



Iron Workers' Local No. 25 Fringe Benefit Funds

P.O. Box 99219

Troy, MI 48099-9219

Phone: (248) 347-3100 Toll Free: (800) 572-8553 Fax: (248) 813-9898

Website: www.iw25fringe.org

NOTICE OF WITHHOLDING ON MONTHLY PENSION PAYMENTS

Under federal law, your monthly pension payments will be subject to federal income tax withholding, like wages, unless you decide not to have taxes withheld.

You may choose not to have withholding apply to your pension payments. All you have to do is check **Option A** on the election form, which appears on the reverse side, sign and date it and return it to the Fund Office.

If you do not return the election form, federal income tax will be withheld from your benefit checks at the rate specified in the tax law, which is calculated as if you were a married individual claiming three withholding allowances or exemptions. On this basis, no tax will be withheld if your monthly benefit is less than \$1,160.00

The enclosed election form can also be used to revoke an election not to have federal income tax withheld. If you choose **Option A** and then change your mind, all you have to do is ask for another election form, check the option you want, sign and date the form, and return it to the Fund Office. You may make or revoke elections as often as you wish. Additional election forms may be obtained from the Pension Fund Office at P.O. Box 99219, Troy, MI 48099-9219 or from the website www.iw25fringe.org.

Even if you elect not to have federal income tax withheld, you are liable for payment of federal income tax on your pension. You may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

Sincerely,

BOARD OF TRUSTEES

(CONTINUED ON REVERSE SIDE)

**FEDERAL INCOME TAX WITHHOLDING ELECTION
FOR RECIPIENTS OF PERIODIC PAYMENTS**

INSTRUCTIONS:

Check either Option A or Option B. Be careful to select the option which says what you want done:

IF YOU DO NOT WANT WITHHOLDING

Option A ☐ I **do not** want to have federal income tax withheld from my monthly pension.

IF YOU WANT WITHHOLDING

Option B ☐ I **want** to have federal income tax withheld from my monthly pension. You must check **one** of the following:

☐ I want to have federal income tax in the flat dollar amount of \$_____ withheld from each monthly pension check (please fill in dollar amount).

☐ I want to have federal income tax withheld from my monthly pension at the rate specified in the tax law. (This rate assumes that you are married and claiming three withholding allowances). \$_____ (amount to be completed by Fund Office).

☐ I want to have federal income tax withheld from my monthly pension in accordance with the tax tables appearing on Form W-4P. (The tax tables are related to your marital status, dollar amount of your pension and the number of withholding allowances claimed).

_____ **EXEMPTIONS**

_____ **GROSS PENSION AMT**
(amount to be completed by
Fund Office)

☐ **SINGLE**

☐ **MARRIED**

☐ **MARRIED,
BUT AT HIGHER
SINGLE RATE**

Signed _____

Date _____

(Please Print Name)

(Social Security Number)

IMPORTANT:

Even if you elect not to have federal income tax withheld, you are liable for payment of federal income tax on your monthly pension. You also may be subject to tax penalties under the estimated tax payment rules if your payments of estimated tax and withholding, if any, are not adequate.

**RETURN YOUR COMPLETED ELECTION TO: IRON WORKERS' LOCAL NO. 25 PENSION FUND
P.O. BOX 99219
Troy, MI 48099-9219**