



El Paso Firemen & Policemen's Pension Fund



EL PASO FIREMEN & POLICEMEN'S PENSION FUND Retiree Notice

Pension recipients may notice a reduction in their net monthly benefit payment due to the recent expiration of the federal tax credit.

The El Paso Firemen & Policemen's Pension Fund (the "Fund") calculates and withholds federal income taxes from monthly retirement payments received by retirees and beneficiaries based upon federal income tax withholding tables published by the Internal Revenue Service. The American Recovery and Reinvestment Act of 2009 created the "Making Work Pay" tax credit. This credit was incorporated into the 2009 and 2010 federal income tax tables which provided lower withholding rates. The "Making Work Pay" tax credit expired on December 31, 2010, and was not renewed. Retirees and beneficiaries may see an increase in the amount of federal taxes withheld from their monthly benefit and a corresponding decrease in the amount of their net retirement benefit.

The Fund urges retirees and beneficiaries to review their withholding and, if necessary complete a new W-4P which may be found www.elpasofireandpolice.org/images/fw4p.pdf. Should you need assistance in calculating your federal tax, please consult with your tax advisor or the IRS.

Should you have additional questions regarding this issue, please contact the retirement fund at 915-771-8111.

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