

Human Capital Solutions

US Leave Management Benchmarking & HR Trends

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This information has been provided as an informational resource for NFP clients and business partners and is not intended to and does not constitute legal advice. Its purpose is to provide general guidance, and the materials presented are not intended to address specific policy scenarios. Please consult your legal counsel for advice on your particular facts and circumstances.

About the Survey

insightsfrom the experts

2025 NFP US Leave Management and HR Trend Report



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HR Trends



Key Takeaways

Speakers



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About Human Capital Solutions

People & Talent Solutions Customized for Your Needs

We provide tailored people and talent solutions to solve workforce challenges and drive business success. Covering the entire employee lifecycle from hire to retire, we empower organizations with hands-on guidance and specialized expertise on a retained or project basis serving clients globally.

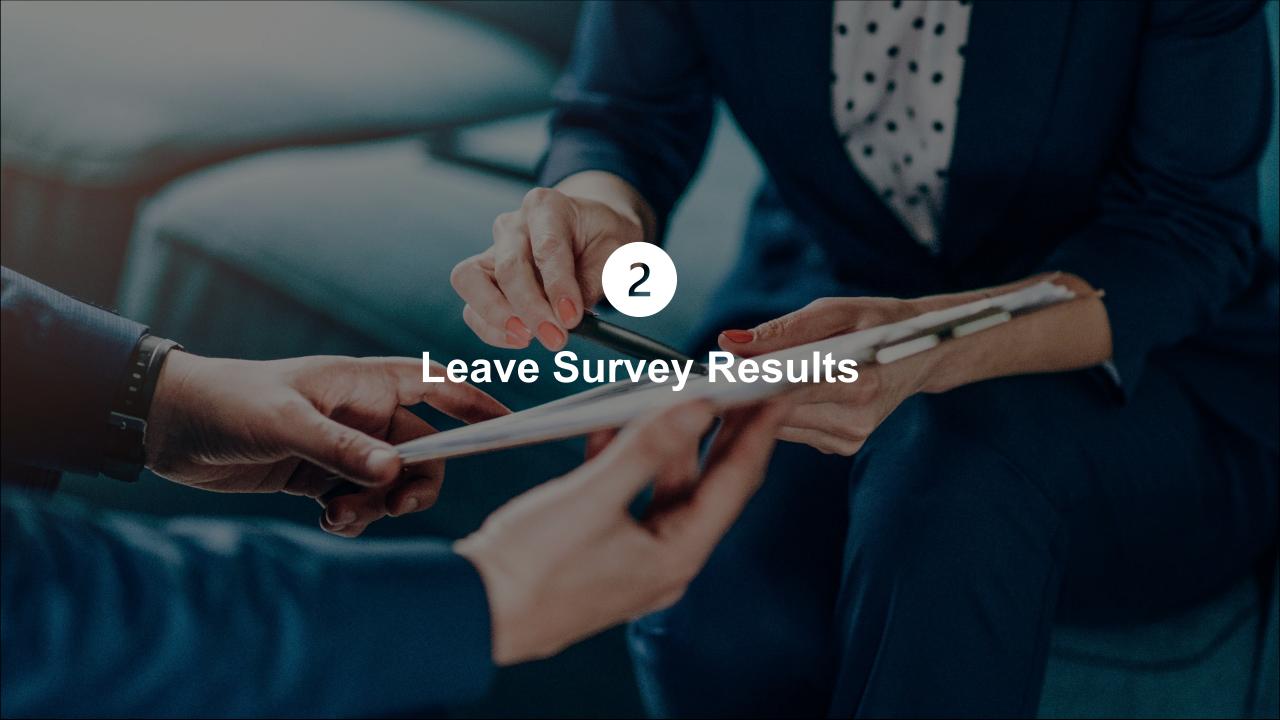
Extensive Experience

Our collective team is made up of 200+ professionals holding industry certifications, advanced degrees, and a wide breadth and depth of HR and recruiting knowledge. With a track record of 30 years of successfully partnering with organizational leaders, we offer advice and solutions that are in the best interest of our clients with a relentless focus on quality.

