



# Additional Contributions

A Saving and Investing Topic

# Objectives

**By the end of this presentation, you will be able to:**

- Define additional contributions
- Identify how additional contributions increase your retirement fund
- Arrange to make additional contributions to your WRS account(s)
- Find and use ETF resources to calculate your additional contribution amount



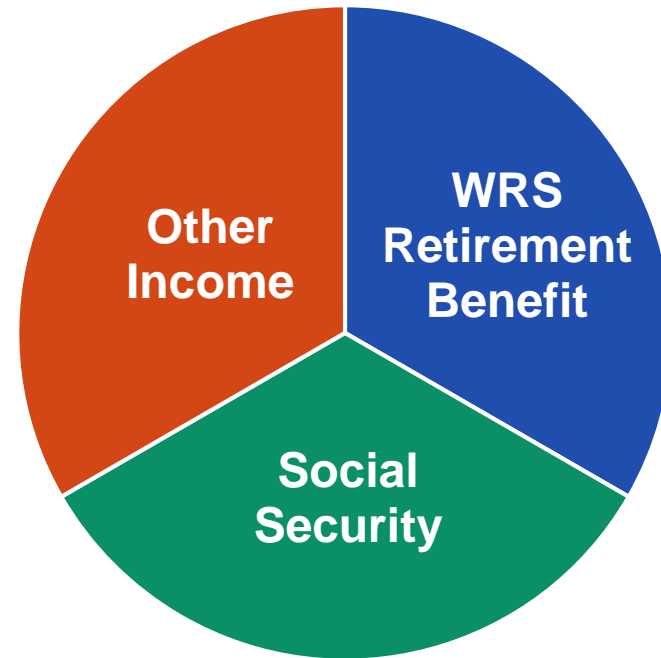
# Additional Contributions

Defined

# Other Income for Retirement

- Savings
- IRAs or other tax-deferred accounts
- Post-retirement employment
- **Additional Contributions!**

