



TEXAS EMERGENCY SERVICES RETIREMENT SYSTEM
Federal Income Tax Withholding Certificate

I have reviewed the information below and hereby submit this statement of preference regarding how my benefit is to be treated for purposes of federal income tax withholding. I understand that this withholding preference will apply to the taxable portion of the money I receive on a monthly basis from TESRS.

| | | | |
|----------------|-------|----------------------------|-------|
| NAME | _____ | SOCIAL SECURITY NO. | _____ |
| ADDRESS | _____ | CITY STATE ZIP | _____ |

Please Select One of the Following Options:

- I do not wish to have any federal income tax withheld from my benefit. I understand that I am liable for the payment of federal income tax on the taxable portion of my benefit and that I may be subject to tax penalties under the estimated tax payment rules if my payment(s) of estimated tax and withholding are not adequate.
- Based on the marital status selected below, I wish to have TESRS withhold from my MONTHLY benefit the amount, if any, of federal income tax determined in accordance with the tax tables, and marital status claimed.
- I wish to have a total of \$_____ withheld MONTHLY from each payment in addition to any tax withheld calculation using IRS published tables based on marital status claimed.

If you selected 2 or 3 above, the following section must be completed:

| |
|--|
| <p>Marital Status:</p> <p><input type="checkbox"/> Married</p> <p><input type="checkbox"/> Single</p> |
|--|

The Internal Revenue System requires TESRS to:

- Withhold federal income tax from your monthly benefit unless you tell us in writing that you do not want tax withheld,
- Base withholding upon tax tables provided by the U.S. Treasury Department annually, and
- Provide you with an opportunity to change your preference selection.

Options Available to People Who Are Receiving Benefits

As a benefit recipient, the following options are available to you:

- You may specify that you do not want federal tax withheld from your benefit by selecting Option 1 above.
- You may select Option 2 above which will require TESRS to determine the amount, if any, which must be withheld based upon federal tax tables.
- You may select Option 3 above and specify the amount you would like to have withheld. The specific amount will be withheld in addition to the amount calculated based upon the tax tables, and marital status claimed. Otherwise, the amount required by the tax tables and marital status claimed will be withheld.

An election of any one of the options will remain in effect until you revoke it. You may revoke or change your election at any time. If you elect not to have withholding applied to your pension payments, or if you do not have enough federal income tax withheld from your pension, you may be responsible for the payment of the estimated tax. You may incur penalties under the estimated tax rules if your withholding and estimated tax payments are not sufficient. This TESRS form is a substitute for IRS Form W-4P, which can be found at www.irs.gov.

Failure to File Certificate with TESRS

If you do not file a withholding preference certificate, TESRS is required to withhold federal tax from your monthly benefit based on the status MARRIED. If your benefit is large enough to require federal tax withholding, the amount required by the tax tables will automatically be withheld each month.

Signature

Date

X

TEXAS EMERGENCY SERVICES RETIREMENT SYSTEM
P.O. BOX 12577 AUSTIN TEXAS 78711 (800) 919-3372 FAX (512) 936-3480