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Account ID:

Dear Taxpayer,

In August 2015, California passed **Assembly Bill 1245** requiring employers to electronically submit employment tax returns, wage reports, and payroll tax deposits to the Employment Development Department (EDD). This e-file and e-pay mandate will be phased in as follows:

- **Effective January 1, 2017**, employers with 10 or more employees are required to electronically file and pay.
- **Effective January 1, 2018**, all employers are required to electronically file and pay.

Any employer required under existing law to electronically submit wage reports and/or electronic funds transfer to the EDD will remain subject to those requirements.

To help you comply with the e-file and e-pay mandate, you can file the *Quarterly Contribution Return and Report of Wages (Continuation)*, DE 9C, online with e-Services for Business, a no-cost online service that is available 24 hours a day, 7 days a week.

If you are not able to comply with this mandate, an *E-file and E-pay Mandate Waiver Request*, DE 1245W, must be submitted to the EDD by mail or fax. If you do not have an approved waiver and cannot file the DE 9C electronically, you may be subject to penalties.

Although the *Quarterly Contribution Return for School Employers*, DE 9423, is not required under the e-file and e-pay mandate, you can also submit the DE 9423 and make payments with e-Services for Business. It's a fast, easy, and secure way to file, pay, and manage your employer payroll tax account online! Enroll now at www.edd.ca.gov/e-Services_for_Business.

For more information regarding the e-file and e-pay mandate, visit www.edd.ca.gov/EfileMandate or contact the School Employees Fund at 916-653-5380.