## Retirement Income



# Definition

## Required Contributions

Before taxes

Payroll deduction

## Additional Contributions

Optional

After taxes

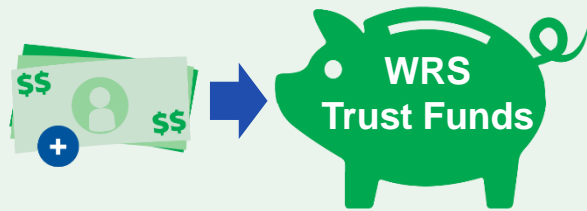
A payment to ETF or a payroll deduction

Actively employed

Can leave on deposit until RMD age

# Interest Earned

## Additional Contributions Investment



50% will go in the Variable Fund, if you participate

## Interest Earned



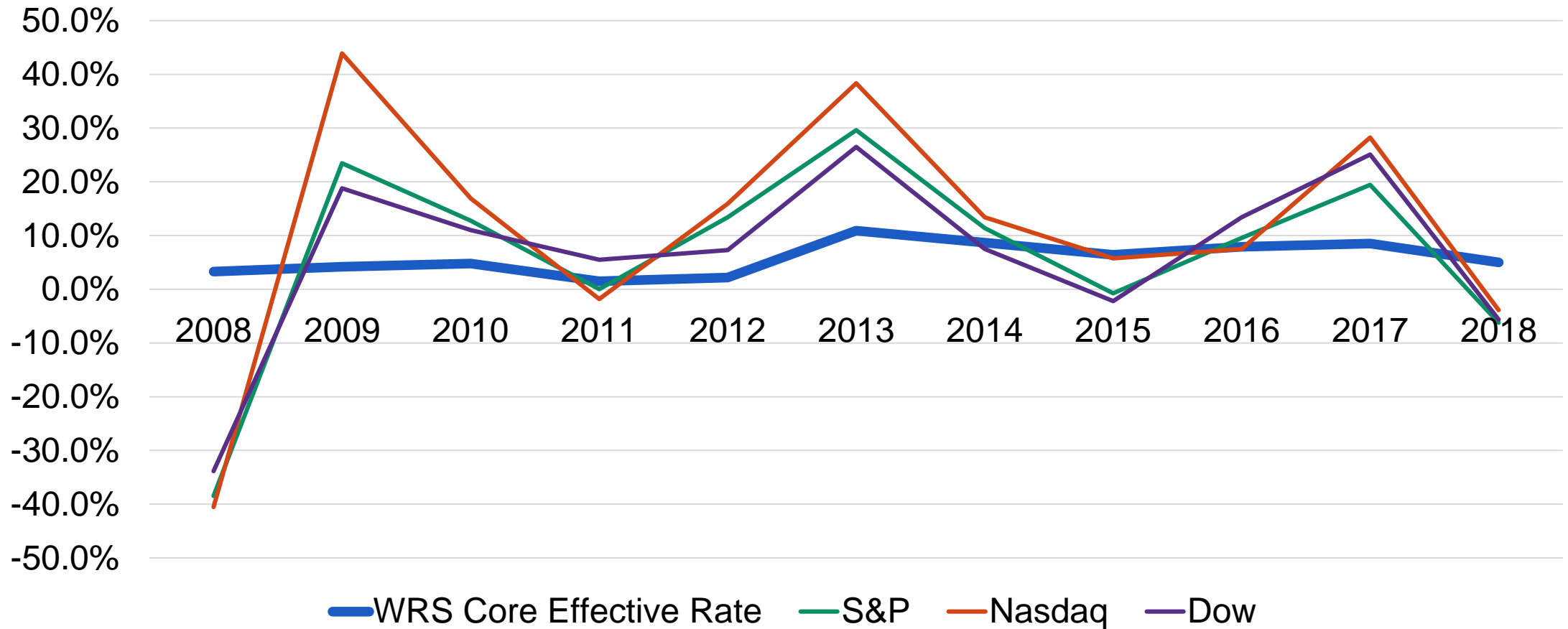
Based on investment performance

## WRS Account Credited



Each year

# WRS Performance

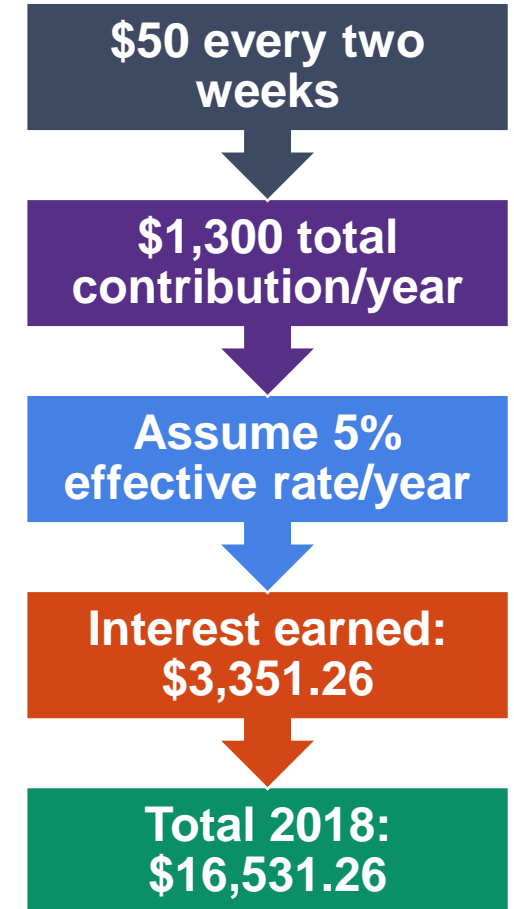
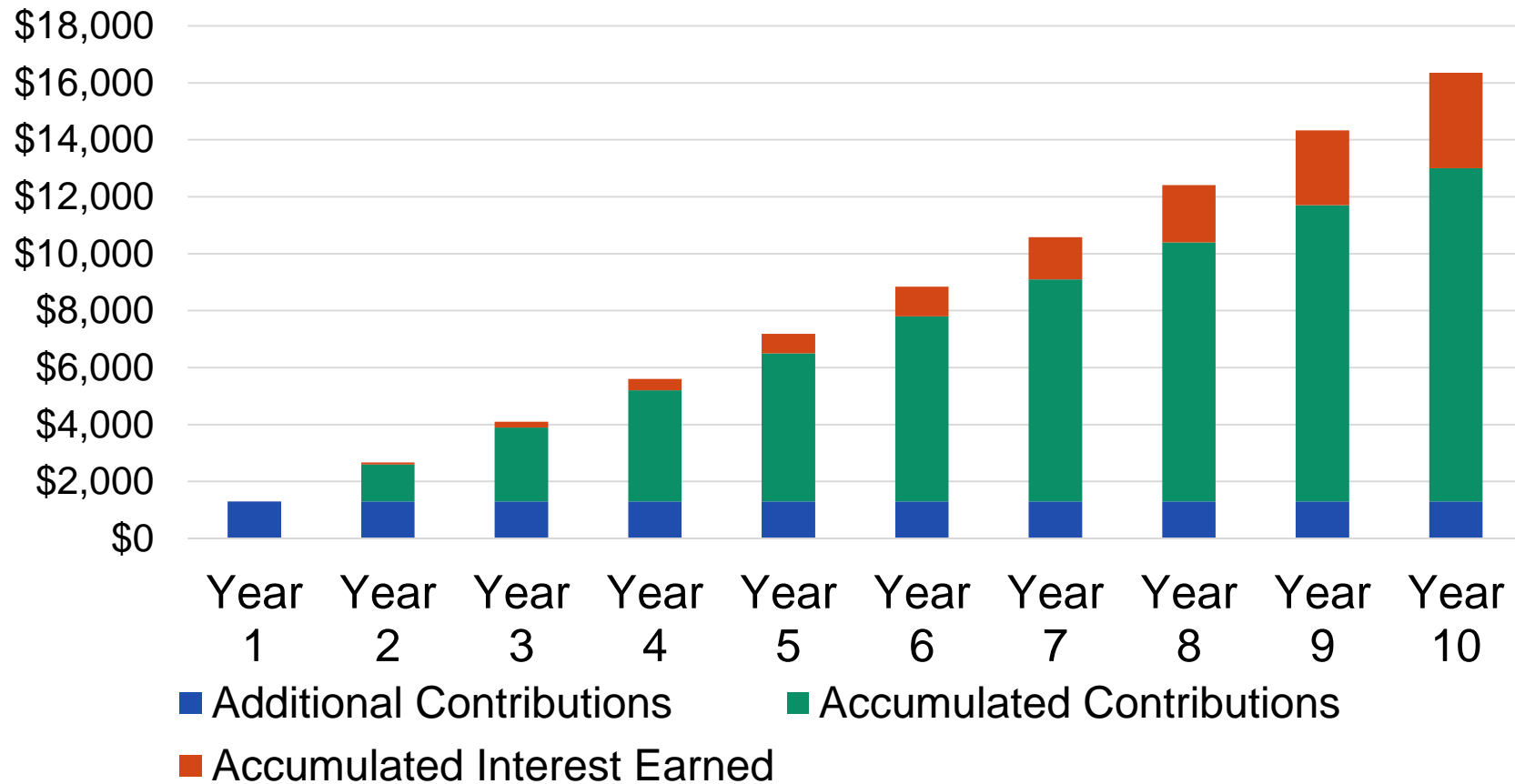




