SS/DG

24-05426

SENATE STATE OF MINNESOTA NINETY-THIRD SESSION

S.F. No. 5430

(SENATE AUTHORS: MANN) DATE D-PG 04/15/2024 Introduction and first reading Referred to Labor

OFFICIAL STATUS

1.1	A bill for an act
1.2	relating to employees; modifying paid leave provisions; amending Minnesota
1.3	Statutes 2023 Supplement, sections 268B.01, subdivisions 3, 5, 8, 15, 23, 44, by
1.4	adding subdivisions; 268B.04; 268B.06, subdivisions 3, 4, 5, by adding a
1.5	subdivision; 268B.07, subdivisions 1, 2, 3; 268B.085, subdivision 3; 268B.09,
1.6	subdivisions 1, 6, 7; 268B.10, subdivisions 1, 2, 3, 6, 12, 16, 17, by adding
1.7	subdivisions; 268B.14, subdivisions 3, 7, by adding subdivisions; 268B.15,
1.8	subdivision 7; 268B.155, subdivision 2; 268B.185, subdivision 2; 268B.19;
1.9	268B.26; 268B.27, subdivision 2; 268B.29; proposing coding for new law in
1.10	Minnesota Statutes, chapter 268B; repealing Minnesota Statutes 2023 Supplement,
1.11	sections 268B.06, subdivision 7; 268B.08; 268B.10, subdivision 11; 268B.14, subdivision 5.
1.12	subdivision 5.
1.13	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF MINNESOTA:
1.14 1.15 1.16	Section 1. [268B.001] CITATION. <u>This chapter may be cited as the "Minnesota Paid Leave Law."</u> <u>EFFECTIVE DATE.</u> This section is effective the day following final enactment.
1.17	Sec. 2. Minnesota Statutes 2023 Supplement, section 268B.01, subdivision 3, is amended
1.18	to read:
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1.19	Subd. 3. Applicant. "Applicant" means an individual or the individual's authorized
1.20	representative applying for leave with benefits under this chapter.
1.20	<u>representative</u> apprijing for four e trial concints under this enapter.
1.21	EFFECTIVE DATE. This section is effective the day following final enactment.

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2.1	Sec. 3. Mini	nesota Statutes 20	23 Supplement, s	ection 268B.01, is ame	nded by adding a			
2.2	Sec. 3. Minnesota Statutes 2023 Supplement, section 268B.01, is amended by adding a subdivision to read:							
			/ /• HA /1	1 1				
2.3				orized representative" m				
2.4		•		representative to act on				
2.5				other individual design				
2.6			-	assist in purchasing and				
2.7		the purposes of th	iis chapter, an aut	horized representative r	nust be at least 18			
2.8	years of age.							
2.9	EFFECT	IVE DATE. This	section is effectiv	e the day following find	al enactment.			
2.10	Sec. 4. Minr	nesota Statutes 202	23 Supplement, se	ection 268B.01, subdivis	sion 5, is amended			
2.11	to read:							
2.12	Subd. 5. B	ase period. (a) "F	Base period," unle	ss otherwise provided i	n this subdivision,			
2.13	means the mo	st recent four com	pleted calendar c	uarters before the effec	tive date of an			
2.14	applicant's app	plication for family	y or medical leave	benefits if the application	on has an effective			
2.15	date occurring	g after the month f	following the mos	st recent completed cale	ndar quarter. The			
2.16	base period u	nder this paragrap	h is as follows:					
2.17	11	tion for family or 1						
2.18 2.19	benefits is eff dates:	fective on or betw		e base period is the prio	r:			
2.20	February 1 to	March 31		uary 1 to December 31				
2.21	May 1 to Jun	e 30		ril 1 to March 31				
2.22	August 1 to S	September 30	Jul	y 1 to June 30				
2.23	November 1	to December 31	Oct	tober 1 to September 30	I			
2.24	(b) If an a	pplication for fam	ily or medical lea	ve benefits has an effec	tive date that is			
2.25	during the mo	nth following the	most recent comp	leted calendar quarter, th	ien the base period			
2.26	is the first fou	r of the most recer	nt five completed	calendar quarters before	e the effective date			
2.27	of an applicar	nt's application for	family or medica	al leave benefits. The ba	se period under			
2.28	this paragraph	n is as follows:						
2.29	If the applicat	tion for family or 1	medical leave					
2.30 2.31	benefits is eff dates:	fective on or betw		e base period is the prio	r.			
2.31	January 1 to .	January 31		tober 1 to September 30				
2.32	April 1 to Ap	·		uary 1 to December 31				
2.33	July 1 to July			ril 1 to March 31				
2.35	October 1 to		-	y 1 to June 30				
	•	-		,				

Sec. 4.

3.1 (c) Regardless of paragraph (a), a base period of the first four of the most recent five
3.2 completed calendar quarters must be used if the applicant would have more wage credits
3.3 under that base period than under a base period of the four most recent completed calendar
3.4 quarters.

(d) If the applicant has insufficient wage credits to establish a benefit account under a
base period of the four most recent completed calendar quarters, or a base period of the first
four of the most recent five completed calendar quarters, but during either base period the
applicant received workers' compensation for temporary disability under chapter 176 or a
similar federal law or similar law of another state, or if the applicant whose own serious
illness caused a loss of work for which the applicant received compensation for loss of
wages from some other source, the applicant may request a base period as follows:

(1) if an applicant was compensated for a loss of work of seven to 13 weeks during a
base period referred to in paragraph (a) or (b), then the base period is the first four of the
most recent six completed calendar quarters before the effective date of the application for
family or medical leave benefits;

3.16 (2) if an applicant was compensated for a loss of work of 14 to 26 weeks during a base
3.17 period referred to in paragraph (a) or (b), then the base period is the first four of the most
3.18 recent seven completed calendar quarters before the effective date of the application for
3.19 family or medical leave benefits;

3.20 (3) if an applicant was compensated for a loss of work of 27 to 39 weeks during a base
3.21 period referred to in paragraph (a) or (b), then the base period is the first four of the most
3.22 recent eight completed calendar quarters before the effective date of the application for
3.23 family or medical leave benefits; and

3.24 (4) if an applicant was compensated for a loss of work of 40 to 52 or more weeks during
3.25 a base period referred to in paragraph (a) or (b), then the base period is the first four of the
3.26 most recent nine completed calendar quarters before the effective date of the application
3.27 for family or medical leave benefits.

(e) For an applicant under a private plan as provided in section 268B.10, the base period
is those most recent four quarters in which wage credits were earned with the current
employer as provided by the current employer. If an employer does not have four quarters
of wage detail information, the employer must accept an employee's certification of wage
credits, based on the employee's records. If the employee does not provide certification of
additional wage credits, the employer may use a base period that consists of all available
quarters.

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4.1	<u>(f)</u> The b	base period is calcula	ated once during	the benefit year.	
4.2	EFFEC	TIVE DATE. This s	section is effectiv	ve the day following fina	<u>l enactment.</u>
4.3	Sec. 5. Mi	nnesota Statutes 202	3 Supplement, se	ection 268B.01, subdivis	ion 8, is amended
4.4	to read:				
4.5	Subd. 8.	Benefit year. (a) Ex	cept as provided	in paragraph paragraphs ((b) <u>to(d)</u> , "benefit
4.6	year" means	s the period of 52 cal	endar weeks beg	inning the date a benefit	account effective
4.7	date of leave	e under section 268B.	04 is effective. Fo	or a benefit account estab l	lished an effective
4.8	date of leav	e that is any January	1, April 1, July	1, or October 1, the bene	fit year will be a
4.9	period of 53	3 calendar weeks.			
4.10	<u>(b) For a</u>	an individual with m	ultiple employer	s participating in the stat	e plan, "benefit
4.11	year" means	s the period of 52 ca	lendar weeks beg	ginning the date an effect	tive date of leave
4.12	under section	on 268B.04 is effecti	ve for any of the	multiple employers.	
4.13	(b) (c) F	or a private plan unc	ler section 268B	.10, "benefit year" means	5:
4.14	(1) a cal	endar year;			
4.15	(2) any f	fixed 12-month perio	od, such as a fisc	al year or a 12-month pe	riod measured
4.16	forward from	m an employee's firs	t date of employ	ment;	
4.17	(3) a 12-	month period measu	ared forward from	n an employee's first day	of leave taken;
4.18	or				
4.19	(4) a roll	ling 12-month period	l measured backy	ward from an employee's	first day of leave
4.20	taken.				
4.21	Employers	are required to notify	y employees of th	neir benefit year within 3	0 days of the
4.22	private plan	approval and first d	ay of employme	nt.	
4.23	<u>(d)</u> For i	ndividuals with mul	tiple employers v	with at least one employe	er participating in
4.24	the state pla	n and at least one en	nployer participa	ting in a private plan:	
4.25	<u>(1) for the contract of the c</u>	ne employer or empl	oyers participati	ng in the state plan, "ben	efit year" means
4.26	the period o	of 52 calendar weeks	beginning the effective descent set of the s	fective date of leave is e	ffective for any
4.27	employer; a	nd			
4.28	<u>(2) the e</u>	mployer or employe	rs participating i	n a private plan may def	ine their benefit
4.29	year accord	ing to paragraph (b).	<u>.</u>		
4.30	EFFEC	TIVE DATE. This s	section is effective	ve the day following fina	l enactment.

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5.1	Sec. 6. Mir	nnesota Statutes 202	3 Supplement, se	ction 268B.01, subdivisi	on 15, is amended				
5.2	to read:								
5.3	Subd. 15. Covered employment. (a) "Covered employment" means performing services								
5.4	of whatever nature, unlimited by the relationship of master and servant as known to the								
5.5	common law, or any other legal relationship performed for wages or under any contract								
5.6	calling for the performance of services, written or oral, express or implied.								
5.7	(b) For the purposes of this chapter, covered employment means an employee's entire								
5.8	employment	during a calendar	year quarter if:						
5.9	(1) 50 pe	rcent or more of the	employment dur	ing the calendar year <u>qu</u>	arter is performed				
5.10	in Minnesota	a;							
5.11	(2) 50 pe	ercent or more of the	e employment du	ring the calendar year q	uarter is not				
5.12	performed in	n Minnesota or any	other state, or Ca	nada, but some of the en	nployment is				
5.13	performed in	n Minnesota and the	employee's resid	lence is in Minnesota du	ring 50 percent or				
5.14	more of the	calendar year quart	er; or						
5.15	(3) 50 pe	ercent or more of the	e employment du	ring the calendar year q	uarter is not				
5.16	performed in	n Minnesota or any	other state, or Ca	nada, but the place from	1 where the				
5.17	employee's e	employment is cont	rolled and directe	ed is based in Minnesota	·•				
5.18	(c) "Cov	ered employment" o	does not include:						
5.19	(1) a self	employed individu	ıal;						
5.20	(2) an ind	dependent contracto	or; or						
5.21	(3) emplo	oyment by a season	al employee, as c	lefined in subdivision 35	5.				
5.22	(d) Entiti	es that are excluded	d under this section	on may opt in to coverage	ge following a				
5.23	procedure de	etermined by the co	mmissioner. In su	ch cases, services provi	ded by employees				
5.24	are consider	ed covered employ	ment under subdi	vision 15.					
5.25	EFFEC	FIVE DATE. This	section is effectiv	e the day following fina	al enactment.				
5.26	Sec. 7. Mit	nnesota Statutes 20	23 Supplement, s	ection 268B.01, is amen	nded by adding a				
5.27	subdivision		11 ,						
5.28	<u>Subd. 15</u>	a. Covered individ	ual. "Covered in	dividual" means either:					
5.29	(1) an ap	plicant who meets	the financial eligi	bility requirements of se	ection 268B.04.				
5.30				mployment under subdiv					
		provid							
	Sec. 7.		5						

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6.1	(2) a self	emploved individua	l or independent	contractor who has elected	d coverage under
6.2	<u> </u>			bility requirements under	
6.3	<u>EFFEC</u>	TIVE DATE. This s	section is effectiv	ve the day following final	enactment.
6.4	Sec. 8. Mi	nnesota Statutes 202	23 Supplement, s	ection 268B.01, is amend	led by adding a
6.5	subdivision	to read:			
6.6	<u>Subd. 15</u>	b. Effective date of	application. "Ef	fective date of application	" means the date
6.7	on which an	application is subm	itted to the depa	rtment.	
6.8	<u>EFFEC</u>	TIVE DATE. This s	section is effective	ve the day following final	enactment.
6.9	Sec. 9. Mi	nnesota Statutes 202	23 Supplement, s	ection 268B.01, is amend	led by adding a
6.10	subdivision	to read:			
6.11	<u>Subd. 15</u>	oc. Effective date of	leave. "Effectiv	e date of leave" means th	e date of first
6.12	absence asso	ociated with a leave	under section 26	<u>8B.09.</u>	
6.13	<u>EFFEC</u>	TIVE DATE. This s	section is effective	ve the day following final	enactment.
6.14	Sec. 10. M	innesota Statutes 202	23 Supplement, se	ection 268B.01, subdivisio	on 23, is amended
6.15	to read:				
6.16	Subd. 23	8. Family member. ((a) "Family mem	ber" means, with respect	to an applicant:
6.17	(1) a spo	ouse or domestic part	tner;		
6.18	(2) a chi	ld, including a biolog	gical <u>child</u> , adop	ted <u>child</u> , or foster child, (a stepchild, <u>child</u>
6.19	of a domest	ic partner, or a child	to whom the app	blicant stands in loco pare	entis, is a legal
6.20	guardian, or	is a de facto parent	custodian;		
6.21	(3) a par	ent or legal guardiar	n of the applicant	· · · · · · · · · · · · · · · · · · ·	
6.22	(4) a sibl	ling;			
6.23	(5) a gra	ndchild;			
6.24	(6) a gra	ndparent or spouse's	grandparent;		
6.25	(7) a son	i-in-law or daughter-	in-law; and		
6.26	(8) an in	dividual who has a p	personal relations	ship with the applicant the	at creates an
6.27	expectation	and reliance that the	e applicant care f	or the individual without	compensation,
6.28	whether or 1	not the applicant and	the individual r	eside together.	
6.29	(b) For t	he purposes of this c	hapter, "grandch	ild" means a child of the	applicant's child.

