

RÉSUMÉ DIGEST

ACT 316 (HB 380)

2021 Regular Session

Lyons

Relative to unemployment compensation, existing law provides for a reduction in employers' contributions.

Existing law provides that if, at the computation date in any year, the unemployment trust fund balance, including all monies in the benefit transfer account, exceeds a specific dollar amount, a specific reduction in contributions shall be granted to certain employers.

Prior law provided that if the unemployment trust fund balance would have exceeded \$400 million, each employer would have received a 10% reduction in contributions due under the rate table as provided in existing law.

New law provides that instead of a 10% reduction in contributions being granted to each employer, a 10% reduction in contributions will apply only to employers with a positive reserve ratio.

Prior law provided that if the unemployment trust fund balance would have exceeded \$1.4 billion, each employer would have received a 10% reduction in contributions due under the rate table as provided in existing law.

New law provides that instead of a 10% reduction in contributions being granted to each employer, a 10% reduction in contributions will apply only to employers with a positive reserve ratio.

Effective August 1, 2021.

(Amends R.S. 23:1536(E)(2) and(3))