

TRAINING AND EMPLOYMENT NOTICE	NO. 9-05
	DATE October 14, 2005

TO: STATE WORKFORCE AGENCIES

FROM: CHERYL ATKINSON *Cheryl Atkinson*
Administrator
Office of Workforce Security

SUBJECT: Selected Unemployment Insurance Tax Data from Form ETA 581,
Contribution Operations for the Quarter Ending December 31, 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) December 31, 2004.
2. References. ET Handbook No. 401, 3rd Edition, Change 12.
3. Background. UI tax program performance data are derived from the quarterly ETA 581, Contribution Operations report. Prior to the Q/E 3/31/2004, these national summaries of the reported quarterly data 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 TENs and related attachments on the ETA web site at: <http://wdr.doleta.gov/directives/>. 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. Attachments.
Analysis of ETA 581
Data Tables 1 – 8

**Summary of National Totals
Selected Data from State ETA 581 Reports
Quarter Ending December 31, 2004**

Subject Employers - Nationally

Total Number of Contributory Employers Reported:	7,101,118	¹
Total Number of Reimbursing Employers Reported:	100,064	²
Total of all Liable and Active Employers Reported:	7,201,182	

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	199,079	84.4%	91.8%
Successor Employers	24,339	65.2%	77.4%

Employer Report Filing (Detailed on Tables 2 & 3)

	<u>% Filed Timely</u>	<u>% Secured</u>	<u>% Resolved</u>
Contributory Employers	87.9%	93.2%	96.5%
Reimbursing Employers	89.1%	94.6%	96.4%

**Receivables (Detailed on Table 4)
Contributory & Reimbursable Combined**

Beginning Balance	\$747,768,950	New Receivables	\$679,605,846
Amount Liquidated	\$543,575,683	Declared Uncollectible	\$36,013,874
Removed Due to Age	\$56,971,891	Ending Balance	\$790,813,348

National Audit Activity (Detailed on Tables 6 & 7)

Audits Completed-objective 34,800	29,201	% of Audit Objective Completed-Qtr. ³	84%
Large Employer Audits	848	Average Hours per Audit	7.5
Change Audits	13,005	Average Quarters Audited	4.6
Total Wages Under Reported	\$658,258,408	Contributions Under Reported	\$69,173,405
Total Wages Over Reported	\$145,081,474	Contributions Over Reported	\$17,868,920
Gross Change (wages)	\$803,339,882	Gross Change (contributions)	\$87,042,325
Employees discovered in audits that had been misclassified as independent contractors:			36,639

¹ Total does not include the Virgin Islands (estimated to have about 3,200 contributing employers).

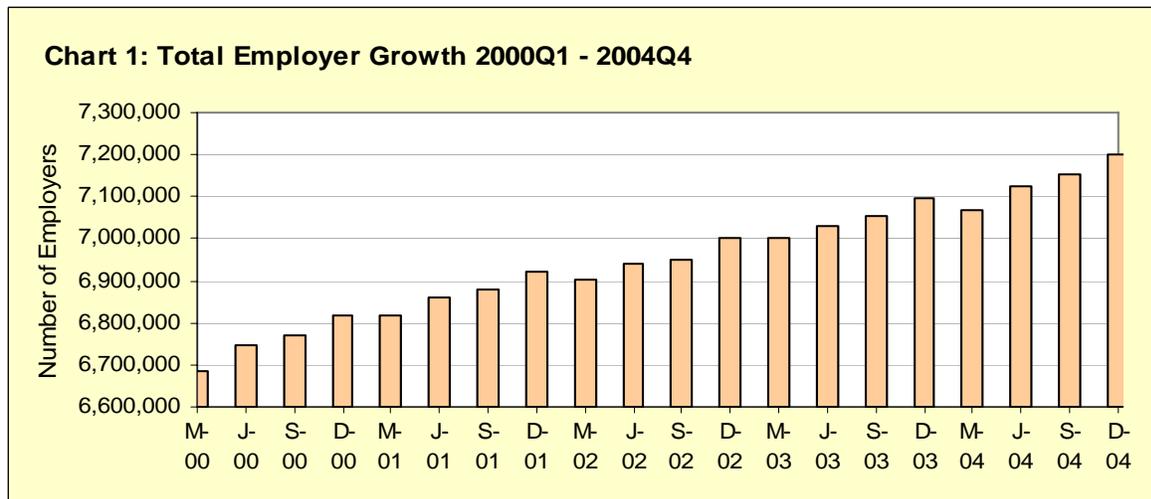
² Total does not include the Virgin Islands (estimated to have about 100 reimbursing employers).

³ During the fourth quarter CY 2004, SWAs completed 84% of their quarterly objective of 34,800 audits.

Analysis of ETA 581, Contribution Operations Data - Quarter Ending 12/31/2004

Subject Employers

By the end of calendar year (CY) 2004, the number of employers covered under state unemployment insurance compensation laws reached a new high of 7,201,182. This total includes both contributing and reimbursing employers and is an increase of 49,459



over the quarter ending (Q/E) September 30, 2004, and an increase of 106,019 for the CY 2004¹. The count of reimbursing employers also reached a new high of 100,064 employers surpassing the 100,000 plateau for the first time. Inactivations and terminations have declined. During the report quarter, State Workforce Agencies (SWAs) reported closing 185,146 accounts compared to 189,314 one year ago.

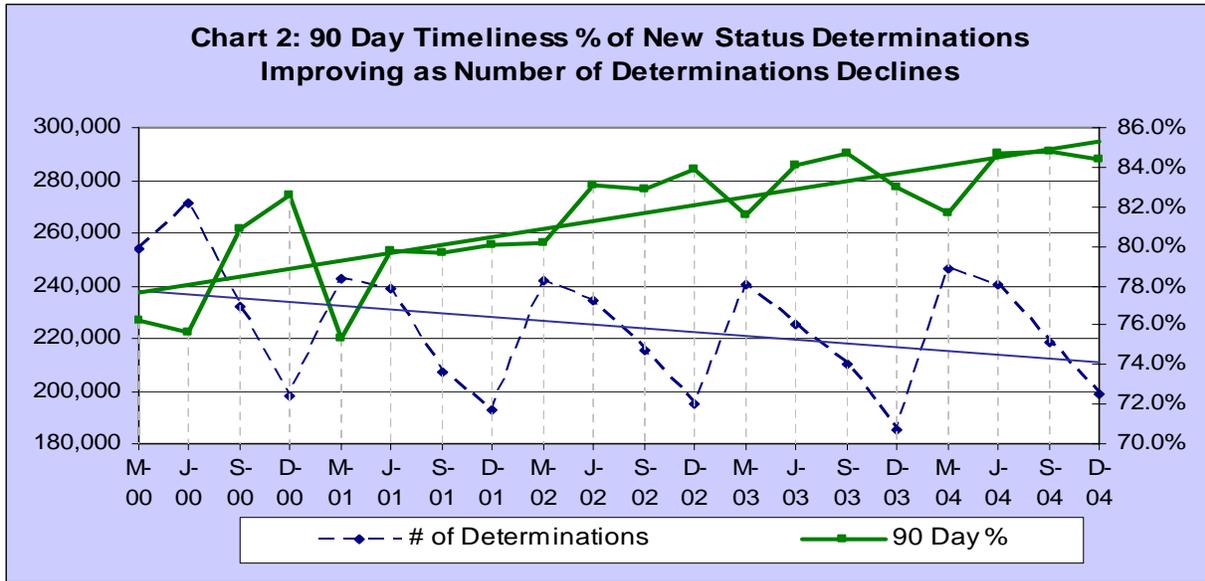
Status Determinations

The volume of status determinations establishing liability for new employers appears to have reversed the declining trend established over the past three years, as shown on Chart 2 (Note the left axis and dash data line). Status determinations were up for each quarter in 2004 compared to corresponding quarters for 2002 and 2003. Although determinations for the quarter ending December 31, 2004, declined to 199,079 from 218,406 the previous quarter, the total for the 2004 CY year was up by 13,675 compared to the previous year.

Of the 199,079 determinations made during the quarter, 167,952 (approximately 84.4%) were made within 90-days-or-less from the end of the quarter in which the employer first became liable. The axis on the right (Chart 2) shows the national aggregate percentages for timely (within 90 days of the end of the quarter in which liability occurred) determinations. By displaying both the performance percentage and the

¹ Totals do not include approximately 3,200 contributing and 100 reimbursing employers for the Virgin Islands.

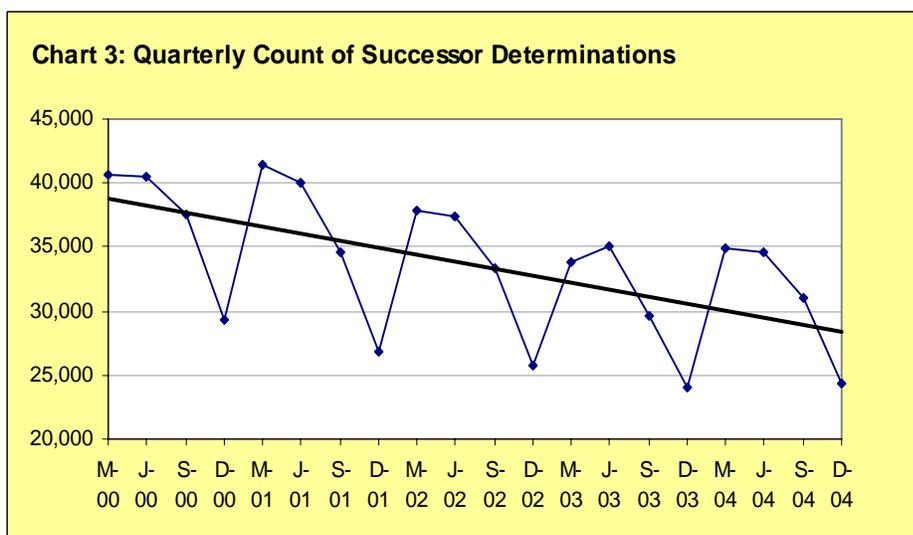
volume of new status determinations on the same chart, a relationship can be seen



between the volume of work and performance. In most quarters, an increase in volume fosters a corresponding decline in performance. This is most evident on Chart 2 for quarters ending in March.