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7.1	(c) For the purposes of this chapter, "grandparent" means a parent of the applicant's
7.2	parent.
7.3	(d) For the purposes of this chapter, "parent" means the biological, adoptive, de facto
7.4	custodian, or foster parent, stepparent, or legal guardian of an applicant or the applicant's
7.5	spouse, or an individual who stood in loco parentis to an applicant when the applicant was
7.6	a child.
7.7	EFFECTIVE DATE. This section is effective the day following final enactment.
7.8	Sec. 11. Minnesota Statutes 2023 Supplement, section 268B.01, is amended by adding a
7.9	subdivision to read:
7.10	Subd. 23a. Financially eligible. "Financially eligible" means an applicant meets the
7.11	requirements established under section 268B.04, subdivision 2.
7.12	EFFECTIVE DATE. This section is effective the day following final enactment.
7.13	Sec. 12. Minnesota Statutes 2023 Supplement, section 268B.01, is amended by adding a
7.14	subdivision to read:
7.15	Subd. 27a. Initial week. "Initial week" means the first seven days of a leave. For
7.16	intermittent leave, initial week means seven consecutive calendar days from the effective
7.17	date of leave and does not mean the aggregate accumulation of seven days of leave.
7.18	EFFECTIVE DATE. This section is effective the day following final enactment.
7.19	Sec. 13. Minnesota Statutes 2023 Supplement, section 268B.01, subdivision 44, is amended
7.20	to read:
7.21	Subd. 44. Typical workweek. "Typical workweek" means:
7.22	(1) for an hourly employee, the average number of hours worked per week by an
7.23	employee within the high quarter during the base year; or prior to the effective date of
7.24	application.
7.25	(2) 40 hours for a salaried employee, regardless of the number of hours the salaried
7.26	employee typically works.
7.27	EFFECTIVE DATE. This section is effective the day following final enactment.

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8.1

Sec. 14. Minnesota Statutes 2023 Supplement, section 268B.04, is amended to read:

8.2 **268B.04 BENEFIT ACCOUNT FINANCIAL ELIGIBILITY; BENEFITS.**

8.3 Subdivision 1. Application for benefits; determination of benefit account financial

eligibility. (a) An application for benefits may be filed up to 60 days before leave taken
under chapter 268B in person, by mail, or by electronic transmission as the commissioner
may require. The applicant must include certification supporting a request for leave under
this chapter. The applicant must meet eligibility requirements and must provide all requested
information in the manner required. If the applicant fails to provide all requested information,
the communication is not an application for family and medical leave benefits within a time
period to be specified by the commissioner, the application is considered closed and the

8.11 division must not further act on it.

(b) The commissioner must examine each application for benefits to determine the base 8.12 period and the benefit year, and based upon all the covered employment in the base period 8.13 the commissioner must determine the financial eligibility of the applicant, which includes 8.14 the weekly benefit amount available, if any, and the maximum amount of benefits available, 8.15 if any. The determination, which is a document separate and distinct from a document titled 8.16 a determination of eligibility or determination of ineligibility, must be titled determination 8.17 of benefit account. A determination of benefit account must be sent to the applicant and all 8.18 base period employers, by mail or electronic transmission. 8.19

(c) If a base period employer did not provide wage detail information for the applicant
as required under section 268B.12, the commissioner may accept an applicant certification
of wage credits, based upon the applicant's records, and issue a determination of benefit
account determine the financial eligibility of the applicant.

(d) The commissioner may, at any time within 12 months from the establishment of a
benefit account leave, reconsider any determination of benefit account and make an amended
determination if the commissioner finds that the wage credits listed in the determination
were incorrect for any reason. An amended determination of benefit account must be
promptly sent to the applicant and all <u>any impacted</u> base period employers, by mail or
electronic transmission. This paragraph does not apply to documents titled determinations
of eligibility or determinations of ineligibility issued.

(e) If an amended determination of benefit account reduces the weekly benefit amount
or maximum amount of benefits available, any benefits that have been paid greater than the
applicant was entitled is an overpayment of benefits. A determination or amended
determination issued under this section that results in an overpayment of benefits must set

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9.1	out the amount of the overpayment and the requirement that the overpaid benefits must be
9.2	repaid according to section 268B.185.
9.3	Subd. 2. Benefit account requirements. To establish a benefit account, an applicant
9.4	must have wage credits of at least 5.3 percent of the state's average annual wage rounded
9.5	down to the next lower \$100.
9.6	Subd. 3. Weekly benefit amount; maximum amount of benefits available; prorated
9.7	amount. (a) Subject to the maximum weekly benefit amount, an applicant's weekly benefit
9.8	is calculated by adding the amounts obtained by applying the following percentage to an
9.9	applicant's average typical workweek and weekly wage during the high quarter of the base
9.10	period:
9.11	(1) 90 percent of wages that do not exceed 50 percent of the state's average weekly wage;
9.12	plus
9.13	(2) 66 percent of wages that exceed 50 percent of the state's average weekly wage but
9.14	not 100 percent; plus
9.15	(3) 55 percent of wages that exceed 100 percent of the state's average weekly wage.
9.16	(b) For applicants that have changed employers within the base period, the weekly benefit
9.17	amount is calculated based on the highest quarter of wages in the base period.
9.18	(b) (c) The state's average weekly wage is the average wage as calculated under section
9.19	268.035, subdivision 23, at the time a benefit amount is first determined.
9.20	(c) (d) The maximum weekly benefit amount is the state's average weekly wage as
9.21	calculated under section 268.035, subdivision 23.
9.22	(d) (e) The state's maximum weekly benefit amount, computed in accordance with section
9.23	268.035, subdivision 23, applies to a benefit account leaves established effective on or after
9.24	the last Sunday in October. Once established, an applicant's weekly benefit amount is not
9.25	affected by the last Sunday in October change in the state's maximum weekly benefit amount.
9.26	(e) (f) For an employee a covered individual receiving family or medical leave, a weekly
9.27	benefit amount is prorated when:
9.28	(1) the employee covered individual works hours for wages;
9.29	(2) the employee covered individual uses paid sick leave, paid vacation leave, or other
9.30	paid time off that is not considered a supplemental benefit payment as defined in section
9.31	268B.01, subdivision 41; or
9.32	(3) leave is taken intermittently.

Sec. 14.

10.1 Subd. 4. Timing of payment. Except as otherwise provided for in this chapter, benefits10.2 must be paid weekly.

Subd. 5. Maximum length of benefits. (a) The total number of weeks that an applicant
may take benefits in a single benefit year for a serious health condition is the lesser of 12
weeks, or 12 weeks minus the number of weeks within the same benefit year that the
applicant received benefits for bonding, safety leave, family care, or and qualifying exigency
plus eight weeks.

(b) The total number of weeks that an applicant may take benefits in a single benefit
year for bonding, safety leave, family care, or and qualifying exigency is the lesser of 12
weeks, or 12 weeks minus the number of weeks within the same benefit year that the
applicant received benefits for a serious health condition plus eight weeks.

Subd. 6. Minimum period for which benefits payable. Except for a claim for benefits
for bonding leave, any claim for benefits must be based on a single qualifying event of at
least seven calendar days. The minimum duration to receive benefits under this chapter is
one work day in a work week.

10.16Subd. 6a. Minimum increment of leave. Intermittent leave must be taken in increments10.17consistent with the established policy of the employer to account for use of other forms of10.18leave, so long as such employer's policy permits a minimum increment of at most one10.19calendar day of intermittent leave. An applicant is not permitted to apply for payment for10.20benefits associated with intermittent leave until the applicant has eight hours of accumulated10.21leave time, unless more than 30 calendar days have lapsed since the initial taking of the10.22leave.

10.23 Subd. 7. Right of appeal. (a) A determination or amended determination of benefit
 10.24 account is final unless an appeal is filed by the applicant within 60 calendar days after the
 10.25 sending of the determination or amended determination.

(b) Any applicant may appeal from a determination or amended determination of benefit
 account on the issue of whether services performed constitute employment, whether the
 employment is covered employment, and whether money paid constitutes wages.

10.29 Subd. 8. Limitations on applications and <u>benefit accounts leaves</u>. (a) An application 10.30 for family or medical leave benefits is effective the Sunday of the calendar week that the 10.31 application was filed. An application for benefits may be backdated one calendar week 10.32 before the Sunday of the week the application was actually filed if the applicant requests 10.33 the backdating within seven calendar days of the <u>date the application is filed effective date</u> 10.34 of application. An application may be backdated only if the applicant was eligible for the

benefit during the period of the backdating. If an individual attempted to file an application
for benefits, but was prevented from filing an application by the department, the application
is effective the Sunday of the calendar week the individual first attempted to file an
application.

11.5 (b) If the applicant was unable to apply in a timely manner due to incapacitation or due

11.6 to no fault of their own, the commissioner may backdate the claim beyond one calendar

11.7 week to the effective date of leave. The commissioner may require the employee to prove

11.8 the circumstances that prevented timely filing.

11.9 **EFFECTIVE DATE.** This section is effective November 1, 2025.

Sec. 15. Minnesota Statutes 2023 Supplement, section 268B.06, subdivision 3, is amendedto read:

11.12 Subd. 3. **Certification.** (a) Certification for an applicant taking leave related to the 11.13 applicant's serious health condition shall be sufficient if the certification states the date on 11.14 which the serious health condition began, the probable duration of the condition, and the 11.15 appropriate medical facts within the knowledge of the health care provider as required by 11.16 the commissioner. If the applicant requests intermittent leave, the certification must include 11.17 the health care provider's reasonable estimate of the frequency and duration and estimated 11.18 treatment schedule, if applicable.

(b) Certification for an applicant taking leave to care for a family member with a serious
health condition shall be sufficient if the certification states the date on which the serious
health condition commenced, the probable duration of the condition, the appropriate medical
facts within the knowledge of the health care provider as required by the commissioner, a
statement that the family member requires care, and an estimate of the amount of time that
the family member will require care.

(c) Certification for an applicant taking leave due to medical care related to pregnancy
shall be sufficient if the certification states the applicant is experiencing medical care related
to pregnancy and recovery period based on appropriate medical facts within the knowledge
of the health care provider.

(d) Certification for an applicant taking bonding leave because of the birth of the
applicant's child shall be sufficient if the certification includes either the child's birth
certificate or a document issued by the health care provider of the child or the health care
provider of the person who gave birth, stating the child's birth date or estimated due date.

(e) Certification for an applicant taking bonding leave because of the placement of a 12.1 child with the applicant for adoption or foster care shall be sufficient if the applicant provides 12.2 a document issued by the health care provider of the child, an adoption or foster care agency 12.3 involved in the placement, or by other individuals as determined by the commissioner that 12.4 confirms the placement and the date of placement. To the extent that the status of an applicant 12.5 as an adoptive or foster parent changes while an application for benefits is pending, or while 12.6 the covered individual is receiving benefits, the applicant must notify the department of 12.7 12.8 such change in status in writing.

(f) Certification for an applicant taking leave because of a qualifying exigency shall besufficient if the certification includes:

12.11 (1) a copy of the family member's active-duty orders;

12.12 (2) other documentation issued by the United States armed forces; or

12.13 (3) other documentation permitted by the commissioner.

(g) Certification for an applicant taking safety leave is sufficient if the certification
includes a court record or documentation signed by an employee of a victim's services
organization, an attorney, a police officer, or an antiviolence counselor a provider acting in
the provider's professional capacity to declare a need for safety leave. The commissioner
must not require disclosure of details relating to an applicant's or applicant's family member's
domestic abuse, sexual assault, or stalking. The commissioner may adopt rules regarding
an individual's capacity to declare a need for safety leave.

12.21 (h) Certifications under paragraphs (a) to (e) (d) must be reviewed and signed by a health 12.22 care provider with knowledge of the qualifying event associated with the leave.

(i) For a leave taken on an intermittent basis, based on a serious health condition of an
applicant or applicant's family member, the certification under this subdivision must include
an explanation of how such leave would be medically beneficial to the individual with the
serious health condition.

12.27 **EFFECTIVE DATE.** This section is effective November 1, 2025.

12.28 Sec. 16. Minnesota Statutes 2023 Supplement, section 268B.06, subdivision 4, is amended12.29 to read:

Subd. 4. Not eligible. An applicant is ineligible for family or medical leave benefits forany portion of a typical workweek:

12.32 (1) that occurs before the effective date of a benefit account leave;

(2) that the applicant fails or refuses to provide information on an issue of ineligibility
required under section 268B.07, subdivision 2; or

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- 13.3 (3) for which the applicant worked for pay-;
- 13.4 (4) for which the applicant is incarcerated; or
- 13.5 (5) for which the applicant is receiving or has received unemployment insurance benefits.
- 13.6 **EFFECTIVE DATE.** This section is effective November 1, 2025.
- 13.7 Sec. 17. Minnesota Statutes 2023 Supplement, section 268B.06, subdivision 5, is amended13.8 to read:
- 13.9 Subd. 5. Vacation, sick leave, and paid time off, and disability insurance
- payments. (a) An employee may use vacation pay, sick pay, <u>or paid time off pay</u>, or disability
 insurance payments, in lieu of family or medical leave program benefits under this chapter,
 provided the employee is concurrently eligible and subject to the total amount of leave
 available under section 268B.04, subdivision 5. Subject to the limitations of section 268B.09,
- available under section 268B.04, subdivision 5. Subject to the limitations of section 268B.09,
 subdivision 1 subdivisions 6 and 7, an employee is entitled to the employment protections
 under section 268B.09 for those workdays during which this option is exercised. This
 subdivision applies to private plans under section 268B.10.
- (b) An employer may offer supplemental benefit payments, as defined in section 268B.01,
 subdivision 41, to an employee taking leave under this chapter. The choice to receive
 supplemental benefits lies with the employee. Nothing in this section shall be construed as
 requiring an employee to receive or an employer to provide supplemental benefits payments.
 The total amount of paid benefits under this chapter and the supplemental benefits paid
 must not exceed the employee's usual salary.
- (c) An employer may provide an employee with wage replacement during an absence.
 If the total amount of paid benefits under this chapter and the supplemental benefits paid
 exceed the employee's usual salary, the employee must refund the excess to either the
 employer or the paid leave division.
- 13.27 (d) If an employer provides wage replacement to an employee for weeks that should be
 13.28 paid by the division, the department may reimburse the employer directly for those weeks.
- 13.29 **EFFECTIVE DATE.** This section is effective November 1, 2025.