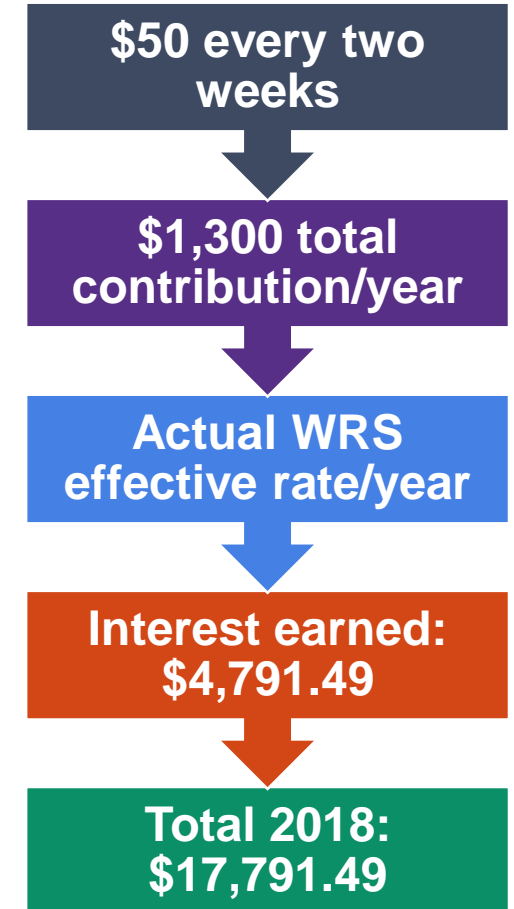
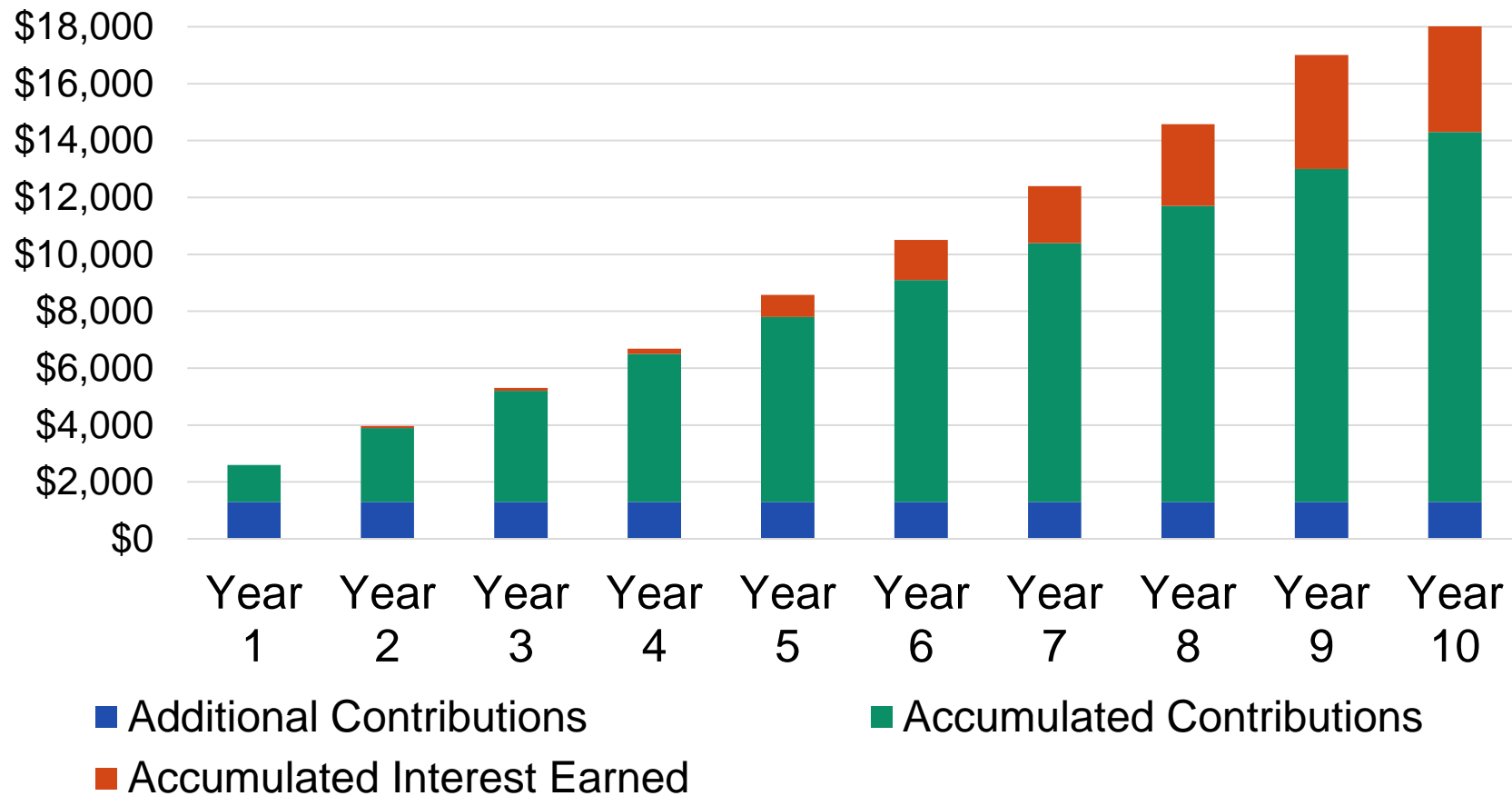
# Examples



