

IPERS Employer Bulletin 2009-2

DATE: November 19, 2009
TO: Reporting Officials
FROM: Donna M. Mueller, CEO
SUBJECT: Notice of FY2011 Contribution Rates and 2010 IRS Covered Wage Ceiling

CONTRIBUTION RATES FOR FISCAL YEAR 2011

IPERS' actuary completed the annual valuation and certified the contribution rates for fiscal year 2011 for sheriffs, deputy sheriffs, and members in other protection occupations. This is the fourth year of the statutory increase in the rate for regular members.

The following rates are effective July 1, 2010–June 30, 2011:

	Member	Employer	Total Rate
Regular Members	4.50%	6.95%	11.45%
Sheriffs and Deputy Sheriffs	8.94%	8.94%	17.88%
Protection Occupations	6.64%	9.95%	16.59%

WAGE CEILING FOR CALENDAR YEAR 2010

The Internal Revenue Code limitation that applies to IPERS-covered wages will **remain at \$245,000 for calendar year 2010**. Wages paid to employees over \$245,000 in 2010 are not subject to IPERS withholding and should not be reported to IPERS. Please check your payroll system to ensure the correct wage ceiling has been entered.

If an employee of your organization has more than one employer and reaches the wage limit because of dual employment, IPERS will notify you when the member has reached the wage limit and credit the employer account for any overpayment to IPERS. If you submit IPERS wage reports through I-Que, you will receive this notification as an error message when you process the report, and your report will only allow you to submit wages and contributions up to the limit.

INQUIRIES

For further information, contact the Employer Relations Bureau at 1-877-473-7799. Please refer to IPERS Employer Bulletin 2009-2.