in subsection (i)(2) of section 5, has the same meaning as such term in section 209 of the Social Security Act (42 U.S.C. 409).

(10) 60-DAY LIMITATION PERIOD.—The term “60-day limitation period” means a period—

(A) beginning with the first caregiving day of an individual occurring during the individual’s benefit period and after the expiration of the individual’s 5-day waiting period, if applicable; and

(B) ending with the 60th caregiving day of the individual occurring during the benefit period and after the expiration of the 5-day waiting period,

disregarding any caregiving day of the individual occurring during any month in the benefit period after the first 20 caregiving days of the individual occurring during such month.

SEC. 4. OFFICE OF PAID FAMILY AND MEDICAL LEAVE.

(a) ESTABLISHMENT OF OFFICE.—There is established within the Social Security Administration an office to be known as the Office of Paid Family and Medical Leave. The Office shall be headed by a Deputy Commissioner who shall be appointed by the Commissioner.
(b) Responsibilities of Deputy Commissioner.—The Commissioner, acting through the Deputy Commissioner, shall be responsible for—

(1) hiring personnel and making employment decisions with regard to such personnel;

(2) issuing such regulations as may be necessary to carry out the purposes of this Act;

(3) entering into cooperative agreements with other agencies and departments to ensure the efficiency of the administration of the program;

(4) determining eligibility for family and medical leave insurance benefits under section 5;

(5) determining benefit amounts for each month of such eligibility and making timely payments of such benefits to entitled individuals in accordance with such section;

(6) establishing and maintaining a system of records relating to the administration of such section;

(7) preventing fraud and abuse relating to such benefits;

(8) providing information on request regarding eligibility requirements, the claims process, benefit amounts, maximum benefits payable, notice requirements, non-discrimination rights, confidentiality, co-
ordination of leave under this Act and other laws, collective bargaining agreements, and employer policies;

(9) annually providing employers a notice informing employees of the availability of such benefits;

(10) annually making available to the public a report that includes the number of individuals who received such benefits, the purposes for which such benefits were received, and an analysis of utilization rates of such benefits by gender, race, ethnicity, and income levels; and

(11) tailoring culturally and linguistically competent education and outreach toward increasing utilization rates of benefits under such section.

(e) Availability of Data.—The Commissioner shall make available to the Deputy Commissioner such data as the Commissioner determines necessary to enable the Deputy Commissioner to effectively carry out the responsibilities described in subsection (b).

SEC. 5. FAMILY AND MEDICAL LEAVE INSURANCE BENEFIT PAYMENTS.

(a) In General.—Every individual who—

(1) is insured for disability insurance benefits (as determined under section 223(c) of the Social
Security Act (42 U.S.C. 423(c)) at the time such individual’s application is filed;

(2) has earned income from employment during the 12 months prior to the month in which the application is filed;

(3) has filed an application for a family and medical leave insurance benefit in accordance with subsection (d); and

(4) was engaged in qualified caregiving, or anticipates being so engaged, during the period that begins 90 days before the date on which such application is filed or within 30 days after such date,

shall be entitled to such a benefit for each month in the benefit period specified in subsection (e), not to exceed 60 caregiving days per benefit period.

(b) Benefit Amount.—

(1) In general.—Except as otherwise provided in this subsection, the benefit amount to which an individual is entitled under this section for a month shall be an amount equal to the greater of—

(A) the lesser of \(\frac{1}{18}\) of the wages and self-employment income of the individual for the calendar year in which such wages and self-employment income are the highest among the most recent three calendar years, or the max-
imum benefit amount determined under paragraph (2); or

(B) the minimum benefit amount determined under paragraph (2),

multiplied by the quotient (not greater than 1) obtained by dividing the number of caregiving days of the individual in such month by 20.

(2) Annual increase of maximum and minimum benefit amounts.—

(A) For individuals who initially become eligible for family and medical leave insurance benefits in the first full calendar year after the date of enactment of this Act, the maximum monthly benefit amount and the minimum monthly benefit amount shall be $4,000 and $580, respectively.

