

FIRST REGULAR SESSION

SENATE BILL NO. 751

103RD GENERAL ASSEMBLY

INTRODUCED BY SENATOR MCCREERY.

2832S.01I

KRISTINA MARTIN, Secretary

AN ACT

To repeal section 143.121, RSMo, and to enact in lieu thereof ten new sections relating to leave from employment, with a referendum clause.

Be it enacted by the General Assembly of the State of Missouri, as follows:

Section A. Section 143.121, RSMo, is repealed and ten new
2 sections enacted in lieu thereof, to be known as sections
3 143.121, 290.900, 290.905, 290.910, 290.915, 290.920, 290.925,
4 290.930, 290.935, and 290.940, to read as follows:

143.121. 1. The Missouri adjusted gross income of a
2 resident individual shall be the taxpayer's federal adjusted
3 gross income subject to the modifications in this section.

4 2. There shall be added to the taxpayer's federal
5 adjusted gross income:

6 (1) The amount of any federal income tax refund
7 received for a prior year which resulted in a Missouri
8 income tax benefit. The amount added pursuant to this
9 subdivision shall not include any amount of a federal income
10 tax refund attributable to a tax credit reducing a
11 taxpayer's federal tax liability pursuant to Public Law 116-
12 136 or 116-260, enacted by the 116th United States Congress,
13 for the tax year beginning on or after January 1, 2020, and
14 ending on or before December 31, 2020, and deducted from
15 Missouri adjusted gross income pursuant to section 143.171.
16 The amount added under this subdivision shall also not
17 include any amount of a federal income tax refund

EXPLANATION-Matter enclosed in bold-faced brackets [thus] in this bill is not enacted and is intended to be omitted in the law.

18 attributable to a tax credit reducing a taxpayer's federal
19 tax liability under any other federal law that provides
20 direct economic impact payments to taxpayers to mitigate
21 financial challenges related to the COVID-19 pandemic, and
22 deducted from Missouri adjusted gross income under section
23 143.171;

24 (2) Interest on certain governmental obligations
25 excluded from federal gross income by 26 U.S.C. Section 103
26 of the Internal Revenue Code, as amended. The previous
27 sentence shall not apply to interest on obligations of the
28 state of Missouri or any of its political subdivisions or
29 authorities and shall not apply to the interest described in
30 subdivision (1) of subsection 3 of this section. The amount
31 added pursuant to this subdivision shall be reduced by the
32 amounts applicable to such interest that would have been
33 deductible in computing the taxable income of the taxpayer
34 except only for the application of 26 U.S.C. Section 265 of
35 the Internal Revenue Code, as amended. The reduction shall
36 only be made if it is at least five hundred dollars;

37 (3) The amount of any deduction that is included in
38 the computation of federal taxable income pursuant to 26
39 U.S.C. Section 168 of the Internal Revenue Code as amended
40 by the Job Creation and Worker Assistance Act of 2002 to the
41 extent the amount deducted relates to property purchased on
42 or after July 1, 2002, but before July 1, 2003, and to the
43 extent the amount deducted exceeds the amount that would
44 have been deductible pursuant to 26 U.S.C. Section 168 of
45 the Internal Revenue Code of 1986 as in effect on January 1,
46 2002;

47 (4) The amount of any deduction that is included in
48 the computation of federal taxable income for net operating
49 loss allowed by 26 U.S.C. Section 172 of the Internal

Revenue Code of 1986, as amended, other than the deduction allowed by 26 U.S.C. Section [172(b)(1)(G)] **172(b)(1)(F)** and 26 U.S.C. Section [172(i)] **172(h)** of the Internal Revenue Code of 1986, as amended, for a net operating loss the taxpayer claims in the tax year in which the net operating loss occurred or carries forward for a period of more than twenty years and carries backward for more than two years. Any amount of net operating loss taken against federal taxable income but disallowed for Missouri income tax purposes pursuant to this subdivision after June 18, 2002, may be carried forward and taken against any income on the Missouri income tax return for a period of not more than twenty years from the year of the initial loss; and

(5) For nonresident individuals in all taxable years ending on or after December 31, 2006, the amount of any property taxes paid to another state or a political subdivision of another state for which a deduction was allowed on such nonresident's federal return in the taxable year unless such state, political subdivision of a state, or the District of Columbia allows a subtraction from income for property taxes paid to this state for purposes of calculating income for the income tax for such state, political subdivision of a state, or the District of Columbia;

(6) For all tax years beginning on or after January 1, 2018, any interest expense paid or accrued in a previous taxable year, but allowed as a deduction under 26 U.S.C. Section 163, as amended, in the current taxable year by reason of the carryforward of disallowed business interest provisions of 26 U.S.C. Section 163(j), as amended. For the purposes of this subdivision, an interest expense is considered paid or accrued only in the first taxable year

the deduction would have been allowable under 26 U.S.C. Section 163, as amended, if the limitation under 26 U.S.C. Section 163(j), as amended, did not exist.