Only three states failed to meet the CY 2004 State Quality Service Plan (SQSP) objective of making at least 60% of their determinations within the 90 day measure; Arizona (42.3%), Puerto Rico (49.8%) and the Virgin Islands (no report). Nationally, SWAs reported that 182,824 fourth quarter determinations (91.8%) were made within the 180-days-or-less measure.

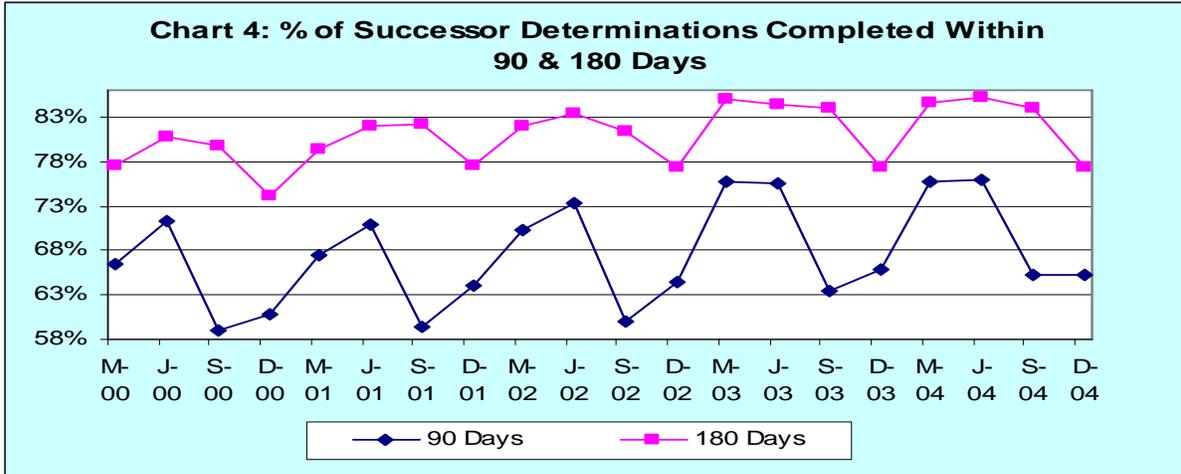
Successor Determinations



SWAs made 24,339 successor determinations during the quarter, a decline of 6,683 from the Q/E September 30, 2004, but an increase of 269 determinations over the same quarter one year ago (see Chart 3). Volume for the 2004 calendar year increased by 2,145

determinations compared to CY 2003. Although the trend for successor determinations

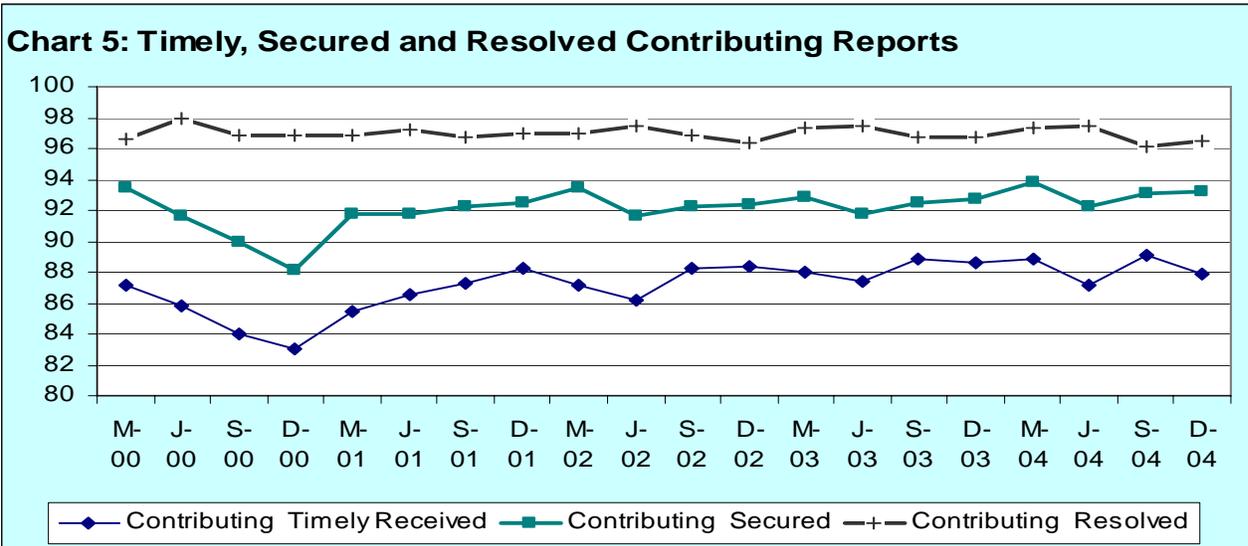
is declining in a pattern similar to that of new status determinations, the volume for the last year is up.



While successor determinations declined by 6,683 from the previous quarter, performance did not show the expected increase in response to the lower volume. See Chart 4. Reasons for the slight decline, rather than the usual increase, are not clear.

Filing Reports – Contributory and Reimbursing Employers

SWAs were expecting over 7.1 million contributing employers to file third quarter contribution and wage reports during the report quarter, of which 87.9% were received "timely" by the states' due dates. By the end of the report quarter (December 31, 2004), 93.2% of the reports had been "secured" either by voluntary filing or as a result of state



collection efforts.

The "resolved" measure of 96.5% represents, as of the end of December, the status of reports that were due during the quarter ending September 30, 2004, i.e., the

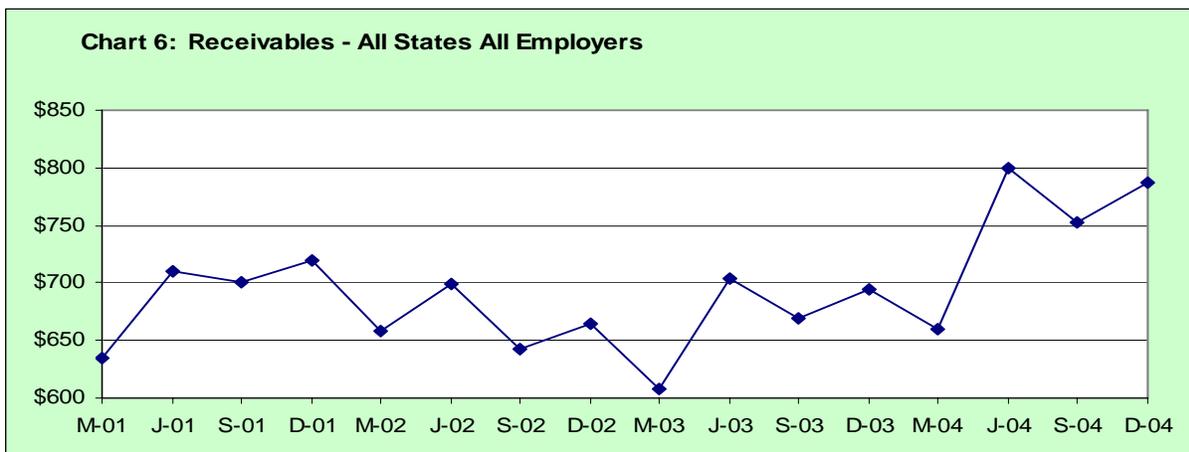
contribution and wage reports reporting wages that were paid during April, May, and June 2004. The resolved score represents a percentage derived from a cumulative count of those second quarter tax reports that were filed timely, plus the secured reports that were secured by September 30, 2004, plus the reports that were resolved by other means during the report quarter ending December 31, 2004. For example, the resolved reports measure includes reports that were determined to not be due as a result of inactivation or closure of the account and reports for which SWAs have established legally due and collectable assessments, levies or judgments.

Nationally, SWAs reported that reimbursing employers filed 89.1% of their reports timely, 94.6% were secured and 96.4% were resolved. For comparison, these scores for the Q/E September 30, 2004, were 90.8% timely, 95.2% secured and 95.4% resolved.

See Tables 2 and 3 for report delinquency scores of contributory and reimbursing employers, reported by state and region.

Total Receivables – Contributory and Reimbursable Employers Combined

Past due contributions and reimbursements rose by 4.6% during the quarter to a total of \$786.7 million. This is an increase of \$34.7 million for the three month period from October 1 through December 31, 2004. Compared to one year ago receivables are up by \$91.8 million, an increase of 13.2%. For the CY, thirty-one states experienced an increase in receivables, and twenty-one states reported that receivables declined. Four states experienced gains exceeding \$10 million; California – \$24,432,891, Florida – \$18,235,910, Mississippi - \$13,957,202, North Carolina – \$17,541,113. The largest reductions for CY 2004 were reported by Maryland – \$4,808,536, and Puerto Rico – \$5,620,643. Chart 6 below presents a visual representation of the growth of the national total for receivables for years 2001 through 2004.