(B) For individuals who initially become eligible for family and medical leave insurance benefits in any calendar year after such first full calendar year the maximum benefit amount and the minimum benefit amount shall be, respectively, the product of the corresponding amount determined with respect to the first calendar year under subparagraph (A) and the quotient obtained by dividing—
(i) the national average wage index
(as defined in section 209(k)(1) of the Social Security Act (42 U.S.C. 409(k)(1)))
for the second calendar year preceding the first calendar year for which the determination is made, by

(ii) the national average wage index
(as so defined) for 2015.

(3) LIMITATIONS ON BENEFITS PAID.—

(A) NONPAYABLE WAITING PERIOD.—Any calendar day during an individual’s benefit period which occurs before the expiration of an initial waiting period shall not be taken into account under this subsection as a caregiving day of the individual.

(B) LIMITATION ON TOTAL BENEFITS PAID.—Any calendar day during an individual’s benefit period which occurs after the expiration of a 60-day limitation period shall not be taken into account under this subsection as a caregiving day of the individual.

(4) REDUCTION IN BENEFIT AMOUNT ON ACCOUNT OF RECEIPT OF CERTAIN BENEFITS.—A benefit under this section for a month shall be reduced by the amount, if any, in certain benefits (as deter-
mined under regulations issued by the Commissioner) as may be otherwise received by an individual. For purposes of the preceding sentence, certain benefits include—

(A) periodic benefits on account of such individual’s total or partial disability under a workmen’s compensation law or plan of the United States or a State; and

(B) periodic benefits on account of an individual’s employment status under an unemployment law or plan of the United States or a State.

(5) COORDINATION OF BENEFIT AMOUNT WITH CERTAIN STATE BENEFITS.—A benefit received under this section shall be coordinated, in a manner determined by regulations issued by the Commissioner, with the periodic benefits received from temporary disability insurance or family leave insurance programs under any law or plan of a State, a political subdivision (as that term is used in section 218(b)(2) of the Social Security Act (42 U.S.C. 418(b)(2))), or an instrumentality of 2 or more States (as that term is used in section 218(g) of such Act of the Social Security Act (42 U.S.C. 418(g))).
(c) Benefit Period.—

(1) In general.—Except as provided in paragraph (2), the benefit period specified in this subsection shall begin on the 1st day of the 1st month in which the individual meets the criteria specified in paragraphs (1), (2), and (3) of subsection (a), and shall end on the date that is 365 days after the 1st day of the benefit period.

(2) Retroactive benefits.—In the case of an application for benefits under this section for qualified caregiving in which the individual was engaged at any time during the 90-day period preceding the date on which such application is submitted, the benefit period specified in this subsection shall begin on the later of—

(A) the 1st day of the 1st month in which the individual engaged in such qualified caregiving; or

(B) the 1st day of the 1st month that begins during such 90-day period,

and shall end on the date that is 365 days after the 1st day of the benefit period.

(d) Application.—An application for a family and medical leave insurance benefit shall include—
(1) a statement that the individual was engaged in qualified caregiving, or anticipates being so engaged, during the period that begins 90 days before the date on which the application is submitted or within 30 days after such date;

(2) if the qualified caregiving described in the statement in paragraph (1) is engaged in by the individual because of a serious health condition of the individual or a relative of the individual, a certification, issued by the health care provider treating such serious health condition, that affirms the information specified in paragraph (1) and contains such information as the Commissioner shall specify in regulations, which shall be no more than the information that is required to be stated under section 103(b) of the Family and Medical Leave Act of 1993 (29 U.S.C. 2613(b));

(3) if such qualified caregiving is engaged in by the individual for any other authorized reason, a certification, issued by a relevant authority determined under regulations issued by the Commissioner, that affirms the circumstances giving rise to such reason; and

(4) an attestation from the applicant that his or her employer has been provided with written notice
of the individual’s intention to take family or med-
ical leave, if the individual has an employer, or to
the Commissioner in all other cases.

