



CT TEACHERS' RETIREMENT BOARD
FISCAL DIVISION 765 ASYLUM AVENUE 2ND FLOOR HARTFORD, CT 06105-2822
Toll-Free 1-800-504-1102 Option 2 (860) 241-8400 Option 2 Fax (860) 241-9295 www.ct.gov/trb

NON-VESTED INACTIVE MEMBER WITHDRAWAL FORM

NEW LEGISLATION

Public Act 16-91 effective July 1, 2016, requires the Connecticut Teachers' Retirement Board to cease crediting interest to non-vested inactive members accounts after ten years of inactivity.

AMOUNT OF REFUND

The refund amount will be based on your number of years of credited service and the balances in your account as of the date of refund, including a pro-rata (monthly) portion of the previous year's interest rate from July 1st through the withdrawal date.

Years of Credited Service	Refund Amount
5 or more years of service	Regular contributions plus interest and Supplemental contributions through 6/1989, Supplemental interest will be forfeited.
Less than 5 years of service	Regular contributions plus interest. Entire Supplemental account (contributions and interest) will be forfeited.

RETURN TO SERVICE / RESTORATION OF CREDIT

If you return to service as an Active CTRB member, you will have the option of re-purchasing the service you forfeited at the time of your withdrawal. The amount you will be required to pay to restore this service will be the amount you withdrew, with credited interest from the date of withdrawal to the date of repayment. You may obtain the **Prior Connecticut Teaching Service Bulletin** from our website or office for further information.

SPECIAL TAX NOTICE REGARDING PAYMENTS ELIGIBLE FOR ROLLOVER

If you withdraw your funds, the pre-tax contributions, as well as the interest/return on all contributions, are eligible for rollover. Your "after-tax" contributions are not taxable. CTRB will process these as a refund to the member and not as a rollover.

A payment from the Connecticut Teachers' Retirement Board that is eligible for rollover may be taken in two ways:

- ▶ **Direct Rollover** - In accordance with the provisions of the Economic Growth and Tax Relief Reconciliation Act of 2001, effective January 1, 2002, your payment from CTRB may be sent directly to:
 - Another Qualified Employer Plan I.R.C. 401(a)
 - Profit Sharing Plan I.R.C. 401(k)
 - 403(b) Annuity or 403(b) Custodial Account
 - Individual Retirement Account (IRA) I.R.C. 408 (non-Roth)
 - Deferred Compensation I.R.C. 457

If you choose the Direct Rollover option, your distribution will **not** be taxable in the current year and no income tax will be withheld by CTRB. We recommend that you contact the Custodian/Trustee for information regarding the future tax obligation that you will have when you withdraw your funds from their plan.

- ▶ **Paid Directly to You** - CTRB is required to withhold 20% of the payment (the taxable portion) for Federal tax purposes. Your payment will be taxed in the current year unless you roll it over. You may be able to use special tax rules that could reduce the tax you owe. However, if you receive the payment before age 59 1/2, you also may have to pay an additional 10% tax. Within 60 days of receiving the payment, you may rollover 100% of the payment to a Qualified Plan by replacing the 20% that was withheld for Federal tax purposes.

We suggest that you contact the Internal Revenue Service for further information on your Federal tax obligation at 1-800-829-1040 or visit their website @ <http://www.irs.gov/>.

CTRb will also withhold 6.99% of the taxable portion for Connecticut tax if you are a resident of Connecticut. CTRb will only withhold State taxes for the State of Connecticut. Questions concerning your Connecticut tax obligation should be referred to the Connecticut Department of Revenue Services at (860) 297-5962 or visit their website @ www.ct.gov/drs.

Please Return to Fiscal Division



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NON-VESTED INACTIVE MEMBER WITHDRAWAL FORM

Withdrawals will be issued on the last business day of the month within two months of receipt of this form. A Non-Vested Inactive Member Withdrawal form may not be rescinded after the end of the calendar month in which CTRB receives it.

PLEASE CHECK THIS BOX IF THIS IS A NEW ADDRESS

Applicant's Last Name, First Name, Middle Initial		Home Phone	Fax
Address Street	City	State	Zip Code
Applicant's SS#		E-Mail	

CHECK ONE ELECTION:

- Rollover** - I elect to have Teachers' Retirement Board rollover the taxable portion of the account balance(s) remaining directly to the Qualified Plan indicated below. I understand that the after-tax contribution portion of the account balance(s) will be issued directly to me as non-taxable income.
- Refund** - I elect to have Teachers' Retirement Board issue the account balance(s) remaining directly to me, including the taxable portion. I understand that there will be an automatic 20% withheld (of the taxable amount) for Federal Tax purposes and an automatic 6.99% withholding for Connecticut tax if I am a resident of Connecticut.

Applicant's Signature	Date
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NOTIFICATION OF INTENT TO TRANSFER TAXABLE BALANCE TO QUALIFIED PLAN

This is notification of my intent to transfer the taxable portion of my account balance held by the CT Teachers' Retirement Board. The sums, which are being distributed under the provisions of the CT Teachers' Retirement Board, are considered a qualified plan under section 401(a) of the Internal Revenue Service Code. Please issue a check representing the taxable portion of my distribution to my account as follows:

Name of Custodian/Trustee	Account #		
Address Street	City	State	Zip Code
Fax	E-Mail		

ACCEPTANCE OF CUSTODIAN/TRUSTEE

On behalf of the above-designated Custodian/Trustee, we will accept this money as a tax-free exchange under Section 402 of the Internal Revenue Code.

Authorized Representative Signature	Date
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