Vast Industry Knowledge

Our practice has widespread experience partnering with clients across industries and organizations of all sizes including government contracting, healthcare, high tech, hospitality, manufacturing, nonprofit, professional services, public service, and much more.







Maternity Leave

- Although 79% of employers surveyed offer STD, only 35% run their maternity leave concurrently with shortterm disability coverage
- 68% of employers do not require employees to file a state claim to receive benefits
- Notable increase from last year in those providing 6 – 8 weeks (from 30% to 35%)



Parental Leave

- 58% of employers offer parental leave
- 32% offer 3-6 weeks of full pay for birth of a child up from 26% last year
- 36% of employers offer parental leave after 12 months of service

Family Caregiver Leave

- 28% of employers offer this benefit
- 31% require 12 months of work before eligibility
- 1 in 5 employers who provide this benefit offer between 7 and 12 weeks







Bereavement Leave

- Nearly 90% of employers offer bereavement leave
- Most provide between 3-5 days
- 29% of employers offer bereavement leave for miscarriage or unsuccessful IVF attempts



PTO and Vacation

- 58% of employers provide PTO plans
 and 29% offer traditional vacation plans
- 75% of employers who offer PTO plans and 78% of employers who offer vacation plans offer the same amount to exempt and non-exempt employees
- Over 50% of employers offer 15 or more days of PTO for first-year employees
- In contrast, **only 27%** of employers offer **15** or more days of vacation for first-year employees

Paid Sick Time

- 50% of respondents have created internal policies comparable to state offerings
- 48% use an accrual plan based on hire date
- 37% opt for front-loaded sick pay policies at the start of the year





Holiday Offerings

- Almost 97% of companies offer core national holidays:
 - New Year's Day
 - Memorial Day
 - Independence Day
 - Labor Day
 - Thanksgiving Day
 - Christmas Day
- 72% offer the day after Thanksgiving
- 44% offer Juneteenth as a paid holiday

Holiday Policies

- 89% of employers offer the same paid time off for holidays to both exempt and non-exempt employees
- Non-exempt employees working on holidays:
 - 19% receive regular pay
 - 28% receive premium pay







Leave Management Perceptions

- 71% agree that leave benefits are easy to manage due to technology
- 57% believe leave benefits are influential in retaining talent
- 71% report their policies are competitive in the marketplace
- 77% believe their communications about leave policies are easy to understand



Employee Priorities

- PTO/vacation time (59%)
- Maternity leave (53%)
- Holidays (51%)
- Parental leave (48%)
- Caregiver leave (30%)

Decision-Makers'
Areas for
Improvement

Top priorities for enhancement:

- PTO/vacation (64%)
- Parental leave (57%)
- Maternity leave (50%)
- Holidays (43%)
- Caregiver leave (22%)







HR Technology Implementation Overview

- 73% of companies use HR technology (HRIS, payroll, leave administration, benefits administration)
- Over 1/2 implemented new technology in the past two years
- 71% of respondents agree their leave benefits are easy to manage due to technology

Challenges in Implementation

- 1/3 of organizations found implementation more difficult than anticipated
- Common pitfalls:
 - Underestimating time and resource commitment
 - Lack of proper planning and data preparation
 - Insufficient training for HR staff and employees

Best Practices for Successful Implementation

- 1. Establish a core HRIS project team
- 2. Map out current HR processes/workflows before implementation
- 3. Set realistic timelines
- 4. Prioritize data integrity and scrub before migration
- 5. Develop comprehensive training plans for different user groups
- 6. Consider external support or consultants for optimization



Employee Relief Funds

Overview

- ERFs provide immediate financial assistance during emergencies
- Act as a financial safety net for employees facing unexpected hardships
- Growing importance due to increasing frequency of natural disasters
- Demonstrates employer's dedication to workforce welfare





