

# SOUTH DAKOTA DEPT. OF LABOR & REGULATION

Reemployment Assistance Advisory Council

WEDNESDAY, OCT. 21, 2020 1:30 P.M. CDT

#### Claims from March 16 – Oct. 3, 2020

- Initial Weekly Claims = 65,264
  - Average = 2,250
  - 2019 average = 232
- Continued Weekly Claims = 418,520
  - Average = 14,432
  - 2019 average = 1,742

### **Benefits Paid Since March 16**

- State = \$84.4 million
- FPUC = \$206.8 million
- PUA = \$15.1 million
- PEUC = \$2.0 million

#### Total = Approximately \$308.3 million

# Staffing

- FTE reduced from 94 in 2009 to 68 in 2020
- Since COVID-19,
  - Increased by 100 temporarily
  - Permanently assigned 16 Job Service staff to RA
  - Recruited retirees
  - Worked OT, weekends, evenings, and holidays
  - Made compensation adjustments
- Now contracting with 3<sup>rd</sup> party to take initial claims

#### **Fraud Examples**

- 7,197 fraudulent claims flagged
  - Claims from deceased (stolen information)
  - Claims from people using same address
  - Claims filed in multiple states
  - Up to 2/3 fraudulent claims per week

From all over the World... not only South Dakota.

# **Unemployment Rate**

	Sept. 2020	Aug. 2020	Sept. 2019
United States	7.9%	8.4 <mark>%</mark>	3.5%
South Dakota	4.1%	4.8 <mark>%</mark>	3.4%

#### **UI Trust Fund**

- Governor Noem authorized a transfer of \$45.6 million of CARES Act money to Trust Fund.
- Trust Fund remains solvent at \$119.2 million.

#### **UI Trust Fund Totals** (in millions)

Year	Total Income In	Benefits Pai	id Out	Trust Fund	
2010	84.2	49.7		26.1	
2011	48.8	38.7		36.5	
2012	45.9	33.3		51.3	
2013	43.7	30.1		65.9	
2014	44.3	26.5		84.8	
2015	38.7	24.9		99.5	
2016	40.9	27.6		112.4	
2017	37.6	28.8		121.4	
2018	31.9	25.5		127.8	
2019	33.9	25.3		<mark>136.</mark> 6	

#### UI Trust Fund – Projected 2020 as of Oct. 1, 2020

#### **RA Financials - Quarterly Summary**

(in Millions)

_	Actual	Actual	Projected	Projected	
CY 2020	1st Qtr	2n <mark>d Qtr</mark>	3rd Qtr	4th Qtr	Total
Contributions/Interest In	\$4.7	\$ <mark>12.8</mark>	\$8.2	\$6.2	\$31.9
CARES Act Transfer In		\$ <mark>45.6</mark>			\$45.6
Waiting Week Reimbursement In		<mark>\$5.0</mark>			\$5.0
Benefits Paid Out	\$12.1	\$ <mark>52.6</mark>	\$27.0	\$15.5	\$107.2
Trust Fund	\$129.2	\$129.9	\$121.7	\$112.5	\$112.5

\*Actual data through August 2020.

#### **Public Comments**



#### **Annual Report**

• To be provided at later date for approval.