

1 WHEREAS, R.S. 23:1536(E)(1) requires the secretary of the Louisiana Workforce
2 Commission to report when the state's projected unemployment compensation trust fund
3 balance for the next four calendar quarters, together with projected state unemployment
4 taxes to be collected less the projected amount of unemployment benefits to be paid during
5 the next four calendar quarters, will result in a trust fund balance of less than one hundred
6 million dollars and provides that a solvency tax shall be added to an employer's state
7 unemployment taxes for the calendar quarter beginning six months after the end of the
8 calendar quarter in which the projection is made; and

9 WHEREAS, the exact amount of the solvency tax is dependent on the amount the
10 unemployment compensation trust fund balance is projected to be below one hundred
11 million dollars and the amount of state unemployment taxes projected to be collected from
12 employers; and

13 WHEREAS, in October of 2020, the secretary of the Louisiana Workforce
14 Commission reported that the projected fund balance for the next four calendar quarters,
15 together with projected state unemployment taxes to be collected less the projected amount
16 of unemployment benefits to be paid from the state's unemployment compensation trust fund
17 during the next four calendar quarters, will result in a fund balance of less than one hundred
18 million dollars, triggering the solvency tax; and

19 WHEREAS, the impact of the imposition of the solvency tax at this time on many
20 employers already suffering from dramatically reduced revenues could negatively affect
21 their ability to hire back or to retain employees and stay in business.

22 THEREFORE, BE IT RESOLVED that the Legislature of Louisiana hereby suspends
23 the provisions of R.S. 23:1536(E)(1) relative to the unemployment insurance solvency tax
24 on employers.

25 BE IT FURTHER RESOLVED that this suspension shall become effective upon
26 adoption of this Resolution and shall extend through the sixtieth day after final adjournment
27 of the 2022 Regular Session of the Legislature of Louisiana.

28 BE IT FURTHER RESOLVED that a copy of this Resolution be transmitted to the
29 secretary of the Louisiana Workforce Commission.