Types of Employee Relief Funds (ERFs)

- Company-Sponsored Funds
- Employee-Funded Programs
- Hybrid Models

Benefits of Employee Relief Funds

- Boosts employee engagement, productivity, and loyalty
- Enhances employer brand and attracts top talent
- Promotes a culture of mutual support
- Ensures faster recovery after disasters



Implementing Effective ERF Programs



Establish comprehensive eligibility criteria compliant with IRS requirements



Choose a scalable funding model



Create a streamlined, dignified application process



Develop a clear communication strategy

Implementing Effective ERF Programs



Use data-driven approach for resource allocation



Consider independent administration



Ensure legal compliance across states



Address applicant hesitancy and privacy concerns



Implementing Effective ERF Programs

Resources

- Tips for Setting Up an ERF
- What is a tax-advantaged employee crisis fund, and what are the guidelines for establishing such a fund?
- Employee Assistance Fund Frequently Asked Questions | U.S. Chamber of Commerce Foundation
- IRS: Publication 3833 (Rev. 12-2014)



Menopause in the Workplace

- Women aged 45 to 64 constitute approximately 17.5% of the U.S. workforce
- Menopause-related productivity losses estimated at \$1.8 billion annually in the U.S.
- By 2025, over 1 billion people worldwide will be experiencing menopause
- 336% increase in annual searches for menopause-related benefits among job candidates compared to 2022

Current State and Challenges

- 5% of employers offer menopausespecific benefits
- 64% of working American women between ages 40 and 65 want menopause-specific benefits



Remote Work Challenges Continue

- 70% Managers who have not received formal training leading a hybrid workforce
- 69% of fully remote employees experience burnout
- Only 35% of employers have a formal succession plan process

Concerns on the Horizon

- Compensation Disparities Between In-Office and Remote Workers
- 2. Remote Work Bias and Legal Implications
- 3. Well-Being Challenges for Fully Remote Employees

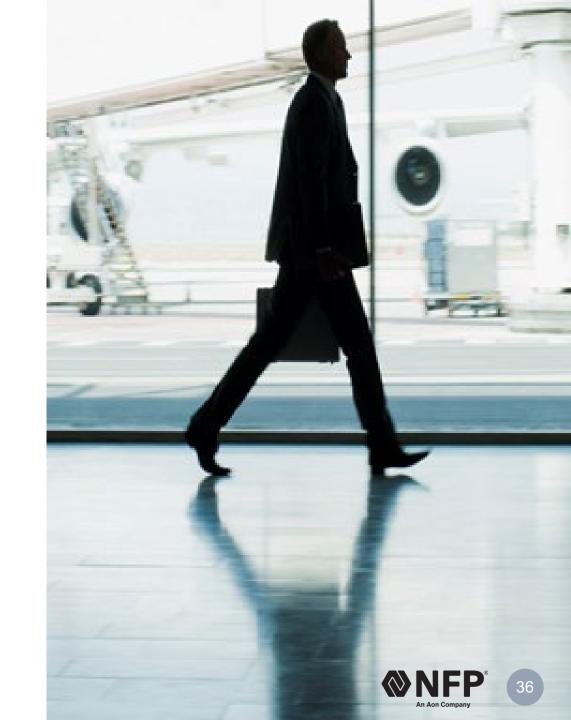


Leave Management Evolution

- 1. Be sure to run maternity leave concurrently with federal FMLA, state and statutory disability, STD and PFML programs
- 2. Survey your employees to better understand their needs
- 3. Align your paid sick time policies more closely with state requirements
- 4. Consider offering family caregiver leave

Key Takeaways: HR Trends & Technology

- Employee Relief Funds (ERFs) are emerging as a crucial support plan for employees
- Consider the impact of supporting employees experiencing Menopause symptoms in your workplace
- When implementing HR technology assess your internal resources and consider partnering with a third-party consultant to manage the process
- Consider remote workforce challenges that affect your organization



Questions?

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