# Assumed 5% Interest Rate



# Actual WRS Core Effective Rate





# Making Additional Contributions

# Make Additional Contributions

## Online e-Payment

Additional Contributions  
e-Payment



Links to e-Payment on [My Info](#) and [Additional Contributions](#) pages

## Direct Payment



Check or money order sent to ETF + [Additional Contributions Remittance \(ET-2545\)](#) form

## Payroll Deduction



Speak with your employer



# Using Additional Contributions

After retirement

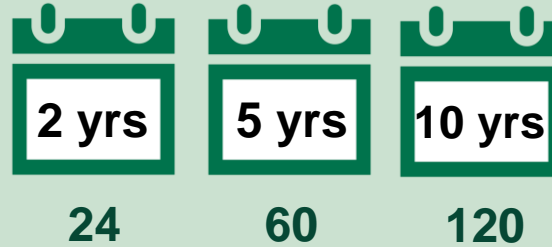
# Distribution Options

## A Life Annuity



Minimum payment or annuity begin date

## Annuity Certain



Or 25-180 months (you choose)

## Lump Sum (one-time payment)



Eligible for a direct rollover

# Additional Contributions Benefit Location

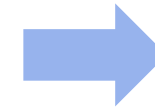
## BENEFIT PAYMENT OPTIONS (based on above data)

**Check only one box** for you Monthly Retirement Benefit. **Check only one box** under Employee Additional Contributions Benefit if you want to apply for your employee additional contributions at this time.

	MONTHLY RETIREMENT BENEFIT						EMPLOYEE ADDITIONAL CONTRIBUTIONS BENEFIT		
	Regular	OR	Accelerated Payments						
			Until Age 62	After Age 62					
<b>Life Annuity Options:</b>									
• For Annuitant's Life Only	<input type="checkbox"/>	\$845	OR	<input type="checkbox"/>	\$1,713	\$650	<input type="checkbox"/>	\$241	01
• Life with 60 payments Guaranteed	<input type="checkbox"/>	\$841	OR	<input type="checkbox"/>	\$1,711	\$648	<input type="checkbox"/>	\$240	02
• Life with 180 payments Guaranteed	<input type="checkbox"/>	\$811	OR	<input type="checkbox"/>	\$1,687	\$624	<input type="checkbox"/>	\$231	04
<b>Joint and Survivor Annuity Options:</b>									
Named survivor, birthday and relationship used in estimate:					8/29/1946				SPOUSE
• 75% Continued to Named Survivor*	<input type="checkbox"/>	\$770*	OR	<input type="checkbox"/>	\$1,655	\$592*	<input type="checkbox"/>	\$220 *	07
• 100% Continued to Named Survivor	<input type="checkbox"/>	\$748	OR	<input type="checkbox"/>	\$1,639	\$576	<input type="checkbox"/>	\$213	11
• Reduced 25% on Death of Annuitant or Named Survivor*	<input type="checkbox"/>	\$794*	OR	<input type="checkbox"/>	\$1,674	\$611*	<input type="checkbox"/>	\$227 *	09
• 100% Continued to Named Survivor with 180 Payment Guaranteed	<input type="checkbox"/>	\$745	OR	<input type="checkbox"/>	\$1,637	\$574	<input type="checkbox"/>	\$213	12
							<input type="checkbox"/>	\$1,719	29
							<input type="checkbox"/>	\$738	30
							<input type="checkbox"/>	\$413	31
							<input type="checkbox"/>		21
							<input type="checkbox"/>	\$39,228	50

The amount shown is prior to 25% reduction upon death.

