Employment Security Department Update

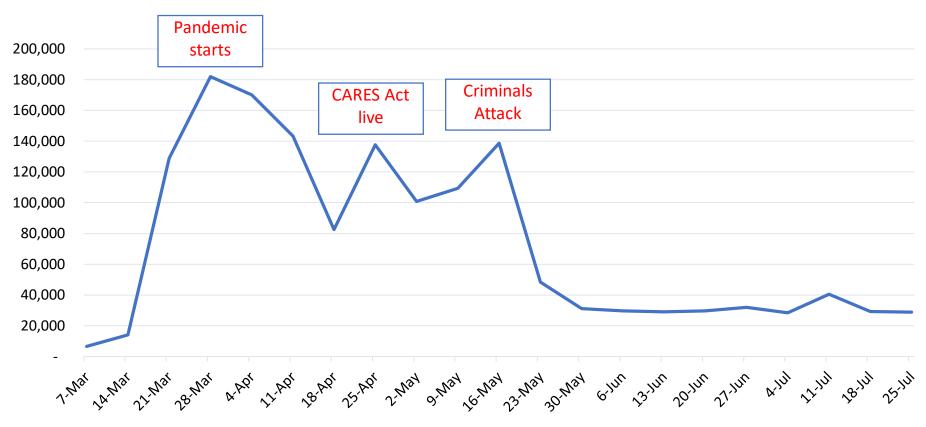
September 15, 2020

Agenda

- Context and Data
- Imposter Fraud Update
- Customer Experience
- UI Trust Fund
- Unemployment Insurance Advisory Committee
- Lost Wages Assistance Program
- Looking Back Looking Forward

Context: Three Waves

<u>Statewide Initial Regular Claims – Weekly Totals Through the End of July</u>



SOURCE: Data from the ESD unemployment insurance claim announcement for the week ending July 25, 2020

Benefits data dashboard

(en español)

Welcome to the unemployment benefits data dashboard. This dashboard tracks benefits data since the COVID-19 crisis started, including information about payments, the claimant population, status of claims processing and more. This should help you stay up to speed on our status, progress and performance of claims processing as the pandemic continues.

\$10.25 Billion Total paid

For payments made since March 8, 2020 – September 5, 2020 **\$3,359,462,723** State unemployment insurance

\$5,714,922,978 Federal Pandemic Unemployment Compensation

\$923,410,529 Pandemic Unemployment Assistance

\$207,276,989 Pandemic Emergency Unemployment Compensation

\$27,014,787 Extended Benefits

FPUC, PUA, PEUC, and EB are federal unemployment programs made available through the federal CARES Act.

\$10.25 Billion paid (March 8, 2020-September 5, 2020): \$3,359,462,723 UI | \$5,714,922,978 FPUC | \$923,410,529 PUA | \$207,276,989 PEUC | \$27,014,787 EB

https://esd.wa.gov/unemployment/dashboard

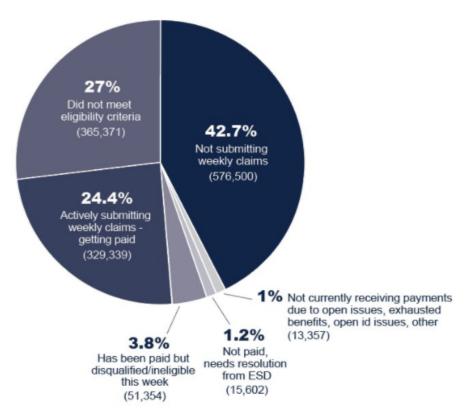
Claimants

Includes those who have applied for unemployment benefits March 8 - September 5, 2020.

