

3. Please note that the IRC requires employee deferral agreements to be entered in the month before the deferrals start. For example, if your employee signs a deferral agreement on January 15, we will assign an effective date for your first regularly scheduled pay date falling after February 15. Ohio DC will forward a Payroll Reduction Change Report (see below) to your payroll department which shows all employees who are initiating deferrals or changing their deferral amounts.

PLEASE DO NOT STAPLE



**OHIO DEFERRED
COMPENSATION**
OHIO PUBLIC EMPLOYEES DEFERRED COMPENSATION PROGRAM

PAYROLL REDUCTION CHANGE REPORT

EMPLOYER #: 01234500

CITY OF PARADISE
ATTN: JOHN DOE
CENTRAL PAYROLL
100 W HIGH ST
PARADISE OH 43111

OHIO DEFERRED COMPENSATION
257 E TOWN ST STE 400
COLUMBUS OH 43215-4623

FOR ASSISTANCE CALL: (614) 466-7245

PAYROLL DATE: 12/15/2011

CU=CATCH-UP
FP=FIFTY-PLUS

<u>SOC SEC #</u>	<u>PARTICIPANT NAME</u>	<u>OLD AMOUNT</u>	<u>TYPE OF CHANGE</u>	<u>NEW AMOUNT</u>
***--4715	WHITING, SKIPPY	140.00	INCREASE	180.00
***--7645	DUNN, DUCK	50.00	DECREASE TO 0	.00
***--8455	BRINLEY, R.Z.	170.00	INCREASE FP	180.00
***--9215	MASA, JUJU	150.00	INCREASE	200.00
***--1025	DUCKWORTH, BB.	600.00	DECREASE TO 0	.00
***--3225	GREEN, PAINTER	475.00	INCREASE	500.00
***--6755	SMITT, JOHNSON	300.00	DECREASE TO 0	.00
***--3586	RICHARDS, P.	265.00	INCREASE	765.00
***--0049	SMITH, BLISS	50.00	DECREASE TO 0	.00
***--9415	DUNHAM, TRENT	300.00	DECREASE FP	100.00
***--2325	BLISS, JASON G.	70.00	DECREASE TO 0	.00
***--6938	SANTA, RONALD	15.00	DECREASE TO 0	.00
***--6825	KUBIC, PRISM	175.00	DECREASE TO 0	.00
***--0145	ALLEN-LEE, BARR	278.00	INCREASE FP	1,178.00
***--1725	MURPHY, ISAAC	788.00	INCREASE FP	1,544.00
***--6055	MULLINS, CONWAY	200.00	DECREASE	150.00
***--8465	JEFFRIES, BECK	.00	NEW REDUCTION	100.00

We will mail or fax this report at least 10 days before the effective date. You can also download this information from the Ohio Deferred Compensation section of the Ohio Business Gateway website at ohiobusinessgateway.ohio.gov instead of receiving the information in the mail or through fax.

Employees can change their deferral amounts at any time, but they must go through the Ohio DC Service Center by calling **877-644-6457** or by logging into their account at **Ohio457.org**. Employees **cannot** make changes to their deferral amount directly through their employer payroll department without possible violation of the IRC regulations.

Employers **cannot make any deferral changes** until the effective date specified on the Payroll Reduction Change Report, except to prevent deferrals from exceeding the maximum annual deferral limits (see section 8 below), or in the following situations when an employee:

- has not worked enough hours to cover a deferral,
- does not have enough pay to cover a deferral,
- has terminated employment (retired, resigned or been fired), or
- has scheduled a lump sum deferral at termination, but the employee's final pay is insufficient to cover the entire lump sum amount.

4. Deferral Reporting Methods: You can use one of the following methods for reporting deferred amounts:

A. Computer file. This confidential data file must be uploaded to the Ohio Business Gateway website and should not be sent in the U.S. mail or via email. Please note that the use of computer files is recommended for employers who have more than 100 participants in the Plan (see Payroll Deferral Record Layout on the right). This information is included in Exhibit B of your Plan Adoption Agreement and also on the employer website under the Plan Information tab.

B. Pre-Billing Invoice. The employer can obtain this information from the Ohio Business Gateway website or the employer can choose to receive the Pre-Billing Invoice (“Employee Contribution Billing”) by mail or fax. Ohio DC will invoice the employer prior to each pay period and list each employee’s name, last four digits of the Social Security number and dollar amount of the deferral. The employer will reconcile their payment amount and the bill amount, and note any changes on the Pre-Billing Invoice prior to returning it to Ohio DC.

