

February 2026 Forecast

**Family and Medical Benefit Insurance Fund Statement**

<i>in thousands</i>	Actual FY 2024	Actual FY 2025	Projected FY 2026	Projected FY 2027	Projected FY 2028	Projected FY 2029
<b>Balance Forward From Prior Year</b>		<b>664,447</b>	<b>685,311</b>	<b>623,258</b>	<b>615,928</b>	<b>589,132</b>
Prior Year Adjustments	-	1	-	-	-	-
<i>Adjusted Balance Forward</i>	-	<i>664,448</i>	<i>685,311</i>	<i>623,258</i>	<i>615,928</i>	<i>589,132</i>
Transfers from the General Fund	668,321	-	-	-	-	-
Premium Revenues	-	-	766,450	1,568,750	1,641,350	1,767,650
Interest Earnings	-	64,213	25,040	19,042	17,605	16,422
<b>Total Sources</b>	<b>668,321</b>	<b>728,661</b>	<b>1,476,801</b>	<b>2,211,050</b>	<b>2,274,883</b>	<b>2,373,204</b>
Employment and Economic Development (DEED), Benefit Payments	-	-	730,000	1,485,600	1,570,300	1,675,250
Employment and Economic Development, Admin M.S. 268B.17-18	-	-	51,100	103,992	109,921	117,268
23, Ch. 59 Employment and Economic Development	1,033	41,354	50,560	5,000	5,000	5,000
23, Ch. 59 Labor and Industry (DLI)	169	606	566	-	-	-
23, Ch. 59 Commerce	-	-	756	-	-	-
23, Ch. 59 Management and Budget (MMB)	-	-	-	-	-	-
23, Ch. 59 Human Services (DHS)	2,649	-	194	194	194	194
23, Ch. 59 Secretary of State	23	-	-	-	-	-
23, Ch. 59 Supreme Court	-	-	30	-	-	-
23, Ch. 59 Legislature	-	18	-	-	-	-
23, Ch. 59 University of Minnesota	-	1,372	-	-	-	-
25, SS1, Ch. 3 Children, Youth and Families	-	-	336	336	336	336
25, SS1, Ch. 9 Transfer Out to GF	-	-	20,000	-	-	-
<b>Total Uses</b>	<b>3,874</b>	<b>43,350</b>	<b>853,543</b>	<b>1,595,122</b>	<b>1,685,751</b>	<b>1,798,048</b>
<b>Balance Before Carryforward</b>	<b>664,447</b>	<b>685,311</b>	<b>623,258</b>	<b>615,928</b>	<b>589,132</b>	<b>575,156</b>
<b>Appropriation Carryforward</b>	-	<b>80,939</b>	-	-	-	-
<b>Budgetary Balance</b>	<b>664,447</b>	<b>604,372</b>	<b>623,258</b>	<b>615,928</b>	<b>589,132</b>	<b>575,156</b>

**Purpose of Account:** The Family and Medical Benefit Insurance account was established in Chapter 59 of Laws of 2023 for the collection of premiums and payments of benefits related to family care, bonding, safety leave, and leave related to a qualifying exigency. Per Minnesota Statutes 268B.023, money in the account is appropriated to the commissioner of employment and economic development to pay benefits under the family and medical benefit insurance program, unless otherwise appropriated.

**Sources:** Revenues to the fund include an initial investment of \$668.3 million transferred from the general fund through the actions of the 2023 legislature for startup costs and initial benefit payments. Ongoing premium contributions are deposited into the fund beginning January 1, 2026. Premium contributions reflected in this statement for fiscal year 2026 through fiscal year 2029 are determined by an actuarial study.

**Uses:** Expenditures in this account include benefit payments, to be distributed by the commissioner of employment and economic development, and associated administrative costs. Additional direct appropriations are made to state agencies to support the program.

**Note:** Benefit expenditures and revenue estimates in this fund statement are based on the February 21, 2024 Milliman actuarial study of the family and medical leave program as required by the 2023 legislature and are reflective of changes enacted by the 2024 legislature and the 2025 legislature.