(e) Ineligibility; Disqualification.—

(1) Ineligibility for benefit.—An indi-

dividual shall be ineligible for a benefit under this sec-
tion for any month for which the individual is enti-
tled to—

(A) disability insurance benefits under sec-
tion 223 of the Social Security Act (42 U.S.C.
423) or a similar permanent disability program
under any law or plan of a State or political
subdivision or instrumentality of a State (as
such terms are used in section 218 of the Social
Security Act (42 U.S.C. 418));

(B) monthly insurance benefits under sec-
tion 202 of such Act (42 U.S.C. 402) based on
such individual’s disability (as defined in sec-
tion 223(d) of such Act (42 U.S.C. 423(d))); or

(C) benefits under title XVI of such Act
(42 U.S.C. 1381 et seq.) based on such individ-
ual’s status as a disabled individual (as deter-
mined under section 1614 of such Act (42
U.S.C. 1382e)).
(2) DISQUALIFICATION.—An individual who has been convicted of a violation under section 208 of the Social Security Act (42 U.S.C. 408) or who has been found to have used false statement to secure benefits under this section, shall be ineligible for benefits under this section for a 1-year period following the date of such conviction.

(f) REVIEW OF ELIGIBILITY AND BENEFIT PAYMENT DETERMINATIONS.—

(1) ELIGIBILITY DETERMINATIONS.—

(A) IN GENERAL.—The Commissioner shall provide notice to an individual applying for benefits under this section of the initial determination of eligibility for such benefits, and the estimated benefit amount for a month in which one caregiving day of the individual occurs, as soon as practicable after the application is received.

(B) REVIEW.—An individual may request review of an initial adverse determination with respect to such application at any time before the end of the 20-day period that begins on the date notice of such determination is received, except that such 20-day period may be extended for good cause. As soon as practicable after the
individual requests review of the determination, the Commissioner shall provide notice to the individual of a final determination of eligibility for benefits under this section.

(2) Benefit payment determinations.—

(A) In general.—The Commissioner shall make any monthly benefit payment to an individual claiming benefits for a month under this section, or provide notice of the reason such payment will not be made if the Commissioner determines that the individual is not entitled to payment for such month, not later than 20 days after the individual’s monthly benefit claim report for such month is received. Such monthly report shall be filed with the Commissioner not later than 15 days after the end of each month.

(B) Review.—If the Commissioner determines that payment will not be made to an individual for a month, or if the Commissioner determines that payment shall be made based on a number of caregiving days in the month inconsistent with the number of caregiving days in the monthly benefit claim report of the individual for such month, the individual may re-
quest review of such determination at any time
before the end of the 20-day period that begins
on the date notice of such determination is re-
ceived, except that such 20-day period may be
extended for good cause. Not later than 20 days
after the individual requests review of the deter-
mination, the Commissioner shall provide notice
to the individual of a final determination of
payment for such month, and shall make pay-
ment to the individual of any additional amount
not included in the initial payment to the indi-
vidual for such month to which the Commiss-
sioner determines the individual is entitled.

(3) Burden of proof.—An application for
benefits under this section and a monthly benefit
claim report of an individual shall each be presumed
to be true and accurate, unless the Commissioner
demonstrates by a preponderance of the evidence
that information contained in the application is
false.

(4) Definition of monthly benefit claim
report.—For purposes of this subsection, the term
“monthly benefit claim report” means, with respect
to an individual for a month, the individual’s report
to the Commissioner of the number of caregiving
days of the individual in such month, which shall be
filed no later than 15 days after the end of each
month.

(5) REVIEW.—All final determinations of the
Commissioner under this subsection shall be review-
able according to the procedures set out in section

(g) RELATIONSHIP WITH STATE LAW; EMPLOYER
BENEFITS.—

(1) IN GENERAL.—This section does not pre-
empt or supercede any provision of State or local
law that authorizes a State or local municipality to
provide paid family and medical leave benefits simi-
lar to the benefits provided under this section.

(2) GREATER BENEFITS ALLOWED.—Nothing
in this Act shall be construed to diminish the obliga-
tion of an employer to comply with any contract, col-
lective bargaining agreement, or any employment
benefit program or plan that provides greater paid
leave or other leave rights to employees than the
rights established under this Act.

(h) PROHIBITED ACTS; ENFORCEMENT.—

(1) IN GENERAL.—It shall be unlawful for any
person to discharge or in any other manner discrimi-
nate against an individual because the individual has
applied for, indicated an intent to apply for, or received family and medical leave insurance benefits.