3. There shall be subtracted from the taxpayer's federal adjusted gross income the following amounts to the extent included in federal adjusted gross income:

(1) Interest received on deposits held at a federal reserve bank or interest or dividends on obligations of the United States and its territories and possessions or of any authority, commission or instrumentality of the United States to the extent exempt from Missouri income taxes pursuant to the laws of the United States. The amount subtracted pursuant to this subdivision shall be reduced by any interest on indebtedness incurred to carry the described obligations or securities and by any expenses incurred in the production of interest or dividend income described in this subdivision. The reduction in the previous sentence shall only apply to the extent that such expenses including amortizable bond premiums are deducted in determining the taxpayer's federal adjusted gross income or included in the taxpayer's Missouri itemized deduction. The reduction shall only be made if the expenses total at least five hundred dollars;

(2) The portion of any gain, from the sale or other disposition of property having a higher adjusted basis to the taxpayer for Missouri income tax purposes than for federal income tax purposes on December 31, 1972, that does not exceed such difference in basis. If a gain is considered a long-term capital gain for federal income tax purposes, the modification shall be limited to one-half of such portion of the gain;

(3) The amount necessary to prevent the taxation pursuant to this chapter of any annuity or other amount of income or gain which was properly included in income or gain and was taxed pursuant to the laws of Missouri for a taxable year prior to January 1, 1973, to the taxpayer, or to a decedent by reason of whose death the taxpayer acquired the right to receive the income or gain, or to a trust or estate from which the taxpayer received the income or gain;

(4) Accumulation distributions received by a taxpayer as a beneficiary of a trust to the extent that the same are included in federal adjusted gross income;

(5) The amount of any state income tax refund for a prior year which was included in the federal adjusted gross income;

(6) The portion of capital gain specified in section 135.357 that would otherwise be included in federal adjusted gross income;

(7) The amount that would have been deducted in the computation of federal taxable income pursuant to 26 U.S.C. Section 168 of the Internal Revenue Code as in effect on January 1, 2002, to the extent that amount relates to property purchased on or after July 1, 2002, but before July 1, 2003, and to the extent that amount exceeds the amount actually deducted pursuant to 26 U.S.C. Section 168 of the Internal Revenue Code as amended by the Job Creation and Worker Assistance Act of 2002;

(8) For all tax years beginning on or after January 1, 2005, the amount of any income received for military service while the taxpayer serves in a combat zone which is included in federal adjusted gross income and not otherwise excluded therefrom. As used in this section, "combat zone" means any area which the President of the United States by Executive

Order designates as an area in which Armed Forces of the United States are or have engaged in combat. Service is performed in a combat zone only if performed on or after the date designated by the President by Executive Order as the date of the commencing of combat activities in such zone, and on or before the date designated by the President by Executive Order as the date of the termination of combatant activities in such zone;

(9) For all tax years ending on or after July 1, 2002, with respect to qualified property that is sold or otherwise disposed of during a taxable year by a taxpayer and for which an additional modification was made under subdivision (3) of subsection 2 of this section, the amount by which additional modification made under subdivision (3) of subsection 2 of this section on qualified property has not been recovered through the additional subtractions provided in subdivision (7) of this subsection;

(10) **The amount contributed to the Missouri earned family and medical leave fund established under section 290.935;**

(11) For all tax years beginning on or after January 1, 2014, the amount of any income received as payment from any program which provides compensation to agricultural producers who have suffered a loss as the result of a disaster or emergency, including the:

- (a) Livestock Forage Disaster Program;
- (b) Livestock Indemnity Program;
- (c) Emergency Assistance for Livestock, Honeybees, and Farm-Raised Fish;
- (d) Emergency Conservation Program;
- (e) Noninsured Crop Disaster Assistance Program;
- (f) Pasture, Rangeland, Forage Pilot Insurance Program;

177 (g) Annual Forage Pilot Program;
178 (h) Livestock Risk Protection Insurance Plan;
179 (i) Livestock Gross Margin Insurance Plan;
180 [(11)] (12) For all tax years beginning on or after
181 January 1, 2018, any interest expense paid or accrued in the
182 current taxable year, but not deducted as a result of the
183 limitation imposed under 26 U.S.C. Section 163(j), as
184 amended. For the purposes of this subdivision, an interest
185 expense is considered paid or accrued only in the first
186 taxable year the deduction would have been allowable under
187 26 U.S.C. Section 163, as amended, if the limitation under
188 26 U.S.C. Section 163(j), as amended, did not exist;
189 [(12)] (13) One hundred percent of any retirement
190 benefits received by any taxpayer as a result of the
191 taxpayer's service in the Armed Forces of the United States,
192 including reserve components and the National Guard of this
193 state, as defined in 32 U.S.C. Sections 101(3) and 109, and
194 any other military force organized under the laws of this
195 state; and
196 [(13)] (14) For all tax years beginning on or after
197 January 1, 2022, one hundred percent of any federal, state,
198 or local grant moneys received by the taxpayer if the grant
199 money was disbursed for the express purpose of providing or
200 expanding access to broadband internet to areas of the state
201 deemed to be lacking such access.

