



Newly Retired? What to Expect

A Your Benefits in Retirement topic

Objectives:

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


- Explain your annuity payment and why it may change
- Identify mailings you will receive during retirement
- Be aware of life changes during retirement that may affect your benefits





Annuity Payments

Changing Your Annuity Payment Option


Change Benefit Effective Date





 **60 days**

 **Request to change must be made in writing**

Benefit Effective Date locked in



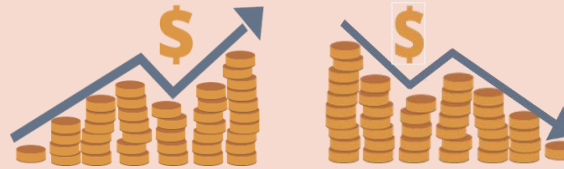
60 days  

Cannot be changed after 60 days

Yearly Annuity Adjustment



Yearly changes to a retiree's monthly pension payment



Payments may increase or decrease based on investment returns



Annuity adjustments affect monthly payments starting May 1

Reasons Your Monthly Payment May Change

- Final calculation
- Change in tax withholding
- Accelerated payments ending
- Annual dividend adjustment





Mailings

Notice to Retirement Applicant

- Received after you submit your retirement application
- Informs you when first direct deposit will be made and the amount

Department of Employee Trust Funds
WISCONSIN RETIREMENT SYSTEM
P.O. Box 7931
Madison, WI 53707-7931

NOTICE TO RETIREMENT APPLICANT

05/18/2015

Birthdate
Social Security Number

The Department of Employee Trust Funds has received and is processing your retirement benefit application. Your benefit amounts are based on an estimated calculation. A final calculation of your benefit will be completed (and you will receive a final calculation notice) after all the factors that have an impact on your benefit have been reported and reviewed.

Your benefit will be effective: 07/01/2015

You can expect to receive your first payment on or about: 08/01/2015

The payment option you selected is:
75% Continued to Named Survivor

Your named joint survivor is: (Contact us if survivor data is not correct.)
Birthdate: Social Security number:

Your monthly gross amount is: \$2,159.89

Details about deductions follow:

Federal income tax withholding:	\$143.83
State income tax withholding:	\$75.18
Life insurance premium:	\$23.52
Your net amount is:	\$1,917.36

Income tax withholding calculations may differ slightly at payment.

There is a minimum of \$5 per month for Wisconsin income tax withholding.


Other deductions specific to your account such as health insurance premiums (if applicable) may result in a further reduction to your net benefit amount.

ET-4414 (Rev. 03/2005)

(See Reverse Side)

Annuity payment statement

- Mailer only sent when the amount of your monthly retirement payment changes
- If the amount of the payment is the same as the month before, no mailer is generated



ANNUITY PAYMENT STATEMENT
Wisconsin Retirement System
 PO Box 7931
 Madison, WI 53707-7931

1-877-533-5020 (toll free)
 1-800-267-4549 (tax)
 WI Relay 711 or 1-800-947-3529
<http://etf.wi.gov>

NAME: _____
 ADDRESS: _____

Payment Date: May 1, 20XX
 Payroll Month: April 20XX
 Member ID: XXXXXXXX
 Benefit Account ID: XXXXX
 Recipient Type: Participant

Annuity Payment Date	April 1, 20XX	May 1, 20XX	Federal Income Tax Withholding:
Required Contributions			Marital Status Claimed Single
Core ("floor")	1,754.83	1,754.83	Exemptions Claimed 1
Dividend Gain/Loss	179.37	235.46	Tax Amount 180.26
One-Time Adjustment	0.00	0.00	
Accelerated Core ("floor")	0.00	0.00	Wisconsin Income Tax Withholding:
Dividend Gain/Loss	0.00	0.00	Marital Status Claimed Single
One-Time Adjustment	0.00	0.00	Exemptions Claimed 1
Gross Annuity Payment	1,934.00	1,735.46	Tax Amount 74.37
Deductions			
Federal Tax Withholding	171.84	180.26	
One-Time Adjustment	0.00	0.00	
WI State Tax Withholding	70.70	74.37	
One-Time Adjustment	0.00	0.00	
Health Insurance	247.96	247.96	
One-Time Adjustment	0.00	0.00	
Total Deductions	490.50	502.59	
Net Annuity Payment	1,443.50	1,232.87	