(2) CIVIL ACTION BY AN INDIVIDUAL.—

(A) LIABILITY.—Any person who violates paragraph (1) shall be liable to any individual employed by such person who is affected by the violation—

(i) for damages equal to the sum of—

(I) the amount of—

(aa) any wages, salary, employment benefits, or other compensation denied or lost to such individual by reason of the violation; or

(bb) in a case in which wages, salary, employment benefits, or other compensation have not been denied or lost to the individual, any actual monetary losses sustained by the individual as a direct result of the violation, such as the cost of providing care, up to a sum equal to 60 calendar days of wages or salary for the individual;
(II) the interest on the amount described in subclause (I) calculated at the prevailing rate; and

(III) an additional amount as liquidated damages equal to the sum of the amount described in subclause (I) and the interest described in subclause (II), except that if a person who has violated paragraph (1) proves to the satisfaction of the court that the act or omission which violated paragraph (1) was in good faith and that the person had reasonable grounds for believing that the act or omission was not a violation of paragraph (1), such court may, in the discretion of the court, reduce the amount of the liability to the amount and interest determined under subclauses (I) and (II), respectively; and

(ii) for such equitable relief as may be appropriate, including employment, reinstatement, and promotion.

(B) **Right of Action.**—An action to recover the damages or equitable relief prescribed
in subparagraph (A) may be maintained against any person in any Federal or State court of competent jurisdiction by any individual for and on behalf of—

(i) the individual; or

(ii) the individual and other individuals similarly situated.

(C) FEES AND COSTS.—The court in such an action shall, in addition to any judgment awarded to the plaintiff, allow a reasonable attorney’s fee, reasonable expert witness fees, and other costs of the action to be paid by the defendant.

(D) LIMITATIONS.—The right provided by subparagraph (B) to bring an action by or on behalf of any individual shall terminate—

(i) on the filing of a complaint by the Commissioner in an action under paragraph (5) in which restraint is sought of any further delay in the payment of the amount described in subparagraph (A)(I) to such individual by the person responsible under subparagraph (A) for the payment; or
(ii) on the filing of a complaint by the Commissioner in an action under paragraph (3) in which a recovery is sought of the damages described in subparagraph (A)(I) owing to an individual by a person liable under subparagraph (A), unless the action described in clause (I) or (ii) is dismissed without prejudice on motion of the Commissioner.

(3) Action by the Commissioner.—

(A) Civil action.—The Commissioner may bring an action in any court of competent jurisdiction to recover the damages described in paragraph (2)(A)(I).

(B) Sums recovered.—Any sums recovered by the Commissioner pursuant to subparagraph (A) shall be held in a special deposit account and shall be paid, on order of the Commissioner, directly to each individual affected. Any such sums not paid to an individual because of inability to do so within a period of 3 years shall be deposited into the Federal Family and Medical Leave Insurance Trust Fund.

(4) Limitation.—
(A) **IN GENERAL.**—An action may be brought under this subsection not later than 3 years after the date of the last event constituting the alleged violation for which the action is brought.

(B) **COMMENCEMENT.**—An action brought by the Commissioner under this subsection shall be considered to be commenced on the date when the complaint is filed.

(5) **ACTION FOR INJUNCTION BY COMMISSIONER.**—The district courts of the United States shall have jurisdiction, for cause shown, in an action brought by the Commissioner—

(A) to restrain violations of paragraph (1), including the restraint of any withholding of payment of wages, salary, employment benefits, or other compensation, plus interest, found by the court to be due to an individual; or

(B) to award such other equitable relief as may be appropriate, including employment, re-instatement, and promotion.

(i) **SPECIAL RULE FOR RAILROAD EMPLOYEES.**—For purposes of subsection (a)(1), an individual shall be deemed to be insured for disability insurance benefits if the individual would be so insured if the individual’s serv-
ice as an employee (as defined in the section 1(b) of the Railroad Retirement Act of 1974) after December 31, 1936, were included within the meaning of the term “employment” for purposes of title II of the Social Security Act (42 U.S.C. 401 et seq.).