Total number of individuals who have applied for benefits: 1,351,523

Total number of individuals who have filed an initial claim and have been paid: 1,024,774 (76% of total applicants)

Total claimants not currently receiving payment and need resolution by ESD: 23,401 (1.7% of total applicants)



https://esd.wa.gov/unemployment/dashboard

Appeals

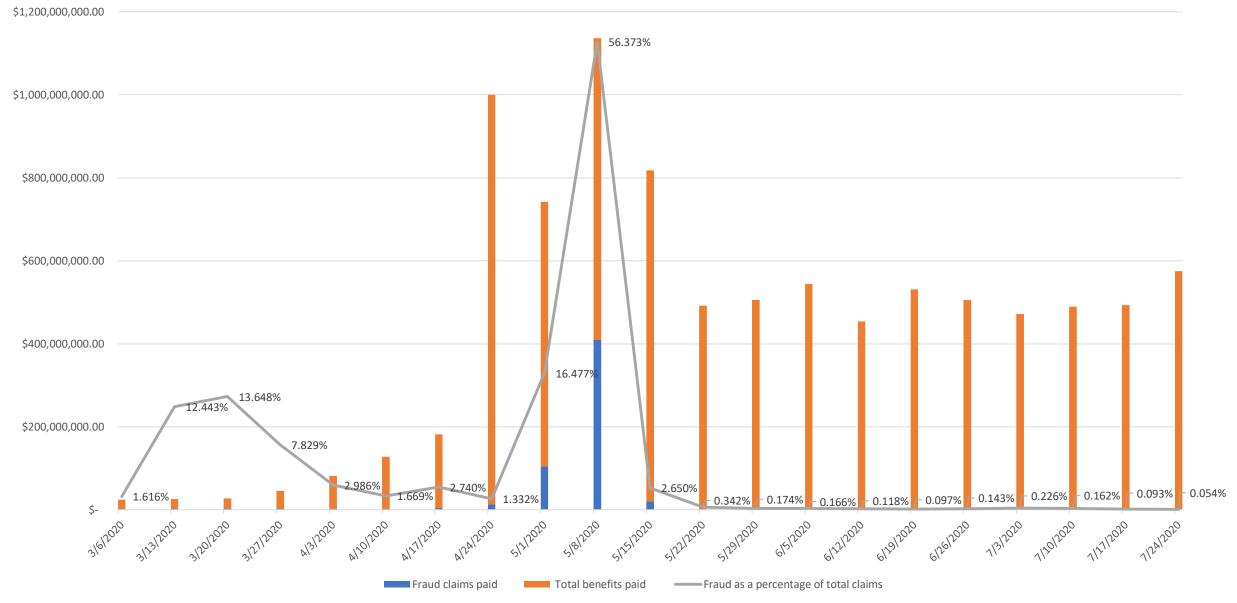
- Claimants who filed appeals 3/8-8/28: 90,464 (~6.8% of total claimants)
- Total appeals tasks¹ during that time: **109,097**
- Of these 94,177 tasks have been completed by ESD breakout below
- 14,920 appeal tasks from 13,215 distinct individuals remain as of 09/11 for this group

Appeal Task Resolution	Total	Percentage
Sent to OAH	19,120	20%
Redetermined by ESD	62,941	67%
No action required ²	12,116	13%
Total	94,177	100%

	June	July	Aug	Sept up through 9/7
Appeals sent to OAH	2,335	3,089	5,402	1,759

- 1. an appeal task is not necessarily an appeal. These are communications submitted online, via mail or fax, that need to be reviewed by an appropriate staff person to determine whether it is in fact an appeal request and whether it duplicates other appeals requests.
- 2. Issue was resolved in other way and/or appeal no longer necessary

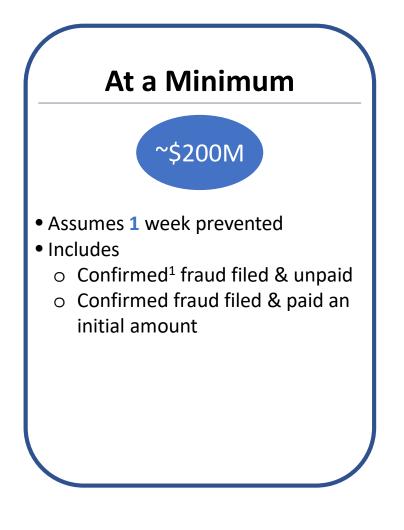
Fraudulent Claims Paid as a percent of Total Claims