202 4. There shall be added to or subtracted from the
203 taxpayer's federal adjusted gross income the taxpayer's
204 share of the Missouri fiduciary adjustment provided in
205 section 143.351.

206 5. There shall be added to or subtracted from the
207 taxpayer's federal adjusted gross income the modifications
208 provided in section 143.411.

209 6. In addition to the modifications to a taxpayer's
210 federal adjusted gross income in this section, to calculate
211 Missouri adjusted gross income there shall be subtracted
212 from the taxpayer's federal adjusted gross income any gain
213 recognized pursuant to 26 U.S.C. Section 1033 of the
214 Internal Revenue Code of 1986, as amended, arising from
215 compulsory or involuntary conversion of property as a result
216 of condemnation or the imminence thereof.

217 7. (1) As used in this subsection, "qualified health
218 insurance premium" means the amount paid during the tax year
219 by such taxpayer for any insurance policy primarily
220 providing health care coverage for the taxpayer, the
221 taxpayer's spouse, or the taxpayer's dependents.

222 (2) In addition to the subtractions in subsection 3 of
223 this section, one hundred percent of the amount of qualified
224 health insurance premiums shall be subtracted from the
225 taxpayer's federal adjusted gross income to the extent the
226 amount paid for such premiums is included in federal taxable
227 income. The taxpayer shall provide the department of
228 revenue with proof of the amount of qualified health
229 insurance premiums paid.

230 8. (1) Beginning January 1, 2014, in addition to the
231 subtractions provided in this section, one hundred percent
232 of the cost incurred by a taxpayer for a home energy audit
233 conducted by an entity certified by the department of
234 natural resources under section 640.153 or the
235 implementation of any energy efficiency recommendations made
236 in such an audit shall be subtracted from the taxpayer's
237 federal adjusted gross income to the extent the amount paid
238 for any such activity is included in federal taxable
239 income. The taxpayer shall provide the department of
240 revenue with a summary of any recommendations made in a

241 qualified home energy audit, the name and certification
242 number of the qualified home energy auditor who conducted
243 the audit, and proof of the amount paid for any activities
244 under this subsection for which a deduction is claimed. The
245 taxpayer shall also provide a copy of the summary of any
246 recommendations made in a qualified home energy audit to the
247 department of natural resources.

248 (2) At no time shall a deduction claimed under this
249 subsection by an individual taxpayer or taxpayers filing
250 combined returns exceed one thousand dollars per year for
251 individual taxpayers or cumulatively exceed two thousand
252 dollars per year for taxpayers filing combined returns.

253 (3) Any deduction claimed under this subsection shall
254 be claimed for the tax year in which the qualified home
255 energy audit was conducted or in which the implementation of
256 the energy efficiency recommendations occurred. If
257 implementation of the energy efficiency recommendations
258 occurred during more than one year, the deduction may be
259 claimed in more than one year, subject to the limitations
260 provided under subdivision (2) of this subsection.

261 (4) A deduction shall not be claimed for any otherwise
262 eligible activity under this subsection if such activity
263 qualified for and received any rebate or other incentive
264 through a state-sponsored energy program or through an
265 electric corporation, gas corporation, electric cooperative,
266 or municipally owned utility.

267 9. The provisions of subsection 8 of this section
268 shall expire on December 31, 2020.

269 10. (1) As used in this subsection, the following
270 terms mean:

271 (a) "Beginning farmer", a taxpayer who:

272 a. Has filed at least one but not more than ten
273 Internal Revenue Service Schedule F (Form 1040) Profit or
274 Loss From Farming forms since turning eighteen years of age;

275 b. Is approved for a beginning farmer loan through the
276 USDA Farm Service Agency Beginning Farmer direct or
277 guaranteed loan program;

278 c. Has a farming operation that is determined by the
279 department of agriculture to be new production agriculture
280 but is the principal operator of a farm and has substantial
281 farming knowledge; or

282 d. Has been determined by the department of
283 agriculture to be a qualified family member;

284 (b) "Farm owner", an individual who owns farmland and
285 disposes of or relinquishes use of all or some portion of
286 such farmland as follows:

287 a. A sale to a beginning farmer;

288 b. A lease or rental agreement not exceeding ten years
289 with a beginning farmer; or

290 c. A crop-share arrangement not exceeding ten years
291 with a beginning farmer;

292 (c) "Qualified family member", an individual who is
293 related to a farm owner within the fourth degree by blood,
294 marriage, or adoption and who is purchasing or leasing or is
295 in a crop-share arrangement for land from all or a portion
296 of such farm owner's farming operation.