(j) DETERMINATION OF WHETHER AN ACTIVITY CONSTITUTES QUALIFIED CAREGIVING.—

(1) IN GENERAL.—For purposes of determining whether an activity engaged in by an individual constitutes qualified caregiving under this section—

(A) the term “spouse” (as used in section 102(a) of the Family and Medical Leave Act (29 U.S.C. 2612(a))) includes the individual’s domestic partner; and

(B) the term “son or daughter” (as used in such section) includes a son or daughter (as defined in section 101 of such Act) of the individual’s domestic partner.

(2) DOMESTIC PARTNER.—

(A) IN GENERAL.—For purposes of paragraph (1), the term “domestic partner”, with respect to an individual, means another individual with whom the individual is in a committed relationship.
(B) Committed relationship defined.—The term “committed relationship” means a relationship between two individuals (each at least 18 years of age) in which each individual is the other individual’s sole domestic partner and both individuals share responsibility for a significant measure of each other’s common welfare. The term includes any such relationship between two individuals, including individuals of the same sex, that is granted legal recognition by a State or political subdivision of a State as a marriage or analogous relationship, including a civil union or domestic partnership.

(k) Applicability of Certain Social Security Act Provisions.—The provisions of sections 204, 205, 206, and 208 of the Social Security Act shall apply to benefit payments authorized by and paid out pursuant to this section in the same way that such provisions apply to benefit payments authorized by and paid out pursuant to title II of such Act.

(l) Effective Date for Applications.—Applications described in this section may be filed beginning 18 months after the date of enactment of this Act.
SEC. 6. ESTABLISHMENT OF FAMILY AND MEDICAL LEAVE INSURANCE TRUST FUND.

(a) In general.—There is hereby created on the books of the Treasury of the United States a trust fund to be known as the “Federal Family and Medical Leave Insurance Trust Fund”. The Federal Family and Medical Leave Insurance Trust Fund shall consist of such gifts and bequests as may be made as provided in section 201(i)(1) of the Social Security Act (42 U.S.C. 401(i)(1)) and such amounts as may be appropriated to, or deposited in, the Federal Family and Medical Leave Insurance Trust Fund as provided in this section.

(b) Authorization of Appropriations.—

(1) In general.—There is authorized to be appropriated to the Federal Family and Medical Leave Insurance Trust Fund out of moneys in the Treasury not otherwise appropriated—

(A) for the first three fiscal years beginning after the date of enactment of this Act, such sums as may be necessary for the Commissioner to administer the office established under section 4 and pay the benefits under section 5;

(B) 100 percent of the taxes imposed by sections 3101(c) and 3111(e) of the Internal Revenue Code of 1986 with respect to wages
(as defined in section 3121 of such Code) re-
ported to the Secretary of the Treasury pursu-
ant to subtitle F of such Code, as determined
by the Secretary of the Treasury by applying
the applicable rate of tax under such sections to
such wages;

(C) 100 percent of the taxes imposed by
section 1401(c) of such Code with respect to
self-employment income (as defined in section
1402 of such Code) reported to the Secretary of
the Treasury on tax returns under subtitle F of
such Code, as determined by the Secretary of
the Treasury by applying the applicable rate of
tax under such section to such self-employment
income; and

(D) 100 percent of the taxes imposed by
sections 3201(c), 3211(c), and 3221(c) of such
Code with respect to compensation (as defined
in section 3231 of such Code) reported to the
Secretary of the Treasury on tax returns under
subtitle F of such Code, as determined by the
Secretary of the Treasury by applying the ap-
plicable rate of tax under such sections to such
compensation.
(2) Repayment of Initial Appropriation.—

Amounts appropriated pursuant to subparagraph (A) of paragraph (1) shall be repaid to the Treasury of the United States not later than 10 years after the first appropriation is made pursuant to such subparagraph.

(3) Transfer to Trust Fund.—The amounts described in paragraph (2) shall be transferred from time to time from the general fund in the Treasury to the Federal Family and Medical Leave Insurance Trust Fund, such amounts to be determined on the basis of estimates by the Secretary of the Treasury of the taxes, specified in such paragraph, paid to or deposited into the Treasury. Proper adjustments shall be made in amounts subsequently transferred to the extent prior estimates were inconsistent with the taxes specified in such paragraph.

