I E GAL UPDATE MASSACHUSETTS

Massachusetts Announces PFML Rates for 2023

The Massachusetts Department of Paid Family and Medical Leave (PFML) has published the PFML contribution and maximum benefit rates for 2023.

Contribution Rate

Beginning in January 2023, employers with **25** or more covered individuals must send the department a contribution of **0.63% of covered employees' eligible wages**—down from 0.68% in 2022.

The contribution is apportioned between family leave and medical leave, with 0.52% going to medical leave and the remaining 0.11% going to family leave. Employers may withhold the following amounts from covered employees' wages:

- Up to 100% of the family leave contribution (0.11% of an employee's wages)
- Up to 40% of the medical leave contribution (0.208% of an employee's wages)

Employers are responsible for contributing the remaining 60% of the medical leave contribution (0.312% of wages). The state has <u>charts</u> available further explaining employer contribution obligations.

Employers with **fewer than 25 covered individuals** must send an effective contribution rate of 0.318% of eligible wages. This contribution rate is less because small employers are not required to pay the employer's share of the medical leave contribution.

Benefit Rate

Beginning in January 2023, the maximum total amount a covered employee will be allowed to receive in PFML benefits is **\$1,129.82 per week**, up from \$1,084.31 in 2022. The rate is based on the state average weekly wage.

Provided to you by Sullivan Benefits

This Legal Update is not intended to be exhaustive nor should any discussion or opinions be construed as legal advice. Readers should contact legal counsel for legal advice. © 2022 Zywave, Inc. All rights reserved.

Highlights

2023 Contribution

The PFML contribution rate for calendar year 2023 will decrease to 0.63%.

2023 Maximum Benefit

The PFML maximum weekly benefit will increase to \$1,129.82.

The PFML contribution rate for 2023 will decrease, while the maximum benefit will increase.