You are receiving this statement because the following changes have occurred:
 WRS 20XX Core annuity adjustment = 2.90% Variable annuity adjustment = 2.00%.
 The core portion of your Required Core fund Annuity has received a 5.10% adjustment of \$56.09.
 This may affect deductions that are calculated as a percentage of your Annuity.
 Your Federal Income Tax Withholding has changed. Your current Federal Income Tax Withholding information is shown above.
 Your Wisconsin Income Tax Withholding has changed. Your current Wisconsin Income Tax Withholding information is shown above.

You should notify ETF when your contact information changes. This can be done by completing an Address/Name Change (ET-2815) form, available at etf.wi.gov, or by calling ETF at 1-877-533-5020.

Taxes: 1099-R Distributions Form

- ETF will send by January 31 each year
- Separate form for each annuity account

1. Gross distribution \$33,807.04		OMB No. 1545-0119 YYYY Form 1099-R	
2a. Taxable amount \$33,807.04		2b. Taxable amount <input type="checkbox"/> Not determined <input type="checkbox"/> Total Distribution	
4. Federal income tax withheld \$0.00		5. Employee contributions \$0.00	
7. Distribution code(s) 7	IRA/SEP/ SIMPLE <input type="checkbox"/>	9b. Total employee contributions	
12. State tax withheld \$1,008.21	FATCA filing requirement <input type="checkbox"/>	13. Payer's state no. WI 036-1028611343-02	
PAYER'S name, street address, city, state, and ZIP code WISCONSIN RETIREMENT SYSTEM P.O. BOX 7931 MADISON, WISCONSIN 53707-7931			
PAYER'S TIN XX-XXXXXXX		RECIPIENT'S TIN XXX-XX-XXXX	
Your Name Street Address City, ST Zip Code			
COPY C for Recipient's records. This information is being furnished to the Internal Revenue Service.			
Account no. XXXXXX		<input type="checkbox"/> CORRECTED (if checked)	

Annuity & Taxes

- No Medicare or Social Security
- State & Federal – Taxed, ETF can only withhold for Wisconsin
- Change tax withholding status at anytime



Group Health Insurance Plan Medicare

- Only for members participating in an ETF administered health plan
- Receive a packet containing info ~90 days before turning 65
- Look for documents like these in the packet

The image shows three overlapping forms from the Wisconsin Department of Employee Trust Funds (ETF). The top form is the 'Medicare Enrollment for Retiring Employees' (ET-4109), which provides instructions on how to enroll in Medicare. The middle form is the 'Health Insurance Integrated with Medicare' (ET-4110), which explains how Medicare and the group health plan will work together. The bottom form is the 'Medicare Eligibility Statement' (ET-4307), which is a form to be completed by the member to provide their Medicare information to the ETF. It includes a table for listing family members and their Medicare status, and a section for prescription drug coverage.





Important Reminders

Returning to Work

Non-WRS Employer (Private Entity)



