

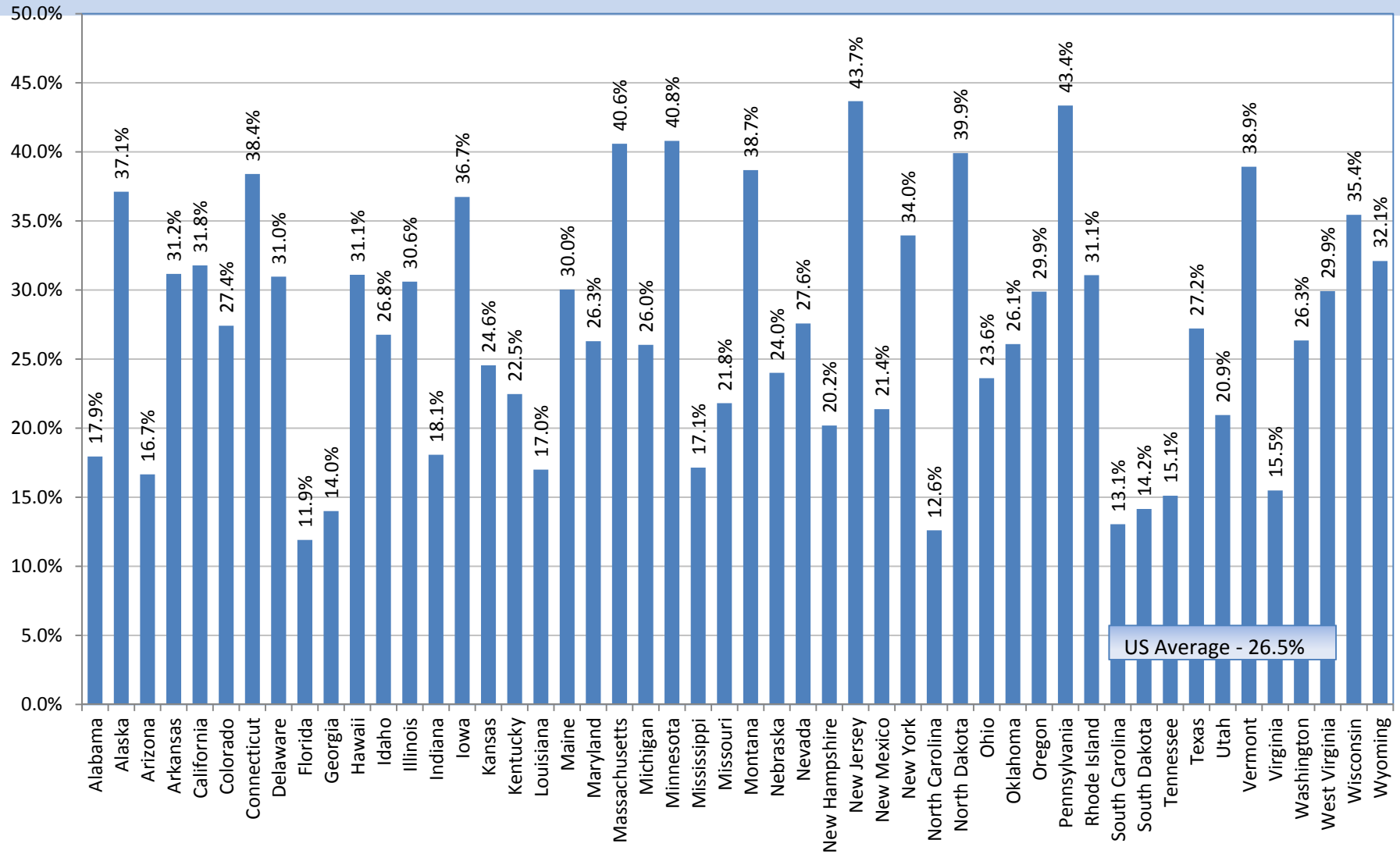
Unemployment Insurance Advisory Council Meeting



