

DEPARTMENT OF LABOR

BUREAU OF EMPLOYMENT SECURITY DIVISION OF UNEMPLOYMENT INSURANCE

910 SOUTH MICHIGAN AVENUE CHICAGO, ILLINOIS 60605

December 28, 1977

Dear Local Government Official:

In accordance with the recent amendments to the Illinois Unemployment Insurance Act, all local government entities will become part of the Illinois unemployment insurance system as of January 1, 1978. Under these amendments, unemployment insurance coverage, which provides temporary wage loss compensation against the hazards of unemployment, is extended to almost all local government employees.

Your immediate responsibility resulting from these amendments is the selection of one of two options for financing unemployment insurance by <u>Tuesday</u>, January 31, 1978.

The first option is the CONTRIBUTIONS METHOD, under which your local government entity pays contributions, or taxes, at the rate of 1% of the wages of each employee, up to a maximum of \$6,000.00 per employee per calendar year. This would represent a maximum of \$60.00 per employee per year. Wages are defined to include cash payments, other forms of compensation such as meals and lodging, and commissions, gifts, and bonuses.

The second option is payment in lieu of contributions or the REIMBURSEMENT METHOD, under which the local government entity reimburses, on a dollar for dollar basis, for any benefits paid by the State to the organization's former employees who meet the eligibility requirements of the law. These benefits can include both regular and extended benefits payments and could extend to a maximum of 39 weeks.

Should you select this option, the amount you would pay cannot readily be predicted. The amount of reimbursement would depend upon the number of your workers who become unemployed, the duration of their unemployment, the number of such workers who file claims for benefits and meet the eligibility requirements of the law, and the amount of the weekly and total benefits paid to them. Each local government entity, before electing this option, should examine its experience with labor turnover and should know something about the duration of unemployment of its separated workers before they find other work.

The enclosed forms, UC-1 (LG) (Report to Establish Liability), and UC-5 (LG) (Election to Reimburse Benefits), are the means by which you will indicate your choice of a method of unemployment insurance coverage.

If you select the <u>Contributions Method</u>, complete form UC-1 (LG) and return it to us by January 31, 1978.

If you select the Reimbursement Method, complete both the UC-1 (LG) and the UC-5 (LG) and return them to us by January 31, 1978.

Failure to indicate your selection by the deadline will result in your entity automatically becoming a contributing employer.

Should you have any questions about these options, please contact Clarence Maxwell, Assistant Commissioner, at the above address, Room 1710, telephone (312) 793-4318.

Upon receipt of your completed forms, additional materials which explain the unemployment insurance system and forms in greater detail will be mailed to you. We also shall be conducting a series of unemployment insurance workshops throughout the State during the first three months of 1978. Please contact Mary Sautter Burke, Room 1724, telephone (312) 793-5323, if you would like to schedule a workshop in your area.

Sincerely,
Agalized & Miller

AGALIECE W. MILLER UI Commissioner

Enclosures

BELLWOOD PUBLIC LIBRARY

Washington Blvd. & Bobland Avenue

Bellwood, Illinois 60104 • LI 7-7393

| WHEN | WHAT | WHO |
|---------|---|--|
| Jan 31 | Home, Life, & Auto Insurance Lecture | Joseph Carrigan |
| Feb 9 | UFO Slides and Lecture | Sherman Larson |
| Feb 20 | Auto Repair Abuse | George Jones |
| Feb 21 | Magic | Craig White |
| Feb 27 | Movie - "Bogart" | Humphrey Bogart |
| Feb. 28 | Theatrical Makeup | Mike Bacarella |
| Mar 2 | Oriental Cooking Demonstration | |
| Mar 6 | Handwriting Analysis | Marie Gerage |
| Mar 9 | Clowns, and their makeup | Charles Speilman |
| Mar 14 | Palmistry and Tarot Cards | Jackie Lewis |
| Mar. 21 | Low Cost Burials | Richard Stephens |
| Mar 23 | Coping as a Single Person | Gene Sloan |
| Mar 27 | Movie - "Stamping Ground" | Various Rock Groups |
| Apr 5, | Kites | Joe Bugg |
| Apr 13 | Movie - "Hollywood, the Selznick Years" | Cuts from "Gone With the Wind" and others |
| Apr 25 | Movies - Magical Mystery Tour and the Beatles in Concert | The Beatles |

All programs are:

Free Open to the Public at 7 p.m. at the Bellwood Library 600 Bohland Ave. Bellwood

Questions? Call Chris, 547-7393

APPROVED . RRERESED HOLIDAY SCHEDULE - 1978

| Mon. | Feb. 13 | Lincoln's Birthday |
|-----------|----------------|--------------------------|
| Fri. | Mar. 24 | Good Friday |
| Mon. | May 29 | Memorial Day |
| Mon. | July 3 | Independence Day Weekend |
| Tues. | July 4 | Independence Day Weekend |
| Mon. | Sept. 4 | Labor Day |
| Thurs. | Oct. 12 | Columbus Day |
| Fri. | Nov. 10 | Veteran's Day |
| Thurs. | Nov. 23 | Thanksgiving Day |
| Mon. | Dec. 25 | Christmas Day |
| Mon. | Jan. 1 (1979) | New Years Day |
| OPTION FO | R FLOATING DAY | |
| Fri. | Nov. 24 | After Thanksgiving |
| or | | |
| Fri. | Dec. 22 | Before Christmas |

LIBRARY CLOSINGS

| Sat. | Sept. 2 | Labor Day Weekend |
|------|---------|--------------------|
| Sat. | Nov. 11 | Veteran's Day |
| Sat. | Dec. 23 | Christmas Weekend |
| Sat. | Dec. 30 | New Year's Weekend |

ALL SATURDAYS IN JULY AND AUGUST

TOTAL DAYS - - 12

THIS IS THE SAME TOTAL DAYS AS IN 1977