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14.1	Sec. 18. M	linnesota Statutes 2	023 Supplement,	section 268B.06, is amer	nded by adding a
14.2	subdivision	to read:			
14.3	Subd. 7a	<u>. Disability insura</u>	nce offset. An em	ployee may receive disa	bility insurance
14.4	payments in	addition to family	and medical leave	e benefits provided the er	nployee is
14.5	concurrently	eligible for both be	enefits. Disability	insurance benefits may be	offset by family
14.6	and medical	leave benefits paid t	to the employee pu	rsuant to the terms of a dis	sability insurance
14.7	policy.				
14.8	EFFEC	FIVE DATE. This	section is effectiv	e November 1, 2025.	
14.9	Sec. 19. M	innesota Statutes 20)23 Supplement, s	ection 268B.07, subdivisi	on 1, is amended
14.10	to read:				
14.11	Subdivis	ion 1. Employer n	otification. (a) U	oon a determination that	an applicant is
14.12	entitled to be	enefits, the commis	sioner must prom	ptly send a notification to	o cach current
14.13	employer the	e employer or empl	oyers of the appli	cant from which the app	licant is taking
14.14	leave, if any	, in accordance with	h paragraph (b).		
14.15	(b) The r	notification under p	aragraph (a) must	include, at a minimum:	
14.16	(1) the na	ame of the applican	ıt;		
14.17	(2) that the	he applicant has ap	plied for and rece	ived benefits;	
14.18	(3) the w	eek the benefits co	mmence;		
14.19	(4) the w	eekly benefit amou	int payable; and		
14.20	(5) the m	aximum duration c	of benefits.		
14.21	EFFEC	FIVE DATE. This	section is effectiv	e November 1, 2025.	
14.22	Sec. 20. M	innesota Statutes 20)23 Supplement, s	ection 268B.07, subdivisi	on 2, is amended
14.23	to read:				
14.24	Subd. 2.	Determination. (a)) The commission	er must determine any iss	ue of ineligibility
14.25	raised by inf	formation required	from an applicant	and send to the applicant	t and any current
14.26	base period	employer from whi	ch the applicant a	pplied to take leave, by n	nail or electronic
14.27	transmission	n, a document titled	a determination of	of eligibility or a determine	nation of

14.28 ineligibility, as is appropriate, within two weeks, unless the application is incomplete due

- 14.29 to outstanding requests for information including clerical or other errors. Nothing prohibits
- 14.30 the commissioner from requesting additional information or the applicant from supplementing

15.1	their initial application before a determination of eligibility. The commissioner may extend
15.2	the deadline for a determination under this subdivision due to extenuating circumstances.
15.3	(b) The commissioner shall set requirements for an applicant to respond to a request for
15.4	information. If the required information is not provided in the timeline provided in paragraph
15.5	(a), the application is denied.
15.6	(c) The commissioner shall prescribe requirements for when an incomplete application
15.7	is closed. Applicants shall have the ability to reopen closed claims in a manner and form
15.8	prescribed by the commissioner.
15.9	(b) (d) If an applicant obtained benefits through misrepresentation, the department is
15.10	authorized to issue a determination of ineligibility within 12 months of the establishment
15.11	of the benefit account effective date of leave.
15.12	(e) (e) If the department has filed an intervention in a worker's workers' compensation
15.13	matter under section 176.361, the department is authorized to issue a determination of
15.14	ineligibility within 48 months of the establishment of the benefit account effective date of
15.15	leave.
15.16	(d) A determination of eligibility or determination of ineligibility is final unless an appeal
15.17	is filed by the applicant within 60 calendar days after sending. (f) The determination must
15.18	contain a prominent statement indicating the consequences of not appealing. Proceedings
15.19	on the appeal are conducted in accordance with section 268B.08.
15.20	(e) (g) An issue of ineligibility required to be determined under this section includes
15.21	any question regarding the denial or allowing of benefits under this chapter.
15.22	EFFECTIVE DATE. This section is effective November 1, 2025.
15.23	Sec. 21. Minnesota Statutes 2023 Supplement, section 268B.07, subdivision 3, is amended
15.24	to read:
15.25	Subd. 3. Amended determination. Unless an appeal has been filed, the commissioner,
15.26	on the commissioner's own motion, may reconsider a determination of eligibility or
15.27	determination of ineligibility that has not become final and issue an amended determination.
15.28	Any amended determination must be sent to the applicant and any employer in the current

15.29 base period from which the applicant applied for leave by mail or electronic transmission.

15.30 Any amended determination is final unless an appeal is filed by the applicant within 60

15.31 calendar days after sending.

15.32 **EFFECTIVE DATE.** This section is effective November 1, 2025.

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16.1	Sec. 22. [268B.081] APPEALS.
16.2	Subdivision 1. Appeal filing. (a) The commissioner may allow an appeal to be filed by
16.3	electronic transmission. The commissioner may restrict the manner and format under which
16.4	an appeal by electronic transmission may be filed. The notification of the determination or
16.5	decision that is subject to appeal must clearly state the manner in which the determination
16.6	or decision may be appealed. Subject to paragraph (b), this paragraph applies to requests
16.7	for reconsideration under subdivision 6.
16.8	(b) Except as provided in paragraph (c), the commissioner must allow an applicant to
16.9	file an appeal by mail even if an appeal by electronic transmission is allowed. To be
16.10	considered an appeal, a written statement delivered or mailed to the department must identify:
16.11	(1) the determination or decision that the applicant disagrees with; and
16.12	(2) the reason the applicant disagrees with the determination or decision.
16.13	(c) If an agent files an appeal on behalf of an employer, the commissioner may require
16.14	the appeal to be filed online. If the commissioner requires the appeal to be filed online, the
16.15	appeal must be filed through the electronic address provided on the determination being
16.16	appealed and use of another method of filing does not constitute an appeal. This paragraph
16.17	does not apply to:
16.18	(1) an employee filing an appeal on behalf of an employer; or
16.19	(2) an attorney licensed to practice law who is directly representing the employer on
16.20	appeal.
16.21	(d) All information requested by the department when the appeal is filed must be supplied
16.22	or the communication does not constitute an appeal.
16.23	(e) If no appeal is filed by the deadlines listed in subdivision 2, the determination or
16.24	decision is conclusive and final.
16.25	Subd. 2. Appealable issues and deadlines. (a) An applicant may appeal to the
16.26	department:
16.27	(1) within 30 calendar days after a financial eligibility determination or amended financial
16.28	eligibility determination sent by mail or electronic transmission by the department under
16.29	section 268B.04 regarding:
16.30	(i) whether services performed constitute employment;
16.31	(ii) whether the employment is covered employment;

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17.1	(iii) who	ether money paid co	nstitutes wages; o	<u>or</u>	
17.2	<u>(iv)</u> a de	enial resulting from t	the applicant's mi	ssing or incomplete docu	mentation;
17.3	<u>(2) with</u>	in 30 calendar days	after an eligibilit	y determination sent by th	ne department
17.4	under section	on 268B.07 regardin	<u>g:</u>		
17.5	(i) finan	cial eligibility, calcu	lations of benefit	amount, work schedule, a	nd leave balance
17.6	available; o	<u>pr</u>			
17.7	<u>(ii) a de</u>	nial resulting from n	nissing or incomp	plete documentation;	
17.8	(3) with	in 30 calendar days	after an applicant	t receives a decision from	an insurer,
17.9	approved p	rivate plan administi	rator, or employe	r under section 268B.10,	subdivision 6,
17.10	regarding th	he results of the adm	inistrative review	v under section 268B.10,	subdivision 6,
17.11	paragraph (b); and			
17.12	<u>(4) with</u>	in 30 calendar days	after a determina	tion of overpayment pena	alty sent by the
17.13	department	under section 268B	.185.		
17.14	<u>(b) A ba</u>	ase period employer	may appeal to the	e department:	
17.15	(1) with	in 30 calendar days a	fter a financial eli	gibility determination or a	mended financial
17.16	eligibility d	letermination sent by	mail or electron	ic transmission by the de	partment under
17.17	section 268	B.04 regarding:			
17.18	(i) whet	her services perform	ned constitute em	ployment;	
17.19	(ii) whe	ther the employmen	t is covered empl	oyment; or	
17.20	<u>(iii) whe</u>	ether money paid con	nstitutes wages;		
17.21	(2) with	in 30 calendar days	after a denial of a	an application for substitu	tion of a private
17.22	plan is sent	under section 268B	.10;		
17.23	(3) with	in 30 calendar days	after a notice of t	ermination of a private pl	lan is sent by the
17.24	department	under section 268B	.10, subdivision	<u>16;</u>	
17.25	(4) with	in 30 calendar days	after a notice of p	penalties is sent by the de	partment under
17.26	section 268	B.10, subdivision 17	7;		
17.27	<u>(5) with</u>	in 30 calendar days	after the notice o	f the determination of the	calculation of
17.28	premiums h	has been sent by the	department under	r section 268B.14, subdiv	ision 1;
17.29	<u>(6) with</u>	in 30 calendar days	after a determina	tion of denial is sent by th	ne department
17.30	under section	on 268B.15, subdivis	sion 7; and		

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18.1	(7) withi	n 30 calendar days a	after a determina	tion of penalty is sent by	the department
18.2	under section				ł
18.3	(c) Notw	ithstanding any prov	vision of this cha	pter, the commissioner or	a hearing officer
18.4	<u> </u>			hapter, refer any issue of	
18.5				aring in accordance with	
18.6				on had been made and an	
18.7	<u>(d)</u> The c	computation of time	provisions of se	ctions 645.15 and 645.15	1 apply to this
18.8	section.				
18.9	<u>Subd. 3.</u>	Notice of hearing.	The notice of he	aring must include mater	ials that provide:
18.10	<u>(1)</u> a stat	ement that the purpo	ose of the hearin	g is to take sworn testime	ony and other
18.11	evidence on	the issues involved,	that the hearing	is the only procedure av	ailable under the
18.12	law at which	a party may presen	t evidence, and	that further appeals consi	st of a review of
18.13	the evidence	submitted at the he	aring;		
18.14	<u>(2)</u> a stat	ement of the parties	' right to represe	nt themselves or to be rep	presented by an
18.15	attorney or c	other authorized repr	resentative;		
18.16	<u>(3) a brie</u>	ef description of the	procedure to be	followed to request a con	tinuance of the
18.17	hearing;				
18.18	<u>(</u> 4) a brie	ef description of the	procedure to be	followed at the hearing, i	ncluding the role
18.19	of the hearin	ng officer;			
18.20	<u>(5)</u> a state	ement that the parties	should arrange i	n advance for the participa	ation of witnesses
18.21	the parties n	eed to support their	position;		
18.22	<u>(6)</u> a stat	ement that a party n	nay find out the	name of the other party's	attorney or other
18.23	authorized re	epresentative, names	s of the witnesse	s that the other party inten	ds to have testify
18.24	at the hearin	g, and an explanatio	on of the process	for making the request;	
18.25	<u>(7) a state</u>	ement that subpoena	s may be availat	le to compel the participa	tion of witnesses
18.26	or the produc	ction of documents a	nd an explanatio	n of the process for reque	sting a subpoena;
18.27	<u>(8)</u> a stat	ement that documer	its contained in t	he department's records a	and documents
18.28	submitted by	y the parties that wil	l be introduced a	at the hearing as possible	exhibits will be
18.29	sent to the p	arties in advance of	the hearing;		
18.30	<u>(9)</u> a stat	ement that even if th	e applicant alrea	ndy received benefits, the	applicant should
18.31	participate in	n the hearing, becau	se if the applicat	nt is held ineligible, the a	pplicant is not
18.32	eligible to re	ceive further benefi	ts and will have	to pay back the benefits a	already received;

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19.1	(10) a sta	tement that the hear	ring officer will	letermine the facts based	upon a
19.2	· ·			tutory definition of "prep	
19.3	evidence"; ai	nd			
19.4	(11) a sta	tement that a party	who fails to part	icipate in the hearing will	not be allowed
19.5		· · ·		e for failing to participate	
19.6		inition of "good cau			
19.7	Subd. 4. 1	Hearing. (a) Upon a	a timely appeal to	a determination having b	een filed or upon
19.8		<u>· · · · ·</u>		set a time and date for a	
19.9			-	nd an employer, by mail	
19.10				ore the date of the hearing	
10 11	(b) The c	ommissioner may a	dont rules on pr	ocedures for hearings. Th	e rules need not
19.11	<u> </u>		•	ence and other technical ru	
19.12			ory rules of evide		ies of procedure.
19.13	<u> </u>	epartment has discr	etion regarding t	he method by which the l	nearing is
19.14	conducted.				
19.15	<u>(d)</u> The d	epartment may con-	duct a joint hear	ng with the unemployme	nt insurance
19.16	division if th	e substance of the a	ppeal pertains to	both programs.	
19.17	<u>(e)</u> The de	epartment must assi	ign a hearing off	cer to conduct a hearing	and may transfer
19.18	to another he	aring officer any pr	coceedings pendi	ng before another hearing	g officer.
19.19	<u>(f)</u> The de	partment has discret	tion regarding the	method by which the hear	ing is conducted.
19.20	The hearing r	nust be conducted b	y a hearing office	r as an evidence-gathering	g inquiry, without
19.21	regard to a b	urden of proof. The	order of present	ation of evidence is deter	mined by the
19.22	hearing offic	er.			
19.23	(g) Each	party may present a	nd examine witr	esses and offer their own	documents or
19.24	other exhibit	s. Parties have the ri	ight to examine v	vitnesses, object to exhibit	ts and testimony,
19.25	and cross-exa	amine the other part	ty's witnesses. Tl	ne hearing officer must as	sist all parties in
19.26	the presentat	ion of evidence. Th	e hearing officer	must rule upon evidentia	ry objections on
19.27	the record. T	he hearing officer r	nust permit rebu	ttal testimony. Parties hav	e the right to
19.28	make closing	statements. Closing	statements may	include comments based u	pon the evidence
19.29	and argumen	ts of law. The heari	ng officer may li	mit repetitious testimony	and arguments.
19.30	<u>(h)</u> The h	earing officer must	exercise control	over the hearing procedu	re in a manner
19.31	that protects	the parties' rights to	o a fair hearing, i	ncluding the sequestration	n of witnesses to
19.32	avoid prejud	ice or collusion. Th	e hearing officer	must ensure that all relev	ant facts are
19.33	clearly and f	ully developed. The	hearing officer	may obtain testimony and	l other evidence

