

Teamsters Local 641 Pension Fund

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IMPORTANT ANNUAL NOTIFICATIONS

FORM W4P – FEDERAL & NJ WITHHOLDING CERTIFICATE

As you are aware, you have the option of having Federal and New Jersey income tax withheld from your pension. This is a reminder that you may change your previous decision at this time by completing a Form W4P for Federal or State.

Your most recent choice on withholding tax will remain in effect until you file a new W4P withholding certificate with us. If you make a change, please indicate when you would like it to begin.

Withholding is one way for you to pay a portion of your income tax. If no tax or not enough tax is withheld from your benefit, you may be required to pay estimated taxes during the year or a tax penalty at the end of the year. Of course, whether you have to pay federal income tax on your pension depends on the total amount of your taxable income. Remember, Social Security benefits are not taxable for certain individuals.

Your decision on withholding is an important one. You may wish to discuss it with a qualified tax professional to determine what deductions are right for you. WWW.IRS.GOV is a good resource of information on tax issues. You can always obtain W4P Withholding Certificates online, on our website, or by calling the Fund office.

IF YOU WISH NOT TO CHANGE YOUR CURRENT TAX WITHHOLDING STATUS, THERE IS NO NEED TO RETURN THESE FORMS BACK TO OUR OFFICE.

On the Form W4P you may choose:

- (a) To change the amount of Federal Income Being withheld from your Pension
- (b) To indicate **NOT** to have any Federal Income Tax withheld or
- (c) To have an additional amount of tax withheld
- (d) Please also indicate when you would like this change to occur.

If you have any questions, please feel free to call us at the Fund Office at (908) 687-4488

Thank you

Very truly yours,

Teamsters Local 641 Pension Fund

**Withholding Certificate for
 Pension or Annuity Payments**

2021

Future developments. For the latest information about any future developments related to Form W-4P, such as legislation enacted after it was published, go to www.irs.gov/FormW4P.

Purpose of form. Form W-4P is for U.S. citizens, resident aliens, or their estates who are recipients of pensions, annuities (including commercial annuities), and certain other deferred compensation. Use Form W-4P to tell payers the correct amount of federal income tax to withhold from your payment(s). You may also use Form W-4P to choose (a) not to have any federal income tax withheld from the payment (except for eligible rollover distributions or for payments to U.S. citizens to be delivered outside the United States or its possessions), or (b) to have an additional amount of tax withheld.

Your options depend on whether the payment is periodic, nonperiodic, or an eligible rollover distribution, as explained on pages 2 and 3. Your previously filed Form W-4P will remain in effect if you don't file a Form W-4P for 2021.

General Instructions

Section references are to the Internal Revenue Code.

Follow these instructions to determine the number of withholding allowances you should claim for pension or annuity payment withholding for 2021 and any additional amount of tax to have withheld. Complete the worksheet(s) using the taxable amount of the payments.

If you don't want any federal income tax withheld (see *Purpose of form*, earlier), you can skip the worksheets and go directly to the Form W-4P below.

Sign this form. Form W-4P is not valid unless you sign it.

You can also use the estimator at www.irs.gov/W4App to determine your tax withholding more accurately. Consider using this estimator if you have a more complicated tax situation, such as if you have more than one pension or annuity, a working spouse, or a large amount of income outside of your pensions. After your Form W-4P takes effect, you can also use this estimator to see how the amount of tax you're having withheld compares to your projected total tax for 2021. If you use the estimator, you don't need to complete any of the worksheets for Form W-4P.

Note that if you have too little tax withheld, you will generally owe tax when you file your tax return and may owe a penalty

unless you make timely payments of estimated tax. If too much tax is withheld, you will generally be due a refund when you file your tax return.

Filers with multiple pensions or more than one income. If you have more than one source of income subject to withholding (such as more than one pension or a pension and a job, or you're married filing jointly and your spouse is working), read all of the instructions, including the instructions for the Multiple Pensions/More-Than-One-Income Worksheet, before beginning.

Other income. If you have a large amount of income from other sources not subject to withholding (such as interest, dividends, or capital gains), consider making estimated tax payments using Form 1040-ES, Estimated Tax for Individuals. Otherwise, you might owe additional tax. See Pub. 505, Tax Withholding and Estimated Tax, for more information. Get Form 1040-ES and Pub. 505 at www.irs.gov/FormsPubs. Or, you can use the Deductions, Adjustments, and Additional Income Worksheet on page 5 or the estimator at www.irs.gov/W4App to make sure you have enough tax withheld from your payments. If you have income from wages, see Pub. 505 or use the estimator at www.irs.gov/W4App to find out if you should adjust your withholding on Form W-4 or Form W-4P.

