

Unemployment Insurance Advisory Council Meeting



August 28, 2012

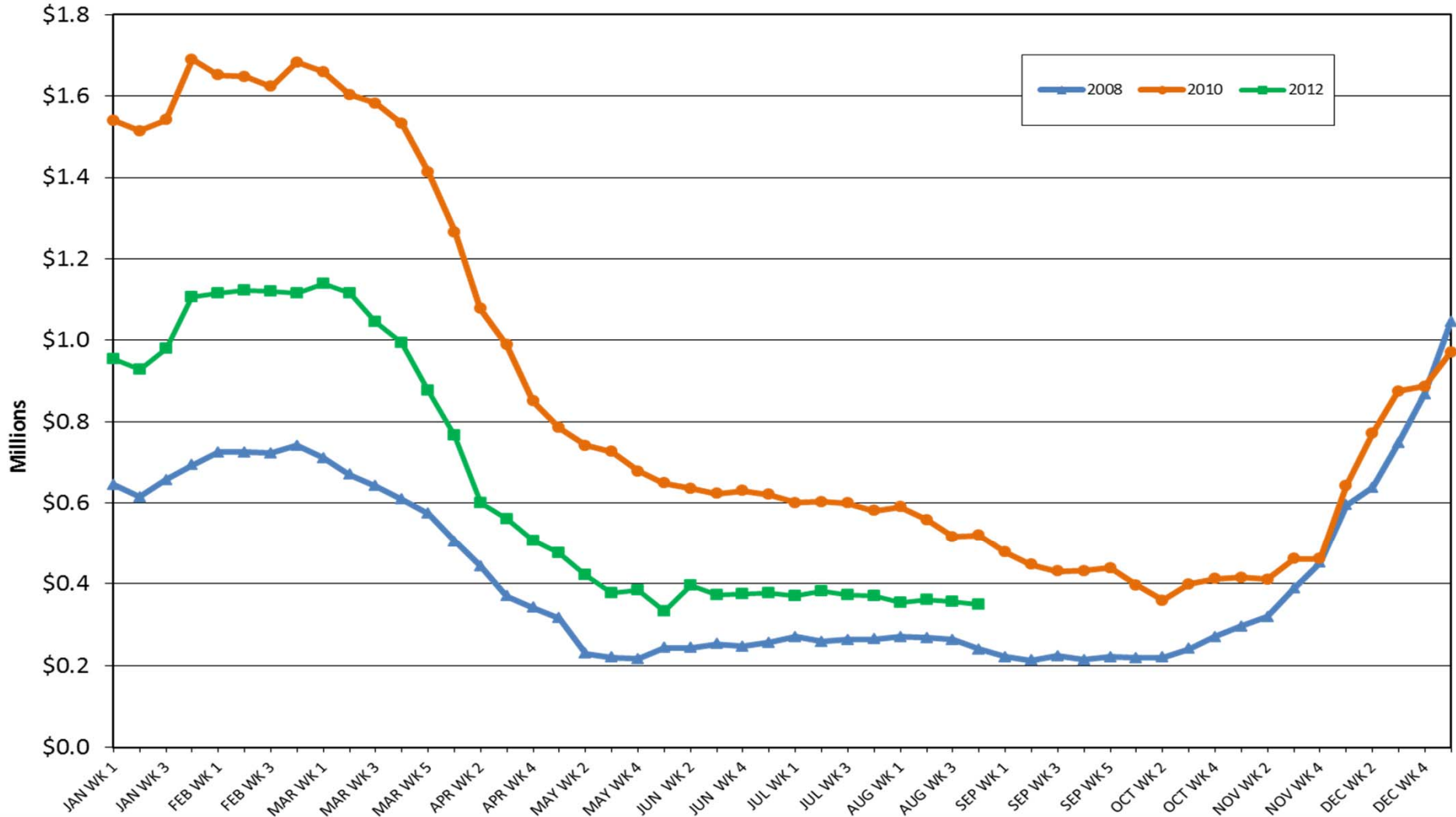
Opening Remarks

Trust Fund Snapshot

<i>3rd Week of August</i>	2008: Pre-recession	2010: Recession	2012: Recovery
UI Claimants	1,920 <i>- State 1,203</i>	4,284 <i>- State 2,622</i>	2,434 <i>- State 1,527</i>
Amount of Benefits Paid	\$446,997 <i>- State \$263,554</i>	\$1,107,466 <i>- State \$516,608</i>	\$652,352 <i>- State \$355,741</i>
Trust Fund Balance (July)	\$28.0 million	\$18.7 million	\$44.3 million

