Different Measures Used in Setting Benefits for Family and Medical Leave Insurance (FMLI)

JFO/jm; Updated 1 May 2019

Prepared for Senate Economic Development Committee

H.107 sets the benefit at 90% of earnings up to the VT Livable Wage and 50% of earnings above that amount, capped at 2.5 times the VT Livable Wage.

	Hourly	Weekly	Annual	2.5 Times - wkly	2.5 Times - p.a.	Annual Income to get max. ben.
VT Liv Wg 2018 (1/15/2019)	\$13.34	\$533.60	\$27,747	\$1,334	\$69,368	\$116,538

Issue #1: The VT Livable Wage is updated every two years and may contain changes in methodology when updated.

Alternative Measures: Consider a measure related to Vermont's Average Weekly Wage, available on the VT Dept of Labor website, and used by New York, Washington State, and Massachusetts in their paid family leave programs.

Issue #2: Vermont would have the most generous maximum weekly benefit of all states with FMLI.

May 2018 State Occupational Employment and Wage Estimates -- Vermont (updated on Apr. 11, 2019)

https://www.bls.gov/oes/current/oes_vt.htm#00-0000

				Max Wkly	Max Wkly Ben		10-yr		
	Hourly	Weekly	Annual	2.5 Times (H.107)	Annual	VT Liv Wg	avg gro rate		
VT Liv Wg 2018 (1/15/2019)	\$13.34	\$533.60	\$27,747	\$1,334	\$69,368		1.40%		
60% of VT Avg Wkly Wg*	\$14.47	\$578.64	\$30,089	\$1,447	\$75,223	108%	2.53%		
57% of VT Avg Wkly Wg	\$13.74	\$549.71	\$28,585	\$1,374	\$71,462	103%	2.53%		
55% of VT Avg Wkly Wg	\$13.26	\$530.42	\$27,582	\$1,326	\$68,955	99%	2.53%		
25th percentile 2018	\$13.98	\$559.20	\$29,078	\$1,398	\$72,696	105%	2.22%		
*Note: The VT Avg Wkly Wg for 2018 was released by the Bureau of Labor Statistics on 4/2/2019.									
VT Avg Wkly Wg in 2018	\$24.11	\$964.40	\$50,149	\$2,411		181%			
Gov. Scott's proposal (60% of Soc		\$1,533		115%					

How several other states u	use the statewide AWW in their benefit calculation	Max Wkly Ben	
New York	For family care, benefit is 55% of own average weekly wage, not to exceed 55% of statewide Avg Wkly Wg;	\$984	
	Family care percentage rises to 60% in 2020 and 67% in 2021 (if 67%, max ben \$909+\$170=\$1,079)		
	For own disability, benefit is 50% of own average weekly wage, with a maximum of \$170/week		
Washington State	Benefit is 90% of own average weekly wage up to 50% of statewide Avg Weekly Wg	\$1,000	
	If earn more than 50% of statewide Avg Wkly Wg, 50% of excess, with a max of \$1,000/week		
	Intent for max benefit: 90% of statewide Avg Wkly Wg		
Massachusetts	80% of employee's wages up to 50% of statewide Avg Wkly Wg plus 50% of employee's wages above	\$850	
	the statewide Avg Wkly Wg; Maximum benefit is \$850/week		