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!
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

WRS Trust Funds

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

Interest Earned

Based on investment performance

WRS Account Credited

Each year
WRS Performance

-50.0%  -40.0%  -30.0%  -20.0%  -10.0%  0.0%  10.0%  20.0%  30.0%  40.0%  50.0%

-50.0%  -40.0%  -30.0%  -20.0%  -10.0%  0.0%  10.0%  20.0%  30.0%  40.0%  50.0%

WRS Core Effective Rate  S&P  Nasdaq  Dow
Examples
### Assumed 5% Interest Rate

<table>
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<tr>
<th>Year</th>
<th>Additional Contributions</th>
<th>Accumulated Contributions</th>
<th>Accumulated Interest Earned</th>
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Year 10: $16,531.26

Interest earned: $3,351.26

Assume 5% effective rate/year

$1,300 total contribution/year

$50 every two weeks
Actual WRS Core Effective Rate

- Additional Contributions
- Accumulated Contributions
- Accumulated Interest Earned

<table>
<thead>
<tr>
<th>Year</th>
<th>Additional Contributions</th>
<th>Accumulated Contributions</th>
<th>Accumulated Interest Earned</th>
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</table>

Year 10:
- Total: $17,791.49
- Interest earned: $4,791.49
- Total: $17,791.49
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)
- 2 yrs 24
- 5 yrs 60
- 10 yrs 120

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 your 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.

**Life Annuity Options:**
- For Annuitant’s Life Only
  - Regular: $845 OR Accelerated Payments: $1,713
  - OR: $1,711
- Life with 60 payments Guaranteed
  - Regular: $841 OR Accelerated Payments: $1,713
  - OR: $1,711
- Life with 180 payments Guaranteed
  - Regular: $811 OR Accelerated Payments: $1,687
  - OR: $1,684

**Joint and Survivor Annuity Options:**
- Named survivor, birthday and relationship used in estimate:
  - 75% Continued to Named Survivor
    - Regular: $770 OR Accelerated Payments: $1,652
    - OR: $1,640
  - 100% Continued to Named Survivor
    - Regular: $748 OR Accelerated Payments: $1,639
    - OR: $1,636
  - Reduced 25% on Death of Annuitant or Named Survivor
    - Regular: $794 OR Accelerated Payments: $1,674
    - OR: $1,672
  - 100% Continued to Named Survivor with 180 Payment Guaranteed
    - Regular: $745 OR Accelerated Payments: $1,637
    - OR: $1,634

**Annuity Certain – Additional Contributions Only**
- Payable for 24 Months: $1,719
- Payable for 60 Months: $738
- Payable for 120 Months: $413
- Payable for [ ] Months (write in 25-180)

**Lump Sum, Payment Option:**
- Required Contributions: NOT ELIG

**EMPLOYEE ADDITIONAL CONTRIBUTIONS**

- Benefit
  - $241
  - $240
  - $231

- SPOUSE
  - $220
  - $213
  - $227

- Additional Contributions
  - $39,228
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