

IOWA

State Income Tax Withholding Election Notice
for Qualified Periodic and Non-Periodic Pension and Annuity Payments

Withholding of Iowa State income tax is required from the taxable portion of periodic and non-periodic payments of pensions, annuities and other deferred income to residents of Iowa.

If you have not elected out of Federal income tax withholding you CANNOT elect out of state income tax withholding. However, you may elect to have state income tax withheld even if no Federal income tax is being withheld. Please complete the form below and return it to the following address or fax it to (888) 499-4315.

The Prudential Insurance Company of America
P.O. Box 5370
Scranton, PA 18507
(800) 621-1089

If you do not return this form, and you have not elected out of federal income tax withholding, Iowa State income tax will be withheld at the rate of 5% of the taxable amount of your payment, or total payment if the taxable amount cannot be determined. No state income tax will be withheld if the taxable amount of your payment is less than \$6,000 annually. See back of this form for additional instructions concerning exemptions.

Your election will become effective with the payment that is due at least one month after our receipt of the election and will remain in effect until you change or revoke it. You may change or revoke your election by filing another election form with us. Copies can be obtained from the above address.

Please note that withholding is a method of paying taxes. It does not increase or decrease the total amount of taxes you must pay. Penalties may be incurred under the estimated tax payment rules if sufficient tax is not paid either through withholding, estimated taxes, or both.

DETACH AND RETURN THIS CERTIFICATE TO THE ADDRESS ABOVE. KEEP THE TOP PORTION FOR YOUR RECORDS.

Request for Iowa State Income Tax Withholding

TYPE OR PRINT YOUR FULL NAME	SOCIAL SECURITY NUMBER
HOME ADDRESS (Number and Street or Rural Route)	CONTRACT NUMBER
CITY OR TOWN, STATE AND ZIP CODE	

Are you an Iowa resident (If you are a nonresident, Iowa income tax cannot be withheld)..... Yes No

I elect to HAVE Iowa income tax withheld from my pension/annuity at a rate of 5%. Select one of the following:

- claiming no exemption (see instructions).....
- exempting \$6,000 in benefits each year.....
- exempting \$12,000 in benefits each year (joint filers only).....

Additional amount, if any, to be withheld from each benefit payment (whole dollars): \$.00

See instruction for eligibility requirements.

Signature

Date

IA W-4P INSTRUCTIONS

ELIGIBILITY REQUIREMENTS:

A partial exemption is provided to qualified Iowa residents receiving pensions, annuities, self-employed retirement benefits, deferred compensation, and other retirement benefits. To qualify you must be 55 years of age or older, disabled or a surviving spouse or other survivor of an individual who would have qualified for the partial exemption in the tax year. To be considered disabled you must be receiving the retirement income on the basis of a documented disability or you must meet federal or state criteria for disability. Social Security benefits are not covered by this exemption. Federal Civil Service annuitants who want Iowa tax withheld from Federal pensions should call the Office of Personnel Management, Annuitant Express Hot-Line 1-800-409-6528.

ELECTIONS TO HAVE IOWA TAX WITHHELD:

An Iowa resident may elect to have Iowa tax withheld on the annual taxable amount, exempting \$6,000. A taxpayer who files a joint Iowa tax return with a spouse may exclude up to \$12,000 from the annual taxable amount. If no election is made, you will automatically be given a \$6,000 exemption. If you are receiving retirement income from more than one source, you are still only entitled to claim a maximum \$6,000/\$12,000 exemption.

CLAIMING NO EXEMPTION:

If this box is checked, Iowa income tax will be withheld on the entire amount of taxable benefits received.