Note: Social security and railroad retirement payments may be includible in income. See Form W-4V, Voluntary Withholding Request, for information on voluntary withholding from these payments.

Withholding From Pensions and Annuities

Generally, federal income tax withholding applies to the taxable part of payments made from pension, profit-sharing, stock bonus, annuity, and certain deferred compensation plans; from individual retirement arrangements (IRAs); and from commercial annuities. The method and rate of withholding depend on (a) the kind of payment you receive; (b) whether the payments are to be delivered outside the United States or its possessions; and (c) whether the recipient is a nonresident alien individual, a nonresident alien beneficiary, or a foreign estate. Qualified distributions from a designated Roth account or Roth IRA are nontaxable and, therefore, not subject to withholding. See page 3 for special withholding rules that apply to payments to be delivered outside the United States and payments to foreign persons.

----- Separate here and give Form W-4P to the payer of your pension or annuity. Keep the worksheet(s) for your records. -----

**Withholding Certificate for
 Pension or Annuity Payments**

2021

► For Privacy Act and Paperwork Reduction Act Notice, see page 6.

Your first name and middle initial	Last name	Your social security number
Home address (number and street or rural route)		Claim or identification number (if any) of your pension or annuity contract
City or town, state, and ZIP code		

Complete the following applicable lines.

- Check here if you **do not want any** federal income tax withheld from your pension or annuity. (Don't complete line 2 or 3.) ►
- Total number of allowances and marital status you're claiming for withholding from each **periodic** pension or annuity payment. (You may also designate an additional dollar amount on line 3.) ►
Marital status: Single Married Married, but withhold at higher Single rate. (Enter number of allowances.)
- Additional amount, if any, you want withheld from each pension or annuity payment. (**Note:** For periodic payments, you can't enter an amount here without entering the number (including zero) of allowances on line 2.) ► \$

Your signature ►

Date ►

Form NJ-W-4P

NJ-W-4P CERTIFICATE OF VOLUNTARY WITHHOLDING OF NEW JERSEY GROSS INCOME TAX (04-17) FROM PENSION AND ANNUITY PAYMENTS

Print Your Full Name			Your Social Security Number _____ - _____ - _____		
Home Address			ID Number of Your Pension or Annuity (From Your Statement or Contact Your Payer): _____		
City or Town	State	Zip Code			
<input type="checkbox"/> I want to have New Jersey Gross Income Tax withheld from this pension or annuity payment in the amount of \$ _____ .00 <i>(Enter a whole dollar amount of \$10 or more for each payment.)</i>					
<input type="checkbox"/> I want to stop withholding New Jersey Income Tax from this pension or annuity payment.					
Your Signature _____			Date _____		
MAIL THIS FORM TO YOUR PENSION OR ANNUITY PAYER					
FORM MAY BE REPRODUCED					

You can use Form NJ-W-4P to notify your pension payer to begin, change, or stop withholding New Jersey Income Tax from your pension or annuity payments.

Note: If you previously completed this form, do not file again unless you want to make a change.

Instructions

- Fill in your name, address, and Social Security Number;
- Enter the identification number of your pension or annuity contract. If you do not find this number on your annual pension or annuity statement, ask your pension plan administrator;
- Check only one box. If you are requesting to have Income Tax withheld, you also must enter the amount you want deducted from each payment;
- Sign and date the completed form;
- **Mail this form to the payer of your pension or annuity. If you do not have the mailing address, you must contact your payer.**

For State of New Jersey retirees and benefit recipients only, visit the [New Jersey Division of Pensions and Benefits](#) for mailing information.

Why should I file this form?

Your pension or annuity may be taxable and you may owe tax when you file your New Jersey Income Tax return. Use this form to have the payer of your pension or annuity withhold New Jersey Income Tax for you. If you choose not to withhold New Jersey Income Tax, you may be required to make estimated tax payments.

Note: If you do not expect to owe Income Tax to New Jersey at the end of the tax year, do not request to have New Jersey Income Tax withheld.