(c) Management of Trust Fund.—The provisions of subsections (c), (d), (e), (f), (i), and (m) of section 201 of the Social Security Act (42 U.S.C. 401) shall apply with respect to the Federal Family and Medical Leave Insurance Trust Fund in the same manner as such provisions apply to the Federal Old-Age and Survivors Insurance Trust Fund and the Disability Insurance Trust Fund.
(d) Benefits Paid From Trust Fund.—Benefit payments required to be made under section 5 shall be made only from the Federal Family and Medical Leave Insurance Trust Fund.

(e) Administration.—There are authorized to be made available for expenditure, out of the Federal Family and Medical Leave Insurance Trust Fund, such sums as may be necessary to pay the costs of the administration of section 5, including start-up costs, technical assistance, outreach, education, evaluation, and reporting.

(f) Prohibition.—No funds from the Social Security Trust Fund or appropriated to the Social Security Administration to administer Social Security programs may be used for Federal Family and Medical Leave Insurance benefits or administration set forth under this Act.

SEC. 7. INTERNAL REVENUE CODE PROVISIONS.

(a) In General.—

(1) Employee contribution.—Section 3101 of the Internal Revenue Code of 1986 is amended—

(A) by redesignating subsection (c) as subsection (d), and

(B) by inserting after subsection (b) the following:

“(c) Family and Medical Leave Insurance.—
“(1) **In general.**—In addition to other taxes, there is hereby imposed on the income of every individual a tax equal to the applicable percentage of the wages (as defined in section 3121(a)) received by the individual with respect to employment (as defined in section 3121(b)).

“(2) **Applicable percentage.**—For purposes of paragraph (1), the term ‘applicable percentage’ means 0.2 percent in the case of wages received in any calendar year.”.

(2) **Employer contribution.**—Section 3111 of such Code is amended—

(A) by redesignating subsections (c), (d) and (e) as subsections (d), (e), and (f) respectively, and

(B) by inserting after subsection (b) the following:

“(c) **Family and medical leave insurance.**—

“(1) **In general.**—In addition to other taxes, there is hereby imposed on every employer an excise tax, with respect to having individuals in his employ, equal to the applicable percentage of the wages (as defined in section 3121(a)) paid by the employer with respect to employment (as defined in section 3121(b)).
“(2) APPLICABLE PERCENTAGE.—For purposes of paragraph (1), the term ‘applicable percentage’ means 0.2 percent in the case of wages paid in any calendar year.”.

(3) SELF-EMPLOYMENT INCOME CONTRIBUTION.—

(A) IN GENERAL.—Section 1401 of such Code is amended—

(i) by redesignating subsection (c) as subsection (d), and

(ii) by inserting after subsection (b) the following:

“(c) FAMILY AND MEDICAL LEAVE INSURANCE.—

“(1) IN GENERAL.—In addition to other taxes, there is hereby imposed for each taxable year, on the self-employment income of every individual, a tax equal to the applicable percentage of the amount of the self-employment income for such taxable year.

“(2) APPLICABLE PERCENTAGE.—For purposes of paragraph (1), the term ‘applicable percentage’ means 0.4 percent in the case of self-employment income in any taxable year.”.

(B) EXCLUSION OF CERTAIN NET EARNINGS FROM SELF-EMPLOYMENT.—Section 1402(b)(1) of such Code is amended by striking
“tax imposed by section 1401(a)” and inserting
“taxes imposed by subsections (a) and (e) of
section 1401”.

(b) RAILROAD RETIREMENT TAX ACT.—

(1) EMPLOYEE CONTRIBUTION.—Section 3201
of such Code is amended—

(A) by redesignating subsection (c) as sub-
section (d), and

(B) by inserting after subsection (b) the
following:

“(c) FAMILY AND MEDICAL LEAVE INSURANCE.—

“(1) IN GENERAL.—In addition to other taxes,
there is hereby imposed on the income of each em-
ployee a tax equal to the applicable percentage of
the compensation received during any calendar year
by such employee for services rendered by such em-
ployee.

“(2) APPLICABLE PERCENTAGE.—For purposes
of paragraph (1), the term ‘applicable percentage’
means 0.2 percent in the case of compensation re-
ceived in any calendar year.”.