Net Fraud Loss Minimized

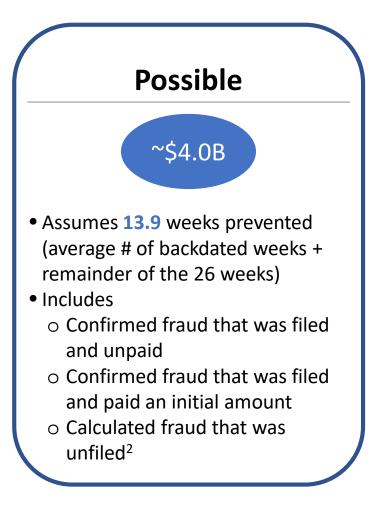


Fraudulent Funds Prevented



Most Likely ~\$1.5B Assumes 5.1 weeks prevented (average # of backdated weeks) Includes Confirmed fraud that was filed and unpaid Confirmed fraud that was filed

 and paid an initial amount
 Calculated fraud that was unfiled²



^{1.} Defined per agency definition of confirmed fraud

^{2.} ESTIMATED based on claim volume avoided during the week of May 14-20th multiplied by average medium and high values per confirmed fraud claims filed the week of May 7-13th Source: UTAB, ESD Data as of 7/28/2020. All utilize the average weekly benefit at that time of \$1,280 which includes the weekly benefit amount plus FPUC

Don't Mess With Washington!

The Next Section will be the Full List of States That are still paying the unemployment Funds and also States that have Stoped Paying. States to stay away from (could get you Tracked & arrested)

PANDEMIC/UNEMPLOYMENT TUTORIAL Section B WallstreetCalifornia

Join Us here--]]>>> https

BELOW IS THE LIST OF STATES WHO ARE STILL PAYING FOR THE UNEMPLOYMENT BENEFITS:

1• Alabama

General unemployment portal: https://www.labor.alabama.gov/

Direct PUA Portal: N/A

Minimum Pay = \$45/week Maximum Pay = \$275/week

Still paying ? Yes

2• Alaska

29• Wyoming

General unemployment portal: https://wyui.wyo.gov/

Direct PUA Portal: N/A

"States which application can get you tracked and in trouble 1) Washington..."

Minimum Pay = \$36/week Maximum Pay = \$508/week			
Still paying ? Yes			
• STATES WHICH APPLICATION CAN GET YOU T	TRACKED AND IN TROUBLE		
1• Washington 2• Massachusetts			
4• Ohio			
• WHICH STATES HAVE STOPPED PAYING THE PANDEMIC UNEMPLOYMENT ASSISTANCE (PUA)			
1• Illinois			
2• Kansas			
3• Nevada			
4• New Hampshire			
5• Ohio			
6• West Virginia			
7• Wisconsin			
i will be posting some free ssn info on the chan so kindly follow the channel for more Updates:	nel momentarily,		
so kindly follow the channel for more opdates.	Join Us here]]>>> https		

But we can't and won't be complacent. We assume they'll come back w/a vengeance

"States to stay away from (could get you Tracked & arrested)"

Overall Product and Customer Experience More compassionate compliance

Communications clarity

More accessible customer service

Reduced backlog Improved phone service Increased staff volume Language access improvements

Technology improvements/upgrades



Fourth wave preparations

Employment services Another UI demand spike Unemployment Benefits During Crisis

• State Funded

Unemployment Insurance

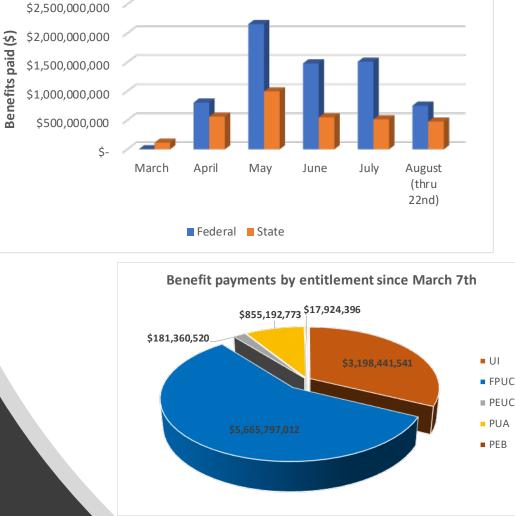
• Federally Funded

- Pandemic Unemployment Assistance (PUA)
- Federal Pandemic Unemployment Compensation (FPUC)
- Pandemic Emergency Unemployment Compensation (PEUC)
- Extended Benefits
- 100% SharedWork Reimbursement
- 100% Waiting Week Reimbursement
- 50% Reimbursable Employers Reimbursement