297 (2) (a) In addition to all other subtractions
298 authorized in this section, a taxpayer who is a farm owner
299 who sells all or a portion of such farmland to a beginning
300 farmer may subtract from such taxpayer's Missouri adjusted
301 gross income an amount to the extent included in federal
302 adjusted gross income as provided in this subdivision.

(b) Subject to the limitations in paragraph (c) of this subdivision, the amount that may be subtracted shall be equal to the portion of capital gains received from the sale of such farmland that such taxpayer receives in the tax year for which such taxpayer subtracts such capital gain.

(c) A taxpayer may subtract the following amounts and percentages per tax year in total capital gains received from the sale of such farmland under this subdivision:

a. For the first two million dollars received, one hundred percent;

b. For the next one million dollars received, eighty percent;

c. For the next one million dollars received, sixty percent;

d. For the next one million dollars received, forty percent; and

e. For the next one million dollars received, twenty percent.

(d) The department of revenue shall prepare an annual report reviewing the costs and benefits and containing statistical information regarding the subtraction of capital gains authorized under this subdivision for the previous tax year including, but not limited to, the total amount of all capital gains subtracted and the number of taxpayers subtracting such capital gains. Such report shall be submitted before February first of each year to the committee on agriculture policy of the Missouri house of representatives and the committee on agriculture, food production and outdoor resources of the Missouri senate, or the successor committees.

(3) (a) In addition to all other subtractions authorized in this section, a taxpayer who is a farm owner

335 who enters a lease or rental agreement for all or a portion
336 of such farmland with a beginning farmer may subtract from
337 such taxpayer's Missouri adjusted gross income an amount to
338 the extent included in federal adjusted gross income as
339 provided in this subdivision.

340 (b) Subject to the limitation in paragraph (c) of this
341 subdivision, the amount that may be subtracted shall be
342 equal to the portion of cash rent income received from the
343 lease or rental of such farmland that such taxpayer receives
344 in the tax year for which such taxpayer subtracts such
345 income.

346 (c) No taxpayer shall subtract more than twenty-five
347 thousand dollars per tax year in total cash rent income
348 received from the lease or rental of such farmland under
349 this subdivision.

350 (4) (a) In addition to all other subtractions
351 authorized in this section, a taxpayer who is a farm owner
352 who enters a crop-share arrangement on all or a portion of
353 such farmland with a beginning farmer may subtract from such
354 taxpayer's Missouri adjusted gross income an amount to the
355 extent included in federal adjusted gross income as provided
356 in this subdivision.

357 (b) Subject to the limitation in paragraph (c) of this
358 subdivision, the amount that may be subtracted shall be
359 equal to the portion of income received from the crop-share
360 arrangement on such farmland that such taxpayer receives in
361 the tax year for which such taxpayer subtracts such income.

362 (c) No taxpayer shall subtract more than twenty-five
363 thousand dollars per tax year in total income received from
364 the lease or rental of such farmland under this subdivision.

365 (5) The department of agriculture shall, by rule,
366 establish a process to verify that a taxpayer is a beginning

367 farmer for purposes of this section and shall provide
368 verification to the beginning farmer and farm seller of such
369 farmer's and seller's certification and qualification for
370 the exemption provided in this subsection.

290.900. 1. The provisions of sections 290.900 to
2 290.940 shall be known and may be cited as the "Missouri
3 Earned Family and Medical Leave Act".

4 2. As used in sections 290.900 to 290.940, the
5 following terms shall mean:

6 (1) "Average state weekly pay", the total wages earned
7 by all employees who have contributed to the fund in the
8 past twelve months, divided by the total number of such
9 employees, the quotient of which is divided by the average
10 number of weeks worked by all employees who have contributed
11 to the fund in the last twelve months;

12 (2) "Average weekly pay", the total wages earned by an
13 employee in the past twelve months, divided by the number of
14 weeks worked by the employee in such twelve-month period, or
15 the weekly salary of the employee at the time that family or
16 medical leave is taken, whichever is greater provided that
17 the average weekly pay shall never exceed the average state
18 weekly pay;

19 (3) "Care", includes, but is not limited to, physical
20 care, emotional support, visitation, assistance in
21 treatment, transportation, arranging for a change in care,
22 assistance with essential daily living matters, and personal
23 attendant services;