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20.1 20.2	<u>from departme</u> reaching a pro	* *	any other perso	on the hearing officer beli	eves will assist in
20.2		·	he hearing offi	cer must inform the partie	<u>:S:</u>
20.4	(1) that the	purpose of the hea	ring is to take	testimony and other evide	nce on the issues;
20.5	(2) that the	hearing is the only	y opportunity a	vailable to the parties to	oresent testimony
20.6	and other evid	ence on the issues	involved;		
20.7	(3) of an ex	xplanation of how	the hearing will	l be conducted, including	the role and
20.8	obligations of	the hearing officer	 <u>2</u>		
20.9	(4) that the	parties have the rig	ht to request the	at the hearing be continued	so that additional
20.10	witnesses and	documents can be	presented, by	subpoena if necessary;	
20.11	(5) that the	facts will be deter	mined upon a	preponderance of the evic	lence, along with
20.12	the statutory d	efinition of "prepo	nderance of th	e evidence";	
20.13	(6) of the s	tatutory provision	on burden of p	<u>roof;</u>	
20.14	(7) that cer	tain government ag	gencies may ha	ve access to the information	on provided at the
20.15	hearing if allow	wed by statute and	that the inform	nation provided may be d	isclosed under a
20.16	district court o	order; and			
20.17	(8) that after	er the hearing is ov	er, the hearing	officer will issue a writte	n decision, which
20.18	will be sent to	the parties by mai	l or electronic	transmission.	
20.19	<u>Subd. 5.</u> D	ecision. (a) After t	he conclusion	of the hearing, upon the e	vidence obtained,
20.20	the hearing off	ficer must serve by	mail or electro	onic transmission to all pa	rties the decision,
20.21	reasons for the	e decision, and write	ten findings of	fact. The hearing officer	s decision is final
20.22	unless a reque	st for reconsiderati	on is filed und	er subdivision 6.	
20.23	<u>(b)</u> If the ap	ppellant fails to par	ticipate in the h	earing, the hearing officer	has the discretion
20.24	to dismiss the	appeal by summar	y decision. By	failing to participate, the	appellant is
20.25	considered to l	have failed to exha	ust available a	dministrative remedies un	less the appellant
20.26	files a request	for reconsideration	under subdivis	sion 6 and establishes good	d cause for failing
20.27	to participate i	n the hearing. Sub	mission of a w	ritten statement does not	constitute
20.28	participation.	The appellant must	participate pe	rsonally or through an aut	horized
20.29	representative.	<u>-</u>			
20.30	<u>(c)</u> The hea	aring officer must i	ssue a decision	n dismissing the appeal as	untimely if the
20.31	judge decides	the appeal was not	filed in accord	lance with the deadlines u	nder subdivision

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21.1	2 after sending the determination. The hearing officer may dismiss the appeal by summary
21.2	decision or may conduct a hearing to obtain evidence on the timeliness of the appeal.
21.3	(d) Decisions of a hearing officer are not precedential.
21.4	Subd. 6. Request for reconsideration. Any party, or the commissioner, may, within
21.5	30 calendar days after service of the hearing officer's decision, file a request for
21.6	reconsideration asking the hearing officer to reconsider that decision. Upon the filing of a
21.7	request for reconsideration, the division must send a notice by mail or electronic transmission
21.8	to the appellant that a request for reconsideration has been filed. The notice must inform
21.9	the appellant:
21.10	(1) that reconsideration is the procedure for the hearing officer to correct any factual or
21.11	legal mistake in the decision or to order an additional hearing when appropriate;
21.12	(2) of the opportunity to provide comment on the request for reconsideration and the
21.13	right to obtain a copy of any recorded testimony and exhibits offered or received into
21.14	evidence at the hearing;
21.15	(3) that providing specific comments as to a perceived factual or legal mistake in the
21.16	decision, or a perceived mistake in procedure during the hearing, will assist the hearing
21.17	officer in deciding the request for reconsideration;
21.18	(4) of the right to obtain any comments and submissions provided by any other party
21.19	regarding the request for reconsideration; and
21.20	(5) of the provisions of paragraph (c) regarding additional evidence.
21.21	This paragraph does not apply if paragraph (d) is applicable. Sending the notice does not
21.22	mean the hearing officer has decided the request for reconsideration was timely filed.
21.23	(c) In deciding a request for reconsideration, the hearing officer must not consider
21.24	evidence that was not submitted at the hearing, except for purposes of determining whether
21.25	to order an additional hearing. The hearing officer must order an additional hearing if a
21.26	party shows that evidence which was not submitted at the hearing:
21.27	(1) would likely change the outcome of the decision and there was good cause for not
21.28	having previously submitted that evidence; or
21.29	(2) would show that the evidence that was submitted at the hearing was likely false and
21.30	that the likely false evidence had an effect on the outcome of the decision.
21.31	For purposes of this paragraph, "good cause" is a reason that would have prevented a
21.32	reasonable person acting with due diligence from submitting the evidence.

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22.1	(d) If the appellant failed to participate in the hearing, the hearing officer must issue an
22.2	order setting aside the decision and ordering an additional hearing if the party who failed
22.3	to participate had good cause for failing to do so. The appellant who failed to participate in
22.4	the hearing must be informed of the requirement to show good cause for failing to participate.
22.5	If the hearing officer determines that good cause for failure to participate has not been
22.6	shown, the judge must state that determination in the decision issued under paragraph (f).
22.7	Submission of a written statement at the hearing does not constitute participation for purposes
22.8	of this paragraph. "Good cause" for purposes of this paragraph is a reason that would have
22.9	prevented a reasonable person acting with due diligence from participating in the hearing.
22.10	(e) A request for reconsideration must be decided by the hearing officer who issued the
22.11	decision under subdivision 5 unless that hearing officer:
22.12	(1) is no longer employed by the department as a hearing officer;
22.13	(2) is on an extended or indefinite leave; or
22.14	(3) has been removed from the proceedings by the department.
22.15	(f) If a request for reconsideration is timely filed, the hearing officer must issue:
22.16	(1) a decision affirming the findings of fact, reasons for the decision, and a decision
22.17	issued under subdivision 5;
22.18	(2) a decision modifying the findings of fact, reasons for the decision, and a decision
22.19	issued under subdivision 5; or
22.20	(3) an order setting aside the findings of fact, reasons for the decision, and a decision
22.21	issued under subdivision 5 and ordering an additional hearing.
22.22	(g) The hearing officer must issue a decision dismissing the request for reconsideration
22.23	as untimely if the judge decides the request for reconsideration was not filed within 30
22.24	calendar days after sending the decision under subdivision 5.
22.25	(h) The hearing officer must send to all parties by mail or electronic transmission the
22.26	decision or order issued under this subdivision. A decision affirming or modifying the
22.27	previously issued findings of fact, reasons for the decision, and a decision issued under
22.28	subdivision 5, or a decision dismissing the request for reconsideration as untimely, is the
22.29	final decision on the matter and is binding on the parties unless judicial review is sought
22.30	under subdivision 9.
22.31	Subd. 7. Withdrawal of an appeal. (a) An appeal that is pending before a hearing officer
22.32	may be withdrawn by the appealing party, or an authorized representative of that party, by

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23.1	filing a notice	of withdrawal. A	notice of withdra	awal may be filed by mai	l or by electronic
23.2	transmission.			¥¥	
23.3	(b) The an	peal must by ord	er he dismissed i	f a notice of withdrawal	is filed unless a
23.3	· · ·			re required. An order of	
23.5				to reconsideration or app	
22.6					
23.6	<u> </u>	-		der of dismissal, but the ce of the determination, a	
23.7					
23.8				Irawal and order of dismi	issai. The new
23.9	appeal may on	ly be filed by ma	11 or facsimile tra	insmission.	
23.10	(d) For pur	poses of this sub	division, "appeals	s" includes a request for 1	reconsideration
23.11	filed under sub	odivision 6.			
23.12	<u>Subd. 8.</u> E	ffect of decisions	(a) If a hearing	officer's decision allows	benefits to an
23.13	applicant, the l	penefits must be p	aid regardless of	any request for reconside	eration or petition
23.14	to the Minneso	ota Court of Appe	eals.		
23.15	<u>(b)</u> If a hea	ring officer's dec	ision modifies or	reverses a determination	that allowed
23.16	benefits to be	paid, or on recons	sideration the dec	ision modifies or reverse	s a prior decision
23.17	that allowed b	enefits to be paid	, any benefits pai	d are an overpayment of	those benefits. A
23.18	decision that r	esults in an overp	ayment of benefi	ts must set out the amou	nt of the
23.19	overpayment a	and the requireme	ent under section	268B.185, subdivision 1	, that the benefits
23.20	must be repaid	<u>l.</u>			
23.21	<u>(c)</u> If a hea	ring officer, on re	econsideration un	der subdivision 6, orders	the taking of
23.22	additional evic	lence, the hearing	g officer's prior de	ecision must continue to	be enforced until
23.23	new findings of	of fact and decision	on are made by th	e hearing officer.	
23.24	<u>Subd. 9.</u> U	se of evidence; da	ata privacy. (a) A	ll testimony at a hearing i	must be recorded.
23.25	A copy of reco	orded testimony a	nd exhibits offere	ed or received into evider	nce at the hearing
23.26	must, upon rec	quest, be furnishe	d to a party at no	cost:	
23.27	(1) during	the time period for	or filing a request	for reconsideration;	
23.28	(2) while a	request for recon	sideration is pen	<u>ding;</u>	
23.29	(3) during	the time for filing	g a petition under	subdivision 12; or	
23.30	<u>(4) while a</u>	petition is pendin	ng.		

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24.1	Regardless of any law to the contrary, recorded testimony and other evidence may later be
24.2	made available only under a district court order. A subpoena is not considered a district
24.3	court order.
24.4	(b) Testimony obtained at a hearing must not be used or considered for any purpose,
24.5	including impeachment, in any civil, administrative, or contractual proceeding, except by
24.6	a local, state, or federal human rights agency with enforcement powers, unless the proceeding
24.7	is initiated by the department. This paragraph does not apply to criminal proceedings.
24.8	Subd. 10. No collateral estoppel. No findings of fact, decision, or order issued by a
24.9	hearing officer may be held conclusive or binding or used as evidence in any separate or
24.10	subsequent action in any other forum, be it contractual, administrative, or judicial, except
24.11	proceedings provided for under this chapter, regardless of whether the action involves the
24.12	same or related parties or involves the same facts.
24.13	Subd. 11. Representation; fees. (a) In any proceeding under subdivision 4 or 6, an
24.14	applicant or employer may be self-represented or represented by an attorney or an authorized
24.15	representative. Except for services provided by a licensed attorney, no person may charge
24.16	an applicant a fee of any kind for advising, assisting, or representing an applicant in a
24.17	hearing, on reconsideration, or in a proceeding under subdivision 12.
24.18	(b) A hearing officer may refuse to allow a person to represent others in a hearing if that
24.19	person acts in an unethical manner or repeatedly fails to follow the instructions of the hearing
24.20	officer.
24.21	(c) An applicant may not be charged fees, costs, or disbursements of any kind in a
24.22	proceeding before a hearing officer, the Minnesota Court of Appeals, or the Supreme Court
24.23	of Minnesota.
24.24	(d) No attorney fees may be awarded, or costs or disbursements assessed, against the
24.25	department as a result of any proceedings under this section.
24.26	Subd. 12. Appeal to court of appeals. (a) Any final determination on a request for
24.27	reconsideration may be appealed by any party directly to the Minnesota Court of Appeals.
24.28	The Minnesota Court of Appeals must, by writ of certiorari to the department, review the
24.29	hearing officer's decision on reconsideration, provided a petition for the writ is filed with
24.30	the court and a copy is served upon the hearing officer or the commissioner and any other
24.31	party within 30 calendar days of the sending of the hearing officer's decision on
24.32	reconsideration under subdivision 6. Three days are added to the 30-calendar-day period if
24.33	the decision on reconsideration was mailed to the parties.

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25.1	(b) Any employer petitioning for a writ of certiorari must pay to the court the required
25.2	filing fee in accordance with the Rules of Civil Appellate Procedure. If the employer requests
25.3	a written transcript of the testimony received at the hearing conducted under this section,
25.4	the employer must pay to the department the cost of preparing the transcript. That money
25.5	is credited to the administration account.
25.6	(c) Upon issuance by the Minnesota Court of Appeals of a writ of certiorari as a result
25.7	of an applicant's petition, the department must furnish to the applicant at no cost a written
25.8	transcript of any testimony received at the hearing conducted under this section and, if
25.9	requested, a copy of all exhibits entered into evidence. No filing fee or cost bond is required
25.10	of an applicant petitioning the Minnesota Court of Appeals for a writ of certiorari.
25.11	(d) The Minnesota Court of Appeals may affirm the decision of the hearing officer or
25.12	remand the case for further proceedings, or it may reverse or modify the decision if the
25.13	substantial rights of the petitioner may have been prejudiced because the findings, inferences,
25.14	conclusion, or decision are:
25.15	(1) in violation of constitutional provisions;
25.16	(2) in excess of the statutory authority or jurisdiction of the department;
25.17	(3) made upon unlawful procedure;
25.18	(4) affected by other error of law;
25.19	(5) unsupported by substantial evidence in view of the hearing record as submitted; or
25.20	(6) arbitrary or capricious.
25.21	(e) The department is the primary responding party to any judicial action involving a
25.22	hearing officer's decision. The department may be represented by an attorney licensed to
25.23	practice law in Minnesota.
25.24	Subd. 13. Rescheduling and continuances. (a) Requests to reschedule a hearing must
25.25	be addressed in a manner and form prescribed by the commissioner in advance of the
25.26	regularly scheduled hearing date. A hearing must be rescheduled based on a party's good
25.27	cause need for additional time to obtain necessary evidence or to obtain representation or
25.28	adequately prepare, inability to participate due to illness, or other compelling reasons beyond
25.29	the control of the party that prevent participation at the originally scheduled time. A hearing
25.30	may be rescheduled only once by each party except in the case of an emergency. If requested,
25.31	a written statement by mail or electronic transmission confirming the reasons for requesting
25.32	that the case be rescheduled must be provided to the department.