Benefits Paid During Crisis

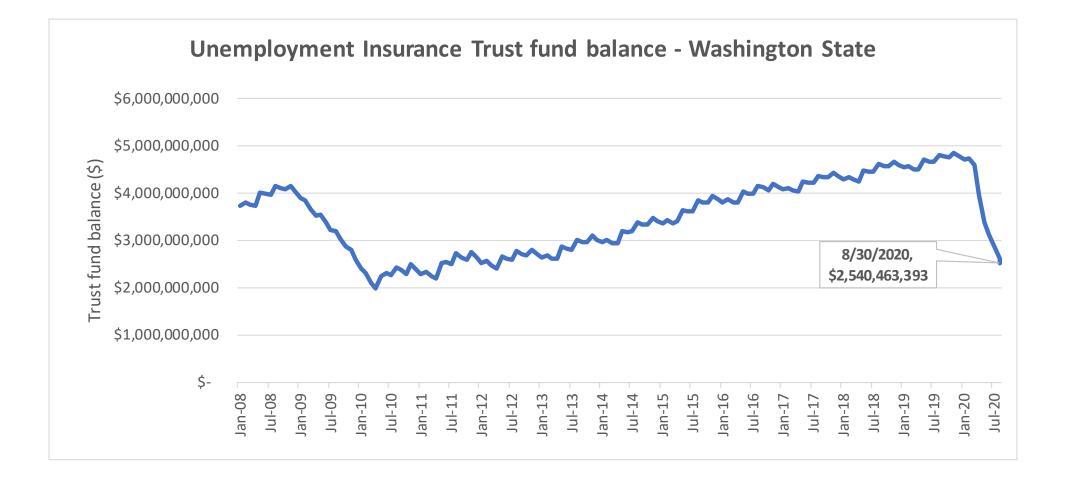
- \$9.9 billion has been paid out in benefit payments between March 7 and August 22, 2020.
 - \$3.2 billion paid out in state benefits from the UI trust fund
 - \$6.7 billion paid out in federal benefits (PUA, PEUC, FPUC, EB)

State versus Federal Benefits Payments



As of August 30th, the UI trust fund balance was at \$2.54 billion

Unemployment Insurance Trust Fund Balance



Unemployment Insurance Advisory Committee

• Goals

- Recommendations to improve the unemployment benefits and tax system
- Suggestions to enhance the solvency and stability of the unemployment trust fund
- Consider and provide comment on ESD UI rulemaking
- Consider and provide recommendations to improve ESD and its system partners' ability to prepare for, respond to and recover from major economic shifts
- Committee Members

Julia Gorton	Sybill Hyppolite	Kevin Perkey
Hospitality Association	Washington State Labor Council (WSLC)	Washington Workforce Association
Tammie Hetrick	Cindy Richardson	Daniel Zeitlin
Washington Food Industry Association	UNITE/HERE Local 8	Employment Security Department
(WFIA)	Josh Swanson	Suzan LeVine
Jerry Vanderwood	Operating Engineers 302	Employment Security Department
Association of General Contractors (AGC)	Brenda Wiest	
Robert Battles	Teamsters 117	
Association Of Washington Business, (AWB)		

Lost Wages Assistance Program (LWA)



WASHINGTON APPROVED FOR 6 WEEKS (MAX ALLOWED) \$300 PER WEEK PER CLAIMANT FOR TOTAL MAX OF \$1800 CLAIMANT CERTIFICATION 9/8-9/20 ESD WILL PAY THE BENEFIT THE WEEK OF 9/21

Adapting to the Crisis

- Oxfam report Washington is #1 place for workers during COVID-19
- Agency went from 5% to 95% telework
- Deployed several brand-new programs to help workers and businesses
- Massive ramp up in staffing throughout the crisis
- Issues to date:
 - Telephone system
 - Customer experience
 - Access to data
 - Scalability of systems
 - Sophisticated criminal attack

Upcoming Issues/Needs

- UI admin funding is retroactive federal issue
- CARES Act 2.0
- Fourth wave
 - Job search assistance for those returning to the workforce
 - Preparing for another spike

Thank you

Suzi LeVine, Commissioner