24 (4) "Child", a biological, adopted, or foster son or
25 daughter, a stepson or stepdaughter, a legal ward, a son or
26 daughter of a domestic or civil union partner, or the person
27 to whom the employee stands in loco parentis who is under
28 nineteen years of age or nineteen years of age or older but

29 incapable of self-care because of mental or physical
30 impairment;

31 (5) "Department", the department of labor and
32 industrial relations;

33 (6) "Employee", any person performing service for
34 remuneration unless it is shown to the satisfaction of the
35 department that such services were performed by an
36 independent contractor. In determining the existence of the
37 independent contractor relationship, the common law of
38 agency right to control shall be applied. The common law of
39 agency right to control test shall include, but not be
40 limited to: if the alleged employer retains the right to
41 control the manner and means by which the results are to be
42 accomplished, the person who performs the service is an
43 employee. If only the results are controlled, the person
44 performing the service is an independent contractor;

45 (7) "Employer", any person acting directly or
46 indirectly in the interest of an employer in relation to an
47 employee;

48 (8) "Family member", a child, parent, grandparent,
49 grandchild, sibling, spouse, domestic or civil union
50 partner, or household member, or any ward as that term is
51 defined in section 475.010;

52 (9) "Family or medical leave", any of the following:

53 (a) Leave to bond with a minor child within the first
54 year of the child's birth or placement in connection with
55 foster care or adoption;

56 (b) Leave to care for a family member who has a
57 serious health condition;

58 (c) Leave due to an employee's own serious health
59 condition; or

60 (d) Leave to assume any familial responsibility
61 because a spouse, child, or parent of an employee is on, or
62 has been notified of an impending call to, active duty in
63 the uniformed services;

64 (10) "Fund", the Missouri earned family and medical
65 leave fund established in section 290.935;

66 (11) "Grandchild", a child of the employee's child;

67 (12) "Grandparent", a parent of the employee's parent;

68 (13) "Health care provider", any physician, hospital,
69 health maintenance organization, ambulatory surgical center,
70 long-term care facility including those licensed under
71 chapter 198, dentist, registered or licensed practical
72 nurse, optometrist, podiatrist, pharmacist, chiropractor,
73 physical therapist, psychologist, physician-in-training, and
74 any other person or entity that provides health care
75 services under the authority of a license or certificate of
76 this state or any other state or foreign country;

77 (14) "Parent", a biological, foster, or adoptive
78 parent, a parent-in-law, a stepparent, a legal guardian, or
79 other person who stood in loco parentis to the employee when
80 the employee was a child;

81 (15) "Parent-in-law", the parent of a spouse or
82 domestic or civil union partner;

83 (16) "Serious health condition", an illness, injury,
84 impairment, or physical or mental condition that involves
85 inpatient care in a hospital, hospice, or residential health
86 care facility, or continuing medical treatment or continuing
87 supervision by a health care provider. The term shall
88 include medical attention, services, or counseling for
89 victims of stalking, domestic violence, abuse, or sexual
90 assault, as such terms are defined in section 455.010, or

victims of trafficking for the purpose of sexual exploitation as described in section 566.209;

(17) "Sibling", a person related to another person by blood, adoption, or affinity through a common legal or biological parent;

(18) "Spouse", a partner to a lawful marriage;

(19) "Uniformed services":

(a) Active and reserve components of the Army, Navy, Air Force, Marine Corps, or Coast Guard of the United States;

(b) The Merchant Marine, the commissioned corps of the Public Health Service, or the commissioned corps of the National Oceanic and Atmospheric Administration of the United States; or

(c) The Missouri National Guard.

290.905. 1. There is hereby established the "Missouri Earned Family and Medical Leave Program" to provide up to six weeks of wage replacement benefits to employees who take time off work for family or medical leave, in addition to leave available to employees pursuant to sections 290.600 to 290.640, if applicable to such employees. The department shall administer and implement the program and the provisions of sections 290.900 to 290.940, and shall pay Missouri family or medical leave benefits as specified in such sections.

2. An employee shall be eligible to receive Missouri earned family or medical leave program benefits equal to one hundred percent of his or her average weekly pay for each full week during which he or she has taken family or medical leave. An employee may take family or medical leave for a partial week and shall only be eligible to receive the fraction of the average weekly pay which is equal to the number of days of leave taken divided by the number of days

19 for which such employee would have otherwise worked in the
20 respective week had the employee not taken family or medical
21 leave. Any leave taken shall be in full-day increments.

22 3. No more than six weeks of Missouri earned family
23 and medical leave benefits shall be paid to an employee
24 within any fifty-two-week period.