Lump Sum, Payment Option:  Required Contributions  NOT ELIG



EMPLOYEE ADDITIONAL CONTRIBUTIONS BENEFIT		
<input type="checkbox"/>	\$241	01
<input type="checkbox"/>	\$240	02
<input type="checkbox"/>	\$231	04
SPOUSE		
<input type="checkbox"/>	\$220 *	07
<input type="checkbox"/>	\$213	11
<input type="checkbox"/>	\$227 *	09
<input type="checkbox"/>	\$213	12
<input type="checkbox"/>	\$1,719	29
<input type="checkbox"/>	\$738	30
<input type="checkbox"/>	\$413	31
<input type="checkbox"/>		21
Additional Contributions		
<input type="checkbox"/>	\$39,228	50



# Resources



# Annual Returns, Rates and Adjustments Page

Rate of return

Effective rate of interest

Annuity adjustment

Yearly list of each since 1986

etf

Benefits Retirement **WRS Performance** News Member Education Employers

Search

Home / WRS Performance / Annual Returns, Rates and Adjustments

## Annual Returns, Rates and Adjustments

WRS investment performance directly affects...

Latest Investment Performance

Core Trust Fund and Variable Trust Fund

Annual Returns, Rates, and Adjustments

State of Wisconsin Investment Board

The table below shows investment performance of the WRS trust funds and the impact on WRS members since 1986.

- Preliminary, year-to-date returns are communicated monthly and yearly via our web site, social media and member newsletters.
- Effective rates are applied to your WRS account balances and appear on your annual WRS Statement of Benefits. ETF distributes these statements in April.
- Investment returns also affect annual adjustments to WRS retirees' monthly pensions. ETF notifies retirees about benefit payment changes in April.

Key Actions

*Search for rates by year.*

WRS Performance

Latest Investment Performance

# Latest Investment Performance Page

Preliminary Investment Performance

Calendar Year to Date

Value of WRS Assets

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WRS Performance / Latest Investment Performance

Latest Investment Performance

Core Trust Fund and Variable Trust Fund

Annual Returns, Rates, and Adjustments

State of Wisconsin Investment Board

The Wisconsin Retirement System is financially very strong. In fact, approximately 75% of funds needed to pay WRS benefits are generated from one source: investment earnings. Investing the assets of the WRS is the responsibility of the [State of Wisconsin Investment Board](#).

**Preliminary WRS Investment Performance\***

as of October 31, 2019

	Performance	Benchmark

Related Resources

[State of Wisconsin Investment Board \(SWIB\) Information on WRS Performance](#)

[How Benchmarks Measure Investment Performance](#)

WRS Performance >

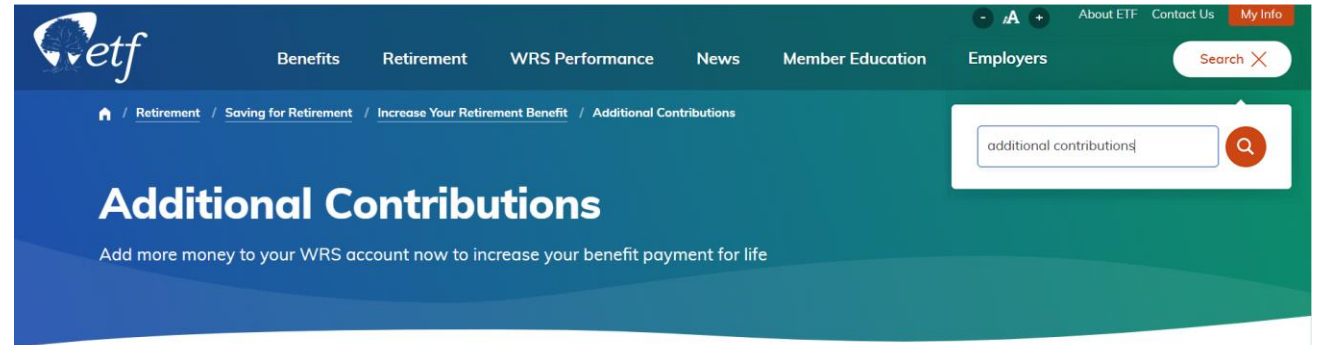
# Additional Contributions Page

Information for making additional contributions

Maximum Additional Contribution Worksheet (ET-2566)