No restrictions

WRS Employer Good Faith Termination



75-day break in service and
no agreements to return

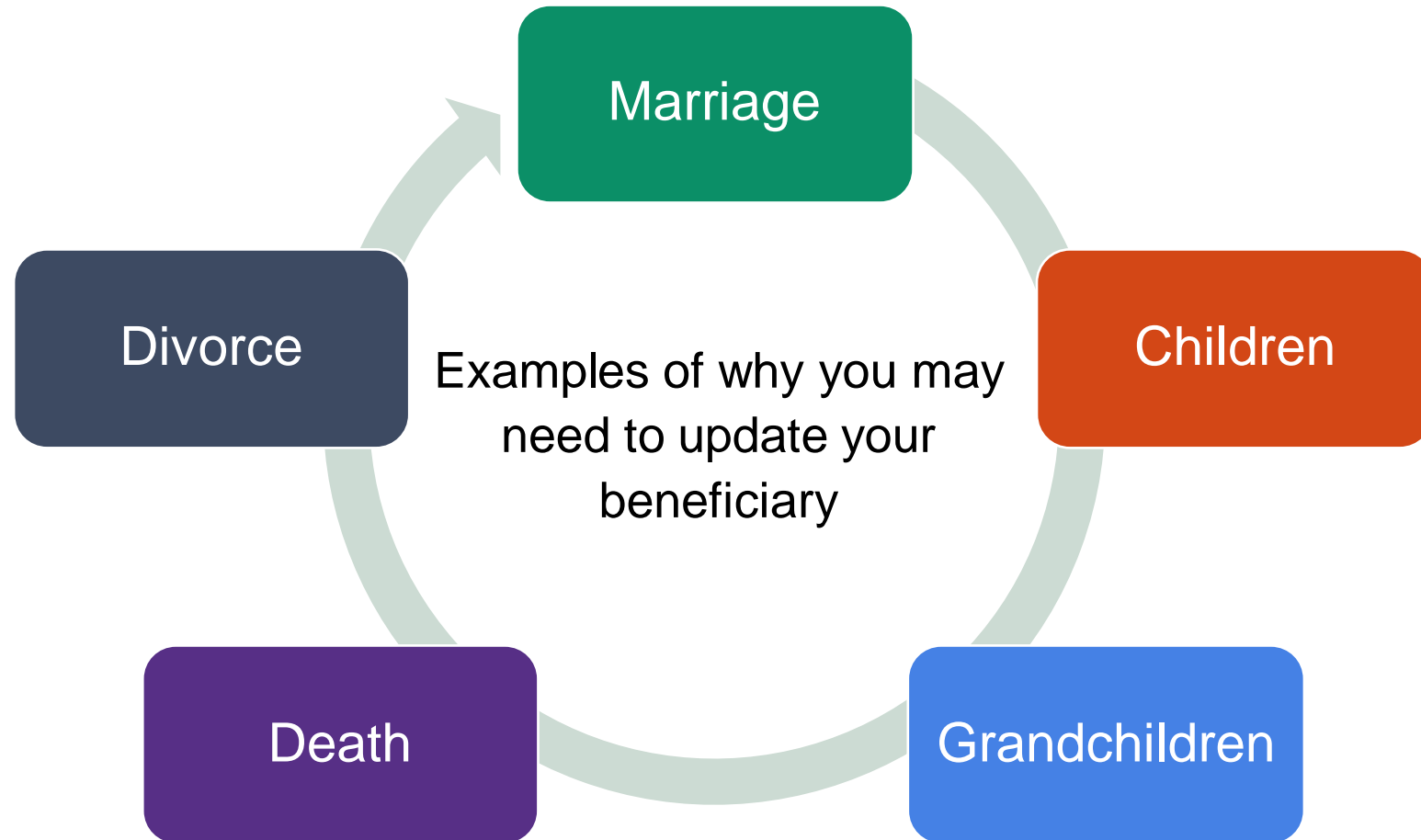
WRS Employer Hours and Time Restriction



Work more than 2/3 of full
time, annuity is suspended

- 880 hours for teachers and school district employees
- 1,200 hours for other employment categories

Update Your Beneficiaries!



