## JIM COX, MEMBER 129TH LEGISLATIVE DISTRICT

2909 WINDMILL ROAD, SUITE 7 SINKING SPRING, PA 19608 PHONE: (610) 670 - 0139

WEBSITE WWW.REPJIMCOX.COM



## **COMMITTEES**

LABOR & INDUSTRY, CHAIR HEALTH REPUBLICAN POLICY

<u>APPOINTMENTS</u>

CAPITOL PRESERVATION
COMMITTEE

## **HOUSE OF REPRESENTATIVES**

COMMONWEALTH OF PENNSYLVANIA HARRISBURG

July 27, 2021

Hon. Josh Shapiro Attorney General Strawberry Square, 16<sup>th</sup> Floor Harrisburg, PA 17120

Hon. Tim DeFoor Auditor General Finance Building 613 North Street, Room 229 Harrisburg, PA 17120

Hon. Stacy Garrity Treasurer 129 Finance Building Harrisburg, PA 17120

RE: Unemployment Compensation Fraud

Hon. Jennifer Berrier Secretary of Labor & Industry 1700 Labor and Industry Building Harrisburg, PA 17120

Hon. C. Daniel Hassell Secretary of Revenue 1133 Strawberry Square Harrisburg, PA 17128

Dear Attorney General Shapiro, Secretary Berrier, Auditor General DeFoor, Secretary Hassell and Treasurer Garrity:

It is with great concern that we ask you and your agencies to take prompt and decisive action in stemming the overwhelming wave of fraudulent UC claims that have adversely affected our constituents, both employees and employers, in recent days. We have never seen anything near this level of fraud and we must work together to end this rampant criminal activity at once.

While we are aware that the Department of Labor & Industry has been working feverishly to keep up with the claims for unemployment benefits, we cannot lose sight of the fact that we are compromising our workers' identities and wasting an exorbitant amount of taxpayer dollars. We are calling on all of you to join forces to do whatever it takes to restore integrity in the system. It is simply unacceptable that so much time and effort is being spent to process fraudulent claims at the expense of the innocent victims who have not filed claims, and those who are waiting to have legitimate claims processed.

Unfortunately, we are hearing from employers that operate in multiple states that not only are the UC fraud claims in Pennsylvania far more numerous here than any other state, but that the UC paperwork is considerably more cumbersome, further burdening pandemic-weary business owners who are struggling to find workers and keep their businesses running and their employees and customers safe.

We join together with members of our business community in calling on you to create a multiagency task force which will hunt down the criminals, implement antifraud technology and procedures, conduct an audit of UC processes during the pandemic and get an accounting as to how much tax money is being wasted approving false claims, and being stolen by criminals from the UC fund.

We will be happy to work with you to provide solutions to these problems. We cannot continue to sit by while our constituents suffer. After a year and a half, UC phone lines still go unanswered much of the time and the fraudulent claims are just adding exponentially to the calls being made to the Department. Additionally, this is taking the time of those who could be approving claims away from that task to deal with those who have found themselves in a situation where their identity has been compromised.

Please let us know how you plan to address this very serious situation and how we as legislators can assist you in dealing with this problem.

Sincerely,

Jim Cox

State Representative

129<sup>th</sup> Legislative District

Mike Armanini

State Representative

75<sup>th</sup> Legislative District

Martin Causer

State Representative

67<sup>th</sup> Legislative District

0 .1 >

Mate + Causer

Carrie Lewis DelRosso State Representative 33rd Legislative District Lynda Schlegel Culver State Representative

Thinds Schefel alber

108th Legislative District

Russ Diamond

State Representative

102<sup>nd</sup> Legislative District

Mars SS

Matthew Dowling State Representative 51<sup>st</sup> Legislative District

Jim Gregory State Representative 80<sup>th</sup> Legislative District

Joe Hamm State Representative 84<sup>th</sup> Legislative District Barbaca Gleim

Barb Gleim State Representative 199<sup>th</sup> Legislative District

Seth Grove

State Representative 196<sup>th</sup> Legislative District

Mike Jones State Representative

93<sup>rd</sup> Legislative District

Dawn Wetzel Keefer

Dawn Keefer State Representative 92<sup>nd</sup> Legislative District

Abby Major State Representative 60th Legislative District Hoto A. Hunk

Kate Klunk State Representative 169<sup>th</sup> Legislative District

Eric Nelson State Representative 57<sup>th</sup> Legislative District Time Richeths

Tina Pickett State Representative 110<sup>th</sup> Legislative District

Jim Rigby
State Representative

71st Legislative District

Conj. State

Craig Staats State Representative 145<sup>th</sup> Legislative District

David Zimmerman State Representative 99th Legislative District

mark m. Hillen

Mark Gillen State Representative 128<sup>th</sup> Legislative District Kathy J. Rapp

Kathy Rapp State Representative 65<sup>th</sup> Legislative District

David Rowe State Representative 85<sup>th</sup> Legislative District

Martina a. White

Martina White State Representative 170<sup>th</sup> Legislative District

mindy & Fre

Mindy Fee State Representative 37<sup>th</sup> Legislative District

Jack Rader State Representative 176<sup>th</sup> Legislative District Jun my m

Jesse Topper State Representative 78<sup>th</sup> Legislative District

Bryan Cutler
Speaker of the House
100th Legislative District

David Hickernell

State Representative 98th Legislative District

Michael Puskaric State Representative 39th Legislative District

V. Wilow mackingie

Milou Mackenzie State Representative 131<sup>st</sup> Legislative District

Prished S. Linn

of Send

Rich Irvin State Representative 81st Legislative District

Jeff Wheeland State Representative 83<sup>rd</sup> Legislative District

Ann Flood State Representative 138th Legislative District

Todd Stephens State Representative 151<sup>st</sup> Legislative District Lou Schmitt State Representative 79<sup>th</sup> Legislative District Brian Smith

Brian Smith State Representative 66th Legislative District Rob Kauffman State Representative 89th Legislative District

Tracy Pennycuick State Representative

State Representative 104<sup>th</sup> Legislative District 147<sup>th</sup> Legislative District

David Maloney State Representative 130th Legislative District Jim Struzzi State Representative 62<sup>nd</sup> Legislative District

Susan Helm

Curt Sonney State Representative 4<sup>th</sup> Legislative District

Ryan Warner State Representative 52<sup>nd</sup> Legislative District

Daryl Metcalfe State Representative 12th Legislative District

Rosemary Brown State Representative 189<sup>th</sup> Legislative District Ryan Mackeye

Ryan Mackenzie State Representative 134<sup>th</sup> Legislative District

Agron Bernstine

ogle M. Hiffley

Aaron Bernstine State Representative 10<sup>th</sup> Legislative District

Doyle Heffley State Representative 122<sup>nd</sup> Legislative District

JAC/gvs

Torren Ecker State Representative

193<sup>rd</sup> Legislative District

Leslie Rossi State Representative

59th Legislative District