ELECTION OR RE-ELECTION OF REIMBURSEMENT — NONPROFIT ORGANIZATION

Name _____

_____

Address - Number and Street _____

City _____ County _____ Zip Code _____

Pennsylvania UC Account Number _____

We agree to pay, beginning with the effective date of this election, to the Pennsylvania Unemployment Compensation Fund, in lieu of contribution payments, an amount equal to the amount of benefits paid to claimants and charged to our account, as provided in Section 1104(a), that is attributable to service in the employ of this nonprofit organization, to individuals for weeks of unemployment. We shall continue to be liable for reimbursement of benefit payments based on wages paid prior to the termination date of such election.

Date _____ Title _____ Signature _____

ALL NONPROFIT ORGANIZATIONS MUST COMPLETE SECTION I, AS WELL AS THE APPROPRIATE PORTION OF SECTION II.

SECTION I. GENERAL INFORMATION

a. ☐ Effective Date of Election/Re-Election ____/____/____ (MO. DAY YR.) OR ☐ Replacement of Existing Collateral

b. Taxable Wages (Previous 4 Calendar Quarters) $_____

c. Amount of Bond or Deposit (1% of Taxable Wages) $_____

SECTION II. BOND OR DEPOSIT INFORMATION

BOND INFORMATION:

a. Insurance Company Issuing Bond _____

b. Effective Period of Bond (4 years, to expire on December 31 of expiration year)
From: ____/____/____ (MO. DAY YR.) To: 12/31/____ (YR.)

c. Date Bond Issued ____/____/____ (MO. DAY YR.)

The Surety Bond must be accompanied by the Power of Attorney, Form UC-1692 and IRS Exemption Letter 501(c)(3)

DEPOSIT INFORMATION:

a. Type of Deposit:
☐ UC Postal Money Order
☐ Cashier's Check
☐ Certified Check

b. Amount of Deposit $_____

This Surety Bond or Deposit is being made in accordance with the provisions of Section 1106(d) of the Pennsylvania Unemployment Compensation Law.

_____
Signature (Employer)

_____
Title

_____
Date

READ INFORMATION ON REVERSE SIDE

ELECTION OF REIMBURSEMENT

Section 1104(a) of the Pennsylvania Unemployment Compensation Law provides:

"Any nonprofit organization which, on or after January 1, 1972, is or becomes liable to the contribution provisions of this act may, in lieu of payment of such contributions, elect to pay to the department for the Unemployment Compensation Fund an amount equal to the amount of regular benefits and of one-half of the extended benefits paid, that is attributable to service in the employ of such nonprofit organization. Such employer shall continue to be liable for reimbursement of benefit payments based on wages paid prior to the termination date of such election."

PERIOD COVERED BY ELECTION — Such election shall be for a period of not less than two taxable years, unless sooner terminated by the department.

BOND OR DEPOSIT REQUIREMENT — The organization shall either file with the department a surety bond or deposit with the department money or securities of equal present monetary value. The amount of the bond or deposit shall be one percent of the organization's taxable wages for the most recent four calendar quarters prior to such election.

ACCEPTABLE FORMS OF COLLATERAL DEPOSIT —

1. The surety bond must be on the Pennsylvania Department of Labor and Industry Form UC-1681 and must have all four (4) signatures affixed.

2. A collateral deposit must be made in the form of a guaranteed "good money" with ready liquidity, such as a certified check, US postal money order or cashier's check (Drawn on Pennsylvania banks or Pennsylvania branch banks only).

REIMBURSEMENT PAYMENTS — At the end of each calendar month the department will bill the organization for the amount of benefits charged to it account during such month. Payment shall be made not later than 30 days after such bill was mailed.

TERMINATION OF ELECTION

BY THE EMPLOYER — Any nonprofit organization which has made an election may terminate such election by filing with the department a written notice thereof. This must be done not later than 30 days prior to the beginning of the taxable year for which such termination notice is to be effective. Such action may be approved by the department only if all payments and reports have been made by the terminating organization, as required by the provisions of the act.

BY THE DEPARTMENT — If any nonprofit organization is remiss in providing proper collateral or is delinquent in making payments in lieu of contributions, as required under the act, the department may terminate such organization's election to make payments in lieu of contributions as of the beginning of the next taxable year, and such termination shall be effective for that and the next taxable year.

Auxiliary aids and services are available upon request to individuals with disabilities.
Equal Opportunity Employer/Program