25 4. An employee shall file a claim for Missouri earned
26 family and medical leave benefits with the department not
27 later than the forty-first consecutive day following the
28 first compensable day with respect to which the claim is
29 made for benefits, which time shall be extended by the
30 department upon a showing of good cause. If a first claim
31 is not complete, the claim form shall be returned to the
32 employee for completion, and it shall be completed and
33 returned not later than the tenth consecutive day after the
34 date it was verifiably sent by the department to the
35 employee, except that such time shall be extended by the
36 department upon a showing of good cause.

37 5. No employee shall be eligible for Missouri earned
38 family and medical leave program benefits with respect to
39 any day:

40 (1) That he or she is eligible to receive unemployment
41 compensation benefits under chapter 288 or under an
42 unemployment compensation act of any other state or of the
43 federal government;

44 (2) That he or she has received, or is entitled to
45 receive, any other benefits under chapter 287; or

46 (3) That he or she elects to take leave pursuant to
47 sections 290.600 to 290.640.

48 6. No employee shall be eligible for Missouri earned
49 family and medical leave benefits until such employee has

50 paid into the Missouri earned family and medical leave fund
51 for fifty-two weeks.

52 7. An employee who is entitled to leave under the
53 Missouri earned family and medical leave act and the Family
54 and Medical Leave Act (FMLA) under 29 U.S.C. Section 2601,
55 et seq., shall take family or medical leave under sections
56 290.900 to 290.940 concurrent with leave taken under the
57 FMLA.

58 8. The first payment of Missouri earned family and
59 medical leave benefits shall be made to an employee within
60 two weeks after the completed claim is received by the
61 department or the day the family or medical leave began,
62 whichever is later. Subsequent payments shall be made
63 bimonthly.

290.910. 1. (1) An employee shall establish
2 eligibility for each uninterrupted family or medical care
3 leave period by filing a first claim for benefits supported
4 by the certificate of a treating health care provider that
5 establishes the serious health condition of the family
6 member that warrants the care of the employee, or that
7 establishes the serious health condition of the employee.
8 For subsequent periods of uninterrupted leave after the
9 period covered by the initial certificate or any preceding
10 continued claim, a claimant shall file a continued claim for
11 those benefits supported by the certificate of a treating
12 health care provider.

13 (2) For employees seeking leave in order to assume a
14 familial responsibility due to a spouse, child, or parent
15 being on active duty in the uniformed services, eligibility
16 for leave shall be established by providing, in a manner
17 satisfactory to the department, proof of the family member
18 being on active duty.

(3) For employees seeking leave due to a serious health condition related to seeking medical attention, services, or counseling for victims of stalking, domestic violence, abuse, or sexual assault, as such terms are defined in section 455.010, or victims of trafficking for purposes of sexual exploitation as described in section 566.209, the certificate required by subdivision (1) of this subsection may be provided by any of the following:

(a) A health care provider;

(b) A court which has jurisdiction over a judicial proceeding relating to the serious health condition of the employee or the serious health condition of the family member of the employee; or

(c) A law enforcement officer with knowledge of the serious health condition of the employee or the serious health condition of the family member of the employee.

2. The certificates required under subsection 1 of this section shall be developed by the department. In order to establish medical eligibility of the serious health condition of the family member that warrants the care of the employee, or to establish medical eligibility of the serious health condition of the employee, the information on the certificate shall be within the physician's or health care provider's knowledge and shall be based on a physical examination and documented medical history of the family member or employee. The certificate shall contain all of the following:

(1) A diagnosis and diagnostic code prescribed in the International Classification of Diseases or, if no diagnosis has yet been obtained, a detailed statement of symptoms;

(2) The date, if known, on which the condition commenced;

51 (3) The probable duration of the condition;

52 (4) An estimate of the amount of time that the
53 physician or health care provider believes the employee
54 needs to care for the family member or himself or herself;
55 and

56 (5) If applicable, a statement that the serious health
57 condition warrants the participation of the employee to
58 provide care for his or her family member.

59 3. The department shall develop a certificate form
60 that is separate and distinct from the certificate required
61 in subsection 1 of this section for an employee taking leave
62 to bond with a minor child within the first year of the
63 child's birth or placement in connection with foster care or
64 adoption.

65 4. Any claim of an individual who obtains care and
66 treatment outside the state shall be supported by a
67 certificate of a treating health care provider duly licensed
68 or certified by the state or foreign country in which the
69 claimant is receiving care and treatment.

