



STATE OF NEW JERSEY
DEPARTMENT OF EDUCATION

A Memo from the New Jersey Department of Education

Date: April 19, 2023
To: Local Educational Agency Leads
Route To: School Business Administrators/Board Secretaries
From: Robert Amon, Director
Office of Budget and Accounting

**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 received notification by the New Jersey Department of the Treasury's Division of Pensions and Benefits that the **estimated** State payment to the Teacher's Pension and Annuity Fund for Fiscal Year (FY)2022-2023 will be **44.94%**.

The NJDOE's website will provide the reporting form for Federal Programs at or around July 2023. The form will identify the 2022-2023 **final** pension rate and Social Security rate for calendar year 2022 of **7.65%** of the first **\$147,000** and **1.45%** for gross wages in excess of **\$147,000**. For calendar year 2023, the rate is **7.65%** of the first **\$160,200** and **1.45%** for gross wages in excess of **\$160,200**.

In accordance with N.J.S.A. 18A:66-90, the above rates must be used when budgeting for Federal Programs for FY2023. Local educational agencies will be notified by the Public Employees' Retirement System (PERS) if a payment is due for its members. Please disseminate this information to program directors so that necessary budget revisions can be made prior to June 30, 2023.

Please note that the NJDOE will accept payments to the State by either by Automated Clearing House (ACH) electronic payment or via paper checks. ACH instructions can be found on the NJDOE's [Homeroom webpage](#) under "ACH Instructions."

Contact Information

Should you have any questions, please contact the Office of Budget and Accounting at TPAF@doe.nj.gov.

c: Members, State Board of Education
NJDOE Staff
Statewide Parent Advocacy Network
Garden State Coalition of Schools
NJ LEE Group