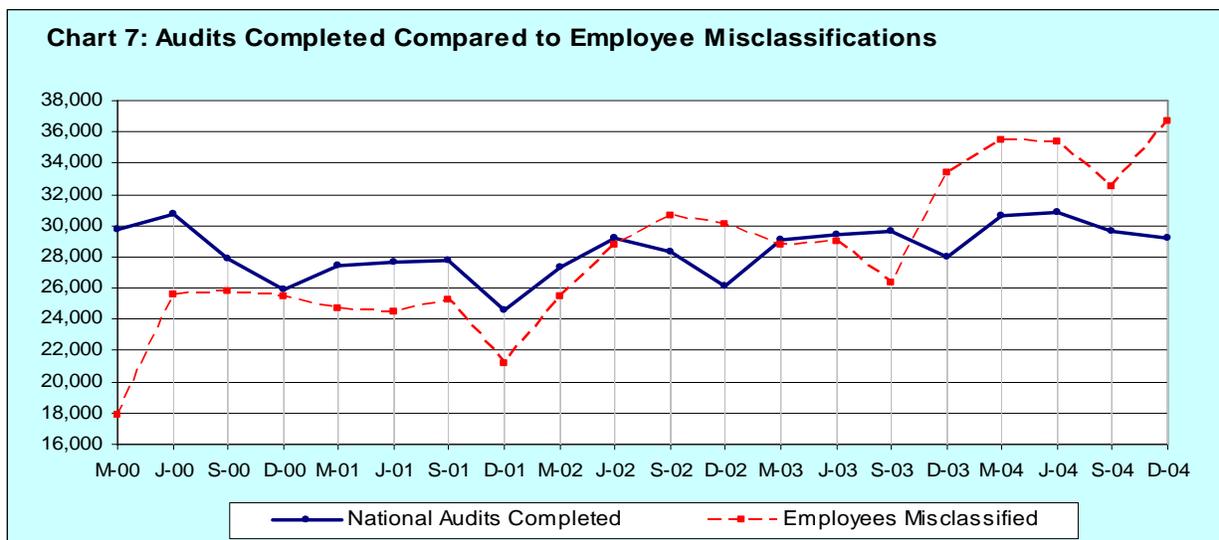


See Table 4 for collection activities and state receivable balances as of the end of December 2004.

Audit Activity

For the quarter ending December 31, 2004, state field auditors completed 29,201 audits of employers' records to ensure that payments to workers for services were being reported correctly. For CY 2004, SWAs completed 120,243 audits, an increase of 3,962 audits over CY 2003. Chart 7 shows the number of audits completed per quarter along with the number of employee misclassifications discovered as a result of the audits.

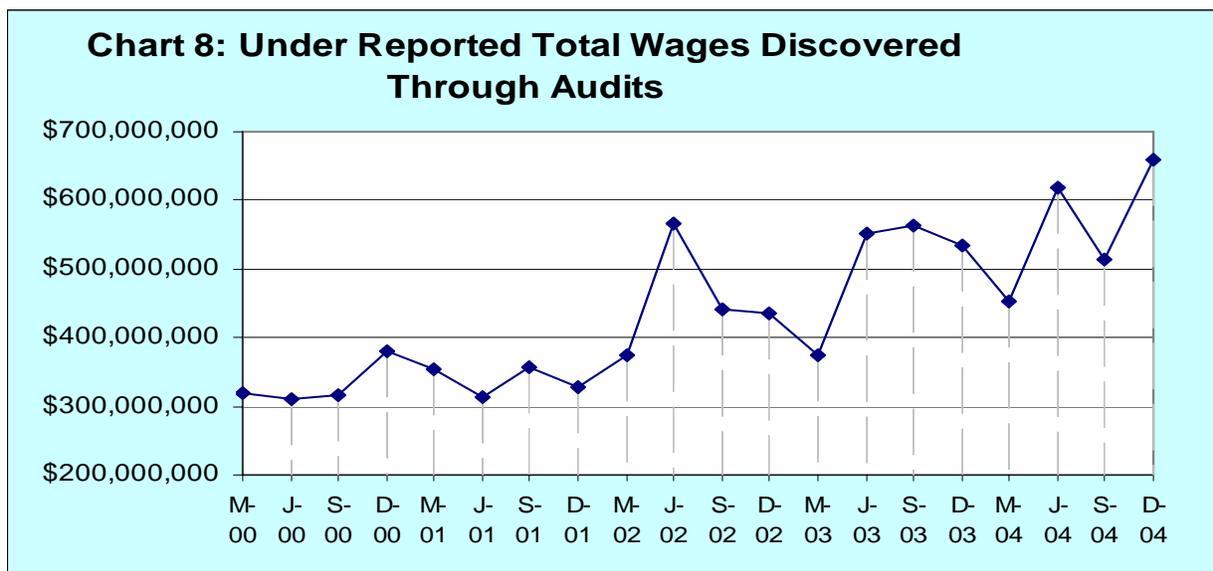
Employee misclassifications have been showing a steady increase since the requirement for reporting this information became effective with the quarter ending March 31, 2000. Two factors probably account for the increase: first, with the passage of each quarter, more states are developing the electronic capability of accurately counting and reporting this information (Only one state failed to report misclassifications in 2004); and second, with the increased attention and usage of the 1099 MISC extract tape that is provided to interested states by the Internal Revenue Service (IRS), states are becoming more adept at selecting employers for audit that are likely to be misclassifying employees.



Five of the six regions and 36 states either met or exceeded their 2.0% penetration objective for audits during CY 2004. New York completed 10,577 audits (2.3%) for the highest yearly total. Vermont was the state with the highest percentage of completed audits at 4.2%. New Jersey audited 245 large employers, 4.5% of their total audit objective, which was more than any other state. In addition, New Jersey discovered 15,921 employees that had been misclassified as independent contractors averaging 2.5 per audit, also high for the nation. The CY 2004 national average for misclassifications was 1.24 employees per audit.

The increase in unreported total wages discovered through the audit program, as shown on Chart 8, is primarily the result of the additional 3,962 audits for the year (over CY 2003) that were completed by the SWAs and the Department's focus on integrity issues.

These include joint DOL and IRS telephone conferences encouraging more SWAs to utilize the 1099 MISC extract tapes and the recently passed federal legislation requiring



SWAs to incorporate SUTA dumping detection functions into their state tax systems. Both are DOL initiatives now in process that should continue to promote greater employer compliance with UI laws.

STATUS DETERMINATION PROMPTNESS
 Quarter Ending 12/31/2004

6/22/2005

State	New Employers			Successor Employers		
	Number Determinations	% Within 90 Days	% Within 180 Days	Number Determinations	% Within 90 Days	% Within 180 Days
Connecticut	2,141	87.2%	91.9%	650	64.3%	75.5%
Maine	926	86.0%	94.4%	181	72.9%	81.2%
Massachusetts	4,210	85.1%	93.7%	316	69.6%	85.1%
New Hampshire	1,042	85.8%	90.8%	214	70.1%	78.5%
New Jersey	8,391	79.3%	90.8%	660	32.4%	37.6%
New York	15,305	90.6%	96.1%	1,133	77.3%	88.8%
Puerto Rico	1,102	49.8%	73.0%	90	40.0%	56.7%
Rhode Island	770	96.1%	97.8%	170	87.6%	91.8%
Vermont	512	74.2%	85.5%	146	76.7%	86.3%
Virgin Islands	INA	INA	INA	INA	INA	INA
REGION 01	34,399	85.3%	93.2%	3,560	64.8%	74.8%
Delaware	660	73.3%	83.3%	22	72.7%	81.8%
District of Columbia	865	86.9%	90.2%	17	52.9%	58.8%
Maryland	4,616	78.6%	82.3%	345	90.4%	93.9%
Pennsylvania	6,659	72.9%	86.6%	609	60.9%	74.2%
Virginia	5,269	83.1%	90.4%	1,140	57.7%	70.4%
West Virginia	842	90.5%	94.1%	131	75.6%	80.9%
REGION 02	18,911	78.6%	87.0%	2,264	64.7%	75.6%
Alabama	2,115	81.8%	89.8%	593	69.3%	81.1%
Florida	18,330	79.9%	92.2%	702	77.9%	88.6%
Georgia	5,586	91.5%	95.3%	848	55.4%	68.3%
Kentucky	1,972	88.0%	93.0%	342	36.3%	72.8%
Mississippi	1,294	83.3%	91.0%	363	80.4%	89.8%
North Carolina	4,399	84.9%	93.0%	845	58.6%	70.8%
South Carolina	2,543	87.1%	95.4%	436	87.8%	94.0%
Tennessee	3,724	83.1%	89.7%	554	73.8%	84.7%
REGION 03	39,963	83.4%	92.5%	4,683	66.9%	79.7%
Arkansas	1,666	87.3%	93.8%	159	87.4%	93.7%
Colorado	4,951	96.1%	99.2%	458	83.4%	88.0%
Louisiana	2,045	84.6%	90.9%	517	64.8%	74.7%
Montana	930	90.4%	94.6%	64	73.4%	76.6%
New Mexico	1,200	89.5%	95.4%	31	25.8%	90.3%
North Dakota	418	81.6%	90.9%	133	60.2%	75.9%
Oklahoma	2,011	84.5%	91.2%	379	55.4%	75.5%
South Dakota	279	81.7%	87.8%	170	83.5%	92.4%
Texas	12,154	83.7%	89.7%	1,667	71.1%	83.1%
Utah	2,340	92.6%	95.0%	261	82.0%	88.1%
Wyoming	487	82.5%	88.9%	94	74.5%	79.8%
REGION 04	28,481	87.3%	92.6%	3,933	71.5%	82.6%

