

DECLARATION OF EMERGENCY

Workforce Commission Office of Unemployment Insurance Administration

Clarification of the Duties and Responsibilities of the Secretary of the Louisiana Workforce Commission under Act No. 297 of the 2021 Regular Legislative Session (LAC 40:IV.387)

The Louisiana Workforce Commission (LWC) is exercising the emergency provisions of the Administrative Procedure Act, R.S. 49:953.1, to promulgate a Rule to clarify the duties and responsibilities of the Secretary of the Louisiana Workforce Commission under Act No. 297 of the 2021 Regular Legislative Session (the enacted version of SB 244).

Act No. 297 creates the Fresh Start Proper Worker Classification Initiative and Louisiana Voluntary Disclosure Program (VDA Program) for the voluntary and anonymous reporting of undisclosed liabilities for withholding taxes administered by the Department of Revenue (DOR) and unemployment taxes administered by LWC. The LWC adopted Emergency Rule 385 to delay the implementation of provisions of Act No. 297 that are not in conformity with Federal Unemployment Compensation (UC) law. This Emergency Rule is necessary to clarify the duties and responsibilities of the Secretary of the Louisiana Workforce Commission regarding the agency's administration of the Fresh Start Proper Worker Classification Initiative and Louisiana Voluntary Disclosure Program. A delay in promulgating this Rule will have an adverse impact on the Louisiana Workforce Commission's implementation of Act No. 297, which was signed into law by the Governor on June 14, 2021, and is effective on January 1, 2022. It is imperative that the LWC proceed expediently and take immediate action with this Rule because of the adverse impact COVID-19 has had on the UC trust fund balance and businesses in the state. It is also imperative that the LWC promulgate this Rule to prevent imminent peril to the public health, safety, and welfare. Failure to adopt this Rule on an emergency basis may jeopardize LWC's ability to administer the Fresh Start Proper Worker Classification Initiative and Louisiana Voluntary Disclosure Program.

This declaration of emergency is effective January 1, 2022, and shall remain in effect for the maximum period allowed under the Administrative Procedure Act, R.S. 49:953.1, or until adoption of the final Rule, whichever occurs first.

Title 40

LABOR AND EMPLOYMENT

Part IV. Employment Security

Chapter 3. Employment Security Law

§387. Clarification of the Duties and Responsibilities of the Secretary of the Louisiana Workforce Commission under Act No. 297 of the 2021 Regular Legislative Session

A. The Louisiana Workforce Commission shall have authority to promulgate rules and regulations for the administration of the Fresh Start Proper Worker Classification Initiative under Act No. 297.

AUTHORITY NOTE: Promulgated in accordance with Act No. 297, Title 23 of the Revised Statutes of 1950, as amended and reenacted or enacted, R.S. 36:303 and R.S. 36:304.

HISTORICAL NOTE: Promulgated by the Louisiana Workforce Commission, Office of Unemployment Insurance Administration, LR 47:

Inquiries concerning the proposed enactment may be sent to Assistant Secretary Robert Wooley, UI Administration, 1001 North 23rd Street, Baton Rouge, LA 70802 or at Rwooley@lwc.la.gov.

Ava Cates
Secretary

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