

TRAINING AND EMPLOYMENT NOTICE	NO. 29-04
	DATE May 6, 2005

TO: STATE WORKFORCE AGENCIES

FROM: CHERYL ATKINSON s/s
Administrator
Office of Workforce Security

SUBJECT: Selected Unemployment Insurance Tax Data from Form ETA 581,
Contribution Operations for the Quarter Ending June 30, 2004

1. Purpose. To provide summary performance data of the State Workforce Agencies' (SWAs) Unemployment Insurance (UI) tax programs and announce the posting of detailed performance data on the Employment and Training Administration's (ETA) Web site for the quarter ending (Q/E) June 30, 2004.
2. References. ET Handbook No. 401, 3rd Edition, Change 12.
3. Background. UI tax program performance data are derived from the ETA 581, Contribution Operations report. Prior to the Q/E 3/31/2004, these reports were distributed as UI Information Bulletins (UIIBs). Beginning with the Q/E 3/31/2004, Training and Employment Notices (TENs) are being used to transmit the data. Interested staff may review the information listed below by accessing the ETA Web site at: <http://wdr.doleta.gov/directives/>, choosing the desired TEN, and clicking on the appropriate hyperlink(s). The previously issued UIIBs will continue to be available at: <http://www.workforcesecurity.doleta.gov/>, under "Advisories."
4. Action. State Administrators are requested to distribute this advisory to appropriate program staff.
5. Inquiries. Inquiries should be directed to the appropriate ETA regional office.
6. Web Site Hyperlinks. Click on the link(s) below to view the desired data.

Analysis	Analysis of ETA 581, Contribution Operations Data, Q/E 06/30/2004
Table 1	Status Determination Promptness, Q/E 06/30/2004
Table 2	Filing Reports – Contributory Employers, Q/E 06/30/2004
Table 3	Filing Reports – Reimbursing Employers, Q/E 06/30/2004
Table 4	Collection Activity (Contributory and Reimbursable Receivables), Q/E 06/30/2004
Table 5	Percent Distribution of Age of Receivables, Q/E 06/30/2004
Table 6	Audit Activity, Q/E 06/30/2004
Table 7	Audit Changes in Total Wages and Contributions, Q/E 06/30/2004

Summary of National Totals Selected Data from State ETA 581 Reports Quarter Ending June 30, 2004

Subject Employers - Nationally

Total Number of Contributory Employers Reported:	7,023,952	¹
Total Number of Reimbursing Employers Reported:	99,154	²
Total of all Liable and Active Employers Reported:	7,123,106	

Status Determination Promptness (Detailed on Table 1)

	<u>Total Number of Determinations</u>	<u>% Completed in 90 Days or Less</u>	<u>% Completed in 180 Days or Less</u>
New Employers	240,432	84.7%	91.7%
Successor Employers	34,527	75.9%	85.1%

Employer Report Filing (Detailed on Tables 2 & 3)

	<u>% Filed Timely</u>	<u>% Secured</u>	<u>% Resolved</u>
Contributory Employers	87.1%	92.3%	97.4%
Reimbursing Employers	88.4%	94.2%	96.8%

Receivables (Detailed on Table 4)
Contributory & Reimbursable Combined

Beginning Balance	\$659,671,779	New Receivables	\$1,119,531,988
Amount Liquidated	\$906,073,895	Declared Uncollectible	\$13,646,485
Removed Due to Age	\$58,993,654	Ending Balance	\$800,489,733

National Audit Activity (Detailed on Tables 6 & 7)

Audits Completed	30,835	Average Hours per Audit	7.0
Large Employer Audits	781	Average Quarters Audited	4.4
Change Audits	12,791	Audit Penetration-Qtr.	0.44% ³

Total Wages Under Reported	\$618,456,406	Contributions Under Reported	\$7,113,279
Total Wages Over Reported	\$188,411,182	Contributions Over Reported	\$1,951,073
Gross Change	\$806,867,588	Gross Change	\$9,064,352
Employees Misclassified as Independent Contractors Discovered in Audits:			35,356

¹ Total does not include the Virgin Islands (estimated to have about 5,000 contributing employers).

² Total does not include the Virgin Islands (estimated to have about 100 reimbursing employers).

³ In order to be on target for completing the national objective, 0.50% should have been completed. The audit objective for C/Y 2004 is computed by taking 2.0% of the contributing employers counted on 9/30/2003.