Table 1, page 2

STATUS DETERMINATION PROMPTNESS
Quarter Ending 12/31/2004

6/22/2005

STATE	New Employers			Successor Employers		
	Number Determinations	% Within 90 Days	% Within 180 Days	Number Determinations	% Within 90 Days	% Within 180 Days
Illinois	6,013	73.6%	92.6%	1,316	55.7%	75.9%
Indiana	2,874	86.6%	92.2%	604	69.5%	72.7%
Iowa	1,329	74.7%	87.1%	462	49.1%	70.3%
Kansas	1,594	71.5%	84.8%	276	64.9%	83.0%
Michigan	4,913	81.5%	90.0%	832	32.1%	51.1%
Minnesota	3,354	92.4%	95.6%	349	86.2%	89.1%
Missouri	3,997	74.9%	89.8%	1,159	50.9%	70.1%
Nebraska	1,046	83.7%	90.0%	230	87.4%	93.9%
Ohio	5,065	90.9%	95.4%	677	43.7%	64.5%
Wisconsin	3,288	70.9%	87.0%	596	73.5%	86.1%
REGION 05	33,473	80.5%	91.3%	6,501	56.2%	72.4%
Alaska	382	86.6%	94.2%	63	55.6%	69.8%
Arizona	2,557	42.3%	69.2%	725	35.6%	52.8%
California	25,055	91.4%	93.0%	534	66.9%	76.0%
Hawaii	835	88.5%	92.6%	46	73.9%	84.8%
Idaho	1,801	88.1%	92.2%	2	50.0%	50.0%
Nevada	2,212	90.0%	94.2%	260	64.6%	76.5%
Oregon	3,356	87.2%	93.9%	653	87.3%	93.3%
Washington	7,654	91.8%	95.4%	1,115	96.8%	97.3%
REGION 06	43,852	88.0%	92.1%	3,398	73.6%	81.4%
US TOTAL	199,079	84.4%	91.8%	24,339	65.2%	77.4%

FILING REPORTS - CONTRIBUTORY EMPLOYERS
Quarter Ending 12/31/2004

6/22/2005

State	Timely and Secured			Resolved	
	Actual No. Employers	% Reports Timely	% Reports Secured	Actual No. Employers	% Previous Qtr Reports Resolved
Connecticut	94,889	92.0%	93.5%	95,711	96.6%
Maine	39,092	94.1%	97.5%	38,883	99.4%
Massachusetts	175,292	88.1%	92.7%	174,696	103.0%
New Hampshire	38,895	93.7%	96.3%	38,483	99.5%
New Jersey	254,996	84.4%	85.7%	250,901	88.6%
New York	470,308	77.7%	99.4%	470,771	101.4%
Puerto Rico	59,332	58.1%	65.7%	49,490	0.0%
Rhode Island	31,881	94.0%	96.7%	31,629	98.2%
Vermont	20,393	94.6%	99.2%	20,176	102.1%
Virgin Islands	INA	INA	INA	INA	INA
REGION 01	1,185,078	82.6%	93.1%	1,170,740	94.0%
Delaware	25,656	83.7%	87.1%	25,465	0.3%
District of Columbia	26,744	90.6%	92.2%	26,715	97.1%
Maryland	134,556	89.3%	94.1%	136,076	98.7%
Pennsylvania	268,060	92.1%	94.2%	267,281	95.9%
Virginia	170,511	88.2%	90.7%	170,213	98.8%
West Virginia	36,030	92.0%	99.8%	35,984	103.0%
REGION 02	661,557	90.1%	93.2%	661,734	94.0%
Alabama	84,885	90.0%	93.9%	84,802	95.7%
Florida	439,851	86.7%	90.6%	436,727	101.5%
Georgia	201,924	84.4%	89.1%	200,699	97.4%
Kentucky	81,402	90.4%	93.3%	81,122	98.6%
Mississippi	53,216	90.0%	95.2%	53,101	100.2%
North Carolina	180,419	88.1%	95.2%	180,464	102.4%
South Carolina	91,593	90.2%	94.7%	91,324	97.2%
Tennessee	107,917	94.6%	98.1%	109,898	100.2%
REGION 03	1,241,207	88.1%	92.6%	1,238,137	99.9%
Arkansas	60,483	88.3%	94.8%	60,238	98.6%
Colorado	143,840	89.5%	92.8%	142,173	96.1%
Louisiana	94,459	84.2%	90.4%	94,104	103.4%
Montana	33,796	91.3%	96.9%	33,844	100.1%
New Mexico	41,545	90.7%	94.2%	41,397	95.6%
North Dakota	17,937	100.5%	106.8%	17,917	107.5%
Oklahoma	75,533	89.9%	97.3%	75,149	102.4%
South Dakota	22,791	94.1%	101.4%	22,586	102.6%
Texas	399,349	91.9%	97.7%	398,977	99.8%
Utah	59,982	93.2%	97.7%	58,859	101.2%
Wyoming	19,507	44.4%	77.9%	19,318	81.6%
REGION 04	969,222	89.7%	95.7%	964,562	99.5%

FILING REPORTS - CONTRIBUTORY EMPLOYERS
Quarter Ending 12/31/2004

6/22/2005

State	Timely and Secured			Resolved	
	Actual No. Employers	% Reports Timely	% Reports Secured	Actual No. Employers	% Previous Qtr Reports Resolved
Illinois	279,901	90.7%	94.9%	278,331	102.5%
Indiana	123,343	90.2%	93.6%	123,169	95.0%
Iowa	67,130	92.3%	95.5%	66,824	99.6%
Kansas	68,385	88.8%	97.5%	67,925	99.5%
Michigan	209,183	81.2%	89.2%	208,247	90.7%
Minnesota	129,356	92.2%	95.8%	129,437	100.7%
Missouri	130,901	76.5%	100.2%	130,057	105.7%
Nebraska	44,442	94.5%	99.0%	44,065	101.8%
Ohio	225,503	92.7%	96.8%	225,112	99.1%
Wisconsin	121,620	92.6%	96.0%	120,432	100.9%
REGION 05	1,399,764	88.6%	95.2%	1,393,599	99.2%
Alaska	16,898	91.9%	95.6%	16,907	98.5%
Arizona	109,503	91.6%	95.5%	109,926	100.7%
California	1,052,450	87.8%	87.9%	1,055,867	89.1%
Hawaii	29,432	89.3%	94.1%	29,441	97.0%
Idaho	42,243	89.5%	97.5%	41,544	99.8%
Nevada	50,523	92.2%	97.2%	49,907	100.6%
Oregon	100,443	87.2%	91.8%	100,550	97.0%
Washington	193,481	93.5%	96.4%	191,038	99.2%
REGION 06	1,594,973	89.0%	90.4%	1,595,180	92.5%
US TOTAL	7,051,801	87.9%	93.2%	7,023,952	96.5%

FILING REPORTS - REIMBURSING EMPLOYERS
Quarter Ending 12/31/2004

6/22/2005

State	Timely and Secured			Resolved	
	Actual No. Employers	% Reports Timely	% Reports Secured	Actual No. Employers	% Previous Qtr Reports Resolved
Connecticut	1,429	92.1%	93.6%	1,437	95.9%
Maine	1,066	97.2%	99.2%	1,066	99.4%
Massachusetts**	INA	INA	INA	INA	INA
New Hampshire	922	96.1%	98.3%	918	98.9%
New Jersey	1,965	93.5%	93.8%	1,968	94.5%
New York	10,442	67.0%	82.4%	10,406	82.9%
Puerto Rico	449	12.7%	79.7%	425	0.0%
Rhode Island	1,267	96.6%	97.0%	1,258	98.0%
Vermont	860	97.3%	99.4%	857	100.1%
Virgin Islands	INA	INA	INA	INA	INA
REGION 01	18,400	77.1%	88.0%	18,335	86.9%
Delaware*	INA	INA	INA	INA	INA
District of Columbia	498	91.0%	93.6%	497	95.4%
Maryland	1,539	96.6%	98.4%	1,532	99.6%
Pennsylvania	6,640	97.1%	98.2%	6,611	99.9%
Virginia	1,260	95.0%	96.5%	1,256	100.3%
West Virginia	760	94.9%	99.2%	758	99.9%
REGION 02	10,697	96.3%	97.9%	10,654	99.7%
Alabama	1,159	94.7%	96.6%	1,161	98.8%
Florida	3,047	90.5%	93.3%	3,034	96.4%
Georgia	1,506	92.4%	95.6%	1,500	100.9%
Kentucky	1,388	96.5%	96.8%	1,384	98.8%
Mississippi	823	93.1%	97.1%	825	98.2%
North Carolina	1,740	93.3%	98.4%	1,745	100.0%
South Carolina	744	92.7%	96.6%	742	97.2%
Tennessee	1,256	98.9%	101.4%	1,292	100.9%
REGION 03	11,663	93.5%	96.5%	11,683	98.7%
Arkansas	873	95.0%	98.3%	914	99.9%
Colorado	860	96.3%	97.9%	862	108.1%
Louisiana	1,555	79.8%	83.7%	1,556	86.5%
Montana	877	96.9%	99.5%	867	100.3%
New Mexico	557	94.4%	96.8%	555	98.0%
North Dakota	1,065	98.7%	101.6%	1,066	101.9%
Oklahoma	921	97.5%	99.1%	919	101.3%
South Dakota	747	97.3%	100.4%	745	100.8%
Texas	3,316	99.6%	101.6%	3,313	102.8%
Utah	543	91.7%	99.6%	535	100.0%
Wyoming	521	79.8%	98.3%	525	98.9%
REGION 04	11,835	94.4%	97.8%	11,857	99.8%