Additional Contributions Remittance (ET-2545) form

Additional Contributions (ET-2123) brochure



As a WRS employee, you can put extra money into your WRS account so you have more income for retirement. These additional contributions earn the same rate of interest as your employee-required contributions. The amount of money that you can contribute each year (for both required and additional contributions) is set by federal tax law. Completing a [Maximum Additional Contribution Worksheet \(ET-2566\)](#) will help you calculate your maximum additional contribution amount.

**Please Note:** You may not make additional contributions once you have terminated all WRS-covered employment.

**Contribute More**

#### Related Resources

[Maximum Additional Contribution Worksheet \(ET-2566\)](#)

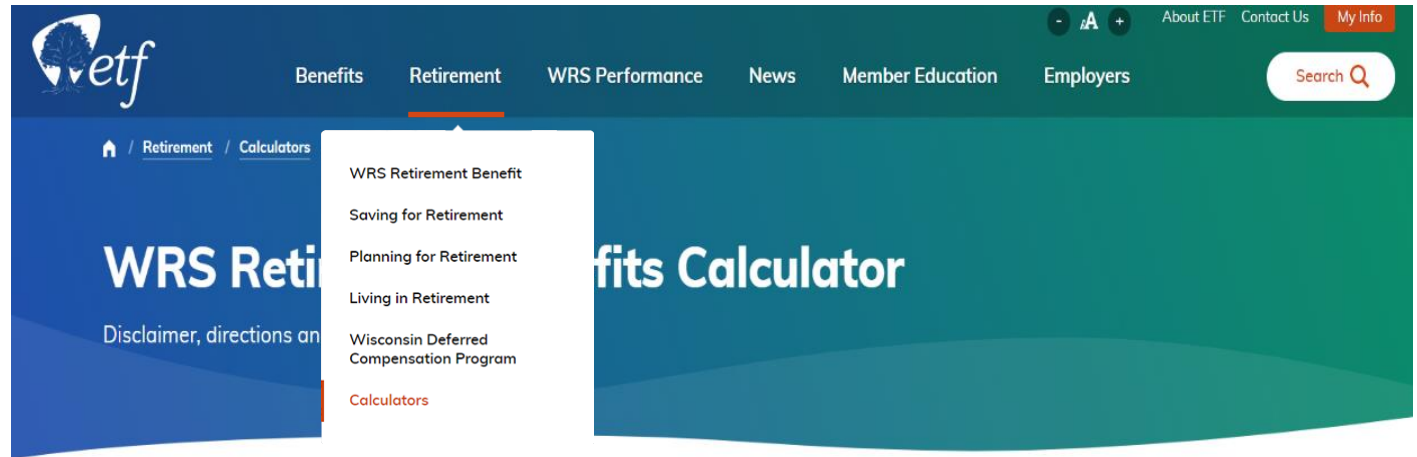
[Additional Contributions \(ET-2123\)](#)

[Additional Contributions Remittance \(ET-2545\)](#)

# WRS Retirement Benefits Calculator

Get an unofficial estimate of your benefit

See how additional contributions will affect your WRS retirement benefit total



This WRS Retirement Benefits Calculator is a tool that can give you an unofficial estimate of your benefit as you plan for retirement. Contact ETF for your official estimate and application 6-12 months before you plan to apply for benefits.

- You must be vested and at least age 55 as of your benefit begin date (or age 50 if you have earned -not purchased- WRS service in a protective occupation).
- Your benefit will be based on the higher of a "Money Purchase" or "Formula" calculation. This calculator is set up to estimate retirement benefits under both methods. It does not use information from your account. You must enter all the related information for it to provide your highest benefit estimate.

