



SOUTH DAKOTA
DEPT. OF LABOR
& REGULATION

Unemployment Insurance Advisory Council Meeting

OCTOBER 18, 2017

UI Director's Report

- To trigger the reduced rate tax table (Schedule B), the June 30, 2017 trust fund balance needed to be at least \$107.2 million. The Trust Fund balance on June 30, 2017, was \$113.6 million.
- The 2018 tax rate notices will be mailed to employers the end of October.
- The US Department of Labor has created a new accountability and performance measure. The UI Benefits Operations Assessment is designed to assess and ultimately improve UI benefit performance. The first assessment must be completed by March 31, 2019.

2018 Legislation Proposals

- Provide statutory authority for the DLR to write off old uncollectible employer UI debt.

FOR AN ACT ENTITLED, An Act to cancel uncollectible unemployment insurance contributions.

BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF SOUTH DAKOTA:

Section 1. That chapter 61-5 be amended by adding a NEW SECTION to read:

If any contributions, interest, penalties, or fees remain unpaid by an employer ten years or more after the liability was established and reasonable efforts have been made to recover it, the secretary may declare the sums uncollectible and cancel the liability if satisfied there are no available means of collecting the liability. The secretary may declare at any time as uncollectible any amount due from an employer for which liability was established under §61-5-35 upon receipt of proper certification by a Department of Labor and Regulation representative that the liability is uncollectible due to death or bankruptcy.

UI Trust Fund – Projected 2017

as of September 28, 2017

UI Financials - Quarterly Summary

(in Millions)

CY 2017	Actual	Actual	Projected	Projected	Total
	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	
Contributions/Interest In	\$4.7	\$16.1	\$10.5	\$7.9	\$39.2
Benefits Paid Out	\$13.5	\$6.2	\$4.5	\$5.8	\$30.0
Trust Fund	\$103.6	\$113.6	\$120.2	\$122.2	\$122.2

*Actual data through August 2017.

UI Trust Fund – Projected 2018

as of September 28, 2017

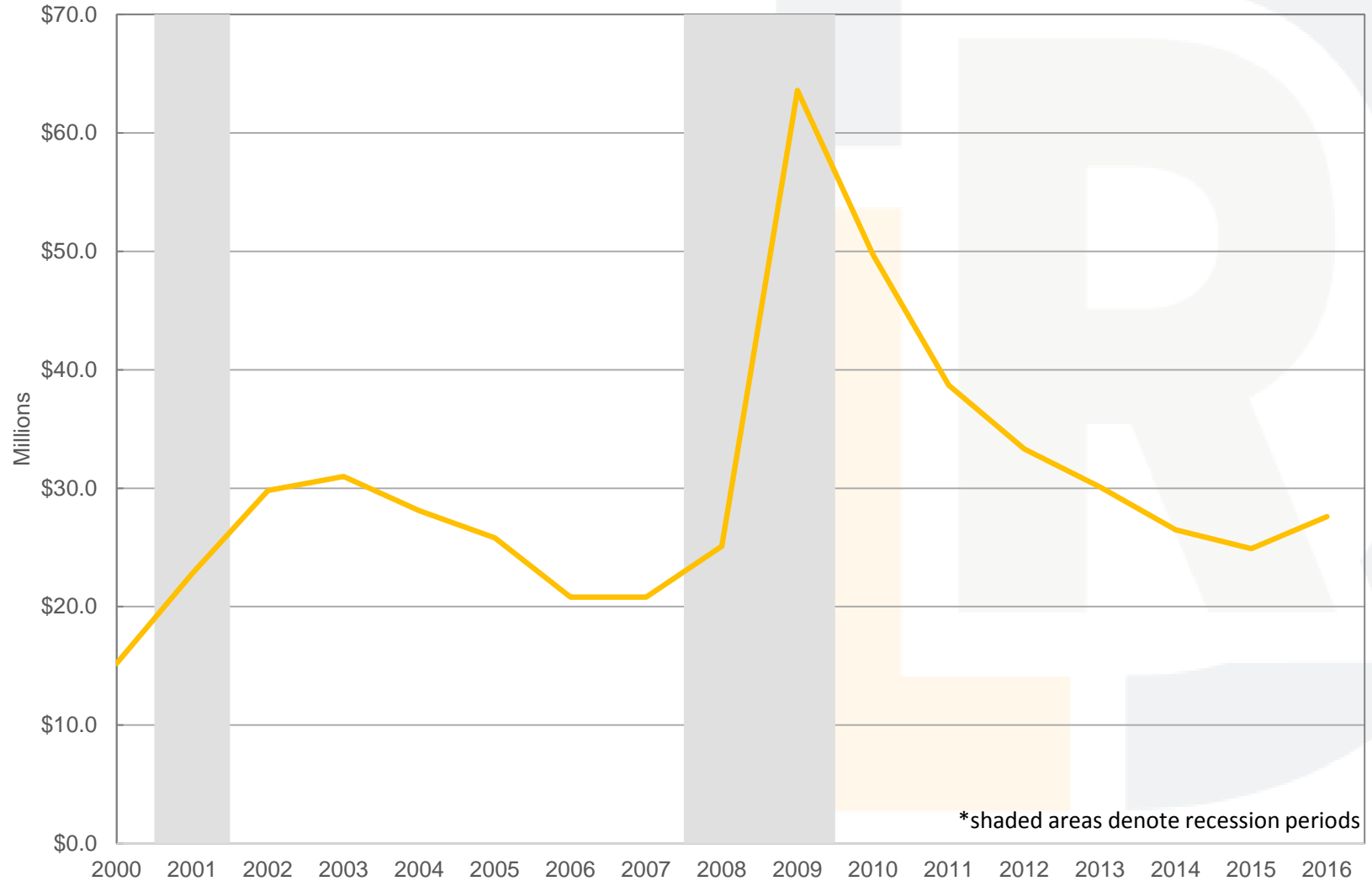
UI Financials - Quarterly Summary

(in Millions)