FILING REPORTS - REIMBURSING EMPLOYERS
Quarter Ending 12/31/2004

6/22/2005

State	Timely and Secured			Resolved	
	Actual No. Employers	% Reports Timely	% Reports Secured	Actual No. Employers	% Previous Qtr Reports Resolved
Illinois	4,135	97.9%	99.5%	4,144	101.2%
Indiana	2,126	94.2%	97.6%	2,118	98.7%
Iowa	2,179	97.2%	98.9%	2,182	99.8%
Kansas	544	91.4%	99.4%	547	99.6%
Michigan**	INA	INA	INA	INA	INA
Minnesota	4,018	74.3%	94.1%	3,999	97.3%
Missouri	2,299	75.1%	100.7%	2,307	102.0%
Nebraska	1,472	96.7%	99.5%	1,479	99.9%
Ohio	4,957	90.5%	92.6%	4,950	93.5%
Wisconsin	3,797	96.5%	98.2%	3,800	99.9%
REGION 05	25,527	89.9%	97.0%	25,526	98.5%
Alaska	175	94.3%	95.4%	175	99.4%
Arizona	750	96.1%	98.5%	751	99.6%
California	6,154	88.1%	88.1%	5,449	98.9%
Hawaii	196	93.4%	100.0%	197	100.0%
Idaho	925	93.4%	99.0%	916	100.2%
Nevada	283	92.6%	98.6%	281	100.7%
Oregon	2,575	89.9%	93.4%	2,584	95.3%
Washington	2,068	91.6%	93.4%	2,059	94.5%
REGION 06	13,126	90.1%	91.9%	12,412	97.6%
US TOTAL	91,248	89.1%	94.6%	90,467	96.4%

* Delaware is now reporting this data and will be included in the averages with the Q/E 3/31/2005.

** Massachusetts and Michigan do not receive reports from reimbursing employers.

COLLECTION ACTIVITIES
(Contributory and Reimbursable Receivables)
Quarter Ending 12/31/2004

6/22/2005

State	Balance at Beginning of Period	Amounts Determined Receivable	Amounts Liquidated	Amounts Declared Uncollectible	Removed End of Period	Balance at End of Period
Connecticut	\$7,333,943	\$8,814,830	\$8,522,722	\$45,936	\$212,302	\$7,367,813
Maine	\$737,794	\$1,126,039	\$1,042,956	\$0	\$74,404	\$746,473
Massachusetts	\$20,632,728	\$45,256,000	\$23,455,423	\$23,196,330	\$851,918	\$18,385,057
New Hampshire	\$451,310	\$289,778	\$336,129	\$0	\$16,579	\$388,380
New Jersey	\$55,569,639	\$31,376,021	\$23,827,370	\$0	\$5,192,875	\$57,925,415
New York	\$96,336,619	\$61,530,353	\$52,073,474	\$2,534,243	\$5,658,980	\$97,600,275
Puerto Rico	\$17,761,907	\$9,036,684	\$1,666,748	\$0	\$2,650,193	\$22,481,650
Rhode Island	\$2,346,584	\$3,002,127	\$2,816,315	\$0	\$52,680	\$2,479,716
Vermont	\$367,241	\$730,653	\$440,995	\$119,193	\$194,585	\$343,121
Virgin Islands	INA	INA	INA	INA	INA	INA
REGION 01	\$201,537,765	\$161,162,485	\$114,182,132	\$25,895,702	\$14,904,516	\$207,717,900
Delaware	\$2,972,830	\$3,406,291	\$3,458,889	\$0	\$176,289	\$2,743,943
District of Columbia	\$4,479,818	\$1,054,714	\$1,105,840	\$0	\$772,083	\$3,656,609
Maryland	\$19,811,104	\$14,876,255	\$14,573,360	\$2,682,108	\$1,624,996	\$15,806,895
Pennsylvania	\$43,918,664	\$18,961,672	\$18,385,641	\$1,882,189	\$573,219	\$42,039,287
Virginia	\$13,537,829	\$5,492,716	\$3,355,458	\$40,250	\$2,205,670	\$13,429,167
West Virginia	\$3,474,689	\$1,976,327	\$1,655,191	\$18,634	\$647,656	\$3,129,535
REGION 02	\$88,194,934	\$45,767,975	\$42,534,379	\$4,623,181	\$5,999,913	\$80,805,436
Alabama	\$4,693,457	\$2,117,649	\$2,195,621	\$0	\$230,859	\$4,384,626
Florida	\$72,124,943	\$51,573,677	\$39,034,822	\$1,647,124	\$1,971,257	\$81,045,417
Georgia	\$28,637,232	\$33,784,825	\$48,266,083	\$17,167	\$526,253	\$13,612,554
Kentucky	\$7,970,335	\$4,711,072	\$3,033,405	\$39,378	\$980,924	\$8,627,700
Mississippi	\$27,854,397	\$20,857,156	\$7,153,567	\$156,192	\$1,990,760	\$39,411,034
North Carolina	\$15,872,453	\$32,362,003	\$16,692,060	\$113,292	\$2,544,513	\$28,884,591
South Carolina	\$6,564,464	\$2,662,560	\$2,884,067	\$46,195	\$0	\$6,296,762
Tennessee	\$7,488,579	\$5,115,539	\$4,190,392	\$150,525	\$393,209	\$7,869,992
REGION 03	\$171,205,860	\$153,184,481	\$123,450,017	\$2,169,873	\$8,637,775	\$190,132,676
Arkansas	\$3,714,778	\$1,240,991	\$1,128,897	\$0	\$308,501	\$3,518,371
Colorado	\$4,441,718	\$55,207,083	\$54,733,576	\$205,141	\$268,215	\$4,441,869
Louisiana	\$9,578,809	\$18,374,020	\$16,544,881	\$0	\$904,016	\$10,503,932
Montana	\$2,213,112	\$1,032,808	\$952,459	\$0	\$199,710	\$2,093,751
New Mexico	\$2,902,959	\$850,113	\$548,253	\$91,421	\$184,542	\$2,928,856
North Dakota	\$651,756	\$3,048,348	\$2,965,608	\$1	\$41,949	\$692,546
Oklahoma	\$7,809,340	\$5,248,880	\$4,311,922	\$0	\$852,454	\$7,893,844
South Dakota	\$294,528	\$95,945	\$120,307	\$33,558	\$0	\$236,608
Texas	\$28,312,646	\$46,542,529	\$48,431,376	\$191,050	\$1,244,291	\$24,988,458
Utah	\$999,132	\$2,140,283	\$1,909,822	\$88,416	\$0	\$1,141,177
Wyoming	\$1,054,889	\$3,539,898	\$3,372,962	\$0	\$96,100	\$1,125,725
REGION 04	\$61,973,667	\$137,320,898	\$135,020,063	\$609,587	\$4,099,778	\$59,565,137

COLLECTION ACTIVITIES
(Contributory and Reimbursable Receivables)
Quarter Ending 12/31/2004

6/22/2005

State	Balance at Beginning of Period	Amounts Determined Receivable	Amounts Liquidated	Amounts Declared Uncollectible	Removed End of Period	Balance at End of Period
Illinois	\$12,309,669	\$11,409,827	\$4,139,991	\$27,144	\$1,576,608	\$17,975,753
Indiana	\$11,169,361	\$3,228,235	\$2,821,720	\$0	\$653,754	\$10,922,122
Iowa	\$4,785,654	\$2,025,214	\$1,593,388	\$0	\$430,225	\$4,787,255
Kansas	\$3,917,141	\$10,013,878	\$10,664,087	\$56,489	\$0	\$3,210,443
Michigan	\$37,741,021	\$11,026,483	\$12,429,837	\$0	\$1,336,080	\$35,001,587
Minnesota	\$17,680,227	\$10,775,941	\$7,295,430	\$115,206	\$858,960	\$20,186,572
Missouri	\$10,084,580	\$5,836,481	\$6,257,151	\$66,880	\$449,768	\$9,147,262
Nebraska	\$998,404	\$3,671,874	\$3,562,170	\$31,141	\$52,096	\$1,024,871
Ohio	\$14,334,107	\$8,853,625	\$6,217,878	\$0	\$1,008,248	\$15,961,606
Wisconsin	\$9,354,265	\$7,647,313	\$6,952,047	\$2,047,433	\$530,841	\$7,471,257
REGION 05	\$122,374,429	\$74,488,871	\$61,933,699	\$2,344,293	\$6,896,580	\$125,688,728
Alaska*	INA	INA	INA	INA	INA	INA
Arizona	\$3,946,201	\$1,464,618	\$1,486,873	\$0	\$263,728	\$3,660,218
California	\$64,425,639	\$58,374,379	\$19,614,426	\$93,016	\$14,203,002	\$88,889,574
Hawaii	\$4,216,388	\$1,727,128	\$1,428,009	\$0	\$282,275	\$4,233,232
Idaho	\$572,861	\$1,977,593	\$1,809,049	\$1,992	\$70,442	\$668,971
Nevada	\$4,399,815	\$4,861,145	\$4,706,314	\$0	\$325,968	\$4,228,678
Oregon	\$7,626,756	\$8,909,881	\$7,821,727	\$6,523	\$472,010	\$8,236,377
Washington	\$13,084,800	\$3,281,991	\$2,459,798	\$266,478	\$814,345	\$12,826,170
REGION 06	\$98,272,460	\$80,596,735	\$39,326,196	\$368,009	\$16,431,770	\$122,743,220
US TOTAL	\$743,559,115	\$652,521,445	\$516,446,486	\$36,010,645	\$56,970,332	\$786,653,097

* Alaska was unable to provide accurate information for this function this quarter.

