

Unemployment Insurance Advisory Council Meeting

August 24, 2010

Opening Remarks

Unemployment Insurance Statistics

	First week of August 2010	First week of August 2009	First week of August 2008
UI Claimants	4,614	5,642	1,949
State Claimants	2,788	4,280	1,323
Amount of Benefits Paid	\$1,199,602	\$1,524,806	\$451,565
State Benefits Paid	\$589,423	\$969,374	\$270,232
June 30 Trust Fund Balance	\$15.9 million	\$7.4 million	\$28.0 million

SB 186 – Trust Fund Solvency

- Contribution Rates
 - Maximum rate increased to 9.5%
 - Higher rates for system users
 - Continued zero rate
- Wage Base
 - \$10,000 - \$15,000 by 2015
- Temporary Surcharge
 - Maximum rate 1.0% in 2010
 - Maximum rate 0.75% in 2011

UI Trust Fund Projection – 2010 & 2011

As of August 10, 2010

UI Financial Projections - Quarterly Summary (in Millions)

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
2010					
Contributions/Interest In	\$2.4	\$23.4	\$12.6	\$8.1	\$46.4
Stimulus Revenue In		\$11.8			\$11.8
Surcharge In	\$3.8	\$16.3	\$6.9	\$0.4	\$27.4
Benefits Out	\$21.9	\$11.6	\$7.2	\$11.3	\$52.0
Federal Repayment Out	\$0.0	\$24.0	\$0.0	\$0.0	\$24.0
Trust Fund	-\$24.0	\$15.9	\$24.7	\$21.9	\$21.9

UI Financial Projections - Quarterly Summary (in Millions)

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
2011					
Contributions/Interest In	\$3.8	\$24.7	\$12.8	\$7.6	\$48.9
Surcharge In	\$0.0	\$0.0	\$4.3	\$0.0	\$4.3
Benefits Out	\$17.5	\$9.9	\$7.0	\$10.7	\$45.0
Trust Fund	\$8.1	\$23.0	\$33.1	\$30.0	\$30.0

HB 1018 – Extended Training Benefits

- Part-time Workers
 - Benefits paid to workers who have a past work pattern of part-time work and are now seeking part-time work.
- Benefits for Training
 - Benefits of 26 additional weeks paid to UI exhaustees participating in state-approved or WIA-funded training programs.
 - Number of claims approved - 16
 - Number of claims pending - 13
 - Number of claims denied - 22

Topics for Council Discussion

- Employer Tax Rate Notice

Current

- Taxable Payroll (3 years)
 - January 1, 2007 – December 31, 2009
- Account Balance
 - December 31, 2009
- Estimated Revenue
 - \$45 million – 2010

Proposed (if in effect in 2010)

- Taxable Payroll (3 years)
 - July 1, 2006 – June 30, 2009
- Account Balance
 - June 30, 2009
- Estimated Revenue
 - \$39 million – 2010

Council Discussion Cont...

- Negative Account Statute
- 2009 Tax Table

Other Business

Discussion