



STATE OF NEW JERSEY
DEPARTMENT OF EDUCATION

A Memo from the New Jersey Department of Education

Date: July 26, 2018

To: Chief School Administrators

Route To: School Business Administrators

From: Kevin Dehmer, Chief Financial Officer/Assistant Commissioner
Division of Finance

Reimbursement of TPAF and Social Security – School Year 2017-18

N.J.S.A. 18A:66-90 provides that each local board of education must reimburse the state of New Jersey for the employer's cost of pensions, group life insurance, Social Security and other benefits to the Teachers' Pension and Annuity Fund (TPAF). This applies to the contractual salaries of TPAF member employees paid from federally financed programs.

The *Reimbursement to State of New Jersey – N.J.S.A. 18A:66 Form*, linked below, reflects a pension rate of 23.85%, which is lower than the estimated rate that was stated in the Department of Education's memo of April 11, 2018 and the Social Security rates. If an employee has not paid contributions to the TPAF during the year, no reimbursement is due. Districts must report prorated federal salaries for split or partially funded employees. Negative reports are required.

To complete the reimbursement report form, multiply the totals in column 4 by the percentages in column 5 and extend to column 6. Please retain all computations of amounts reported for audit review by your public school accountant. The *Reimbursement to State of New Jersey – N.J.S.A. 18A:66 Form* is posted on the Department's [website](#).

Send check made payable to: Treasurer, State of New Jersey, for the total amount due on line C, along with the original copy of the report, **by October 1, 2018** to:

New Jersey Department of Education
Office of Accounting
P.O. Box 500
Trenton, NJ 08625-0500
ATTN: Bob Marut

If a signed voucher is required for your records, attach a district voucher to be returned upon completion of the review. Thank you in advance for your continued assistance and cooperation. Should you have any questions or need assistance, contact Bob Marut directly at 609-376-3632.

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