PERCENT DISTRIBUTION OF AGE OF RECEIVABLES
(Contributory and Reimbursable Receivables)
Quarter Ending 12/31/2004

6/22/2005

State - Region	Total Receivables End of Period	6 Months or less %	7- 9 Months %	10-12 Months %	13-15 Months %	Over 15 Months %
Connecticut	\$7,367,813	37.1	21.5	7.5	11.5	22.4
Maine	\$746,473	41.6	14.1	10.0	9.8	24.5
Massachusetts	\$18,385,057	47.0	26.0	3.2	3.8	19.9
New Hampshire	\$388,380	44.2	18.0	4.3	6.3	27.1
New Jersey	\$57,925,415	39.1	14.1	10.6	11.1	25.1
New York	\$97,600,275	22.3	23.3	15.7	8.1	30.6
Puerto Rico	\$22,481,650	15.2	8.5	14.3	13.5	48.4
Rhode Island	\$2,479,716	50.2	22.4	3.8	3.4	20.2
Vermont	\$343,121	48.9	15.7	5.3	5.7	24.3
Virgin Islands	INA	INA	INA	INA	INA	INA
REGION 01	\$207,717,900	29.4	19.2	12.5	9.2	29.6
Delaware	\$2,743,943	21.2	29.5	5.7	7.4	36.2
District of Columbia	\$3,656,609	20.9	26.6	11.4	9.5	31.5
Maryland	\$15,806,895	12.4	25.0	36.0	8.4	18.2
Pennsylvania	\$42,039,287	36.0	19.7	5.4	7.6	31.4
Virginia	\$13,429,167	26.3	17.7	2.6	3.0	50.3
West Virginia	\$3,129,535	28.1	17.4	8.7	9.8	36.0
REGION 02	\$80,805,436	28.3	21.0	11.3	7.2	32.3
Alabama	\$4,384,626	26.6	25.5	6.3	8.2	33.3
Florida	\$81,045,417	35.3	28.9	7.2	8.1	20.5
Georgia	\$13,612,554	45.8	45.9	2.4	2.6	3.3
Kentucky	\$8,627,700	25.9	24.8	8.8	8.9	31.7
Mississippi	\$39,411,034	30.4	9.0	5.4	30.8	24.4
North Carolina	\$28,884,591	21.9	21.3	5.5	6.1	45.2
South Carolina	\$6,296,762	39.9	15.2	9.4	8.2	27.4
Tennessee	\$7,869,992	41.3	20.5	9.4	8.0	20.8
REGION 03	\$190,132,676	32.8	23.8	6.4	12.1	24.9
Arkansas	\$3,518,371	25.7	15.8	16.2	16.6	25.7
Colorado	\$4,441,869	41.4	21.3	6.2	8.3	22.7
Louisiana	\$10,503,932	34.1	18.8	11.8	11.3	24.0
Montana	\$2,093,751	28.0	11.7	14.1	13.7	32.5
New Mexico	\$2,928,856	49.9	17.7	9.6	6.5	16.3
North Dakota	\$692,546	47.7	11.4	7.5	15.8	17.6
Oklahoma	\$7,893,844	39.0	34.8	9.0	8.3	8.9
South Dakota	\$236,608	22.3	17.6	24.2	13.6	22.3
Texas	\$24,988,458	32.6	24.4	6.2	6.4	30.4
Utah	\$1,141,177	62.4	13.6	5.6	4.4	14.1
Wyoming	\$1,125,725	65.1	3.4	22.0	7.0	2.6
REGION 04	\$59,565,137	36.0	22.5	8.9	8.6	23.9

PERCENT DISTRIBUTION OF AGE OF RECEIVABLES
 (Contributory and Reimbursable Receivables)
 Quarter Ending 12/31/2004

6/22/2005

State - Region	Total Receivables End of Period	6 Months or less %	7- 9 Months %	10-12 Months %	13-15 Months %	Over 15 Months %
Illinois	\$17,975,753	0.3	42.8	10.1	10.4	36.4
Indiana	\$10,922,122	15.9	29.1	8.5	9.4	37.1
Iowa	\$4,787,255	34.0	13.6	17.9	13.0	21.5
Kansas	\$3,210,443	62.2	6.8	2.9	3.0	25.1
Michigan	\$35,001,587	28.3	28.7	5.9	7.5	29.6
Minnesota	\$20,186,572	42.6	21.2	10.3	10.4	15.5
Missouri	\$9,147,262	42.9	21.8	7.2	7.6	20.5
Nebraska	\$1,024,871	35.7	26.3	7.1	8.0	22.9
Ohio	\$15,961,606	33.8	19.6	5.5	6.9	34.1
Wisconsin	\$7,471,257	38.3	27.8	6.6	8.2	19.0
REGION 05	\$125,688,728	29.0	26.7	7.9	8.6	27.8
Alaska	\$0	0.0	0.0	0.0	0.0	0.0
Arizona	\$3,660,218	43.8	12.4	5.5	8	30.3
California	\$88,889,574	10.6	8.1	39.2	13.5	28.6
Hawaii	\$4,233,232	22.3	23.7	10.9	16	27.2
Idaho	\$668,971	47.8	8.7	13	10.5	19.9
Nevada	\$4,228,678	32.3	17	11.7	11.8	27.2
Oregon	\$8,236,377	49.1	12.4	7.7	8.9	21.9
Washington	\$12,826,170	46.6	15.6	10	19.2	8.6
REGION 06	122,743,220	19.3	10.1	31	13.7	25.9
US TOTAL	\$786,653,097	29.0	20.5	12.8	10.3	27.4

AUDIT ACTIVITY
Quarter Ending 12/31/2004

STATE	2% Audit Objective		Large Employer Audits		Change Audits		Average Per Audit		Employees Misclassified as Independent Contractors			
	Quarterly Objective	Completed Audits	Number	Percent of Total	Number	Percent of Total	Quarters Audited	Hours Spent	Current Qtr. Number Discovered	Prior Qtr. Number Discovered	Year Ago Qtr. Number Discovered	Year Change
Connecticut	475	589	9	1.50%	269	45.70%	5.1	9.4	842	720	122	785
Maine	192	252	6	2.40%	65	25.80%	4	3.9	161	183	-22	109
Massachusetts	861	510	26	5.10%	237	46.50%	4.3	7	1,287	701	586	447
New Hampshire	191	179	12	6.70%	73	40.80%	4.1	5.2	136	183	-47	171
New Jersey	1,360	1,348	52	3.90%	632	46.90%	4.3	6	3,909	3,205	704	3,957
New York	2,333	2,757	74	2.70%	1,479	53.60%	7.2	8.8	6,492	4,066	2,426	4,645
Puerto Rico	248	113	3	2.70%	41	36.30%	4.8	12.6	58	58	0	61
Rhode Island	156	165	9	5.50%	64	38.80%	5.8	8.6	59	63	-4	128
Vermont	100	225	8	3.60%	111	49.30%	5.9	3.4	177	171	6	116
Virgin Islands	25	INA	INA	INA	INA	INA	INA	INA	INA	INA	INA	INA
Region 01	5,941	6,138	199	3.20%	2,971	48.40%	5.8	7.7	13,121	9,350	3,771	10,419
Delaware	128	88	1	1.10%	18	20.50%	4	7.8	0	2	-2	8
District of Columbia	133	32	0	0.00%	5	15.60%	4	5.7	3	1	2	0
Maryland	669	831	14	1.70%	344	41.40%	4.1	3.7	2,011	1,623	388	995
Pennsylvania	1,323	1,063	20	1.90%	314	29.50%	4.8	4.5	48	175	-127	57
Virginia	827	901	16	1.80%	332	36.80%	4.7	4.7	0	0	0	0
West Virginia	181	214	19	8.90%	103	48.10%	4	7.8	153	215	-62	262
Region 02	3,261	3,129	70	2.20%	1,116	35.70%	4.5	4.7	2,215	2,016	199	1,322
Alabama	421	259	4	1.50%	55	21.20%	4	2.2	67	150	-83	54
Florida	2,102	2,147	58	2.70%	905	42.20%	4	9.6	948	602	346	853
Georgia	975	1,175	20	1.70%	374	31.80%	4	7.9	242	121	121	374
Kentucky	401	545	4	0.70%	340	62.40%	4.1	6.8	533	128	405	0
Mississippi	264	167	6	3.60%	36	21.60%	4.1	2	68	20	48	13
North Carolina	887	658	45	6.80%	371	56.40%	5.4	10.6	71	180	-109	775
South Carolina	448	633	8	1.30%	191	30.20%	4.7	2.8	458	312	146	804
Tennessee	545	505	12	2.40%	224	44.40%	4	7.3	288	384	-96	386
Region 03	6,043	6,089	157	2.60%	2,496	41.00%	4.2	7.7	2,675	1,897	778	3,259