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26.1	(b) The ten-calendar-day notice requirement for hearings does not apply to rescheduled
26.2	hearings.
26.3	(c) If a request for rescheduling is made because of the unavailability of a witness or
26.4	the need to obtain documents, the hearing officer may direct that the hearing take place as
26.5	scheduled. After obtaining the testimony and other evidence then available, the hearing
26.6	officer must determine whether the hearing should be continued to obtain the testimony of
26.7	the unavailable witness or the unavailable documents. The ten-calendar-day notice
26.8	requirement for hearings does not apply to continued hearings. The hearing officer has the
26.9	discretion to continue a hearing if the hearing officer determines that additional evidence
26.10	is necessary for a proper result.
26.11	Subd. 14. Consolidation of parties, issues, and new issues. Upon the request of a party
26.12	or on the hearing officer's motion, the hearing officer may consolidate for hearing issues
26.13	involving one or more of the same parties. The hearing officer may take testimony and
26.14	render a decision on issues not listed on the notice of hearing if each party is notified on
26.15	the record, is advised of the right to object, and does not object. If a party objects, the hearing
26.16	officer must:
26.17	(1) continue the hearing to allow the party to prepare for consideration of the issue; or
26.18	(2) direct the department to address the issue and send to the parties a determination by
26.19	mail or electronic transmission.
26.20	Subd. 15. Interpreters. (a) The department must provide an interpreter, when necessary,
26.21	upon the request of a party. The requesting party must notify the department at least five
26.22	calendar days before the date of the hearing that an interpreter is required. The hearing
26.23	officer must continue any hearing where a witness or party needs an interpreter to be
26.24	understood or to understand the proceedings.
26.25	(b) A written statement in the five most common languages spoken in Minnesota must
26.26	accompany all notices and written materials sent to the parties stating that the accompanying
26.27	documents are important and that if the reader does not understand the documents the reader
26.28	should seek immediate assistance.
26.29	Subd. 16. Exhibits in hearings. (a) Upon receipt of the notice of hearing, and no later
26.30	than five calendar days before the scheduled date of hearing, parties may submit to the
26.31	department, by electronic transmission or mail, any documents a party would like to offer
26.32	as exhibits at the hearing. Copies of the documents submitted by the parties, as well as all
26.33	documents that are contained in the department's records that will be introduced as exhibits,

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27.1	must be mailed, or sent by electronic transmission, to all parties or the parties' authorized
27.2	representatives by the department in advance of the hearing.
27.3	(b) If a party requests to introduce additional documents during the hearing, and the
27.4	hearing officer rules that the documents should be considered, the requesting party must
27.5	provide copies of the documents to the hearing officer and the other party. The record must
27.6	be left open for sufficient time for the submission of a written response to the documents.
27.7	The response may be sent by mail or electronic transmission. The hearing officer may, when
27.8	appropriate, reconvene the hearing to obtain a response or permit cross-examination regarding
27.9	the late filed exhibits.
27.10	Subd. 17. Access to data. The parties to a hearing must be allowed reasonable access
27.11	to department data necessary to represent themselves in the hearing. Access to data must
27.12	be consistent with all laws relating to data practices. The data must be provided by the
27.13	department at no cost and mailed or sent by electronic transmission to the party or the party's
27.14	authorized representative.
27.15	Subd. 18. Subpoenas and discovery. (a) The hearing officer may issue subpoenas to
27.16	compel the attendance of witnesses, the production of documents, or other exhibits upon a
27.17	showing of necessity by the requesting party. Requests for issuance of subpoenas must be
27.18	made to the department, by electronic transmission or mail, sufficiently in advance of the
27.19	scheduled hearing to allow for the service of the subpoenas. The requesting party must
27.20	identify the person or documents to be subpoenaed and the subject matter and necessity of
27.21	the evidence requested. A request for a subpoena may be denied if the testimony or
27.22	documents sought would be irrelevant, immaterial, or unduly cumulative or repetitious.
27.23	(b) If a request for a subpoena has been denied, the hearing officer must reconsider the
27.24	request during the hearing and determine whether the request was properly denied. If the
27.25	hearing officer determines that the request for a subpoena was not properly denied, the
27.26	hearing officer must continue the hearing to allow for service of and compliance with the
27.27	subpoena. The hearing officer may issue a subpoena even if a party has not requested one.
27.28	(c) Within five calendar days following request by another party, each party must disclose
27.29	the name of the party's attorney or other authorized representative and the names of all
27.30	witnesses the party intends to have testify at the hearing. The request and the response may
27.31	be made by mail or by electronic transmission. Any witnesses unknown at the time of the
27.32	request must be disclosed as soon as they become known. If a party fails to comply with
27.33	the disclosure requirements, the hearing officer may, upon notice to the parties, continue
27.34	the hearing.

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28.1	Subd. 19. I	Disqualification o	of hearing office	: (a) A hearing officer m	ust request to be
28.2				the hearing officer believ	
28.3	over the case v	would create the a	ppearance of imp	ropriety. The departmen	t must remove a
28.4	hearing officer	from any case if	the hearing offic	er has a financial or pers	onal interest in
28.5	the outcome.				
28.6	(b) Any pa	rty may request th	e removal of a h	earing officer by submitt	ing to the
28.7	<u> </u>			written statement of the b	
28.8				aring officer to hear the	
				~ ~ ·	
28.9			0	ording of hearings. (a)	-
28.10		-		sentatives and witnesses	
28.11				in or listen to hearings. If	
28.12	wishes to lister	n to or sit in on a l	hearing, the parti	es must provide their con	nsent as required
28.13	by section 13.0	05, subdivision 4.			
28.14	(b) The hea	aring officer must i	make a recording	of all testimony that is the	ne official record.
28.15	No other voice	e recordings or pic	tures may be ma	de of any party, represen	tative, or witness
28.16	during the hea	ring.			
28.17	<u>Subd. 21.</u>	Administration of	f oath or affirm	ation. A hearing officer	has authority to
28.18	administer oat	hs and affirmation	s. Before testifyi	ng, every witness is requ	ired to declare to
28.19	testify truthful	ly, by oath or affir	mation under see	ctions 358.07 and 358.08	<u>}.</u>
28.20	Subd. 22.	Receipt of eviden	ce. Only evidenc	e received into the record	d of any hearing
28.21	may be consid	ered by the hearin	g officer. The pa	rties may stipulate to the	existence of any
28.22	fact or the auth	nenticity of any ex	hibit. All compe	tent, relevant, and mater	ial evidence,
28.23	including reco	rds and document	s in the possessio	on of the parties that are	offered into
28.24	evidence, are p	part of the hearing	record. A hearin	g officer may receive an	y evidence that
28.25	possesses prob	ative value, includ	ing hearsay, if it is	the type of evidence on v	which reasonable,
28.26	prudent persor	is are accustomed	to rely in the con	nduct of their serious affa	airs. A hearing
28.27	officer may ex	clude any evidence	e that is irrelevation	nt, immaterial, unreliable	e, or unduly
28.28	repetitious. A	hearing officer is r	not bound by stat	utory and common law r	ules of evidence.
28.29	The rules of ev	idence may be use	ed as a guide in de	termining the quality of	evidence offered.
28.30	A hearing official	cer may draw adv	erse inferences fi	om the refusal of a party	or witness to
28.31	testify on the b	asis of any privile	ge. A hearing off	icer may only use reliable	e, probative, and
28.32	substantial evi	dence as a basis fo	or decision.		
28.33	<u>Subd</u> . 23. (Official notice. A h	nearing officer ma	y take official notice of m	atters of common
28.34	knowledge and	d may take notice	of facts within th	e hearing officer's specia	lized knowledge

29.1 in the field of paid leave. The hearing officer must state on the record any fact that is

29.2 judicially noticed. The hearing officer must give the parties an opportunity to contest the29.3 noticed facts.

29.4 **EFFECTIVE DATE.** This section is effective November 1, 2025.

Sec. 23. Minnesota Statutes 2023 Supplement, section 268B.085, subdivision 3, is amended
to read:

Subd. 3. Intermittent schedule. (a) Leave under this chapter, based on a serious health
condition, may be taken intermittently if such leave is reasonable and appropriate to the
needs of the individual with the serious health condition. For all other leaves under this
chapter, leave may be taken intermittently. Intermittent leave is leave taken in separate
blocks of time due to a single, seven-day qualifying event.

(b) For an applicant who takes leave on an intermittent schedule, the weekly benefitamount shall be prorated.

(c) An employee requesting leave taken intermittently shall provide the employer with
a schedule of needed workdays off as soon as practicable and must make a reasonable effort
to schedule the intermittent leave so as not to disrupt unduly the operations of the employer.
If this cannot be done to the satisfaction of both employer and employee, the employer
cannot require the employee to change their leave schedule in order to accommodate the
employer.

29.20 (d) Notwithstanding the allowance for intermittent leave under this subdivision, an employer shall not be required under this chapter to provide, but may elect to provide, more 29.21 than 480 hours of intermittent leave in any 12-month period. If an employer limits hours of 29.22 intermittent leave pursuant to this paragraph, an employee is entitled to take their remaining 29.23 leave continuously, subject to the total amount of leave available under section 268B.04, 29.24 29.25 subdivision 5. An employer may run intermittent leave available under the Family and Medical Leave Act, United States Code, title 29, sections 2601 to 2654, as amended, 29.26 concurrent with an employee's entitlement to intermittent leave under this chapter. 29.27

29.28 Sec. 24. Minnesota Statutes 2023 Supplement, section 268B.09, subdivision 1, is amended
29.29 to read:

29.30 Subdivision 1. Retaliation prohibited. (a) An employer must not discharge, discipline,
29.31 penalize, interfere with, threaten, restrain, coerce, or otherwise retaliate or discriminate

against an employee for requesting or obtaining benefits or leave, or for exercising any
other right under this chapter.

30.3

(b) For the purposes of this section, the term "leave" includes but is not limited to:

- 30.4 (1) leave taken for any day for which <u>the commissioner has determined that</u> the employee
 30.5 <u>has been deemed is eligible for benefits or leave under this chapter; or</u>
- 30.6 (2) any day for which the employee meets the eligibility criteria under section 268B.06,
 30.7 subdivision 1, elause paragraph (a), clauses (2) or and (3), and or the employee has applied
 30.8 for benefits in good faith under this chapter. For the purposes of this subdivision, "good
 30.9 faith" is defined as anything that is not knowingly false or in reckless disregard of the truth.

30.10 (c) In addition to the remedies provided in subdivision 8, the commissioner of labor and
30.11 industry may also issue a penalty to the employer of not less than \$1,000 and not more than
30.12 \$10,000 per violation, payable to the employee aggrieved. In determining the amount of
30.13 the penalty under this subdivision, the appropriateness of the penalty to the size of the
30.14 employer's business and the gravity of the violation shall be considered.

30.15 **EFFECTIVE DATE.** This section is effective November 1, 2025.

30.16 Sec. 25. Minnesota Statutes 2023 Supplement, section 268B.09, subdivision 6, is amended
30.17 to read:

30.18 Subd. 6. **Employee right to reinstatement.** (a) On return from leave under this chapter, 30.19 an employee is entitled to be returned to the same position the employee held when leave 30.20 commenced or to an equivalent position with equivalent benefits, pay, and other terms and 30.21 conditions of employment. <u>Except as provided under subdivision 7,</u> an employee is entitled 30.22 to reinstatement even if the employee has been replaced or the employee's position has been 30.23 restructured to accommodate the employee's absence.

30.24 (b)(1) An equivalent position is one that is virtually identical to the employee's former
30.25 position in terms of pay, benefits, and working conditions, including privileges, prerequisites,
30.26 and status. It must involve the same or substantially similar duties and responsibilities,
30.27 which must entail substantially equivalent skill, effort, responsibility, and authority.

30.28 (2) If an employee is no longer qualified for the position because of the employee's
30.29 inability to attend a necessary course, renew a license, fly a minimum number of hours, or
30.30 similar condition, as a result of the leave, the employee must be given a reasonable
30.31 opportunity to fulfill those conditions upon return from leave.

(c)(1) An employee is entitled to any unconditional pay increases which may have 31.1 occurred during the leave period, such as cost of living increases. Pay increases conditioned 31.2 upon seniority, length of service, or work performed must be granted in accordance with 31.3 the employer's policy or, practice, or contract with respect to other employees on an 31.4 equivalent leave status for a reason that does not qualify for leave under this chapter. An 31.5 employee is entitled to be restored to a position with the same or equivalent pay premiums, 31.6 such as a shift differential. If an employee departed from a position averaging ten hours of 31.7 overtime, and corresponding overtime pay, each week an for which they receive overtime 31.8 pay, the employee is ordinarily entitled to such a position with overtime pay and overtime 31.9 hours on return from leave under this chapter. If a pay premium, such as a shift differential, 31.10 or overtime has been decreased or eliminated for other similarly classified employees, an 31.11 employee is not entitled to restoration of the pay premium or overtime. 31.12

31.13 (2) Equivalent pay includes any bonus or payment, whether it is discretionary or 31.14 nondiscretionary, made to employees consistent with clause (1). If a bonus or other payment 31.15 is based on the achievement of a specified goal such as hours worked, products sold, or 31.16 perfect attendance, and the employee has not met the goal due to leave under this chapter, 31.17 the payment may be denied, unless otherwise paid to employees on an equivalent leave 31.18 status for a reason that does not qualify for leave under this chapter.

(d) Benefits under this section include 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
benefits are provided by a practice or written policy of an employer through an employee
benefit plan as defined in section 3(3) of United States Code, title 29, section 1002(3).

(1) At the end of an employee's leave under this chapter, benefits must be resumed in
the same manner and at the same levels as provided when the leave began, and subject to
any changes in benefit levels that may have taken place during the period of leave affecting
the entire workforce, unless otherwise elected by the employee. Upon return from a leave
under this chapter, an employee must not be required to requalify for any benefits the
employee enjoyed before leave began, including family or dependent coverages.

31.30 (2) An employee may, but is not entitled to, accrue any additional benefits or seniority
31.31 during a leave under this chapter. Benefits accrued at the time leave began must be available
31.32 to an employee upon return from leave.