70 5. Nothing in this section shall be construed to
71 preclude the department from requesting additional medical
72 evidence to supplement any claim. Any cost incurred for
73 procuring additional medical evidence shall be paid by the
74 employee. The department may require that the additional
75 evidence include any or all of the following:

76 (1) Identification of diagnoses;

77 (2) Identification of symptoms;

78 (3) A statement setting forth the facts of the serious
79 health condition of the employee or such employee's family
80 member, which shall be completed by any of the following
81 individuals:

82 (a) The health care provider treating the employee or
83 family member of the employee;

84 (b) The registrar, authorized medical officer, or
85 other duly authorized official of the hospital or health
86 care facility treating the employee or family member of the
87 employee; or

88 (c) An examining physician or other representative of
89 the department;

90 (4) An affidavit from an employee averring that the
91 employee or such employee's spouse gave birth to a child or
92 has adopted or received a child in connection with foster
93 care.

290.915. Employees shall provide at least thirty days
2 advance notice to their employer before family and medical
3 leave is to begin if the need for the leave is foreseeable.
4 If thirty days notice is not practicable, notice shall be
5 given to the employer as soon as practicable.

290.920. 1. Except as provided in subsection 4 of
2 this section, an employee may file a notice of appeal from
3 any determination of eligibility for benefits made by the
4 department with the administrative hearing commission
5 pursuant to chapter 621. Such appeal shall be made by mail
6 or in person within thirty days after the date on which a
7 copy of the department's decision was received by the
8 employee.

9 2. The administrative hearing commission's proposed
10 decision and order shall be final and not subject to further
11 appeal, unless within thirty days after the decision is
12 served on the interested parties, a party files a petition
13 for judicial review as provided in chapter 536.

14 3. A determination of the amount of benefits payable
15 under sections 290.900 to 290.940 shall not serve as a basis

16 for appeal under this section. However, the determination
17 shall be subject to request by the employee on family or
18 medical leave for redetermination by the department at any
19 time within one year from the date of delivery or mailing of
20 such determination, or any redetermination thereof. A
21 redetermination shall be furnished to the individual in
22 writing.

23 4. A denial of benefits shall become final in the
24 absence of timely appeal therefrom. The department may
25 redetermine a denial of benefits at any time within one year
26 from delivery or mailing of such denial to correct an error
27 in identity, omission of fact, or misapplication of law with
28 respect to the facts.

29 5. A determination of allowance of benefits shall
30 become final in the absence of timely appeal therefrom. The
31 department may redetermine such allowance at any time within
32 two years following the application year in which such
33 allowance was made in order to recover any benefits for
34 which recovery is provided under this section.

35 6. (1) A redetermination of benefits may be made at
36 any time for any of the following reasons:

37 (a) To conform to a final court decision applicable to
38 either an initial determination or a determination of denial
39 or allowance of benefits;

40 (b) In the event of a back pay award or settlement
41 affecting the allowance of benefits; or

42 (c) In the case of misrepresentation or willful
43 failure to report a material fact.

44 (2) Written notice of any such redetermination shall
45 be promptly given by mail or delivered to such interested
46 parties as were notified of the initial determination of
47 denial or allowance of benefits and any new interested party

48 or parties who, under such rule as the department may adopt,
49 would be an interested party.

290.925. 1. Notwithstanding any provision of law to
2 the contrary, it shall be unlawful for any person to
3 discharge or in any other manner discriminate against an
4 employee because the employee has made a claim for,
5 indicated an intent to make a claim for, or received
6 Missouri earned family and medical leave benefits.

7 2. (1) Any person who violates the provisions of
8 subsection 1 of this section shall be liable to any employee
9 of such person who is affected by the violation for such
10 equitable relief as may be appropriate including employment,
11 reinstatement, or promotion and for damages equal to the sum
12 of:

13 (a) The amount of:

14 a. Any wages, salary, employment benefits, or other
15 compensation denied or lost to such individual by reason of
16 the violation; or

17 b. In a case in which wages, salary, employment
18 benefits, or other compensation have not been denied or lost
19 to the individual, any actual monetary losses sustained by
20 the individual as a direct result of the violation, such as
21 the cost of providing care, up to a sum equal to sixty
22 calendar days of wages or salary for the individual;

23 (b) The interest on the amount described in paragraph
24 (a) of this subdivision, such interest rate being equal to
25 the market rate as determined by the director of the
26 division of finance under section 408.030; and

27 (c) An additional amount as liquidated damages equal
28 to the sum of the amount described in paragraph (a) of this
29 subdivision and the interest described in paragraph (b) of
30 this subdivision, except that if a person who has violated

31 subsection 1 of this section proves to the satisfaction of
32 the court that the act or omission was in good faith and
33 that the person had reasonable grounds for believing that
34 the act or omission was not a violation, such court may
35 reduce the amount of such liquidated damages.

36 (2) The court may additionally require reasonable
37 attorney's fees, expert witness fees, and other court costs
38 to be paid by a defendant.