AUDIT ACTIVITY
Quarter Ending 12/31/2004

6/22/2005

STATE	2% Audit Objective		Large Employer Audits		Change Audits		Average Per Audit		Employees Misclassified as Independent Contractors		Year Ago Qtr	
	Quarterly Objective	Completed Audits	Number	Percent of Total	Number	Percent of Total	Current Qtr		Prior Qtr		Number Discovered	Year Change
							Number	Spent Hours	Number	Change		
Arkansas	298	166	2	1.20%	47	28.30%	4.6	4.5	227	117	133	211
Colorado	705	879	14	1.60%	556	63.30%	4	3.4	1,625	-227	1,598	-200
Louisiana	466	479	11	2.30%	132	27.60%	4	6.7	426	-305	121	0
Montana	165	172	4	2.30%	83	48.30%	4.3	7.3	38	95	11	122
New Mexico	206	227	5	2.20%	55	24.20%	4	4.2	149	3	141	11
North Dakota	89	53	1	1.90%	22	41.50%	4	5.5	14	-5	64	-55
Oklahoma	372	346	6	1.70%	138	39.90%	4.2	4.7	109	107	455	-239
South Dakota	111	133	6	4.50%	68	51.10%	4	3.8	52	166	16	202
Texas	1,970	1,730	18	1.00%	702	40.60%	4	5.1	913	103	733	283
Utah	284	356	17	4.80%	184	51.70%	4.1	5.2	343	105	415	33
Wyoming	95	117	3	2.60%	79	67.50%	4.2	7.6	72	418	106	384
Region 04	4,761	4,658	87	1.90%	2,066	44.40%	4.1	5	3,968	577	3,793	752
Illinois	1,381	1,011	39	3.90%	494	48.90%	4	17.6	1,568	31	1,662	-63
Indiana	612	828	13	1.60%	475	57.40%	5.1	12.4	3,300	-659	3,487	-846
Iowa	332	920	16	1.70%	285	31.00%	4	5.7	11	38	55	-6
Kansas	336	64	0	0.00%	23	35.90%	4	3.5	128	-85	310	-267
Michigan	1,028	469	44	9.40%	271	57.80%	4.1	12.4	491	108	348	251
Minnesota	645	767	90	11.70%	405	52.80%	4	8.1	385	403	1,039	-251
Missouri	644	689	25	3.60%	287	41.70%	4.1	6.9	60	35	267	-172
Nebraska	220	165	9	5.50%	75	45.50%	4.2	3.3	66	123	45	144
Ohio	1,149	961	36	3.70%	415	43.20%	4.1	6	1,384	951	1,149	1,186
Wisconsin	595	722	14	1.90%	336	46.50%	5.4	5.5	1,283	-89	1,705	-511
Region 05	6,942	6,596	286	4.30%	3,066	46.50%	4.3	9.2	8,676	856	10,067	-535
Alaska	83	125	7	5.60%	83	66.40%	4	8.7	19	-19	40	-40
Arizona	545	506	7	1.40%	158	31.20%	4.5	5.8	1,136	127	0	1,263
California	5,115	154	6	3.90%	106	68.80%	5.4	28.5	2,996	-1,773	2,411	-1,188
Hawaii	144	139	0	0.00%	75	54.00%	4.5	12.4	118	8	169	-43
Idaho	203	254	2	0.80%	190	74.80%	4.4	8.5	968	-130	674	164
Nevada	241	261	11	4.20%	146	55.90%	4.3	9.7	180	-124	57	-1
Oregon	497	551	15	2.70%	305	55.40%	6.3	15	1,082	-81	1,142	-141
Washington	1,024	601	1	0.20%	227	37.80%	4.7	4	94	-50	0	44
Region 06	7,852	2,591	49	1.90%	1,290	49.80%	4.9	9.8	6,593	-2,042	4,493	58
US	34,800	29,201	848	2.90%	13,005	44.50%	4.6	7.5	32,511	4,128	33,353	3,286

AUDIT CHANGE IN TOTAL WAGES AND CONTRIBUTIONS

6/22/2005

Quarter Ending 12/31/2004

State	Change In Total Wages		Change In Contributions		Net	Net	Net		
	Under Reported	Over Reported	Gross	Under Reported				Over Reported	Gross
Connecticut	\$13,568,719	\$4,055,065	\$17,623,784	\$177,252	\$38,804	\$216,056	\$138,448	\$235.06	\$25.04
Maine	\$1,108,225	\$40,004	\$1,148,229	\$9,037	\$3,304	\$12,341	\$5,733	\$22.75	\$5.89
Massachusetts	\$16,667,706	\$357,354	\$17,025,060	\$301,460	\$5,512	\$306,972	\$295,948	\$580.29	\$83.01
New Hampshire	\$797,693	\$245,106	\$1,042,799	\$2,563	\$1,534	\$4,097	\$1,029	\$5.75	\$1.10
New Jersey	\$48,163,685	\$1,657,587	\$49,821,272	\$5,224,607	\$34,321	\$5,258,928	\$5,190,286	\$3,850.36	\$638.33
New York	\$272,106,889	\$31,478,421	\$303,585,310	\$4,508,173	\$1,483,936	\$5,992,109	\$3,024,237	\$1,096.93	\$124.05
Puerto Rico	\$643,742	\$445,720	\$1,089,462	\$17,427	\$15,371	\$32,798	\$2,056	\$18.19	\$1.45
Rhode Island	\$2,415,026	\$1,951,936	\$4,366,962	\$25,131	\$30,300	\$55,431	(\$5,169)	(\$31.33)	(\$3.64)
Vermont	\$1,809,930	\$629,334	\$2,439,264	\$6,773	\$2,757	\$9,530	\$4,016	\$17.85	\$5.23
Virgin Islands	INA	INA	INA	INA	INA	INA	INA	INA	INA
REGION 01	\$357,281,615	\$40,860,527	\$398,142,142	\$10,272,423	\$1,615,839	\$11,888,262	\$8,656,584	\$1,410.33	\$183.71
Delaware	\$43,785	\$26,520	\$70,305	\$1,371	\$701	\$2,072	\$670	\$7.61	\$0.97
District of Columbia	\$5,078	\$12,000	\$17,078	\$244	\$139	\$383	\$105	\$3.28	\$0.58
Maryland	\$23,594,959	\$2,785,686	\$26,380,645	\$139,362	\$12,617	\$151,979	\$126,745	\$152.52	\$41.49
Pennsylvania	\$17,641,766	\$398,111	\$18,039,877	\$429,427	\$10,159	\$439,586	\$419,268	\$394.42	\$88.62
Virginia	\$5,097,295	\$795,265	\$5,892,560	\$10,747	\$9,465	\$20,212	\$1,282	\$1.42	\$0.30
West Virginia	\$835,137	\$204,158	\$1,039,295	\$14,528	\$9,754	\$24,282	\$4,774	\$22.31	\$2.86
REGION 02	\$47,218,020	\$4,221,740	\$51,439,760	\$595,679	\$42,835	\$638,514	\$552,844	\$176.68	\$38.00
Alabama	\$647,822	\$48,270	\$696,092	\$5,016	\$2,058	\$7,074	\$2,958	\$11.42	\$5.26
Florida	\$13,782,058	\$10,877,653	\$24,659,711	\$62,068	\$51,974	\$114,042	\$10,094	\$4.70	\$0.49
Georgia	\$4,590,098	\$1,024,971	\$5,615,069	\$2,741	\$2,856	\$5,597	(\$115)	(\$0.10)	(\$0.01)
Kentucky	\$3,662,260	\$414,883	\$4,077,143	\$67,714	\$32,632	\$100,346	\$35,082	\$64.37	\$9.53
Mississippi	\$434,439	\$152,956	\$587,395	\$1,935	\$5,375	\$7,310	(\$3,440)	(\$20.60)	(\$10.49)
North Carolina	\$28,186,245	\$4,965,286	\$33,151,531	\$48,500	\$59,907	\$108,407	(\$11,407)	(\$17.34)	(\$1.63)
South Carolina	\$7,313,180	\$262,676	\$7,575,856	\$102,762	\$7,339	\$110,101	\$95,423	\$150.75	\$53.61
Tennessee	\$3,318,454	\$701,921	\$4,020,375	\$35,125	\$22,354	\$57,479	\$12,771	\$25.29	\$3.44
REGION 03	\$61,934,556	\$18,448,616	\$80,383,172	\$325,861	\$184,495	\$510,356	\$141,366	\$23.22	\$3.01