#### Key Actions

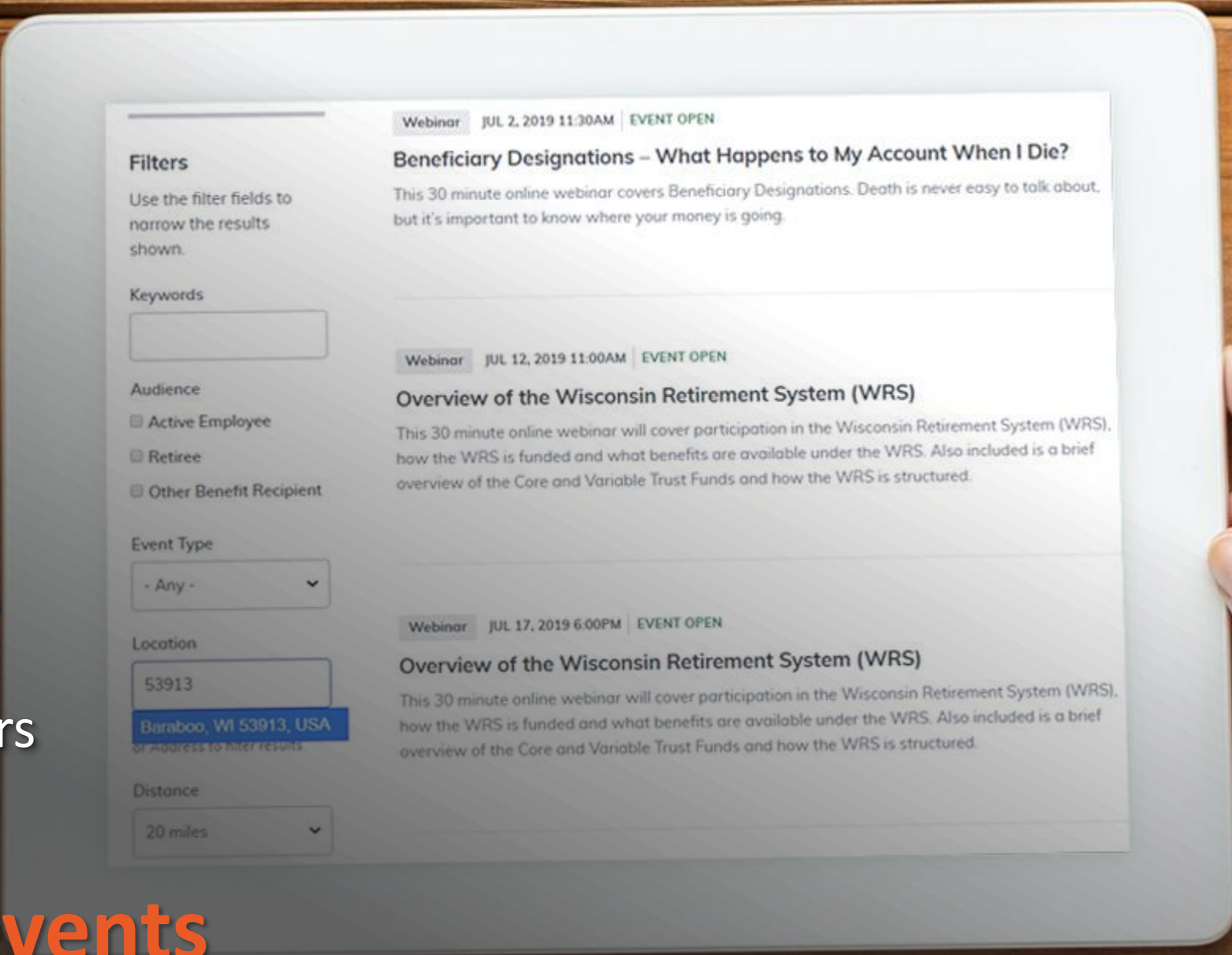
Get an unofficial estimate of your benefit as you plan for retirement.

Retirement



Find more webinars  
and events

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