

## **Update: Medical Residents FICA Tax Refund checks**

We are pleased to announce we have mailed your refund of FICA taxes withheld with respect to your residency wages while you were a resident at **Lahey Clinic Hospital, Inc. ("Lahey")**. The check is comprised of the refund of the FICA taxes withheld, and interest on those amounts, for the applicable periods for which you consented to.

You will receive a Form W-2c, "Corrected Wage and Tax Statement," for each year you are receiving a refund to reflect the changes in your Social Security and Medicare wages and taxes withheld. The Form W-2c reflects a reduction in your earnings for Social Security and Medicare benefits purposes.

The FICA taxes refunded to you are not subject to federal income taxes. As such, an amended income tax return is not required for any of the years for which you are receiving a refund.

***The amount of interest noted on your letter is taxable for federal income tax purposes for your 2013 tax year.*** If the annual or combined interest amounts above are \$600 or greater, you will be provided with a 2013 Form 1099-INT reporting the interest. The Form 1099-INT will also be filed with the IRS. We anticipate issuing you a 2013 Form 1099-INT on or before January 31, 2014.

The IRS has allowed Lahey's refund for 1997, 2004 and the first quarter of 2005. As of July 2013, the IRS has not allowed Lahey's refund claims for the years 1998 through 2003. Accordingly, refunds pertaining to these years are not available at this time.

You should contact your tax professional for more information on this subject and to discuss your specific tax situation.

Thank you for your continued assistance and patience with this process.