



GRETCHEN WHITMER  
GOVERNOR

STATE OF MICHIGAN  
DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY  
LANSING

SUSAN CORBIN  
DIRECTOR

## MEMORANDUM

**DATE:** October 6, 2023

**TO:** Honorable Sarah Anthony, Chair, Senate Appropriations Committee  
Honorable Angela Witwer, Chair, House Appropriations Committee  
Kathryn Summers, Director, Senate Fiscal Agency  
Mary Ann Cleary, Director, House Fiscal Agency  
Chris Harkins, Director, State Budget Office

**FROM:** Julia Dale, Director  
Michigan Unemployment Insurance Agency  
Department of Labor and Economic Opportunity

**SUBJECT:** Pursuant to Section 1076 of PA 166 of 2022  
Unemployment Insurance Agency Fraud and Noncompliance Reporting

Attached is the Unemployment Insurance Agency Fraud and Noncompliance Reporting document for the 4th quarter of fiscal year 2022/2023, prepared by the Unemployment Insurance Agency, pursuant to Section 1076 of PA 166 of 2022.

Should you have any questions regarding this report or need additional information please contact Rachael Wineland, UIA Legislative Liaison, at [WinelandR@michigan.gov](mailto:WinelandR@michigan.gov) or 517- 290-3053.

cc: Members – Senate Appropriations Committee  
Members – House Appropriations Committee



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**Unemployment Insurance Agency  
Fraud and Noncompliance Report  
Quarterly Report 3rd Quarter: July 1 – September 30, 2023**

Sec. 1076. The department of Labor and Economic Opportunity, on behalf of the Unemployment Insurance Agency, shall provide a quarterly report to the members of the senate and house committees on appropriations, the senate and house fiscal agencies, and the state budget director that includes, but is not limited to, the following:

- a) The number of new fraudulent and noncompliant cases that have been identified or issued by UI, classified by employer or claimant during the quarter:

Employers:     0 fraudulent cases, 9,188 negligence penalty cases,  
                  8,925 non-reporting penalty cases, 14,637 wage penalty cases,  
                  13,972 late reporting penalty cases

Claimants:     2,706 new fraudulent cases

- b) The total amount of penalties and interest issued on fraudulent and noncompliant cases during the quarter:

Employers     \$ 11,688,499.79  
Claimants     \$ 906,019.47

- c) The total amount of penalties and interest dollars received during the quarter by employer or claimant:

Employers     \$ 7,284,096.68  
Claimants     \$ 505,372.99

- d) The total amount of penalties and interest still owed to the state by employer or claimant:

Employers     \$ 9,499,369.00<sup>1</sup>  
Claimants     \$ 6,740,000.00<sup>1</sup>

- e) The number of fraudulent cases that have been appealed by an employer or claimant during the quarter:

24 Claimant fraud cases appealed, and 0 Employer Fraud cases appealed

<sup>1</sup> As reported audited Fiscal Year 2023 Contingent Fund – not yet published.

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