

North Dakota Teacher Retirement (TFFR) Model 2 - Partial

Teacher Retirement Setup:

The following describes the teacher retirement setup within the School Accounting System for Model 2 - Partial:

- Set up a PIK type retirement deduction as follows by selecting the **Maintenance** menu and then **Deductions**. See **Diagrams A and B**.

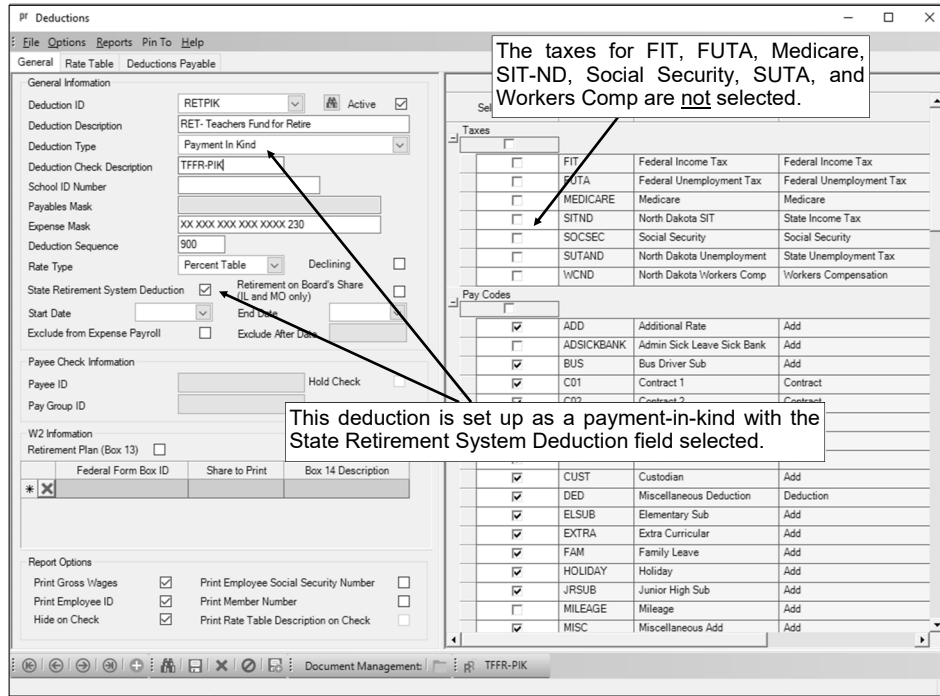


Diagram A

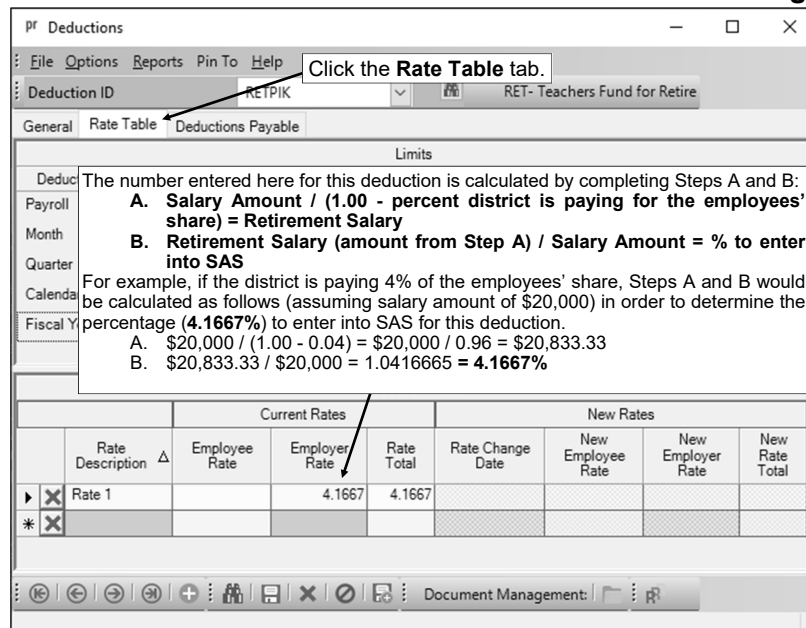


Diagram B

- Set up *two* Deduction type retirement deduction as follows by selecting the **Maintenance** menu and then **Deductions**. See **Diagrams C, D, E, and F**.

Diagram C

		Current Rates				
Rate Description	Employee Rate	Employer Rate				
Rate 1	7.75	4.00	11.75			.00

For the employer rate, enter the percent that the employer is paying of the employee's share (in this example, 4%).

For the employee rate, enter the difference between the partial employer payment amount and 11.75%. In this example, the employer amount is 4% so 7.75% is entered (11.75% - 4% = 7.75%).

Diagram D

Diagram E

		Current Rates		Deduction Rates		
Rate Description	Employee Rate	Employer Rate	Rate Total	Rate	Rate	Total
Rate 1		12.75	12.75			.00

Enter just the regular employer rate for this deduction.