31.33 (3) With respect to pension and other retirement plans, leave under this chapter must
31.34 not be treated as or counted toward a break in service for purposes of vesting and eligibility

to participate. If the plan requires an employee to be employed on a specific date in order
to be credited with a year of service for vesting, contributions, or participation purposes,
an employee on leave under this chapter must be treated as employed on that date. Periods
of leave under this chapter need not be treated as credited service for purposes of benefit

32.5 accrual, vesting, and eligibility to participate.

(4) Employees on leave under this chapter must be treated as if they continued to work
for purposes of changes to benefit plans. Employees on leave under this chapter are entitled
to changes in benefit plans, except those which may be dependent upon seniority or accrual
during the leave period, immediately upon return from leave or to the same extent they
would have qualified if no leave had been taken.

32.11 (e) An equivalent position must have substantially similar duties, conditions,
32.12 responsibilities, privileges, and status as the employee's original position.

(1) The employee must be reinstated to the same or a geographically proximate worksite
from where the employee had previously been employed. If the employee's original worksite
has been closed, the employee is entitled to the same rights as if the employee had not been
on leave when the worksite closed.

32.17 (2) The employee is ordinarily entitled to return to the same shift or the same or an32.18 equivalent work schedule.

32.19 (3) The employee must have the same or an equivalent opportunity for bonuses,
32.20 profit-sharing, and other similar discretionary and nondiscretionary payments, excluding
32.21 any bonus paid to another employee or employees for covering the work of the employee
32.22 while the employee was on leave.

(4) This chapter does not prohibit an employer from accommodating an employee's
request to be restored to a different shift, schedule, or position which better suits the
employee's personal needs on return from leave, or to offer a promotion to a better position.
However, an employee must not be induced by the employer to accept a different position
against the employee's wishes.

(f) The requirement that an employee be restored to the same or equivalent job with the
same or equivalent pay, benefits, and terms and conditions of employment does not extend
to de minimis, intangible, or unmeasurable aspects of the job.

32.31 (g) Nothing in this section shall be deemed to affect the Americans with Disabilities
32.32 Act, United States Code, title 42, chapter 126.

33.1 (h) Ninety calendar days from the date of hire, an employee has a right and is entitled33.2 to reinstatement as provided under this subdivision for any day for which:

33.3 (1) the employee has been deemed eligible for benefits under this chapter; or

(2) the employee meets the eligibility criteria under section 268B.06, subdivision 1,
clause paragraph (a), clauses (2) or and (3), and or the employee has applied for benefits in
good faith under this chapter. For the purposes of this paragraph, good faith is defined as
anything that is not knowingly false or in reckless disregard of the truth.

(i) This subdivision and subdivision 7 may be waived for employees who are working
in the construction industry under a bona fide collective bargaining agreement with a
construction trade union that maintains a referral-to-work procedure for employees to obtain
employment with multiple signatory employers, but only if the waiver is set forth in clear
and unambiguous terms in the collective bargaining agreement and explicitly cites this
subdivision and subdivision 7.

33.14 **EFFECTIVE DATE.** This section is effective January 1, 2026.

33.15 Sec. 26. Minnesota Statutes 2023 Supplement, section 268B.09, subdivision 7, is amended
33.16 to read:

Subd. 7. Limitations on an employee's right to reinstatement. An employee has no
greater right to reinstatement or to other benefits and conditions of employment than if the
employee had been continuously employed during the period of leave under this chapter.
An employer must be able to show that an employee would not otherwise have been
employed at the time reinstatement is requested in order to deny restoration to employment.

(1) If an employee is laid off during the course of taking a leave under this chapter and 33.22 employment is terminated, the employer's responsibility to continue the leave, maintain 33.23 group health plan benefits, and restore the employee cease at the time the employee is laid 33.24 off, provided the employer has no continuing obligations under a collective bargaining 33.25 agreement or otherwise. An employer has the burden of proving that an employee would 33.26 33.27 have been laid off during the period of leave under this chapter and, therefore, would not be entitled to restoration to a job slated for layoff when the employee's original position 33.28 would not meet the requirements of an equivalent position. 33.29

(2) If a shift has been eliminated or overtime has been decreased, an employee would
not be entitled to return to work that shift or the original overtime hours upon restoration.
However, if a position on, for example, a night shift has been filled by another employee,

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the employee is entitled to return to the same shift on which employed before taking leaveunder this chapter.

34.3 (3) If an employee was hired for a specific term or only to perform work on a discrete
34.4 project, the employer has no obligation to <u>maintain group health plan benefits and restore</u>
34.5 the employee if the employment term or project is over and the employer would not otherwise
34.6 have continued to employ the employee.

34.7 **EFFECTIVE DATE.** This section is effective January 1, 2026.

34.8 Sec. 27. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 1, is amended
34.9 to read:

Subdivision 1. Application for substitution. (a) Employers may apply to the 34.10 commissioner for approval to meet their obligations under this chapter through the 34.11 substitution of a private plan that provides paid family, paid medical, or paid family and 34.12 medical benefits. In order to be approved as meeting an employer's obligations under this 34.13 chapter, a private plan must confer all of the same rights, protections, and benefits provided 34.14 to employees under this chapter, including but not limited to benefits under section 268B.04 34.15 34.16 and employment protections under section 268B.09. Employers may apply for approval of private plans that exceed the benefits provided to employees under this chapter. An employee 34.17 covered by a private plan under this section retains all applicable rights and remedies under 34.18 section 268B.09. 34.19

(b) An insurer must file every form, application, rider, endorsement, and rate used in 34.20 connection with an insurance product that provides coverage for paid family and medical 34.21 leave benefits as described in this section with the commissioner at least 60 days prior to 34.22 the form or rate's effective date. The commissioner may extend this filing review period for 34.23 an additional period not to exceed 60 days. If any form, rate, or amendment is not disapproved 34.24 by the commissioner within the filing review period, the insurer may implement it. If the 34.25 commissioner notifies an insurer that has filed any form or rate that the form or rate does 34.26 not comply with this section, section 62A.02, or chapter 72A, it is unlawful for the insurer 34.27 to issue or use the form or rate. In the notice, the commissioner shall specify the reasons 34.28 for disapproval. 34.29

34.30 (c) Any insurer authorized to write accident and sickness insurance in Minnesota has

34.31 the power to issue an insurance product that provides coverage for paid family and medical

34.32 leave benefits as described in this section.

34.33 **EFFECTIVE DATE.** This section is effective July 1, 2025.

as introduced

35.1 Sec. 28. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 2, is amended
35.2 to read:

35.3 Subd. 2. Private plan requirements; medical benefit program. The commissioner,
in consultation with the commissioner of commerce, must approve an application for private
provision of the medical benefit program if the commissioner determines:

(1) all of the employees of the employer are to be covered under the provisions of theemployer plan;

35.8 (2) eligibility requirements for benefits and leave are no more restrictive than as provided
35.9 under this chapter;

(3) the weekly benefits payable under the private plan for any week are at least equal tothe weekly benefit amount payable under this chapter;

35.12 (4) the total number of weeks for which benefits are payable under the private plan is
at least equal to the total number of weeks for which benefits would have been payable
under this chapter;

35.15 (5) no greater amount is required to be paid by employees toward the cost of benefits
35.16 under the employer plan than by this chapter;

35.17 (6) wage replacement benefits are stated in the plan separately and distinctly from other35.18 benefits;

(7) the private plan will provide benefits and leave for any serious health condition or
medical care related to pregnancy for which benefits are payable, and leave provided, under
this chapter;

(8) the private plan will impose no additional condition or restriction on the use of
medical benefits beyond those explicitly authorized by this chapter or regulations
promulgated pursuant to this chapter;

(9) the private plan will allow any employee covered under the private plan who is
eligible to receive medical benefits under this chapter to receive medical benefits under the
employer plan; and

(10) coverage will continue under the private plan while an employee remains employed
by the employer. For former employees, coverage for the purposes of benefits applies until
the individual is hired by a new employer or 26 weeks pass, whichever occurs first; and

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36.1 (11) if an application for leave is filed by a former employee to a private plan, the plan

36.2 pays benefits for the totality of the leave. Private plans may not cut off eligibility for a

36.3 <u>former employee during the course of an approved leave.</u>

36.4 **EFFECTIVE DATE.** This section is effective July 1, 2025.

36.5 Sec. 29. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 3, is amended
36.6 to read:

36.7 Subd. 3. **Private plan requirements; family benefit program.** The commissioner, in 36.8 consultation with the commissioner of commerce, must approve an application for private 36.9 provision of the family benefit program if the commissioner determines:

36.10 (1) all of the employees of the employer are to be covered under the provisions of the36.11 employer plan;

36.12 (2) eligibility requirements for benefits and leave are no more restrictive than as provided36.13 under this chapter;

36.14 (3) the weekly benefits payable under the private plan for any week are at least equal to
36.15 the weekly benefit amount payable under this chapter;

36.16 (4) the total number of weeks for which benefits are payable under the private plan is
36.17 at least equal to the total number of weeks for which benefits would have been payable
36.18 under this chapter;

36.19 (5) no greater amount is required to be paid by employees toward the cost of benefits36.20 under the employer plan than by this chapter;

36.21 (6) wage replacement benefits are stated in the plan separately and distinctly from other36.22 benefits;

36.23 (7) the private plan will provide benefits and leave for any care for a family member
36.24 with a serious health condition, bonding with a child, qualifying exigency, or safety leave
36.25 event for which benefits are payable, and leave provided, under this chapter;

(8) the private plan will impose no additional condition or restriction on the use of family
benefits beyond those explicitly authorized by this chapter or regulations promulgated
pursuant to this chapter;

36.29 (9) the private plan will allow any employee covered under the private plan who is
36.30 eligible to receive family benefits under this chapter to receive family benefits under the
36.31 employer plan; and

37.1	(10) coverage will continue under the private plan while an employee remains employed
37.2	by the employer. For former employees, coverage for the purposes of benefits applies until
37.3	the individual is hired by a new employer or 26 weeks pass, whichever occurs first; and
37.4	(11) if an application for leave is filed by a former employee to a private plan, the private
37.5	plan is required to pay benefits for the totality of the leave. Private plans must not discontinue
37.6	eligibility for a former employee during the course of an approved leave.
37.7	EFFECTIVE DATE. This section is effective July 1, 2025.
37.8	Sec. 30. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 6, is amended
37.9	to read:
37.10	Subd. 6. Private plan requirements; weekly benefit determination. (a) For purposes
37.11	of determining the family and medical benefit amount and duration under a private plan,
37.12	the weekly benefit amount and duration shall be based on the employee's typical work week
37.13	and wages earned with the employer at the time of an application for benefits. If an employer
37.14	does not have complete base period wage detail information, the employer may accept an
37.15	employee's certification of wage credits, based on the employee's records.
37.16	(b) In the event that an employee's request for benefits is denied, in whole or in part, or
37.17	the amount of the benefits is contested, the employee has the right to request administrative
37.18	review of a decision by the private plan within 30 calendar days. If the private plan maintains
37.19	the denial, the employee may appeal to the department as permitted in section 268B.08.
37.20	EFFECTIVE DATE. This section is effective July 1, 2025.
37.21	Sec. 31. Minnesota Statutes 2023 Supplement, section 268B.10, is amended by adding a
37.22	subdivision to read:
37.23	Subd. 9a. Plan changes during approved leave. If an employee is using approved leave
37.24	under this chapter when their employer changes from the state plan to a private plan, from
37.25	a private plan to the state plan, or from one private plan to another private plan, the plan
37.26	under which the employee was covered when their benefits were approved is required to
37.27	continue paying benefits for continuous, intermittent, and reduced schedule leave through
37.28	the duration previously approved. If the employee requests an extension of their original
37.29	leave, or recertification is required, the employee may reapply for benefits with their new
37.30	plan.

37.31 **EFFECTIVE DATE.** This section is effective July 1, 2025.

38.1 Sec. 32. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 12, is amended
38.2 to read:

Subd. 12. Employees no longer covered. (a) An employee is no longer covered by an approved private plan if a leave under this chapter occurs after the employment relationship with the private plan employer ends, or if the commissioner revokes the approval of the private plan.

(b) An employee no longer covered by an approved private plan is, if otherwise eligible,
immediately entitled to benefits under this chapter to the same extent as though there had
been no approval of the private plan.

38.10 **EFFECTIVE DATE.** This section is effective July 1, 2025.

38.11 Sec. 33. Minnesota Statutes 2023 Supplement, section 268B.10, is amended by adding a
38.12 subdivision to read:

38.13 Subd. 12a. Former employees and benefit applications. Covered individuals that have
 38.14 been separated from an employer with a private plan for less than 26 weeks shall file
 38.15 applications for benefits as follows:

- 38.16 (1) if the former employee remains unemployed on the date that an application for
- 38.17 benefits is filed, the former employee shall submit an application for benefits with the private
- 38.18 plan of their former employer; and

38.19 (2) if the former employee has become employed by a different employer at the time

38.20 that an application for benefits is filed, the former employee shall submit an application for

38.21 <u>benefits based on the new employer's coverage. If the new employer is covered under the</u>

38.22 state plan, the former employee shall submit the application to the state. If the new employer

38.23 has an approved private plan, the covered individual shall submit the application for benefits

- 38.24 to the private plan in accordance with the requirements established by their employer.
- 38.25 **EFFECTIVE DATE.** This section is effective July 1, 2025.

