



## Trump's NLRB Signals It Will Revisit Board's Stance On 'Confidential Severance Agreements'

January 5, 2018 | National Labor Relations Board, Labor And Employment



David J.
Pryzbylski
Partner

On Dec. 27, 2017, the National Labor Relations Board (NLRB) issued an order in which President Trump's two appointed members – Marvin Kaplan and William Emanuel – stated that they want to revisit the board's stance on confidentiality provisions contained in severance agreements (i.e., provisions that prohibit disclosures related to the terms and sometimes even the existence of the agreement). The two members specifically noted in the order that "they believe that, to the extent not already permitted under Board precedent, the legality of confidential severance agreements for former employee should be reconsidered."

In recent years, the NLRB has taken a hard-line view against "confidentiality" obligations imposed by employers on employees in various contexts and often has invalidated such clauses under the theory that they chill employees' Section 7 rights to discuss terms and conditions of employment. It was very rare to see the NLRB uphold such policies in any context unless they were very narrowly tailored.

The comments in the Dec. 27 order by the newest NLRB members signals a shift is underway and the board may become more tolerant of company-imposed restrictions. In fact, the NLRB announced a more lax rule for evaluating employer personnel policies generally on Dec. 14, 2017, which likely will be more favorable to companies seeking to enforce or implement various workplace rules.

## **RELATED PRACTICE AREAS**

Labor and Employment
Labor Relations
National Labor Relations Board (NLRB)

## **RELATED TOPICS**

Confidential Severance Agreements

later this year based on the Dec. 27 order. Stay tur	ned.	

A ruling on confidentiality clauses in severance agreements may be coming