Federal Programs: Pension and Social Security Reimbursement to State of New Jersey for Contributions Paid by the State

The New Jersey Department of Education’s (NJDOE) Office of Budget and Accounting has been notified by the Division of Pensions and Benefits that the estimated State payment to the Teacher’s Pension and Annuity Fund for Fiscal Year 2019-20 will be 30.76%.

In July 2020, the NJDOE’s School Finance webpage will provide the 2019-20 reporting form for Title I and other Federal programs. The form will show the 2019-20 final pension rate and Social Security rate for calendar year 2019 of 7.65% of the first $132,900 and 1.45% for gross wages in excess of $132,900. For calendar year 2020, the rate is 7.65% of the first $137,700 and 1.45% for gross wages in excess of $137,700.

In accordance with NJSA 18A:66-90, the above rates must be used when budgeting for Title I and other Federal Programs for FY 20. 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, 2020.

Contact information
Should you have any questions, please contact the Office of Budget and Accounting at (609) 376-3940.

c: Members, State Board of Education
   Lamont O. Repollet, Ed.D., Commissioner
   NJDOE Staff
   Statewide Parent Advocacy Network
   Garden State Coalition of Schools
   NJ LEE Group