Weekly UI Benefit Trends

Weekly UI Trust Fund Payments (January - December)



UI Trust Fund Projections – 2012 & 2013 as of August 15, 2012

UI Financial Projections - Quarterly Summary (in Millions)

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
2012					
Contributions/Interest In	\$5.2	\$21.3	\$13.0	\$7.9	\$47.5
Benefits Out	\$14.1	\$7.8	\$5.4	\$6.2	\$33.5
Trust Fund	\$27.9	\$41.7	\$48.9	\$51.2	\$51.2

UI Financial Projections - Quarterly Summary (in Millions)

	1st Qtr	2nd Qtr	3rd Qtr	4th Qtr	Total
2013					
Contributions/Interest In	\$5.4	\$24.3	\$13.5	\$8.6	\$51.8
Benefits Out	\$13.3	\$7.8	\$4.9	\$5.5	\$31.5
Trust Fund	\$44.4	\$58.2	\$66.1	\$70.1	\$70.1

Extended Training Benefits

Benefits of 26 additional weeks paid to UI exhaustees participating in state-approved or WIA-funded training programs.

- Implemented July 2010
- Cost incurred 2010: \$135,491
- Cost incurred 2011: \$223,175
- Cost incurred 2012: \$64,864
(as of August 15, 2012)
- Estimated future annual cost: \$500,000

UC Integrity Act of 2011

1. Mandatory penalty of not less than 15% on fraud claims.
2. Reporting of rehired employees to the National Directory of New Hires.
3. Prohibit relieving charges to an employer account if an overpayment was due to failure of an employer or its agent to respond to an agency request and the employer or agent has established a pattern of failing to respond or of providing inadequate information.

Other States' Monetary Assessment

Alabama	4 x WBA to MBA	Montana	33%, 100% of OP
Alaska	50% of OP	Nebraska	15% of OP (proposing)
Arizona	25% of OP	Nevada	25%, 50% of OP
Arkansas	10% of OP	New Hampshire	20% of OP
California	30% of OP	New Jersey	25% of OP
Colorado	50% of OP	New Mexico	Unknown at this time
Connecticut	50% of OP	New York	Unknown at this time
Delaware	1.5% of OP every month (proposing)	North Carolina	15% of OP
Florida	30% of OP (proposing)	North Dakota	15% of OP (proposing)
Georgia	10% of OP	Ohio	15% - 30% of OP (proposing)
Hawaii	15% of OP (proposing)	Oklahoma	25% of OP
Idaho	25%, 50%, 100% of OP	Oregon	15% of OP
Illinois	30% of OP (proposing)	Pennsylvania	15% of OP (proposed)
Indiana	25%, 50%, 100% of OP	Rhode Island	\$1,000 or 50% of OP
Iowa	15% of OP (proposed)	South Carolina	20% - 25% of OP (proposing)
Kansas	15% of OP (proposing)	South Dakota	50% of OP (DLR recommendation)
Kentucky	1.5% of OP every month (proposing)	Tennessee	22.5% of OP
Louisiana	25% of OP	Texas	15% of OP
Maine	50%, 75%, 100% of OP	Utah	100% of OP
Maryland	15% of OP (proposing)	Vermont	25% of OP (proposing)
Massachusetts	50% of OP (proposing)	Virginia	25% of OP (proposing)
Michigan	4 x OP	Washington	25%, 50% of OP
Minnesota	40% of OP	West Virginia	20% of OP
Mississippi	20% of OP	Wisconsin	15% of OP
Missouri	25%, 100% of OP	Wyoming	5% of OP every 6 months

Discussion

- Public Testimony
- Discussion & Recommendation

Other Items

- Employer payment proposal