

HAWAII ADMINISTRATIVE RULES

TITLE 6

DEPARTMENT OF BUDGET AND FINANCE

EMPLOYEES' RETIREMENT SYSTEM

CHAPTER 25

WITHHOLDING OF FEDERAL INCOME TAXES  
FROM RETIREMENT ALLOWANCE PAYMENTS

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Historical Note: This chapter is based substantially on Procedural Rules for the Implementation of Act 11, SLH 1966, relating to the Withholding of Federal Income Taxes from Retirement Allowance Payments. [Eff 1/3/67; R 11/9/81]

§6-25-1 Scope. This chapter shall govern the withholding of federal income taxes from the pension, annuity or retirement allowance payments to all retirants who desire to have their Federal income taxes withheld from such payments. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-2 Acceptable consent forms. Retirants shall consent in writing to the withholding of federal income taxes. The system may accept the following as written consents if properly signed:

- (1) U.S. Treasury Form W-4P, "Employee's Withholding Exemption Certificate";
- (2) Any letter from the retirant requesting the withholding of a

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- specified monthly sum; and
- (3) Any form as provided by the system for such purpose. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-3 Persons retired over one year. Retirants continuously retired for more than one year immediately preceding the filing of such consent shall indicate in the consent the amount of monthly deductions to be made from their retirement allowance. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-4 Other retirants. All other retirants may indicate in the consent the amount of monthly deduction to be made from their retirement allowance, or may, in lieu thereof, fill out Form W-4P described in §6-25-2(12) above, indicating the number of exemptions claimed. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-5 Filing deadlines. Any change in the amount of monthly deductions shall be filed with the system no later than the 20<sup>th</sup> of the month in order that such change may be effected at the end of the following month. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-6 Determination of amount of withholding taxes, W-4P. On all requests for withholding of federal income taxes made by filing the Form W-4P indicating the number of exemptions, the system shall use the rates in the prevailing applicable withholding table provided by the United States Internal Revenue Service. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)

§6-25-7 Furnishing of W-2P statements and filing of such copies with District Director of Internal Revenue. On or before January 31 of each year, the system shall furnish to each retirant Form W-2P, a statement of the amount of taxes withheld from the retirant's retirement allowance for the preceding calendar year in accordance with existing federal income tax laws. [Eff 11/9/81] (Auth: HRS §§88-28, 88-94) (Imp: HRS §88-94)