

FOR MEMBERS TURNING 59 ½ DURING THE TAX YEAR

Why did I receive two 1099R forms from ERSRI?

Due to the age at which you retired you potentially could be subject to a 10% pre-mature distribution tax penalty because you were receiving distributions prior to age 59 ½. The first 1099R form will have a distribution code 2 in box #7 because you were receiving pension distributions prior to age 59 ½. Code 2 allows pension recipients to receive distributions with exception to any penalties from the IRS for distributions prior to age 59 1/2.

The second 1099R form will have distribution code 7 in box #7. Code 7 allows pension recipients to receive normal distributions if they are at least age 59 ½. Therefore, the combination of the two 1099R forms will be your total gross distribution for the tax year.

Special Note: *The address shown on the 1099-R which you will receive will be the current address of record which the Employees' Retirement System of Rhode Island has on file when the forms are processed in January. If this address is incorrect, you may change the address on-line at www.ERSRI.org or submit a written request with your signature to change the address.*