38.26 Sec. 34. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 16, is amended
38.27 to read:

Subd. 16. Revocation of approval by commissioner. (a) The commissioner may
terminate any private plan if the commissioner determines the employer or agents of the
employer:

38.31 (1) failed to pay benefits;

39.1	(2) failed to pay benefits in a timely manner, consistent with the requirements of this
39.2	chapter;
39.3	(3) failed to submit reports as required by this chapter or rule adopted under this chapter;
39.4	or
39.5	(4) otherwise failed to comply with this chapter or rule adopted under this chapter.
39.6	(b) The commissioner must give notice of the intention to terminate a plan to the employer
39.7	at least ten days before taking any final action. The notice must state the effective date and
39.8	the reason for the termination.
39.9	(c) The employer may, within ten days from mailing or personal service of the notice,
39.10	file an appeal to the commissioner in the time, manner, method, and procedure provided by
39.11	the commissioner under subdivision 11.
39.12	$\frac{d}{d}$ (c) The payment of benefits must not be delayed during an employer's appeal of the
39.13	revocation of approval of a private plan.
39.14	(e) (d) If the commissioner revokes approval of an employer's private plan, that employer
39.15	is ineligible to apply for approval of another private plan for a period of three years, beginning
39.16	on the date of revocation.
39.17	EFFECTIVE DATE. This section is effective July 1, 2025.
39.18	Sec. 35. Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 17, is amended
39.19	to read:
39.20	Subd. 17. Employer penalties. (a) The commissioner may assess the following monetary
39.21	penalties against an employer with an approved private plan found to have violated this
39.22	chapter:
39.23	(1) \$1,000 for the first violation; and
39.24	(2) \$2,000 for the second, and each successive violation.
39.25	(b) The commissioner must waive collection of any penalty if the employer corrects the
39.26	violation within 30 days of receiving a notice of the violation and the notice is for a first
39.27	violation.
39.28	(c) The commissioner may waive collection of any penalty if the commissioner determines
39.29	the violation to be an inadvertent error by the employer.
39.30	(d) Monetary penalties collected under this section shall be deposited in the family and
39.31	medical benefit insurance account.
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40.1	(e) Assessment of penalties under this subdivision may be appealed as provided by	the
40.2	commissioner under subdivision 11.	

40.3 **EFFECTIVE DATE.** This section is effective July 1, 2025.

- 40.4 Sec. 36. Minnesota Statutes 2023 Supplement, section 268B.10, is amended by adding a 40.5 subdivision to read:
- 40.6 Subd. 21a. Filing obligation. Employers covered under a private plan are subject to the
 40.7 quarterly wage reporting requirements under section 268B.12.
- 40.8 **EFFECTIVE DATE.** This section is effective July 1, 2025.
- 40.9 Sec. 37. Minnesota Statutes 2023 Supplement, section 268B.14, subdivision 3, is amended
 40.10 to read:

Subd. 3. Employee charge back. Notwithstanding section 177.24, subdivision 4, or 40.11 181.06, subdivision 1, and subject to subdivision 6, employers must pay a minimum of 50 40.12 percent of the annual premiums paid under this section. Employees, through a deduction in 40.13 their wages to the employer, must pay the remaining portion, if any, of the premium not 40.14 paid by the employer. Such deductions for any given employee must be in equal proportion 40.15 to the premiums paid based on the wages of that employee. Deductions under this section 40.16 must not cause an employee's wage, after the deduction, to fall below the rate required to 40.17 be paid to the worker employee by law, including any applicable statute, regulation, rule, 40.18 ordinance, or government resolution or policy, or other legal authority, whichever rate of 40.19 pay is greater. 40.20

40.21 **EFFECTIVE DATE.** This section is effective January 1, 2026.

40.22 Sec. 38. Minnesota Statutes 2023 Supplement, section 268B.14, is amended by adding a
40.23 subdivision to read:

40.24 <u>Subd. 5a.</u> Small employer premium rate. (a) For employers with fewer than 30
40.25 employees, the contribution rate is split between an employer portion and employee portion.

40.26 (1) The employee portion is 50 percent of the rate as calculated in subdivision 6 or as
40.27 updated in subdivision 7. 100 percent of the employee portion may be deducted from
40.28 employee pay.

40.29 (2) The employer portion is 50 percent of the rate calculated in subdivision 6 or as
40.30 updated in subdivision 7.

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41.1	(b) An er	nployer shall not be	eligible for the	small employer premium	rate for any tax
41.2	year if the av	verage wage for that	employer as cal	culated in subdivisions 5b	and 5c is greater
41.3	than or equal	to 150 percent of th	e state's average	wage in covered employn	nent for the prior
41.4	year.				
41.5	Sec. 39. M	innesota Statutes 20)23 Supplement	, section 268B.14, is amen	ided by adding a
41.6	subdivision t	to read:			
41.7	Subd. 5b	<u>. Employee count.</u>	(a) The basis pe	riod for determining prem	iums under:
41.8	(1) subdi	vision 5a;			
41.9	<u>(2) avera</u>	ge employer wages	under subdivisi	on 5c; and	
41.10	(3) eligib	ility for small empl	oyer assistance	grants under section 268B	.29
41.11	for any tax y	ear shall be the four	r-quarter period	ending September 30 of th	ne prior year.
41.12	(b) For ea	ach employer that h	as been covered	for the entirety of the bas	is period, the
41.13	<u>maximum nu</u>	umber of quarterly v	wage records rep	ported by the employer du	ring the basis
41.14	period shall	be used to determin	e premiums und	er subdivision 5a and elig	ibility for small
41.15	employer ass	sistance grants unde	er section 268B.	<u>29.</u>	
41.16	<u>(c)</u> For an	ny employer not cov	vered for the ent	irety of the basis period, the	ne number of
41.17	employees u	sed to determine pr	emiums under s	ubdivision 5a and eligibili	ty for small
41.18	employer ass	istance grants under	section 268B.29	shall be based on the num	per of employees
41.19	working in N	Ainnesota the emplo	oyer estimates th	ey will employ in the foll	owing calendar
41.20	year.				
41.21	<u>(d)</u> If upo	on a review of the a	ctual number of	wage records reported, it	is found that a
41.22	new employe	er's estimate at time	of registration v	vas ten percent or more les	s than the actual
41.23	number of re	ecords reported, the	employer's prer	niums under subdivision 5	a and eligibility
41.24	for small em	ployer assistance gr	ants under secti	on 268B.29 shall be recale	culated based on
41.25	the wage rec	ords reported.			
41.26	Sec. 40. M	innesota Statutes 20)23 Supplement	, section 268B.14, is amen	ided by adding a
41.27	subdivision t	to read:			
41.28	Subd. 5c.	Average wage for	employer. (a) I	For each employer that has	been covered
41.29	for the entire	ety of the basis period	od, the employed	's average wage shall be c	alculated by
41.30	dividing the	maximum amount o	of covered wage	s reported by the employe	r in a single

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- 42.1 quarterly wage record during the basis period by the maximum number of quarterly wage
 42.2 records reported by the employer during the basis period.
- 42.3 (b) For any employer not covered for the entirety of the basis period, the employer's

42.4 <u>average wage shall by calculated by dividing the employer's estimated amount of covered</u>

42.5 wages in the following tax year by the employer's estimated number of employees working

- 42.6 <u>in Minnesota the employer will employ in the following calendar year.</u>
- 42.7 (c) If upon a review of the actual amount of covered wages reported it is found that a
- 42.8 <u>new employer's estimate at time of registration was ten percent or more less than the actual</u>
- 42.9 amount of covered wages, the employer's premiums under subdivision 5a and eligibility
- 42.10 for small employer assistance grants under section 268B.29 shall be recalculated based on
- 42.11 <u>the wage records reported.</u>

42.12 Sec. 41. Minnesota Statutes 2023 Supplement, section 268B.14, subdivision 7, is amended
42.13 to read:

Subd. 7. Premium rate adjustments. (a) Beginning January 1 November 15, 2027 42.14 2026, and by July 31 November 15 of each year thereafter, the commissioner must adjust 42.15 42.16 the annual premium rates using the formula in paragraph (b) for the following calendar year based on program historical experience and sound actuarial principles and so that the 42.17 projected fund balance as a percentage of total program expenditure does not fall below 25 42.18 percent. The commissioner shall contract with a qualified independent actuarial consultant 42.19 to conduct an actuarial study for this purpose no less than every other year. A qualified 42.20 42.21 independent actuarial consultant is one who is a Fellow of the Society of Actuaries (FSA) and a Member of the American Academy of Actuaries (MAAA) and who has experience 42.22 directly relevant to the analysis required. In no year shall the annual premium rate exceed 42.23 1.2 percent of taxable wages paid to each employee. 42.24

42.25 (b) To calculate the employer rates for a calendar year, the commissioner must:

- 42.26 (1) multiply 1.45 times the amount disbursed from the family and medical benefit
 42.27 insurance account for the 52-week period ending September 30 of the prior year;
- 42.28 (2) subtract the amount in the family and medical benefit insurance account on that
 42.29 September 30 from the resulting figure;
- 42.30 (3) divide the resulting figure by the total wages in covered employment of employees
 42.31 of employers without approved private plans under section 268B.10 for either the family
 42.32 or medical benefit program. For employers with an approved private plan for either the
 42.33 medical benefit program or the family benefit program, but not both, count only the

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- 43.1 proportion of wages in covered employment associated with the program for which the
 43.2 employer does not have an approved private plan; and
 43.3 (4) round the resulting figure down to the nearest one-hundredth of one percent.
 43.4 (c) The commissioner must apportion the premium rate between the family and medical
 43.5 benefit programs based on the relative proportion of expenditures for each program during
 43.6 the preceding year.
- 43.7 **EFFECTIVE DATE.** This section is effective January 1, 2026.
- 43.8 Sec. 42. Minnesota Statutes 2023 Supplement, section 268B.15, subdivision 7, is amended
 43.9 to read:
- Subd. 7. Credit adjustments; refunds. (a) If an employer makes an application for a 43.10 credit adjustment of any amount paid under this chapter within four years of the date that 43.11 the payment was due, in a manner and format prescribed by the commissioner, and the 43.12 commissioner determines that the payment or any portion thereof was erroneous, the 43.13 commissioner must make an adjustment and issue a credit without interest. If a credit cannot 43.14 be used, the commissioner must refund, without interest, the amount erroneously paid. The 43.15 commissioner, on the commissioner's own motion, may make a credit adjustment or refund 43.16 under this subdivision. 43.17
- 43.18 (b) Any refund returned to the commissioner is considered unclaimed property under43.19 chapter 345.
- 43.20 (c) If a credit adjustment or refund is denied in whole or in part, a determination of denial
 43.21 must be sent to the employer by mail or electronic transmission. The determination of denial
 43.22 is final unless an employer files an appeal within 20 calendar days after sending. Proceedings
 43.23 on the appeal are conducted in accordance with section 268B.08.
- (d) If an employer receives a credit adjustment or refund under this section, the employer
 must determine the amount of any overpayment attributable to a deduction from employee
 wages under section 268B.14, subdivision 3, and return any amount erroneously deducted
 to each affected employee.
- 43.28 **EFFECTIVE DATE.** This section is effective January 1, 2026.

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- 44.1 Sec. 43. Minnesota Statutes 2023 Supplement, section 268B.155, subdivision 2, is amended
 44.2 to read:
- Subd. 2. Notice upon application. In an application for family or medical leave benefits,
 the applicant must disclose if child support obligations are owed and, if so, in what state
 and county. If child support obligations are owed, the commissioner must, if the applicant
 establishes a benefit account leave, notify the child support agency.

44.7 **EFFECTIVE DATE.** This section is effective January 1, 2026.

- 44.8 Sec. 44. Minnesota Statutes 2023 Supplement, section 268B.185, subdivision 2, is amended
 44.9 to read:
- Subd. 2. Overpayment because of misrepresentation. (a) An applicant has committed
 misrepresentation if the applicant is overpaid benefits by making an intentional false
 statement or representation in an effort to fraudulently collect benefits. Overpayment because
 of misrepresentation does not occur where there is an unintentional mistake or a good faith
 belief as to the eligibility or correctness of the statement or representation.
- (b) After the discovery of facts indicating misrepresentation, the commissioner must
 issue a determination of overpayment penalty assessing a penalty equal to 15 percent of the
 amount overpaid.
- 44.18 (c) Unless the applicant files an appeal within 30 calendar days after the sending of a
 44.19 determination of overpayment penalty to the applicant by mail or electronic transmission,
 44.20 the determination is final. Proceedings on the appeal are conducted in accordance with
 44.21 section 268B.08.
- (d) (c) A determination of overpayment penalty must state the methods of collection the
 commissioner may use to recover the overpayment, penalty, and interest assessed. Money
 received in repayment of overpaid benefits, penalties, and interest is first applied to the
 benefits overpaid, second to the penalty amount due, and third to any interest due.
- 44.26 (e) (d) The department is authorized to issue a determination of overpayment penalty
 44.27 under this subdivision within 24 months of the establishment of the benefit account leave
 44.28 upon which the benefits were obtained through misrepresentation.
- 44.29 **EFFECTIVE DATE.** This section is effective January 1, 2026.

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45.1	Sec. 45. Mir	mesota Statutes 20	23 Supplement,	section 268B.19, is ame	nded to read:
45.2	268B.19 E	MPLOYER MIS	CONDUCT; Pl	ENALTY.	
45.3	(a) The con	mmissioner must p	enalize an empl	oyer if that employer or	any employee,
45.4	officer, or age	nt of that employe	r is in collusion	with any applicant for th	e purpose of
45.5	assisting the a	pplicant in receivir	ng benefits fraud	ulently. The penalty is \$5	00 or the amount
45.6	of benefits det	termined to be over	rpaid, whichever	is greater.	
45.7	(b) The co	mmissioner must p	oenalize an empl	oyer if that employer or	any employee,
45.8	officer, or age	nt of that employe	r:		
45.9	(1) made a	false statement or	representation k	mowing it to be false;	
45.10	(2) made a	false statement or	representation v	vithout a good-faith beli	ef as to the
45.11	correctness of	the statement or re	epresentation; or		
45.12	(3) knowir	ngly failed to disclo	ose a material fa	et.	
45.13	(c) The per	nalty is the greater	of \$500 or 50 p	ercent of the following re	esulting from the
45.14	employer's act	tion:			
45.15	(1) the amo	ount of any overpa	id benefits to an	applicant;	
45.16	(2) the amo	ount of benefits not	t paid to an appli	cant that would otherwis	e have been paid;
45.17	or				
45.18	(3) the amo	ount of any payme	nt required from	the employer under this	chapter that was
45.19	not paid.				
45.20	(d) Penalti	es must be paid wi	thin 30 calendar	days of issuance of the	determination of
45.21	penalty and cr	edited to the famil	y and medical b	enefit insurance account.	
45.22	(e) The de	termination of pen	alty is final unle	ss the employer files an a	appeal within 30
45.23	calendar days	after the sending c	of the determinat	ion of penalty to the emp	oloyer by United
45.24	States mail or	electronic transmi	ssion.		
45.25	EFFECTI	VE DATE. This s	ection is effectiv	re July 1, 2024.	
45.26	Sec. 46. Mir	nnesota Statutes 20	23 Supplement,	section 268B.26, is ame	nded to read:
45.27	268B.26 N	OTICE REQUIE	REMENTS.		
45.28	(a) Each er	nployer must post	in a conspicuous	place on each of its pren	nises a workplace
45.29	notice prepare	d by the commissio	ner providing no	tice of benefits available u	under this chapter.
45.30	The required v	workplace notice n	nust be in Englis	h and each language oth	er than English

which is the primary language of five or more employees or independent contractors of that
workplace, if such notice is available from the department.