July 19, 2016

Opening Remarks

States' Recipiency Rates - 2015



Bordering States – Wage Replacement Rate

- Wage Replacement Rate – 1st Quarter 2016

United States – 46.4%

Iowa – 52.7%

Minnesota – 49.9%

Montana – 47.0%

Nebraska – 48.1%

North Dakota – 54.2%

Wyoming – 53.5%

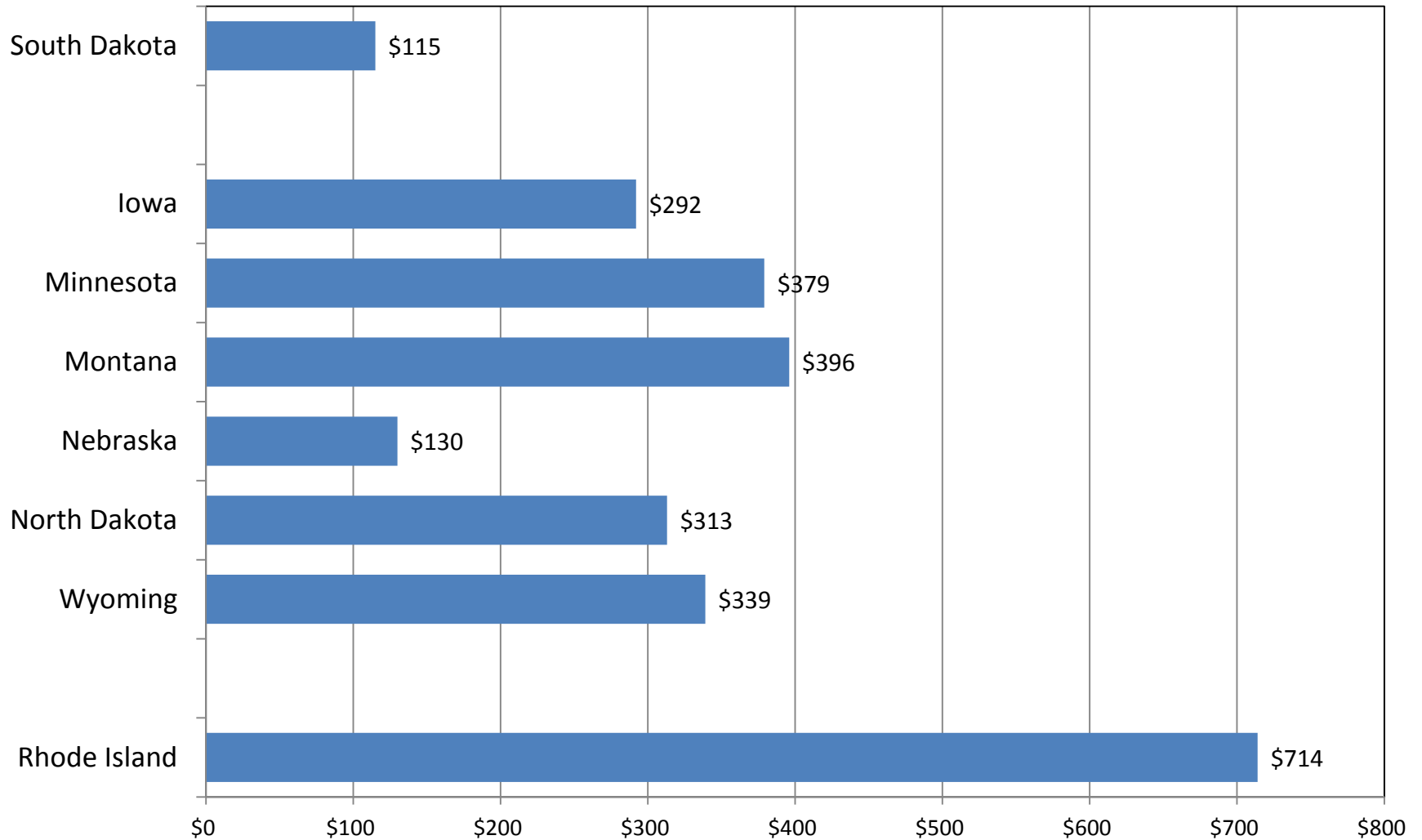
South Dakota – 48.4%

Bordering States – Tax Rates & Wage Base

	2016 Minimum Tax Rate	2016 Maximum Tax Rate	2016 Wage Base
Iowa	0.00%	8.00%	\$28,300
Minnesota	0.10%	9.00%	\$31,000
Montana	0.00%	6.12%	\$30,500
Nebraska	0.00%	5.40%	\$9,000
North Dakota	0.28%	10.72%	\$37,200
Wyoming	0.27%	10.00%	\$25,500
South Dakota	0.0%	9.5%	\$15,000

Bordering States – Average Cost

Average Contributions per Covered Worker (2015)



UI Trust Fund – Projected 2016 & 2017 as of July 8, 2016

Projected UI Financials - Quarterly Summary (in Millions)

2016	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Contributions/Interest In	\$4.8	\$16.3	\$10.3	\$6.2	\$37.6
Benefits Paid Out	\$11.7	\$5.9	\$4.8	\$6.3	\$28.7
Trust Fund	\$92.2	\$102.8	\$108.3	\$108.2	\$108.2
2017	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
Contributions/Interest In	\$4.9	\$15.9	\$10.6	\$6.7	\$38.1
Benefits Paid Out	\$13.6	\$6.4	\$4.6	\$6.5	\$31.1
Trust Fund	\$99.4	\$108.9	\$114.9	\$115.2	\$115.2

* Actual data through May 2016.

Projected Average High Cost Multiple (AHCM)

- Projected December 31, 2016 balance - \$108.2 million
 - Projected AHCM of 1.59
- Projected December 31, 2017 balance - \$115.2 million
 - Projected AHCM of 1.61

State Solvency

- During the 2007-2009 recession, 35 states borrowed to finance benefit payments.
- The 15 states that did not borrow were Alaska, Iowa, Louisiana, Maine, Mississippi, Montana, North Dakota, Nebraska, New Mexico, Oklahoma, Oregon, Utah, Washington, West Virginia and Wyoming.

Selected States - Average High Cost Multiple (AHCM)

As of 4th Quarter 2007, the start of the last recession.

Alaska – 1.07

Iowa – .88

Louisiana – .94

Maine – 1.64

Mississippi – 1.70

Montana – 1.45

North Dakota – .79

Nebraska – 1.19

New Mexico – 1.88

Oklahoma – 1.51

Oregon – 1.46

Utah – 1.47

Washington – 1.53

West Virginia – .45

Wyoming – 1.15

South Dakota – .33

Selected States – Reserve Ratio (RR)

As of 4th Quarter 2007, the start of the last recession.

Alaska – 3.35

Iowa – 1.80

Louisiana – 2.56

Maine – 3.18

Mississippi – 2.60

Montana – 2.47

North Dakota – 1.66

Nebraska – 1.14

New Mexico – 2.63

Oklahoma – 1.90

Oregon – 3.67

Utah – 2.36

Washington – 3.74

West Virginia – 1.40

Wyoming – 2.94

South Dakota – .27

Council Discussion & Action