



GRETCHEN WHITMER  
GOVERNOR

STATE OF MICHIGAN  
DEPARTMENT OF LABOR AND ECONOMIC OPPORTUNITY  
LANSING

SUSAN CORBIN  
DIRECTOR

**MEMORANDUM**

**DATE:** May 7, 2024

**TO:** Honorable Mary Cavanagh, Chair, Senate Appropriations  
Subcommittee on LEO/MEDC  
Honorable Will Snyder, Chair, House Appropriations Subcommittee on Labor,  
Economic Development, and Lifelong Learning  
Kathryn Summers, Director, Senate Fiscal Agency  
Mary Ann Cleary, Director, House Fiscal Agency  
Jen Flood, State Budget Director

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

**SUBJECT:** Pursuant to Section 803 of PA 119 of 2023  
Unemployment Insurance Agency Fraud and Noncompliance Reporting

Attached is the Unemployment Insurance Agency Fraud and Noncompliance Reporting document for the 2nd quarter of fiscal year 2023/2024, prepared by the Unemployment Insurance Agency, pursuant to Section 803 of PA 119 of 2023.

Should you have any questions regarding this report or need additional information please contact Kim Breitmeyer, UIA Legal & Compliance Bureau Administrator, at [Breitmeyerk@michigan.gov](mailto:Breitmeyerk@michigan.gov) or 517-643-7596.

cc: Members – Senate Appropriations Subcommittee on LEO/MEDC  
Members – House Appropriations Subcommittee on Labor, Economic Development, and Lifelong Learning  
Senate Policy Office  
House of Representatives Policy Office

**Unemployment Insurance Agency  
Fraud and Noncompliance Report  
Quarterly Report 2nd Quarter: Jan 1 – Mar 31, 2024**

Sec. 803. 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 the UIA, classified by employer or claimant during the quarter:

Employers:     0 fraudulent cases, 6,405 negligence penalty cases,  
                  9,058 non-reporting penalty cases, 13,646 wage penalty cases,  
                  13,126 late reporting penalty cases

Claimants:     2,564 new fraudulent cases

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

Employers     \$ ( \$ 3 0 , 5 1 9 , 3 9 6 . 0 5 )  
Claimants     \$    426,180.76

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

Employers     \$5 , 9 3 3 , 8 5 6 . 4 0  
Claimants     \$   1,067,839.00

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

Employers     \$8 , 7 4 7 , 9 1 5  
Claimants     \$   5,100,000

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

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