



JULY 20, 2011

C/O THOMAS AND THORNGREN INC
P O BOX 280100
NASHVILLE TN 37228

**IMPORTANT UPDATE: BUDGET SOLUTION MEANS NO "TEMPORARY
EMERGENCY EMPLOYER ASSESSMENT" IN CY 2011**

Dear Employer:

In March of this year, you were mailed a letter by the Division of Unemployment Insurance informing you that a temporary emergency employer assessment would be imposed this summer. Delaware's Unemployment Insurance Trust Fund is currently operating at a deficit and is supported by a loan from the federal government. To pay the accrued interest on that loan, Delaware law required that a temporary assessment be imposed on Delaware employers. Employers would have been required to pay that special assessment on or before September 30, 2011.

We are pleased to inform you that the Delaware General Assembly, at the suggestion of Governor Markell and with the support of the Department of Labor, has committed to pay the accrued interest on the Unemployment Insurance Trust Fund. Specifically, the State's fiscal year 2012 budget includes \$3.7 million to pay the accrued interest due to the federal government that would otherwise have been paid by an assessment on Delaware employers.

As a result of these actions by the General Assembly and Governor Markell, Delaware employers will not face a temporary emergency assessment in 2011.

On behalf of the Governor and the Department of Labor, thank you for your continued commitment to the Delaware Unemployment Insurance Trust Fund and for your efforts to support the unemployed and put Delawareans back to work.

Sincerely,

John J. McMahon, Jr.
Secretary, Department of Labor

W. Thomas MacPherson
Director, Division of Unemployment Insurance