

CHRIS CHRISTIE Governor KIM GUADAGNO Lt. Governor

TRENTON, NJ 08625-0500

CHRISTOPHER D. CERF Acting Commissioner

January 28, 2011

TO: Chief School Administrators

Board Secretaries/School Business Administrators

David D. Joye, Director  $\mathcal{D}g$ FROM:

Office of State Budget and Accounting

SUBJECT: Federal Programs: Pension and Social Security Reimbursement to

State of New Jersey for Contributions Paid by the State

The Department of Education, Office of State Budget and Accounting has been notified by the Division of Pensions & Benefits that the estimated State payment to the Teacher's Pension and Annuity Fund for Fiscal Year 2010-11 will be 7.05%.

The reporting form for Title I and other Federal programs will be on the Department of Education's web page (http://www.state.nj.us/education/finance/ba/tpafform.pdf) in July 2011. The form will show the 2010-11 pension rates of 7.05% and social security rate for calendar year 2011 of 7.65% of the first \$106,800 and 1.45% for gross wages in excess of \$106,800. For calendar year 2010, the rate is 7.65% of the first \$106,800 and 1.45% for gross wages in excess of \$106,800.

In accordance with N.J.S.A. 18A:66-90, the above rates must be used when budgeting for Title I and other Federal Programs for FY12. Your school district will be notified by the Public Employees' Retirement System if a payment is due for P.E.R.S. members. Please disseminate this information to your program directors so that the necessary budget revisions can be made prior to June 30, 2011.

Should you have any question, please contact the Office of State Budget and Accounting at 609-984-4900.

DDJ/RM/amr/Revenue Drive/TPAF folder/jan2011 tpaf memo to school districts

c: Acting Commissioner Cerf

**Executive County Superintendents** 

**Executive County School Business Administrators** 

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