(b) Each employer must issue to each employee not more than 30 days from the beginning
date of the employee's employment, or 30 days before premium collection begins, whichever
is later, the following written information provided by the department in the primary language
of the employee:

46.7 (1) an explanation of the availability of family and medical leave benefits provided under
46.8 this chapter, including rights to reinstatement and continuation of health insurance;

46.9 (2) the amount of premium deductions made by the employer under this chapter;

46.10 (3) the employer's premium amount and obligations under this chapter;

46.11 (4) the name and mailing address of the employer;

46.12 (5) the identification number assigned to the employer by the department;

46.13 (6) instructions on how to file a claim for family and medical leave benefits;

46.14 (7) the mailing address, email address, and telephone number of the department; and

46.15 (8) any other information required by the department.

46.16 Delivery is made when an employee provides written or electronic acknowledgment of

46.17 receipt of the information, or signs a statement indicating the employee's refusal to sign

46.18 such acknowledgment. In cases where an employee refuses to acknowledge receipt, an

46.19 employer must be able to demonstrate the way the employee had been notified.

46.20 (c) An employer that fails to comply with this section may be issued, for a first violation,
46.21 a civil penalty of \$50 per employee, and for each subsequent violation, a civil penalty of
46.22 \$300 per employee. The employer shall have the burden of demonstrating compliance with
46.23 this section.

(d) Employer notice to an employee under this section may be provided in paper or
electronic format. For notice provided in electronic format only, the employer must provide
employee access to an employer-owned computer during an employee's regular working
hours to review and print required notices.

(e) The department shall prepare a uniform employee notice form for employers to use
that provides the notice information required under this section. The commissioner shall
prepare the uniform employee notice in the five most common languages spoken in
Minnesota.

(f) Each employer who employs or intends to employ seasonal employees as defined in 47.1 section 268B.01, subdivision 35, must issue to each seasonal employee a notice that the 47.2 employee is not eligible to receive paid family and medical leave benefits while the employee 47.3 is so employed. The notice must be provided at the time an employment offer is made, or 47.4 within 30 days of November 1, 2025, for the employer's existing seasonal employees, and 47.5 be in a form provided by the department. Delivery is made when an employee provides 47.6 written or electronic acknowledgment of receipt of the information, or signs a statement 47.7 47.8 indicating the employee's refusal to sign such acknowledgment.

47.9 **EFFECTIVE DATE.** This section is effective November 1, 2025.

47.10 Sec. 47. Minnesota Statutes 2023 Supplement, section 268B.27, subdivision 2, is amended
47.11 to read:

47.12 Subd. 2. Construction. Nothing in this chapter shall be construed to:

47.13 (1) allow an employer to compel an employee to exhaust accumulated sick, vacation,
47.14 or personal time before or while taking leave under this chapter;

47.15 (2) prohibit an employer from providing additional benefits, including but not limited
47.16 to covering the portion of earnings not provided during periods of leave covered under this
47.17 chapter including through a supplemental benefit payment, as defined under section 268B.01,
47.18 subdivision 41;

47.19 (3) limit the parties to a collective bargaining agreement from bargaining and agreeing
47.20 with respect to leave benefits and related procedures as well as terms and conditions of

47.21 employment associated with paid leave and employee protections that meet or exceed, and

47.22 do not otherwise conflict with, the minimum standards and requirements in this chapter; or

47.23 (4) be applied so as to create any power or duty in conflict with federal law.

47.24 **EFFECTIVE DATE.** This section is effective January 1, 2026.

47.25 Sec. 48. Minnesota Statutes 2023 Supplement, section 268B.29, is amended to read:

47.26 **268B.29 SMALL BUSINESS EMPLOYER ASSISTANCE GRANTS.**

47.27 (a) Employers with 30 or fewer employees and less than \$3,000,000 in gross annual

47.28 revenues as calculated under section 268B.14, subdivision 5b, and an average wage for that

47.29 employer under section 268B.14, subdivision 5c, less than or equal to 150 percent of the

- 47.30 state's average wage in covered employment for the prior year may apply to the department
- 47.31 for grants under this section.

48.1	(b) The commissioner may approve a grant of up to \$3,000 if the employer hires a
48.2	temporary worker, or increases another existing worker's wages, to substitute for an employee
48.3	on family or medical leave for a period of seven days or more.
48.4	(c) The maximum total grant per eligible employer in a calendar year is \$6,000.
48.5	(d) Grants must be used to hire temporary workers or to increase wages for current
48.6	employees. To be eligible for consideration for a grant under this section, the employer
48.7	must documentation attest, in a manner and format prescribed by the commissioner, that:
48.8	(1) the temporary worker hired or wage-related costs incurred are due to an employee's
48.9	use of leave under this chapter;
48.10	(2) the amount of the grant requested is less than or equal to the additional costs incurred
48.11	by the employer; and
48.12	(3) the employer meets the revenue requirements in paragraph (a).
48.13	(e) Applications shall be submitted and processed on a first-received, first-processed
48.14	basis in a form and manner determined by the commissioner within each calendar year until
48.15	funding is exhausted. Applications received after funding has been exhausted in a calendar
48.16	year are not eligible for reimbursement.
48.17	(f) For the purposes of this section, the commissioner shall average the number of
48.18	employees reported by an employer over the last four completed calendar quarters as
48.19	submitted in the wage detail records required in section 268B.12 to determine the size of
48.20	the employer.
48.21	(g) (f) An employer who has an approved private plan is not eligible to receive a grant
48.22	under this section.
48.23	(h) (g) Unless additional funds are appropriated, the commissioner may award grants
48.24	under this section up to a maximum of \$5,000,000 per calendar year from the family and
48.25	medical benefit insurance account.
48.26	EFFECTIVE DATE. This section is effective January 1, 2026.
48.27	Sec. 49. [268B.30] DATA PRIVACY.
48.28	(a) Except as provided by this section, data gathered from any person under this chapter
48.29	are private data on individuals or nonpublic data not on individuals as defined in section
48.30	13.02, subdivisions 9 and 12, and must not be disclosed except according to a district court

48.31 order or section 13.05. A subpoena is not considered a district court order. These data may

48.32 <u>be disseminated to and used by the following without the consent of the subject of the data:</u>

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49.1	(1) state a	nd federal agencie	s specifically authors	orized access to the data	by state or federal
49.2	law;				
49.3	(2) the un	employment insur	ance division, to t	he extent necessary to a	dminister the
49.4	programs est	ablished under this	s chapter and chap	oter 268;	
49.5	(3) emplo	oyers, to the extent	necessary to supp	ort adjudication of appl	ication requests
49.6	and to suppo	rt the employer's a	dministration of a	leave of absence;	
49.7	(4) health	care providers, to	the extent necess	ary to support verification	on of health care
49.8	conditions ar	nd qualifying even	ts;.		
49.9	(5) the pu	blic authority resp	onsible for child s	support in Minnesota or	any other state in
49.10	accordance v	vith section 256.97	78;		
49.11	<u>(6) huma</u>	n rights agencies v	vithin Minnesota t	hat have enforcement po	owers;
49.12	(7) the D	epartment of Reve	nue, to the extent	necessary for its duties u	under Minnesota
49.13	<u>laws;</u>				
49.14	<u>(8)</u> public	and private agenci	es responsible for	administering publicly fi	nanced assistance
49.15	programs for	the purpose of mo	onitoring the eligit	oility of the program's re	cipients;
49.16	(9) the D	epartment of Labo	r and Industry and	the Commerce Fraud E	Bureau in the
49.17	Department of	of Commerce for u	ises consistent wit	h the administration of t	their duties under
49.18	Minnesota la	<u>.w;</u>			
49.19	(10) the I	Department of Hur	nan Services and t	he Office of Inspector C	Beneral and its
49.20	agents withir	the Department o	f Human Services	, including county fraud	investigators, for
49.21	investigation	s related to recipie	ent or provider fram	ud and employees of pro	oviders when the
49.22	provider is su	uspected of commi	itting public assist	ance fraud;	
49.23	(11) the I	Department of Pub	lic Safety for supp	ort in identify verificati	<u>on;</u>
49.24	(12) local	, state, and federal	law enforcement	agencies for the purpos	e of ascertaining
49.25	the last know	n address and em	ployment location	of an individual who is	the subject of a
49.26	criminal inve	estigation;			
49.27	(13) the I	Department of Hea	lth for the purpose	es of epidemiologic inve	estigations;
49.28	(14) the I	Department of Cor	rections for the pu	rposes of tracking incar	ceration of
49.29	applicants; a	nd			
49.30	(15) cont	racted third parties	, to the extent nec	essary to aid in identity	verification,
49.31	adjudication,	administration, ar	nd evaluation of th	e program.	

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50.1	(b) Data on individuals and employers that are collected, maintained, or used by the
50.2	department in an investigation under section 268B.19, 268B.21, 268B.22, or 268B.23 are
50.3	confidential as to data on individuals and protected nonpublic data not on individuals as
50.4	defined in section 13.02, subdivisions 3 and 13, and must not be disclosed except under
50.5	statute or district court order or to a party named in a criminal proceeding, administrative
50.6	or judicial, for preparation of a defense.
50.7	(c) Data gathered by the department in the administration of this chapter must not be
50.8	made the subject or the basis for any suit in any civil proceedings, administrative or judicial,
50.9	unless the action is initiated by the department.
50.10	Sec. 50. <u>REPEALER.</u>
50.11	(a) Minnesota Statutes 2023 Supplement, section 268B.06, subdivision 7, is repealed
50.12	effective the day following final enactment.
50.13	(b) Minnesota Statutes 2023 Supplement, section 268B.10, subdivision 11, is repealed
50.14	effective July 1, 2025.
50.15	(c) Minnesota Statutes 2023 Supplement, section 268B.14, subdivision 5, is repealed
50.16	effective January 1, 2026.
50.17	(d) Minnesota Statutes 2023 Supplement, section 268B.08, is repealed effective November
50.18	<u>1, 2025.</u>

APPENDIX Repealed Minnesota Statutes: 24-05426

268B.06 ELIGIBILITY REQUIREMENTS; PAYMENTS THAT AFFECT BENEFITS.

Subd. 7. **Separation, severance, or bonus payments.** (a) An applicant is not eligible to receive benefits for any week the applicant is receiving, has received, or will receive separation pay, severance pay, bonus pay, or any other payments paid by an employer because of, upon, or after separation from employment. This subdivision applies if the payment is:

(1) considered wages under section 268B.01, subdivision 47; or

(2) subject to the Federal Insurance Contributions Act (FICA) tax imposed to fund Social Security and Medicare.

(b) Payments under this subdivision are applied to the period immediately following the later of the date of separation from employment or the date the applicant first becomes aware that the employer will be making a payment. The date the payment is actually made or received, or that an applicant must agree to a release of claims, does not affect the application of this paragraph.

(c) This subdivision does not apply to vacation pay, sick pay, personal time off pay, or supplemental benefit payment under subdivision 4.

(d) This subdivision applies to all the weeks of payment.

(e) Under this subdivision, if the payment with respect to a week is equal to or more than the applicant's weekly benefit amount, the applicant is ineligible for benefits for that week. If the payment with respect to a week is less than the applicant's weekly benefit amount, benefits are reduced by the amount of the payment.

268B.08 APPEAL PROCESS.

Subdivision 1. Hearing. (a) The commissioner shall designate a chief hearing officer.

(b) Upon a timely appeal to a determination having been filed or upon a referral for direct hearing, the chief hearing officer must set a time and date for a de novo due-process hearing and send notice to an applicant and an employer, by mail or electronic transmission, not less than ten calendar days before the date of the hearing.

(c) The commissioner may adopt rules on procedures for hearings. The rules need not conform to common law or statutory rules of evidence and other technical rules of procedure.

(d) The chief hearing officer has discretion regarding the method by which the hearing is conducted.

(e) The chief hearing officer must assign a hearing officer to conduct a hearing and may transfer to another hearing officer any proceedings pending before another hearing officer.

Subd. 2. **Decision.** (a) After the conclusion of the hearing, upon the evidence obtained, the hearing officer must serve by mail or electronic transmission to all parties the decision, reasons for the decision, and written findings of fact.

(b) Decisions of a hearing officer are not precedential.

Subd. 3. **Request for reconsideration.** Any party, or the commissioner, may, within 30 calendar days after service of the hearing officer's decision, file a request for reconsideration asking the hearing officer to reconsider that decision.

Subd. 4. **Appeal to court of appeals.** Any final determination on a request for reconsideration may be appealed by any party directly to the Minnesota Court of Appeals.

268B.10 SUBSTITUTION OF A PRIVATE PLAN.

Subd. 11. **Appeals.** (a) An employer may appeal any adverse action regarding that employer's application for private provision of the medical benefit or family benefit program, in a manner specified by the commissioner.

(b) An employee covered under a private plan has the same right to appeal to the state under section 268B.04, subdivision 7, as any other employee. An employee covered under a private plan has the right to request reconsideration of a decision under a private plan made by an insurer, private plan administrator, or employer prior to exercising appeal rights under section 268B.04.

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268B.14 PREMIUMS.

Subd. 5. **Small business wage exclusion.** (a) For employers with fewer than 30 employees, the amount of wages upon which quarterly employer premium is required is reduced by the premium rate to be paid by the employer multiplied by the lesser of:

(1) \$12,500 multiplied by the number of employees; or

(2) \$120,000.

(b) For each employee over 20 employees, the exclusion is reduced by \$12,000.

(c) The premium paid by the employer as a result of the reduction allowed under this subdivision must not be less than zero.

(d) The reduction in premiums paid by the employer is for the sole benefit of the employer and does not relieve the employer from deducting the employee portion of the premium.