5. Transmitting Deferrals Quickly: Employees’ payroll deferrals should be sent to Ohio DC as soon as administratively possible. Please keep in mind that the sooner we receive your employees’ deferrals, the sooner we can get their retirement savings invested.

6. Remitting Deferrals: For each pay date, forward an automated clearing house (ACH) payment or check (payable to “Ohio Deferred Compensation”) for the gross amount of deferrals with supporting deferral documentation. Use one of the following methods for remitting deferrals:

A. ACH debit: Use the Ohio Business Gateway, ohiobusinessgateway.ohio.gov.

B. ACH credit: Ohio DC will provide our banking information to employers using this method. Employers will need to use their own banking relationships and systems to initiate these transactions and are responsible for any banking fees associated with these transactions. Contact the **Ohio DC Finance Department at 614-466-7245** to receive our banking information.

C. Check mailed to:
Ohio Deferred Compensation
257 E. Town St., Suite 400
Columbus, OH 43215-4623

The ACH debit, ACH credit or check amount must be exactly equal to the total amount of deferrals on the detailed deferral report.

PLEASE DO NOT STAPLE

OHIO DEFERRED COMPENSATION
OHIO PUBLIC EMPLOYER DEFERRAL CONTRIBUTION PROGRAM
EMPLOYEE CONTRIBUTION BILLING

BI-WEEKLY PAYROLL DATE 12/09/2011
EMPLOYER # 01234500 1399533

CITY OF PARADISE
ATTN: JOHN DOE
CENTRAL PAYROLL
100 W HIGH ST
PARADISE OH 43111

PLEASE MAIL CHECK TO:
OHIO DEFERRED COMPENSATION
257 E TOWN ST STE 400
COLUMBUS OH 43215-4623
OR
FILE AND PAY ONLINE AT
WWW.OBG.OHIO.GOV

FOR EMPLOYER ASSISTANCE CALL (614) 466-7245
FOR PARTICIPANT ASSISTANCE CALL TOLL-FREE 1-877-644-6457
** PLEASE INDICATE CORRECTIONS AND TERMINATION DATES UNDER "COMMENTS" **
** PLEASE RETURN A COPY OF THIS LISTING FOR PROPER CREDITING OF ACCOUNTS **

SOC. SEC. NO.	NAME	AMOUNT	COMMENTS
****-3825	STEELEY, D.	50.00	
****-7355	DOUGLON, ANN	150.00	
***-0955	SADOLE, MARY	100.00	
****-5605	JAME HAGEN, JOY	634.41	
****-9266	MILLER, LLOYD	500.00	
****-3155	THOMAS, TURRILL	75.00	
****-4633	RAY, DANSON	125.00	
****-6435	BECK, THEO	275.00	
****-3386	OVER, RICK	240.00	
****-9299	HARLEY, CAITIE	190.00	
****-5905	MELLIN, ELAINE	30.00	
****-9905	GOOD, BOB	105.00	
****-6315	KREN, TIM	87.50	
****-3515	MANN, HOPE	30.00	
****-4940	TACK, CHERYL	50.00	
****-6115	MERRY, SAM	50.00	
****-7675	PASCALL, RUBY	225.00	
TOTAL BILLED		2,917.11	

DEFE: _____
TOTL: _____
APPS: _____
RECE: _____

Field Name	Data Type	Start/End Pos.	Contents
Transaction Type	X(3)	1 3	'114'
Employer ID	X(6)	4 9	Ohio DC will assign this number
Pay Date*	9(8)	10 17	Your payroll date
Social Security5	9(5)	18 22	First 5 digits of social security number
Social Security4	9(4)	23 26	Last 4 digits of social security number
Termination Code	X(2)	27 28	Does participant still work for you? Yes = SPACES No = "TT"
Filler	X(8)	29 36	Spaces
Termination Date*	9(8)	37 44	Date employee was terminated or zeros for current employees
Transaction Amount**9(7)	45 51	51 56	Deferral amount 9999999
Name	X(25)	52 76	Participant name
Filler	X(4)	77 80	Spaces

* All dates must use YYYYMMDD format (20160101)
** The transaction amount must not include the decimal point. Example, a \$125.00 deferral amount would be sent as 0012500.