39 3. An action to recover the relief prescribed in
40 subsection 2 of this section may be maintained against any
41 person in any court of competent jurisdiction by the
42 employee affected.

43 4. The department may bring an action seeking relief
44 on behalf of an employee under this section. The right to
45 bring an action provided under subsection 3 of this section
46 shall terminate upon the filing of a complaint by the
47 department. If any damages are recovered in such action,
48 such damages shall be held in a special deposit account and
49 paid directly to each employee affected.

50 5. An action may be brought under this section not
51 later than three years after the date of the alleged
52 violation for which the action is brought. An action
53 brought under this section shall be considered to be
54 commenced on the date when the complaint is filed.

290.930. 1. The department shall develop and
2 implement an outreach program to ensure that employees who
3 may be eligible to receive Missouri earned family and
4 medical leave benefits under sections 290.900 to 290.940 are
5 made aware of such benefits. Outreach information shall
6 easily explain eligibility requirements, the claims process,
7 weekly benefit amounts, maximum benefits payable, notice and
8 medical certification requirements, reinstatement and

9 nondiscrimination rights, confidentiality, and the
10 relationship between employment protection, leave from
11 employment, wage replacement benefits, and other laws,
12 collective bargaining agreements, and employer policies.

13 2. Not later than January 1, 2033, the state auditor
14 shall submit to the general assembly a report on the
15 Missouri earned family and medical leave benefits paid for
16 any month during the one-year period beginning on January 1,
17 2030. The report shall include the following:

18 (1) An identification of the total number of
19 applications for such benefits filed, and the average number
20 of days between when an application is received and when a
21 determination is made;

22 (2) An identification of the total number of requests
23 for review of an initial adverse determination of
24 eligibility for such benefits made, and the average number
25 of days between when such review is requested and when a
26 final determination of eligibility is made; and

27 (3) An identification of the total number of monthly
28 benefit claim reports for such benefits filed, and the
29 average number of days between the date such report is
30 received and the date on which the initial determination of
31 eligibility with respect to the claim report is made.

290.935. 1. (1) There is hereby created in the state
2 treasury the "Missouri Earned Family and Medical Leave
3 Fund", which shall consist of money collected under this
4 section. The state treasurer shall be custodian of the
5 fund. In accordance with sections 30.170 and 30.180, the
6 state treasurer may approve disbursements. The fund shall
7 be a dedicated fund and money in the fund shall be used
8 solely by the department of labor and industrial relations

9 for the purpose of distributing Missouri earned family and
10 medical leave program benefits.

11 (2) The state treasurer shall invest moneys in the
12 fund in the same manner as other funds are invested. Any
13 interest and moneys earned on such investments shall be
14 credited to the fund.

15 2. (1) In order to provide funding to implement the
16 provisions of sections 290.900 to 290.940, employees shall
17 contribute one quarter of one percent of their average
18 weekly pay to the Missouri earned family and medical leave
19 fund beginning January 1, 2028.

20 (2) For purposes of this section, in determining the
21 average weekly pay of an employee, the total wages of an
22 employee shall not exceed the contribution and benefit base
23 established by the Commissioner of Social Security
24 Administration under 42 U.S.C. Section 430.

25 (3) Notwithstanding the provisions of section 285.405
26 to the contrary, if there is not sufficient resources in the
27 fund, the department may, at its discretion, reduce the
28 benefit amount each employee is eligible to receive. If the
29 benefit amount is reduced, each employee shall receive the
30 same percent of his or her average weekly wage.

31 (4) No employee shall receive benefits from the fund
32 until January 1, 2030.

33 3. The provisions of sections 23.250 to 23.598 shall
34 not apply to sections 290.900 to 290.940.

290.940. Any rule or portion of a rule, as that term
2 is defined in section 536.010, that is created under the
3 authority delegated in sections 290.900 to 290.935 shall
4 become effective only if it complies with and is subject to
5 all of the provisions of chapter 536 and, if applicable,
6 section 536.028. This section and chapter 536 are

7 nonseverable and if any of the powers vested with the
8 general assembly pursuant to chapter 536 to review, to delay
9 the effective date, or to disapprove and annul a rule are
10 subsequently held unconstitutional, then the grant of
11 rulemaking authority and any rule proposed or adopted after
12 November 5, 2026, shall be invalid and void.

Section B. This act is hereby submitted to the
2 qualified voters of this state for approval or rejection at
3 an election which is hereby ordered and which shall be held
4 and conducted on Tuesday next following the first Monday in
5 November, 2026, pursuant to the laws and constitutional
6 provisions of this state for the submission of referendum
7 measures by the general assembly, and this act shall become
8 effective when approved by a majority of the votes cast
9 thereon at such election and not otherwise.

✓