

MINUTES OF THE UNEMPLOYMENT INSURANCE BOARD MEETING
OCTOBER 20, 2010
INDIANA GOVERNMENT CENTER SOUTH
10 N. SENATE AVENUE – ROOM 301A
INDIANAPOLIS, IN 46204

Members present were Dave Collins; Joe Evans; Randy Maxwell; Paula Presnoples; Kent Tolliver and Kevin Tully, Vice President. Also in attendance from the Indiana Department of Workforce Development were Commissioner Mark Everson; Randy Gillespie, Chief Financial Officer; Michelle Marshel, Deputy Commissioner Communications; Ron Miller, Deputy Commissioner Ethics and Compliance/General Counsel Interim; Scott Sanders, Deputy Commissioner Systems Information and Analysis.

Mrs. Presnoples welcomed guests Tyler Campbell, Indiana House-Republicans; Brad Nemeth, former employee; Adam Vandosle with Indiana Legislative Insight; and Heather Zurcher, concerned taxpayer.

Mrs. Presnoples called the meeting to order at 10am and recognized a quorum was present.

Mr. Sanders introduced the updated Indiana Hoosier Hot 50 Jobs Website, <https://netsolutions.dwd.in.gov/hh50/>. The website had been updated to be more personal and contains interviews with employees of specific hot jobs that are available.

COMMISSIONER'S REPORT

Commissioner Everson began with an update on the Unemployment Insurance Oversight Committee. The committee consists of representatives from the House, Senate and Business community. The Commissioner discussed the overall economy, operations of the agency and the trust fund. There has been a decline in initial claims, and job creation has placed Indiana as a leader in the nation. One concern in the business community is that unemployed individuals are holding back and employers are not getting workers because they would rather collect unemployment insurance. He stated that Department of Workforce Development has been focusing on the training aspect and working with the Regional Workforce Boards giving them the option to analyze their desire to become a Workforce Investment Board. There was a short discussion regarding misclassification of workers. Commissioner Everson stated that this will not have a major effect on the trust fund.

OLD BUSINESS

Mrs. Presnoples asked if all Board members had reviewed the previous meetings minutes from September 15th 2010. A motion was made by Dave Collins and Kevin Tully seconded the motion. Motion approved.

OPERATIONAL UPDATE

Mr. Sanders gave the operational update in Ms. Johnson's absence. He stated Ms. Johnson was attending a UI Conference in Washington DC, and will update the board with her visit at the next meeting.

He directed everyone's attention to the UI Claims Chart. This chart showed the seasonality of initial claims and highlighted where layoffs occur for both construction and manufacturing. He then directed attention to the chart from 2005-2010 showing the effect of economic change in 2009 on claims processed. The next chart to be discussed was the UI Claims Chart on Federal and State claims ending in week 10/19/10. All current Federal programs are slated to expire the week ending December 4, 2010.

Mr. Gillespie gave an overview of the Trust Fund. He stated it has been imbalanced since 2001. Indiana has currently borrowed \$1.8 billion with a projection of \$2.0 billion by the end of the year and \$2.3 billion by 2011.

Mr. Gillespie discussed the states borrowing stating that \$40.7 billion is being loaned from the Federal Government right now and \$65 billion is projected by the end of the year by 2013. He then reviewed the Penalty and Interest Fund.

There was a short discussion regarding the Resolution Status Report. Discussion ensued.

NEW BUSINESS:

Mrs. Presnoples asked the members if there were any new business and there was none.

PRIVILEGE OF THE FLOOR:

The next board meeting will be November 17th, 2010.

ADJOURNMENT:

Mrs. Presnoples adjourned the meeting at 10:50am.