(2) EMPLOYEE REPRESENTATIVE CONTRIBUT-
TION.—Section 3211 of such Code is amended—

(A) by redesignating subsection (c) as sub-
section (d), and
(B) by inserting after subsection (b) the following:

“(c) FAMILY AND MEDICAL LEAVE INSURANCE.—

“(1) IN GENERAL.—In addition to other taxes, there is hereby imposed on the income of each employee representative a tax equal to the applicable percentage of the compensation received during any calendar year by such employee representative for services rendered by such employee representative.

“(2) APPLICABLE PERCENTAGE.—For purposes of paragraph (1), the term ‘applicable percentage’ means 0.2 percent in the case of compensation received in any calendar year.”.

(3) EMPLOYER CONTRIBUTION.—Section 3221 of such Code is amended—

(A) by redesignating subsections (c) and (d) as subsections (d) and (e), respectively, and

(B) by inserting after subsection (b) the following:

“(c) FAMILY AND MEDICAL LEAVE INSURANCE.—

“(1) IN GENERAL.—In addition to other taxes, there is hereby imposed on every employer an excise tax, with respect to having individuals in his employ, equal to the applicable percentage of the compensa-
tion paid during any calendar year by such employer for services rendered to such employer.

“(2) Applicable Percentage.—For purposes of paragraph (1), the term ‘applicable percentage’ means 0.2 percent in the case of compensation paid in any calendar year.”.

(c) Conforming Amendments.—

(1) Section 6413(c) of the Internal Revenue Code of 1986 is amended—

(A) in paragraph (1)—

(i) by inserting “, section 3101(c),” after “by section 3101(a)”; and

(ii) by striking “both” and inserting “each”; and

(B) in paragraph (2), by inserting “or 3101(c)” after “3101(a)” each place it appears.

(2) Section 15(a) of the Railroad Retirement Act of 1974 (45 U.S.C. 231n(a)) is amended by inserting “(other than sections 3201(c), 3211(c), and 3221(c))” before the period at the end.

(d) Effective Date.—The amendments made by this section shall take effect 120 days after the date of the enactment of this Act.
SEC. 8. REGULATIONS.

The Commissioner, in consultation with the Secretary of Labor, shall prescribe regulations necessary to carry out this Act. In developing such regulations, the Commissioner shall consider the input from a volunteer advisory body comprised of not more than 15 individuals, including experts in the relevant subject matter and officials charged with implementing State paid family and medical leave insurance programs. The Commissioner shall take such programs into account when proposing regulations. Such individuals shall be appointed as follows:

(1) Five individuals to be appointed by the President.

(2) Three individuals to be appointed by the majority leader of the Senate.

(3) Two individuals to be appointed by the minority leader of the Senate.

(4) Three individuals to be appointed by the Speaker of the House of Representatives.

(5) Two individuals to be appointed by the minority leader of the House of Representatives.

SEC. 9. GAO STUDY.

Not later than 3 years after the date of enactment of this Act, the Comptroller General shall submit to Congress a report on family and medical leave insurance benefits paid under section 5 for any month during the 1-year
period beginning on January 1, 2017. The report shall in-
clude the following:

(1) An identification of the total number of ap-
plications for such benefits filed for any month dur-
ing such 1-year period, and the average number of
days occurring in the period beginning on the date
on which such an application is received and ending
on the date on which the initial determination of eli-
gibility with respect to the application is made.

(2) An identification of the total number of re-
quests for review of an initial adverse determination
of eligibility for such benefits made during such 1-
year period, and the average number of days occur-
ing in the period beginning on the date on which
such review is requested and ending on the date on
which the final determination of eligibility with re-
spect to such review is made.

(3) An identification of the total number of
monthly benefit claim reports for such benefits filed
during such 1-year period, and the average number
of days occurring in the period beginning on the
date on which such a claim report is received and
ending on the date on which the initial determina-
tion of eligibility with respect to the claim report is
made.
(4) An identification of the total number of requests for review of an initial adverse determination relating to a monthly benefit claim report for such benefits made during such 1-year period, and the average number of days occurring in the period beginning on the date on which such review is requested and ending on the date on which the final determination of eligibility with respect to such review is made.

(5) An identification of any excessive delay in any of the periods described in paragraphs (1) through (4), and a description of the causes for such delay.