



STATE OF ILLINOIS
COMPTROLLER
JUDY BAAR TOPINKA

PAYROLL BULLETIN

To: All State Agencies, Boards and Commissions
From: Steven L. Valasek, Assistant Comptroller - Operations
Date: December 27, 2011
Subject: Temporary Payroll Tax Cut Continuation Act of 2011
Number: 7-11

President Barack Obama signed the Temporary Payroll Tax Cut Continuation Act of 2011 (HR 3765) on December 23, 2011. This Act temporarily extends the reduction of the Employee's Social Security contribution from 6.2% to 4.2% for wages paid through February 29, 2012. The Employer's Social Security contribution rate remains the same at 6.2%.

Effective immediately, all payrolls received by the Comptroller's Office must use the 4.2% rate for Employee's Social Security contribution.

IMPORTANT NOTE:

If the Comptroller's Office has already processed any 2012 payrolls at the higher Employee's Social Security contribution rate, a refund will be made to those employees. This office will coordinate the refund process with Agency Payroll Offices.

Agencies may access this and other Payroll, SAMS and Accounting Bulletins on the Comptroller's website at www.ioc.state.il.us under Resource Library.

If you have any questions regarding this bulletin, please contact our payroll office at (217) 782-4758.