

March 18, 2024

The Honorable Josh Shapiro, Governor of Pennsylvania The Honorable Kim Ward, President Pro Tempore The Honorable Joseph Pittman, Senate Majority Leader The Honorable Jay Costa, Senate Minority Leader The Honorable Joanna McClinton, Speaker of the House The Honorable Matthew Bradford, House Majority Leader The Honorable Bryan Cutler, House Minority Leader

#### Pennsylvania Small Business Support for Paid Leave

Dear Governor Shapiro, President Pro Tempore Ward, Leader Pittman, Leader Costa, Speaker McClinton, Leader Bradford and Leader Cutler:

As small business owners in Pennsylvania, we are writing to urge you to pass statewide paid family and medical leave legislation. Paid leave is good for families, good for business, and good for our economy.

In states with existing statewide paid leave programs, access to paid family and medical leave has proven to lead to better retention, personal health, and improved morale, which contributes to greater stability and viability for the workforce and for our businesses, ultimately helping our bottom line.

What's more, a statewide paid leave program would help level the playing field for small businesses. We want to do right by our employees, but often can't afford to offer the benefits that larger employers provide. Fourteen other states have created statewide paid leave insurance programs, and business owners in other states report that these programs have had a positive effect on their businesses. Our neighboring states of New Jersey, New York, Delaware, and Maryland have all passed paid leave.

#### Small Business Profile: Yaovi Kpoga, Kpoga Software

Prioritizing the health and welfare of my team members is a core value, and the implementation of a statewide paid leave initiative would significantly assist small business owners, including myself, in providing our employees with the care and support they need.



#### Small Business Profile: Megan Watson, BKW Family Law.

Paid family leave is not only a profamily policy but is also a probusiness policy. It's important that my employees come to work healthy and focused on the job at hand. Having a statewide paid leave program would make it easier for small business owners like me to ensure that our employees, and their families, are taken care of. If we want to remain competitive and retain young families in Pennsylvania to staff and grow our businesses, we must do the same.

Impossible choices between work and family are forcing workers, especially women (nearly half of Pennsylvania's labor force), to leave their jobs. Access to a paid leave program would mean workers aren't forced to leave the labor force to care for their families or health, resulting in better financial stability for families and increased worker retention for small businesses.

At a time when businesses across the country are struggling to recruit and retain employees, Pennsylvania's labor force participation rate is lagging behind the average rate across states with existing paid leave programs, as well as women labor force participation. Numerous studies have shown that paid leave programs have a direct impact on increasing labor force participation. Access to paid leave would be a critical tool in helping to solve current and future workforce challenges.

As small businesses, we are the backbone of Pennsylvania's economy and communities across the Commonwealth. We strongly urge you to show your support for small business owners, like us, by passing a statewide paid family and medical leave program that benefits both workers and employers.

When small businesses thrive, we all thrive.

Signed,

Carroll Couture Cuisine 3 Rivers Outdoor Company Two Persons Coffee Naked Brewing Company Axel's Attic First Look Imaging Bdemm, LLC. Philadelphia Brewers & Bottlers, LLC Pop Up Polaroid Whole Person Postpartum



Dr. Michelle Litwer Psychology PLLC **Coral Edwards Consulting & Coaching** Allative Communications Dr. Emily Scott: Direct Care Physicians of Pittsburgh **Third Space Fitness Collective EM-PR LLC Organize Harrisburg** Sustainable Business Network of Greater Philadelphia Shayes Apps LLC Be Well with Beth Philadelphia Mobile FEES, LLC **Meadow Project Management** Time to Thrive Nutrition **Progressive Empowerment Therapy** Sprouting Minds Counseling Services, LLC Parriscapes Lawn and Landscaping Katie Schank Therapy LLC **Thirsty Dice Fairmount** Scout Peep Speech LLC MWW Consulting LLC Nurture Pittsburgh Kpoga Software LLC ReMasterMedia, LLC Spampinato Enterprises, Inc. d.b.a. Ferguson Financial Consulting, Inc. **Great Service Forums CEO Boot Camp** Hellbender Vinyl The Sappari Group **Renaissance Craftables** Ismael's Boutique

MILHEM DTL, LLC Schwartz, Fox & Saltzman, LLC ASSETS **Kismet Bagels Fireball Printing BKW Family Law LLC Transition Consults Disability Media Network Global Wordsmiths Two Frays Brewery** Philadelphia Young Playwrights Hardly J Badger Consulting Inc Solar States **PK Financial Group Bellevue Strategies**, LLC Kloopify Wendy R Galson PsyD Poppa's Custard Company Justlaws **Denenberg Communications** TalkWell Speech Language Pathology Services LLC **Unencumbered Stories** Learning My Way Montessori The Frosted Fox Cake Shop United Spinal Association Pittsburgh Chapter Moon Peak Productions Fishtown Pickle Project Superfolie Kate Locke Consulting Feel Goodies Philly Pita Chip **Transitional Characters** 



Parker Philips, Inc. YouBecome LLC HamsaMade LLC Klip Collective Lanternfish Press Mountain Laurel Catering & Events Wild Hand Jewells in Bloom **Reclaim Black Motherhood LLC Dissent Pins** Lasting Impressions LLC **Collective Strength** FABSCRAP, INC Project P.L.A.Y. School STITCH AND DESTROY, LLC Therapy for Women Center **Ficks Music** Vessel Garden This Corner **MVP STUDIO River Twice** Ledians Salt and Vinegar **Third Space Fitness Collective** Cielo MAYCORR Print Group Abby Schwartz Associates, LLC **Grateful Endeavors** Cornerstone Barbershop **ReWeaving Balance** Center for Neurobehavioral Health Details Salon and Spa Roburrito's

Signatories as of 3/18/24

# Paid Leave is an Essential Investment in Pennsylvania Businesses

7 out of 10 companies in Pennsylvania cannot afford to offer paid family and medical leave to their employees.

# Paid Family and Medical Leave:



### INCREASES PRODUCTIVITY AND BOOSTS PROFITS

6.8% average increase in profits per full-time employee where paid leave is offered.

## MAKES TALENT RECRUITMENT EASIER

4 of our 6 neighboring states (New Jersey, New York, Maryland and Delaware) already have statewide paid leave.

REDUCES THE COST OF HIRING BY IMPROVING RETENTION

On average, turnover costs represent nearly 40% of a position's annual wages.

#### BUSINESS IS ON BOARD IN STATES WITH UNIVERSAL PAID LEAVE PROGRAMS

Rhode Island: A year after universal paid leave took effect, 61% of employers, including most surveyed smaller employers, supported the program.

New York and New Jersey: More than 70 percent of small businesses support their state's universal paid leave program.

# Without paid leave, Pennsylvania employers, over 3.5 million workers and Pennsylvania's economy are losing out.

"Prioritizing the health and welfare of my team members is a core value, and the implementation of a statewide paid leave initiative would significantly assist small business owners, including myself, in providing our employees with the care and support they need."

-Yaovi Kpoga, Kpoga Software "Paid family leave is not only a pro-family policy but is also a pro-business policy. It's important that my employees come to work healthy and focused on the job at hand. Having a statewide paid leave program would make it easier for small business owners like me to ensure that our employees, and their families, are taken care of."

-Megan Watson BKW Family Law



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