CY 2018	Projected	Projected	Projected	Projected	Total
	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	
Contributions/Interest In	\$4.2	\$13.8	\$9.6	\$6.8	\$34.4
Benefits Paid Out	\$13.6	\$6.3	\$4.5	\$6.2	\$30.6
Trust Fund	\$112.9	\$120.4	\$125.4	\$126.0	\$126.0

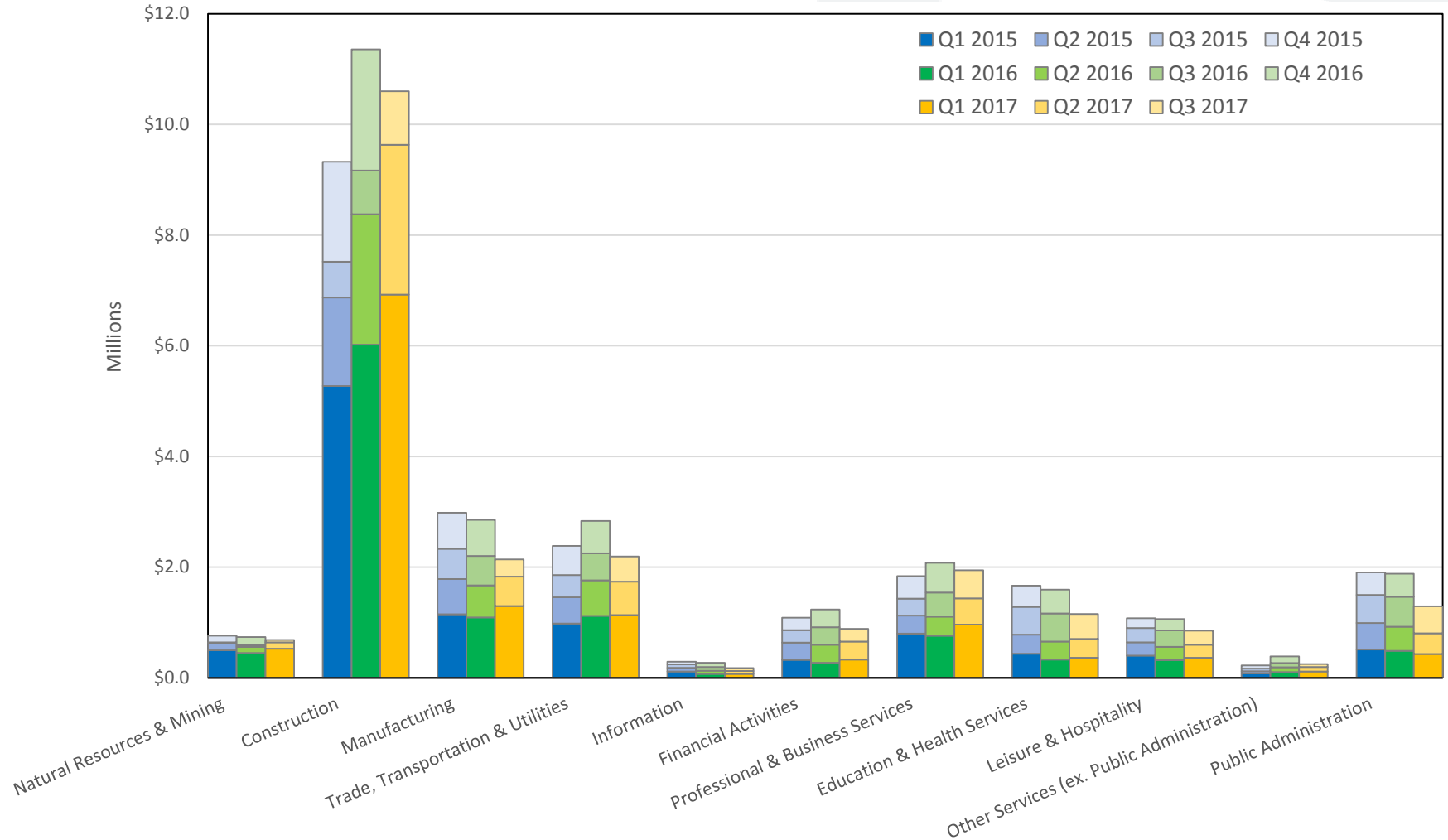
*Projected using Schedule B.

UI Benefit Payments



*shaded areas denote recession periods

Benefit Charges by Industry



2017 Annual Report

