



March 8, 2017

MEMORANDUM FOR: BYRON ZUIDEMA
Acting Assistant Secretary
for Employment and Training

Elliot P. Lewis

FROM: ELLIOT P. LEWIS
Assistant Inspector General
for Audit

SUBJECT: Audit of States' Use of the National Directory
of New Hires to Detect Unemployment
Insurance Improper Payments

Please be advised the Office of Inspector General is initiating an audit involving the National Directory of New Hires (NDNH). Our audit will focus on whether states are effectively using NDNH to detect and reduce the number of unemployment insurance improper payments resulting from recipients who have returned to work and continue to collect benefits.

We will contact your audit liaison to schedule an entrance conference to discuss the audit objective, scope, and methodology. We plan to begin work immediately after the entrance conference and would appreciate your notifying appropriate agency officials of our plans.

If you have any questions, please contact Dwight Gates, Audit Director, at (404) 665-4364, or Mark Sanderson, Audit Manager, at (404) 665-4363.

cc: Gay M. Gilbert, Acting Deputy Assistant Secretary, ETA
Jim Garner, Acting Administrator, ETA Office of Unemployment Insurance
Greg Hitchcock, Special Assistant, ETA Office of Grants Management
Julie Cerruti, ETA Audit Liaison