## Notes on Senate Committee on Economic Development, Housing and General Affairs 1/17/2024 8:00 am meeting on *Unemployment Insurance Wait Times*

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## **Opening testimony: Michael Harrington, Commissioner of VDOL**

- Technical problems at VDOL:
  - <u>Technical issues:</u> 40 year old system with inefficient mechanisms. Prone to error when interacting with other systems
  - <u>December issue:</u> System only processed every other name for UI
    - Mostly resolved. Still around 10% of those locked out are unable to claim. VDOL is committed to ensuring all receive all their benefits.
  - Priority solutions (Denise Reilly-Hughes, Secretary, Agency of Digital Services)
    - 1. Addressing backlog and getting claimants paid on time
      - Staffing issues: Need people who understand the system and unemployment insurance. Improvements made in recent years but "not sure [they'll] ever be" fully staffed.
    - 2. Establish Stability
      - Need the system to function the next few years
      - The risk of a total system failure is "Orange to red," stabilization is a "critical priority"
        - "Stable" would be getting it to "yellow"
          - Update in the next few weeks will hopefully get them there
    - 3. Modernization/Replacement of system
      - Will take several years
        - Awaiting greenlight on contract (must remain confidentiality due to negotiations ongoing)
        - Optimistic new system will work much better

## **Questions from committee:**

- Senator Clarkson:
  - Q: What is the status of the phone system currently?
    - Response:
      - Misconception that staff stop answering at 4:30. Staff will stay until 6:00 (when the system shuts down) to answer calls in the queue. All others will receive call-backs. We call multiple times.

- Average hold times are down.
- Senator Brock:
  - Q: What is the hold time now?
    - Response:
      - Maximum is about 4 hours; average is 2-2 <sup>1</sup>/<sub>2</sub>
  - Q: When do people get called back?
    - Response:
      - Within 24 hours, most before the end of the day.
- Senator Harris:
  - Q: Do people know their call will be returned, even after 4:30pm?
    - Response:
      - Recently sent a mass email to the whole claimant population informing them to "Stay on the line your call will be answered."
  - Q: What is the number of the claimant population
    - Response:
      - Number always in flux. People must file to be registered and they're filing for the preceding week. Someone may have gone back to work.
      - 3,500-4,000 in recent weeks
        - \*if they couldn't get through, they wouldn't be counted\*
        - Pre pandemic: closer to 5-6k
          - Tight labor market now
  - Q: What is the number of late/backlogged payments from UI?
    - Response:
      - Hard to say exactly, but "gut feeling"= roughly 10% (250-350 people)
        - Hope is that it is less
- Senator Clarkson:
  - Q: How many people are still out of work as a result of the flood?
    - Response:
      - Hard to say. Roughly 1,500 people qualified for regular UI post-flood. Most likely back to work.
        - 26 week benefits cap pushed people to new jobs
- Senator Harris:
  - Q: Because we are stuck with the old system for a few years, could there be a dashboard on the VDOL website that displays "number of claimants, average/maximum time on hold, time until processing."
    - Response:
      - Something like that live today (1/17/24)

- Call center numbers are a bit tricky to nail down accurately
  - Current system averages whole day, so presents low wait time'
- Susan Garcia, Vermont Legal Aid
  - Q: will there be wait times for non-monetary issues (adjudications/eligibility) on the dashboard?
    - Response:
      - Software makes data collection hard (all calculations are manual)
        - Tracks issues, not cases
        - Average of 45 days for adjudication/fact finding
      - Must "truth-check" before it goes on dashboard, but it's possible
- Senator Ram Hinsdale:
  - Q: Are you understaffed for adjudicators?
    - Response:
      - 20% on average vacancy rate
        - High turnover in first 6 weeks
          - Very hard to be VDOL staff
  - Q: Is there a communication channel with case workers who help those people?
    - Response:
      - VDOL engages with regular communication with Vermont Legal Aid
        - But, confidentiality prevents direct exchange of info without verification of who is asking
      - Goal is more instantaneous/timely communication
        - Always adding people to email list, or they can sign up for it
        - Dedicated UI communication person now
        - Must balance speed with accuracy