



BULGARIAN INDUSTRIAL ASSOCIATION
UNION OF THE BULGARIAN BUSINESS

The Bulgarian experience in helping
businesses to move to formality

www.bia-bg.com

The Contribution payment centres in Bulgaria

Also known in other countries as

Payroll Administration Services

Or

Social Secretariats

*Legally based on a government ordinance from
2001 by virtue of the Social Security Code*



The Contribution payment centres (CPC) and their main objectives:

- to collect contributions due for public social security, supplementary mandatory pension insurance, health insurance, and to transfer them to the respective accounts of the National Revenue Agency**
- in case of occurrence of an insurance event to pay benefits and assistance due to the insured persons**
- to create and keep records related to the social security of the CPC members**



- **Project started in Bulgaria beginning of 2005 with the active support by the ILO Bureau for Employers' Activities (ACT/EMP)**
- **7 contribution payment centres (CPC) set up by regional employers' organisations /part of BIA network/
- in major Bulgarian cities**
- **Bulgarian association of CPC established on 28 November 2006 /collective member of BIA/**
- **The network of regional CPC created by using the model of the Belgian licensed social secretariats**



Contribution Payment Centres by EO's in the BIA network



Why CPC by Employers' Organisations?

- Employers' organisations must inform members about the regulations and their obligations**
- Employers' organisations have the opportunity to provide more and better quality services to members**
- Members are assisted in dealing with the complexity of new legislative acts and regulations on taxes, social contributions, registration, licenses etc.**
- Brings to light SME's and craftsmen activities – small companies do not want to emerge from the shadow economy because of the social security paperwork, lack of knowledge of legal regulations and time to do all this**



CPC – National Revenue Agency and National Social Security Institute

- **CPC can work as an intermediary between the social security institutions and companies**
- **Software developed to communicate with NRA and NSSI and to submit declarations via e-signature**
- **These institutions have more confidence in the propriety and accuracy of the CPCs**
- **Companies would benefit from being relieved of the burden of document preparation and spending a lot of time standing in line in the authorities offices**



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Thank you for your attention!

Merci de votre attention!

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