7. Correcting Errors: If deferrals were made incorrectly on behalf of an employee and the money must be returned to your participating employee, you may not use amounts to be refunded to the employee as an off-set or credit against the gross amount of deferrals for the next pay period. You must notify Ohio DC in writing of the incorrect deferrals and the Board will return the money to the employer.

You must use the **Refund Request Form (see below)** to process your refund. The refunded deferral will be returned to the employer, so the employer can determine the correct disposition and record the refund because the refund might not have been previously included as taxable income to that participating employee. The Refund Request Form is available on the website as a fillable PDF.

Print Form

 **OHIO DEFERRED COMPENSATION**
OHIO PUBLIC EMPLOYEES DEFERRED COMPENSATION PROGRAM
MEMORANDUM

TO: Ohio Deferred Compensation

VIA FAX: 614-728-2601

FROM: Employer: _____
Employer Contact: _____

SUBJECT: Refund Request

We request a refund of the amount(s) specified below for the named participant:

Employee Name: _____

Last 4 of SSN: XXX-XX- _____

Payroll Date(s): _____

Amount(s) to be Refunded: _____

The reason(s) for requiring this refund is/are (check one):

Employee's check was voided

Payment was made to Ohio Deferred Compensation but was not withheld from the employee's check

Payment was made to Ohio Deferred Compensation for an amount other than what was withheld from the employee's check

Employee was credited for a deduction withheld from another employee's check
Indicate employee who should have been credited the deduction (if applicable):
Name: _____ Last 4 of SSN: _____

Other reason – please specify: _____

Signature Date

257 East Town Street, Suite 400, Columbus, Ohio 43215-4623
Telephone: (614) 466-7245 — Fax: (614) 728-2601

8. Annual Deferral Limits: Consistent with IRS regulations, the employer is responsible for ensuring that the participant's annual deferrals do not exceed the annual limit as allowed by the IRC.

Participating employees age 50 and older ("50-Plus") and participating employees in their three years prior to Normal Retirement Age ("Catch-up") may be eligible for higher annual deferral limits.

Ohio DC will annually provide notice to the employer regarding such limit changes. Ohio DC will be careful to enroll the participant for deferral amounts that will not exceed the IRS's maximum limits. If events occur (requested changes to deferral amounts are not made in a timely manner, a year with 27 bi-weekly pay periods, etc.) whereby those limits could be exceeded, we will work with the participating employee and employer to adjust deferral amounts accordingly.

9. **If the employer offers alternative deferred compensation programs in addition to Ohio DC** as permitted under Section 148.06 of the Ohio Revised Code, then the employer should be careful that employees do not exceed the maximum deferral limits under IRC Section 457(b).

10. **The employer is responsible for issuing a correct Form W-2 at year-end**, which will identify the gross amount of wages subject to federal and state taxes and the gross amount of wages subject to local taxes. The employer will list on the participant's W-2 the amount of deferred compensation deferrals for the year, as required by the IRS.

Please note: All deferred compensation contributions, whether employee or employer generated, must be payroll deductions and reported on the W-2 form.

11. **Ohio DC is responsible for overseeing the disbursement of all withdrawals** from the Program to the participating employee or the participating employee's beneficiaries and to discharge on behalf of the employer all reporting and withholding responsibilities required by federal and state regulatory authorities.

12. **Ohio DC will provide the employer with a quarterly statement** that includes the total amount deferred by their participating employees during the quarter and the total value of deferred amounts held on behalf of the participating employees.

Note: Amounts may not always coincide or agree with the employer's deferral records due to timing of deposits and transfers into and out of individual accounts.

13. The employer should maintain the confidentiality of individual participating employee deferrals and related account information. For security purposes, use only the last four digits of employees' Social Security numbers in your communications; never mail or transmit electronically the entire Social Security number.

Employer Services for You

The Board Office is responsible for administration of the Ohio DC Program, which includes maintaining employer and employee account records, investing payroll deferrals, processing withdrawal requests and generating employer and employee account statements.

Employers with questions or needing assistance should contact the finance department of the Board Office.

Ohio Deferred Compensation
257 East Town Street, Suite 400
Columbus, Ohio 43215-4623
Phone: 614-466-7245
Fax: 614-728-2601

Phone Hours: The Board Office staff is available to assist employers Monday-Friday from 7:30 a.m.-4 p.m.

Email: finance@OhioDC.org