



IRS Regulation 409(A) was enacted in October 2004 and becomes effective for academic years beginning with the 2008-2009 academic year. It applies to compensation faculty earn in one year but that is not paid until a future year. Section 409(A) requires an irrevocable election be offered prior to the commencement of the academic year that allows faculty to defer their pay over a 12-month period.

Effective with academic years commencing after January 1, 2008, the Internal Revenue Service (IRS) implemented Code §409A which allows faculty an irrevocable choice to have their salary paid out over a nine- or twelve-month period. Such elections must be in writing, completed prior to the beginning of the academic year, and cannot be changed after the commencement of the academic year. Failure to comply with the IRS Regulations could subject faculty to a 20% additional income tax.

I, _____, A#: _____
authorize the following payroll election for the Fiscal Year 2017-2018:

FALL 2017	SPRING 2018
<input type="checkbox"/> a 12-month pay option from September 2017 to August 2018	<input type="checkbox"/> an 8-month pay option from January 2018 to August 2018
<input type="checkbox"/> a 9-month pay option from September 2017 to May 2018	<input type="checkbox"/> a 5-month pay option from January 2018 to May 2018

This option does not affect employment or benefits status.

After you have exercised this election, please be advised that **all salary for future academic years will be paid in the same manner** unless you complete a new authorization electing to receive your pay over a different pay option and submit to the Office of Human Resources prior to the commencement of the ensuing academic year. Changes in status that will result in the cancellation of salary pay option and a settlement of reserved amounts include separation, retirement, or death.

Note: This form MUST be returned to the Office of Human Resources on or before the first faculty start date of the semester.

I understand that:

1. My academic year salary will be disbursed to me equally over the election period chosen above.
2. IRS Regulations mandate that this is an irrevocable decision, and I will not be allowed to revise this election during a plan year.
3. This election shall remain effective each subsequent academic year – unless I elect to revise this election prior to the next plan year.

Signature: _____ Date: _____

Department: _____ Email: _____

If you fail to return this form by the stated deadline, you will be placed on the **9-month pay option**.