AUDIT CHANGE IN TOTAL WAGES AND CONTRIBUTIONS

6/22/2005

Quarter Ending 12/31/2004

State	Change In Total Wages			Change In Contributions			Net	Net	Net				
	Under		Over	Under		Over				Contributions	Per Audit	Contributions	Per Hour
	Reported	Reported	Gross	Reported	Reported	Gross							
Arkansas	\$2,807,837	\$104,151	\$2,911,988	\$48,956	\$2,697	\$51,653	\$46,259	\$278.67	\$61.43				
Colorado	\$9,756,206	\$3,364,288	\$13,120,494	\$62,176	\$27,460	\$89,636	\$34,716	\$39.49	\$11.70				
Louisiana	\$911,320	\$934,186	\$1,845,506	\$9,033	\$11,978	\$21,011	(\$2,945)	(\$6.15)	(\$0.92)				
Montana	\$1,286,368	\$516,080	\$1,802,448	\$12,876	\$8,138	\$21,014	\$4,738	\$27.55	\$3.80				
New Mexico	\$1,128,470	\$63,402	\$1,191,872	\$7,047	\$825	\$7,872	\$6,222	\$27.41	\$6.51				
North Dakota	\$114,954	\$7,796	\$122,750	\$1,711	\$2,158	\$3,869	(\$447)	(\$8.43)	(\$1.54)				
Oklahoma	\$2,764,470	\$483,750	\$3,248,220	\$12,551	\$2,289	\$14,840	\$10,262	\$29.66	\$6.32				
South Dakota	\$997,760	\$91,575	\$1,089,335	\$1,766	\$1,764	\$3,530	\$2	\$0.02	\$0.00				
Texas	\$31,114,019	\$32,006,792	\$63,120,811	\$62,305	\$31,860	\$94,165	\$30,445	\$17.60	\$3.44				
Utah	\$3,669,884	\$1,619,443	\$5,289,327	\$16,243	\$3,251	\$19,494	\$12,992	\$36.49	\$7.04				
Wyoming	\$365,212	\$188,908	\$554,120	\$3,121	\$1,391	\$4,512	\$1,730	\$14.79	\$1.94				
REGION 04	\$54,916,500	\$39,380,371	\$94,296,871	\$237,785	\$93,811	\$331,596	\$143,974	\$30.91	\$6.22				
Illinois	\$41,635,486	\$295,452	\$41,930,938	\$729,757	\$8,935	\$738,692	\$720,822	\$712.98	\$40.62				
Indiana	\$12,111,535	\$11,508,013	\$23,619,548	\$143,072	\$19,183	\$162,255	\$123,889	\$149.62	\$12.04				
Iowa	\$1,032,982	\$5,297,025	\$6,330,007	\$1,683	\$1,305	\$2,988	\$378	\$0.41	\$0.07				
Kansas	\$114,410	\$61,351	\$175,761	\$1,973	\$191	\$2,164	\$1,782	\$27.84	\$7.99				
Michigan	\$6,778,429	\$1,439,559	\$8,217,988	\$105,014	\$49,998	\$155,012	\$55,016	\$117.30	\$9.49				
Minnesota	\$6,836,964	\$2,383,296	\$9,220,260	\$63,596	\$35,018	\$98,614	\$28,578	\$37.26	\$4.62				
Missouri	\$2,127,611	\$1,138,469	\$3,266,080	\$24,671	\$12,403	\$37,074	\$12,268	\$17.81	\$2.57				
Nebraska	\$499,261	\$523,728	\$1,022,989	\$11,950	\$5,608	\$17,558	\$6,342	\$38.44	\$11.51				
Ohio	\$3,826,840	\$2,428,916	\$6,255,756	\$29,408	\$19,196	\$48,604	\$10,212	\$10.63	\$1.78				
Wisconsin	\$12,101,006	\$5,507,658	\$17,608,664	\$233,481	\$69,535	\$303,016	\$163,946	\$227.07	\$41.00				
REGION 05	\$87,064,524	\$30,583,467	\$117,647,991	\$1,344,605	\$221,372	\$1,565,977	\$1,123,233	\$170.29	\$18.55				
Alaska	\$296,084	\$1,325,982	\$1,622,066	\$10,419	\$24,600	\$35,019	(\$14,181)	(\$113.45)	(\$12.99)				
Arizona	\$8,913,327	\$124,984	\$9,038,311	\$94,642	\$2,878	\$97,520	\$91,764	\$181.35	\$31.38				
California	\$7,870,441	\$2,074,257	\$9,944,698	\$271,459	\$10,678	\$282,137	\$260,781	\$1,693.38	\$59.46				
Hawaii	\$1,160,672	\$802,967	\$1,963,639	\$24,663	\$12,436	\$37,099	\$12,227	\$87.96	\$7.09				
Idaho	\$8,599,858	\$545,506	\$9,145,364	\$84,862	\$5,623	\$90,485	\$79,239	\$311.96	\$36.67				
Nevada	\$4,234,893	\$1,316,402	\$5,551,295	\$32,123	\$11,222	\$43,345	\$20,901	\$80.08	\$8.25				
Oregon	\$15,953,901	\$2,399,032	\$18,352,933	\$281,432	\$43,106	\$324,538	\$238,326	\$432.53	\$28.89				
Washington	\$2,814,017	\$2,997,623	\$5,811,640	\$41,897	\$44,485	\$86,382	(\$2,588)	(\$4.31)	(\$1.09)				
REGION 06	\$49,843,193	\$11,586,753	\$61,429,946	\$841,497	\$155,028	\$996,525	\$686,469	\$264.94	\$26.97				
US TOTAL	\$658,258,408	\$145,081,474	\$803,339,882	\$13,617,850	\$2,313,380	\$15,931,230	\$11,304,470	\$387.13	\$51.90				

Audit Performance
Calendar Year Ending December 31, 2004

7/13/2005

STATE-REGION	Contributory Employers as of 9/30/2003	2% Penetration Objective			Large Employer Objective			Misclassifications
		Number Required Audits	Number Completed as of Qtr.4	% Comp.	Number Required Audits	Number Completed as of Qtr. 4	% Comp.	Employees Misclassified as ICs
Connecticut	95,056	1,901	2,020	2.1%	19	40	2.1%	3,355
Maine	38,353	767	930	2.4%	8	13	1.7%	1,077
Massachusetts	172,130	3,443	1,763	1.0%	34	91	2.6%	4,012
New Hampshire	38,295	766	794	2.1%	8	37	4.8%	741
New Jersey	272,009	5,440	6,251	2.3%	54	245	4.5%	15,921
New York	466,688	9,334	10,577	2.3%	93	222	2.4%	15,350
Puerto Rico	49,532	991	511	1.0%	10	11	1.1%	901
Rhode Island	31,297	626	720	2.3%	6	29	4.6%	352
Vermont	20,064	401	841	4.2%	4	38	9.5%	868
Virgin Islands	INA	INA	INA	INA	INA	INA	INA	INA
REGION 01	1,183,424	23,668	24,407	2.1%	237	726	3.1%	42,577
Delaware	25,578	512	333	1.3%	5	1	0.2%	2
District of Col.	26,512	530	55	0.2%	5	1	0.2%	4
Maryland	133,872	2,677	2,797	2.1%	27	66	2.5%	6,226
Pennsylvania	264,666	5,293	5,424	2.0%	53	84	1.6%	486
Virginia	165,337	3,307	3,368	2.0%	33	42	1.3%	0
West Virginia	36,285	726	956	2.6%	7	58	8.0%	1,084
REGION 02	652,250	13,045	12,933	2.0%	130	252	1.9%	7,802
Alabama	84,197	1,684	1,791	2.1%	17	13	0.8%	397
Florida	420,370	8,407	8,298	2.0%	84	163	1.9%	3,559
Georgia	195,069	3,901	3,872	2.0%	39	62	1.6%	672
Kentucky	80,267	1,605	878	1.1%	16	11	0.7%	740
Mississippi	52,772	1,055	840	1.6%	11	14	1.3%	96
North Carolina	177,394	3,548	3,400	1.9%	35	198	5.6%	853
South Carolina	89,636	1,793	2,475	2.8%	18	41	2.3%	1,456
Tennessee	109,070	2,181	2,185	2.0%	22	23	1.1%	1,138
REGION 03	1,208,775	24,176	23,739	2.0%	242	525	2.2%	8,911
Arkansas	59,689	1,194	637	1.1%	12	11	0.9%	1,634
Colorado	141,088	2,822	3,410	2.4%	28	95	3.4%	6,095
Louisiana	93,144	1,863	1,954	2.1%	19	45	2.4%	1,367
Montana	32,984	660	364	1.1%	7	8	1.2%	322
New Mexico	41,119	822	914	2.2%	8	21	2.6%	566
North Dakota	17,807	356	328	1.8%	4	7	2.0%	95
Oklahoma	74,322	1,486	1,446	1.9%	15	42	2.8%	627
South Dakota	22,269	445	473	2.1%	4	15	3.4%	486
Texas	393,936	7,879	8,253	2.1%	79	66	0.8%	3,309
Utah	56,855	1,137	1,465	2.6%	11	42	3.7%	2,390
Wyoming	19,085	382	382	2.0%	4	4	1.0%	748
REGION 04	952,298	19,046	19,626	2.1%	190	356	1.9%	17,639

Table 8, page 2

STATE-REGION	Contributory Employers as of 9/30/2003	2% Penetration Objective			Large Employer Objective			Misclassifications
		Number Required Audits	Number Completed as of Qtr.4	% Comp.	Number Required Audits	Number Completed as of Qtr. 4	% Comp.	Employees Misclassified as ICs
Illinois	276,134	5,523	4,145	1.5%	55	181	3.3%	7,491
Indiana	122,421	2,448	3,484	2.8%	24	53	2.2%	13,023
Iowa	66,393	1,328	1,374	2.1%	13	16	1.2%	113
Kansas	67,273	1,345	1,377	2.0%	13	4	0.3%	521
Michigan	205,536	4,111	1,998	1.0%	41	176	4.3%	2,328
Minnesota	129,053	2,581	2,631	2.0%	26	232	9.0%	2,285
Missouri	128,851	2,577	3,359	2.6%	26	130	5.0%	511
Nebraska	43,922	878	966	2.2%	9	68	7.7%	449
Ohio	229,744	4,595	5,183	2.3%	46	176	3.8%	6,505
Wisconsin	119,011	2,380	2,882	2.4%	24	62	2.6%	6,043
REGION 05	1,388,338	27,767	27,399	2.0%	278	1,098	4.0%	39,269
Alaska	16,586	332	164	1.0%	3	7	2.1%	19
Arizona	109,064	2,181	1,948	1.8%	22	37	1.7%	6,330
California	1,023,073	20,461	888	0.1%	205	64	0.3%	9,505
Hawaii	28,848	577	631	2.2%	6	3	0.5%	373
Idaho	40,514	810	911	2.2%	8	16	2.0%	2,649
Nevada	48,191	964	1,025	2.1%	10	63	6.5%	535
Oregon	99,405	1,988	1,949	2.0%	20	47	2.4%	4,128
Washington	204,784	4,096	4,623	2.3%	41	12	0.3%	242
REGION 06	1,570,465	31,409	12,139	0.8%	314	249	0.8%	23,781
US TOTAL	6,955,550	139,111	120,243	1.7%	1,391	3,206	2.3%	139,979