Congress of the United States Washington, DC 20515

March 23, 2021

The Honorable Marty Walsh U.S. Department of Labor 200 Constitution Ave. NW Washington, DC 20210

Dear Secretary Walsh:

We are writing to request that as the Department of Labor (the Department) considers how to use the \$2 billion appropriated for fraud prevention, equitable access, and timely payment in the American Rescue Plan, the Department should focus any technology and infrastructure modernization efforts on developing federal technology capabilities for unemployment insurance administration. The *Unemployment Insurance Technology Modernization Act* (S.490/H.R.1458), recently introduced by Senator Wyden in the Senate and Representative Horsford in the House of Representatives with 47 cosponsors between the Senate and House bills, can be used as a guide for this kind of robust modernization effort.

The *Unemployment Insurance Technology Modernization Act* calls for the Department to work with technology experts to develop, operate, and maintain a modular set of technology capabilities to modernize unemployment compensation technology. This type of system would allow the federal government to take on a role in ensuring smooth administration of unemployment programs while still allowing states to adapt the technology to meet their unique programmatic needs. The bill would require the Department to establish a Department of Labor Digital Services Team to assist states in implementation and to support federal technology needs. The updated system would help states ensure timely and accurate delivery of payments, make the program more accessible, and better identify fraudulent claims.

Importantly, the *Unemployment Insurance Technology Modernization Act* prioritizes user experience by requiring consultation and testing with claimants, employers, state workforce agency staff, and other users. It also requires the use of best practices in cybersecurity, procurement, and transparency, and includes several requirements for online claim filing systems to ensure that technology does not impede the ability of workers to access benefits. Finally, the legislation includes several provisions to ensure that automated decision systems or algorithms used as part of the technology do not result in systemic bias.

We strongly urge the Department to use the *Unemployment Insurance Technology Modernization Act* as a guide for any modernization efforts. The past year has proven that individual states attempting to modernize their system in isolation hasn't yielded results, and that failure has contributed to unconscionable delays for millions of workers. A cohesive federal approach would not only ensure that every state has access to modern, efficient technology to meet their needs, but would also be far more cost effective than investing in 53 separate systems.

Thank you for your attention to this important matter. We request that you keep us updated on any technology modernization efforts that the Department undertakes.

Sincerely,

| Ron Wyden | Steven Horaford |
|----------------------------|------------------------------|
| Ron Wyden | Steven Horsford |
| United States Senator | United States Representative |
| /s/ Mark R. Warner | /s/ Pramila Jayapal |
| Mark R. Warner | Pramila Jayapal |
| United States Senator | United States Representative |
| /s/ Catherine Cortez Masto | /s/ Don Beyer |
| Catherine Cortez Masto | Don Beyer |
| United States Senator | United States Representative |
| /s/ Sherrod Brown | /s/ Dwight Evans |
| Sherrod Brown | Dwight Evans |
| United States Senator | United States Representative |
| /s/ Richard Blumenthal | /s/ Suzanne Bonamici |
| Richard Blumenthal | Suzanne Bonamici |
| United States Senator | United States Representative |
| /s/ Dianne Feinstein | /s/ Sharice L. Davids |
| Dianne Feinstein | Sharice L. Davids |
| United States Senator | United States Representative |

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| /s/ Kyrsten Sinema | /s/ Gerald E. Connolly |
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| Kyrsten Sinema United States Senator | Gerald E. Connolly United States Representative |
| /s/ Chris Van Hollen | /s/ Carolyn Bourdeaux |
| Chris Van Hollen United States Senator | Carolyn Bourdeaux United States Representative |
| /s/ Mazie K. Hirono | /s/ Eleanor Holmes Norton |
| Mazie K. Hirono United States Senator | Eleanor Holmes Norton United States Representative |
| /s/ Robert Menendez | /s/ Bill Pascrell, Jr. |
| Robert Menendez United States Senator | Bill Pascrell, Jr. United States Representative |
| /s/ Cory A. Booker | /s/ Susie Lee |
| Cory A. Booker United States Senator | Susie Lee United States Representative |
| /s/ Richard J. Durbin | /s/ Kweisi Mfume |
| Richard J. Durbin United States Senator | Kweisi Mfume United States Representative |
| /s/ Michael F. Bennet | /s/ Henry C. "Hank" Johnson, Jr. |
| Michael F. Bennet United States Senator | Henry C. "Hank" Johnson, Jr. United States Representative |

| /s/ Jacky Rosen | /s/ Terri A. Sewell |
|------------------------|------------------------------|
| Jacky Rosen | Terri A. Sewell |
| United States Senator | United States Representative |
| /s/ Bernard Sanders | /s/ Jeffrey A. Merkley |
| Bernard Sanders | Jeffrey A. Merkley |
| United States Senator | United States Senator |
| /s/ Edward J. Markey | /s/ Amy Klobuchar |
| Edward J. Markey | Amy Klobuchar |
| United States Senator | United States Senator |
| /s/ Kirsten Gillibrand | /s/ Tim Kaine |
| Kirsten Gillibrand | Tim Kaine |
| United States Senator | United States Senator |