



State of New Jersey
DEPARTMENT OF EDUCATION
PO Box 500
TRENTON, NJ 08625-0500

CHRIS CHRISTIE
Governor

KIM GUADAGNO
Lt. Governor

DAVID C. HESPE
Commissioner

July 19, 2016

TO: Chief School Administrators
School Business Administrators/Board Secretaries

FROM: David D. Joye, Division Director
Office of Administration & Budget

SUBJECT: Reimbursement of TPAF and Social Security – School Year 2015-16

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* reflects a pension rate of 17.29%, which is higher than the estimated rate that was stated in the Department of Education's memo of March 2, 2016, 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 also 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 3, 2016** 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 609-984-6306.

DDJ/RM/july tpaf memo 2015-16

Attachment

c: Members, State Board of Education

David C. Hesper, Commissioner

Senior Staff

Peggy McDonald

Anne Corwell

Karen Campbell

Marie Barry

Cristin N. Henry

Pat Gray

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Executive County Superintendents

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NJ LEE Group