Diagram F

- On the Deductions screen of the Employee File, add the PIK type and two Deduction type retirement deductions to the employee. See **Diagrams G, H, and I**.

Add the deduction set up as the payment-in-kind (in this example, the RETPIK deduction) for the Employer share as shown.

Deduction ID	Deduction Description	Active	Employee Rate Type	Employee Rate
RETPIK	RET-Teachers Fund for Retire	<input checked="" type="checkbox"/>	Percent Table	4.100

Selected	ID	Description	Type	Stat Sys
<input type="checkbox"/>	FIT	Federal Income Tax	Federal Income Tax	
<input type="checkbox"/>	FUTA	Federal Unemployment Tax	Federal Unemployment Tax	
<input type="checkbox"/>	MEDICARE	Medicare	Medicare	
<input type="checkbox"/>	SITND	North Dakota SIT	State Income Tax	
<input type="checkbox"/>	SOCSSEC	Social Security	Social Security	
<input type="checkbox"/>	SUTAND	North Dakota Unemployment	State Unemployment Tax	

Diagram G

Add the first retirement deduction (in this example, the RET deduction) for both the Employee and Employer share as shown.

Deduction ID	Deduction Description	Active	Employee Rate Type	Employee Rate
RET	RET-Teachers Fund for Retire	<input checked="" type="checkbox"/>	Percent Table	7.75

Selected	ID	Description	Type	Stat Sys
<input type="checkbox"/>	FIT	Federal Income Tax	Federal Income Tax	
<input checked="" type="checkbox"/>	FUTA	Federal Unemployment Tax	Federal Unemployment Tax	
<input checked="" type="checkbox"/>	MEDICARE	Medicare	Medicare	
<input type="checkbox"/>	SITND	North Dakota SIT	State Income Tax	
<input checked="" type="checkbox"/>	SOCSSEC	Social Security	Social Security	
<input checked="" type="checkbox"/>	SUTAND	North Dakota Unemployment	State Unemployment Tax	

Diagram H

Add the second retirement deduction (in this example, the RET1 deduction) for the Employer share as shown.

Deduction ID	Deduction Description	Active	Employee Rate Type	Employee Rate
RET1	RET-Teachers Fund for Retire	<input checked="" type="checkbox"/>	Percent Table	12.75

Selected	ID	Description	Type	Stat Sys
<input type="checkbox"/>	FIT	Federal Income Tax	Federal Income Tax	
<input checked="" type="checkbox"/>	FUTA	Federal Unemployment Tax	Federal Unemployment Tax	
<input checked="" type="checkbox"/>	MEDICARE	Medicare	Medicare	
<input type="checkbox"/>	SITND	North Dakota SIT	State Income Tax	
<input checked="" type="checkbox"/>	SOCSSEC	Social Security	Social Security	
<input checked="" type="checkbox"/>	SUTAND	North Dakota Unemployment	State Unemployment Tax	

Diagram I

Retirement Report Setup:

When generating the retirement report (accessed from the Payroll screen, **Government Reporting** menu, and **North Dakota Teachers Retirement Report**), complete the report options screen with the appropriate information and then click the **Deductions** tab to complete the following (see **Diagram J**):

- For the first retirement deduction set up with both the employee and employer rates totaling 11.75% (in this example, the RET deduction), select **Both** under the +Tax Deferred column.
- For the second retirement deduction defined with the employer rate of 12.75% (in this example, the RET1 deduction), select **Employer** under the +Employer column.
- For the retirement deduction set up as the payment-in-kind (in this example, the RETPIK deduction), select **Employee** under the -Tax Deferred column.

See **Diagram K** for an example of the retirement report printed for Model 2 - Partial.

Select **Both** under the +Tax Deferred column to the right of the retirement deduction with both the employee and employer rate totaling 11.75%.

Select **Employer** under the +Employer column to the right of the retirement deduction defined with the rate of 12.75%.

Select **Employee** under the -Tax Deferred column to the right of the payment-in-kind retirement deduction.

Diagram J

Date 09/09/2021 8:42 AM North Dakota Retirement and Investment Office Page: 1
 Employer's Report of Contributions for Fiscal Year 07/01/2021 through 06/30/2022

Report For: North Dakota Lab Data Employer #: 12345 Month Ending: 11/2021 Model: 2

SSN	Name/Address	Contract/Addl TFFR Salary	Retirement Salary	Taxed Member Contributions	Tax Deferred Member Contributions	Employer Contributions	Last Date Worked	Total Hours
XXX-XX-7362	Green Dale 8675 JACKSON BLVD SOMEPLACE ND 58000	2,625.00	2,734.38	0.00	321.29	348.63		
XXX-XX-6211	Jackson Kathy PO BOX 8214 SOMEPLACE ND 58000	4,316.66	4,496.52	0.00	528.34	573.31		
XXX-XX-1122	White Mary PO BOX 825 SOMEPLACE ND 58000	2,859.58	2,978.73	0.00	350.00	379.79		

Diagram K