

# Unemployment Insurance Advisory Committee

#### **Meeting details**

Date: Thursday, October 1, 2020

Time: 11:30 a.m. to 12:30 p.m.

Location: Zoom

#### Committee members present

- Robert Battles
- Julia Gorton
- Tammie Hetrick
- Sybill Hyppolite
- Kevin Perkey
- Josh Swanson
- Jerry VanderWood
- Brenda Wiest

#### ESD staff

- Sara Crosby
- Ashlee Delaney
- Wendy Goldmark
- Scott Michael
- Jeff Robinson
- Larry Sheahan
- Dan Zeitlin

#### Summary

#### Meeting Recorded

This meeting was recorded and is available at <u>https://esd.wa.gov/newsroom/UIAC/recordings</u>.

#### Welcome and Opening Remarks

Employment Security Department (ESD) Policy Director, Dan Zeitlin, welcomed everyone and asked Wendy Goldmark to take roll. All committee members were present, except Cindy Richardson.

#### Committee members absent

Cindy Richardson

## Agenda

Dan Zeitlin reviewed the meeting agenda and asked if anyone had any questions. (See Addendum I.)

## September UI Trust Fund Report

Dan Zeitlin gave a comprehensive <u>slide presentation</u> highlighting the September UI trust fund report and the following key takeaways:

- Under the September UI Trust Fund projections, Washington <u>will not</u> need to take out loans from the federal government, though we will need to request an advance (line of credit) in Q1 2021 as required by federal law.
- The Employment Security Department will not need to implement a solvency tax as it determined on September 30 as required by state law that the trust fund had enough reserves to pay 7 months of benefits.
- Under the September UI Trust Fund projections, the flat social tax cap of 1.22% will be in place in 2021 per state law and is projected to be in place in 2022.
- Under September UI Trust Fund projections, there will be a solvency tax in 2022 and 2023.

## Action Items

During the discussion, several topics were flagged to revisit at subsequent meetings. A time stamp has been placed after most items to refer to these points in the recordings.

- Request for table explaining rates and impact of rates with different scenarios. 12:12 PM
- Committee requested balance of CARES Act funds.
- Request for information of the distribution of tax liability by rate class when talking about social tax by industry, business size, what are the different dollar amounts? 12:31PM
- Urgent request for committee to put in request for some of CARES Act money. 12:38PM

## Resources

• OFM CARES Distributions <u>https://www.ofm.wa.gov/budget/covid-19-budget-information-agencies/federal-funds-distributed-covid-19-outbreak-response</u>

## Agenda Items for Next Meeting

• UI Tax and Trust Fund Issues

## **Public Comments**

• Bruce Beckett

## Adjourned

Dan Zeitlin thanked everyone for their continued active participation and for their commitment to this work, then ended the meeting at 1:01 p.m.

## Next meeting

The next Unemployment Insurance Advisory Committee meeting is on Wednesday, October 14, 2020 from 10:00 am to 12:00 pm via Zoom.

#### Addendum I

## Agenda

Unemployment Insurance Advisory Committee (UIAC)

Thursday, October 1, 2020 | 11:30 am - 12:30 pm | Via Zoom

## Agenda Items

Time	Торіс
11:30 am	Welcome from Dan Zeitlin, Director, Policy, Data, Performance & Integrity Division, Employment Security Department (ESD) • Agenda Review
11:35 am	September Trust Fund Report - Dan Zeitlin, Director, ESD - Jeff Robinson, Manager, ESD
12:25 pm	Public Comments
12:30 pm	Adjourn
For more information, please visit the UIAC website at <a href="https://esd.wa.gov/newsroom/UIAC">https://esd.wa.gov/newsroom/UIAC</a>	

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