## 05-6



Subject: Notice, "Important Tax Information About Payments From Your TSP Account" (Revised)

**Date:** July 12, 2005

The Federal Retirement Thrift Investment Board has revised the notice <u>"Important Tax Infor-mation About Payments From Your TSP Account.</u>" The notice outlines, in a comprehensive chart, the Federal income tax consequences of TSP disbursements and the Federal income tax withholding rules. It also includes a section on taxable distributions of TSP loans due to separations from Federal service. The revision is dated 3/2005.

This notice supersedes the previous tax notice, "Important Tax Information About Payments From Your TSP Account," dated August 2002. In addition, this notice also replaces the tax notice for in-service withdrawal payments, "Important Tax Information About TSP In-Service Withdrawal Payments," dated July 2004.

**Agency responsibilities.** Agencies should provide the tax notice to their participants upon request. The tax notice is available from the TSP Web site at www.tsp.gov. (See Publications/Tax Notices.) Authorized agency representatives may also use the TSP's on-line ordering system, PRO-MAIL®, to obtain a supply of these notices.

Agencies may continue to use their current stock of the tax notice and the in-service withdrawal notice until the stock is depleted.

anda - Juan Moran

PAMELA-JEANNE MORAN Director Office of Benefits Services

Inquiries:	Questions concerning this bulletin should be directed to the Federal Retirement Thrift Investment Board at 202-942-1460.

**Chapter:** This bulletin may be filed in Chapter 9, Withdrawal Program.

**Supersedes:** This bulletin supersedes TSP Bulletin 02-36, Important Tax Information About Payments From Your TSP Account, dated August 6, 2002 and the tax notice, "Important Tax Information About TSP In-Service Withdrawal Payments," dated July 2004.