

**From:** Danny Varat <DannyVarat@scsenate.gov>  
**To:** Lowder, JoeJLowder@dew.sc.gov  
**CC:** Veldran, KatherineKatherineVeldran@gov.sc.gov  
**Date:** 1/24/2012 7:19:17 PM  
**Subject:** RE: UI Overpayments

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Thanks

DV

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**From:** Lowder, Joe [JLowder@dew.sc.gov]  
**Sent:** Tuesday, January 24, 2012 5:45 PM  
**To:** Danny Varat  
**Cc:** katherine.veldran@gov.sc.gov  
**Subject:** RE: UI Overpayments

Danny – let me provide some additional information with regards to the Overpayment issue.

The \$87M figure that was recently reported was from July 2010 – June 2011. That number is an estimate of overpayments of State UI funds. We report this amount as part of a DOL-mandated program through our Benefits Accuracy Management (BAM) unit. The BAM program does not estimate overpayments of Federal funds.

However, we do track the actual amount of federal monies paid in error through our Benefit Payment Control (BPC) unit. These errors are largely as a result of fraud and other “misinformation” provided to us. For calendar year 2011, we paid \$24M in EUC and EB benefits that we believe were overpayments. As you know, we are actively pursuing recovery of overpayments, and have even started pursuing criminal prosecution against the most egregious perpetrators.

Joe

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**From:** Danny Varat [mailto: DannyVarat@scsenate.gov]  
**Sent:** Monday, January 23, 2012 2:47 PM  
**To:** Lowder, Joe  
**Cc:** katherine.veldran@gov.sc.gov  
**Subject:** UI Overpayments

Joe, I failed to ask also for the amount of federal benefits, if any, paid in conjunction with the \$88m in overpayments recently reported. Thanks,

DV