

Office of Personnel Management
Retirement and Insurance Service



1920



1954



1959



1986

Benefits Administration Letter

Number: 95-108

Date: November 27, 1995

SUBJECT: Public Law 104-52: Extension of Requirement for 9 Percent Payments to Retirement Fund for Voluntary Separation Incentive Payments.

For fiscal years 1994 and 1995, Public Law 103-226, the Federal Workforce Restructuring Act of 1994, required all agencies to remit to the Office of Personnel Management for deposit into the Civil Service Retirement and Disability Fund (CSRDF) an amount equal to 9 percent of the final basic pay of each employee covered by the Civil Service Retirement System:

- " who on or after March 30, 1994, and before October 1, 1995, retired under a voluntary early retirement authority [5 U.S.C. § 8336(d) (2)]; and

- " to whom a voluntary separation incentive (VSI) payment has been made under a program established under Public Law 103-226, 5 U.S.C. § 5597 (for the Department of Defense), or Public Law 103-36 (for the Central Intelligence Agency).

On November 19, 1995, the President signed into law the Treasury, Postal Service, and General Government Appropriations Act, 1996 (Public Law 104-52). This Act eliminates the termination date of October 1, 1995, set by Public Law 103-226 for the 9 percent payments to the CSRDF. Therefore, agencies must continue to remit the 9 percent payments for applicable VSI payments made on or after October 1, 1995, in the same way as before October 1, 1995.

See Payroll Office Letter 94-3, dated April 29, 1994, concerning the procedures for these remittances. Questions may be addressed to the Office of Financial Control and Management, at (202) 606-0666.

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