

APPENDIX C

UCFE-UCX AGREEMENT

Between

and

THE SECRETARY OF LABOR OF THE UNITED STATES

The Secretary of Labor (hereinafter "the Secretary"), on behalf of the United States, and _____, on behalf of the _____, (hereinafter "the Agency"), in order to carry out the programs of unemployment compensation for Federal civilian employees and for ex-servicemembers established by 5 U.S.C. Chapter 85 (hereinafter "the UCFE-UCX programs"), hereby agree that:

1. The agency will act as agent of the United States for the purpose of making payments under the UCFE-UCX programs and will cooperate with the Secretary and employment security agencies of other States in making such payments.
2. In carrying out this agreement the Agency will abide by the cited Federal statutes and regulations and procedures adopted thereunder, provided that due notice of the adoption of such regulations and procedures has been given to the Agency.
3. The Agency will give the Secretary such information as he/she may find necessary to implement the UCFE-UCX programs and will make all records pertaining to such programs available for inspection, examination and audit by Federal employees designated by the Secretary.
4. The Agency will use all money paid to the State for UCFE-UCX benefits solely for that purpose and will return to the United States Treasury, upon request of the Secretary, any such money (a) if the Secretary finds that the money is not needed for such purpose or that the money has been used for a purpose other than for which it was paid, or (b) on termination of this agreement.

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5. The agency will take such action as reasonably may be necessary to recover for the account of the United States erroneous payments of UCFE-UCX benefits pursuant to this agreement.

6. To the extent that agencies of the State obtain bonds to protect funds of the State, the Agency will obtain bonds to protect funds made available to it for UCFE-UCX benefits. The prorata cost of such bonds shall be considered a necessary cost of administration. If under the State law, the State acts as a self-insurer of State funds and does not obtain bonds to protect them, the Agency shall so inform the Secretary in writing and in such cases, the United States will act as a self-insurer with respect to funds for payment of UCFE-UCX benefits made available to the State under this agreement.

7. The Agency will apply to personnel engaged in function undertaken pursuant to this agreement the merit system required to be applicable to personnel engaged in unemployment compensation functions by Section 303(a)(1) of the Social Security Act, 42 U.S.C. 503(a)(1).

8. This agreement supercedes all prior agreements relating to UCFE-UCX benefits executed by the parties or their predecessors. It may be amended by mutual consent or terminated by either party on 30 days notice. If this agreement is terminated, the Agency will process and pay UCFE-UCX claims, when due, for all weeks of unemployment beginning prior to the date of termination.

Signed this _____ day of _____

(Title of State Official)

Signed this _____ day of _____

(Secretary of Labor)