Life Insurance

Local Employer Non-ETF Life Insurance



Contact your
employer

ETF Administered Group Life Insurance Program



Continues

Automatically
continues and
is deducted
from your
annuity



Deducted

Change or Cancel Coverage – Go to ETF website or call ETF for more information

Health Insurance

Local Employee



Contact your employer

State Employee



Go to the website for updates for insurance

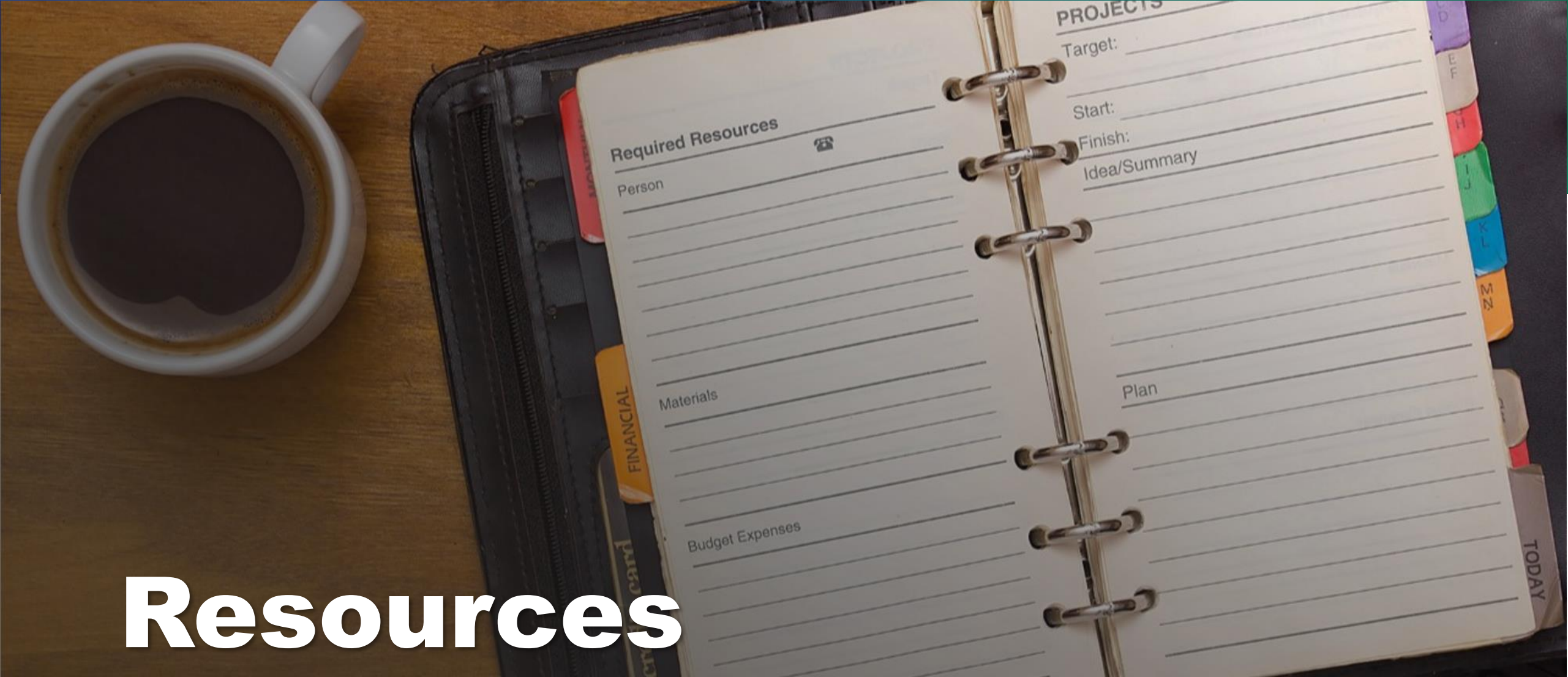
Tax Withholding Calculator

- Helps you decide your withholding
- Test multiple calculations before printing
- Print your Tax Withholding Election Form to change your withholding and mail it to ETF

etf.wi.gov/retirement/calculators

The screenshot shows the 'Wisconsin Retirement System Retiree Monthly Tax Withholding Calculator' interface. At the top left is the ETF logo. The title 'Wisconsin Retirement System Retiree Monthly Tax Withholding Calculator' is centered in a blue header. Below the header, a note states: 'This calculator can be used to determine how much you would like to withhold from your benefit payment for taxes. In order to print a tax withholding election form to submit to ETF, click the "Print Tax Withholding Election Form" button.' A green notice indicates '2021 rates will be effective Feb 1, 2021'. A red asterisk indicates required fields. The form includes the following fields and options:

- Withhold no Federal taxes
- *Monthly Gross Income:
- Investment in Contract ^(P):
- Net Taxable Amount:
- *Marital Status:
 - Single
 - Married
 - Married, but withhold at a higher Single rate
- Number of Exemptions (max. 10):
- Additional Amount Withheld:
- Use same information for Wisconsin as for Federal.
- Buttons: Calculate, Print Tax Withholding Election Form



Resources

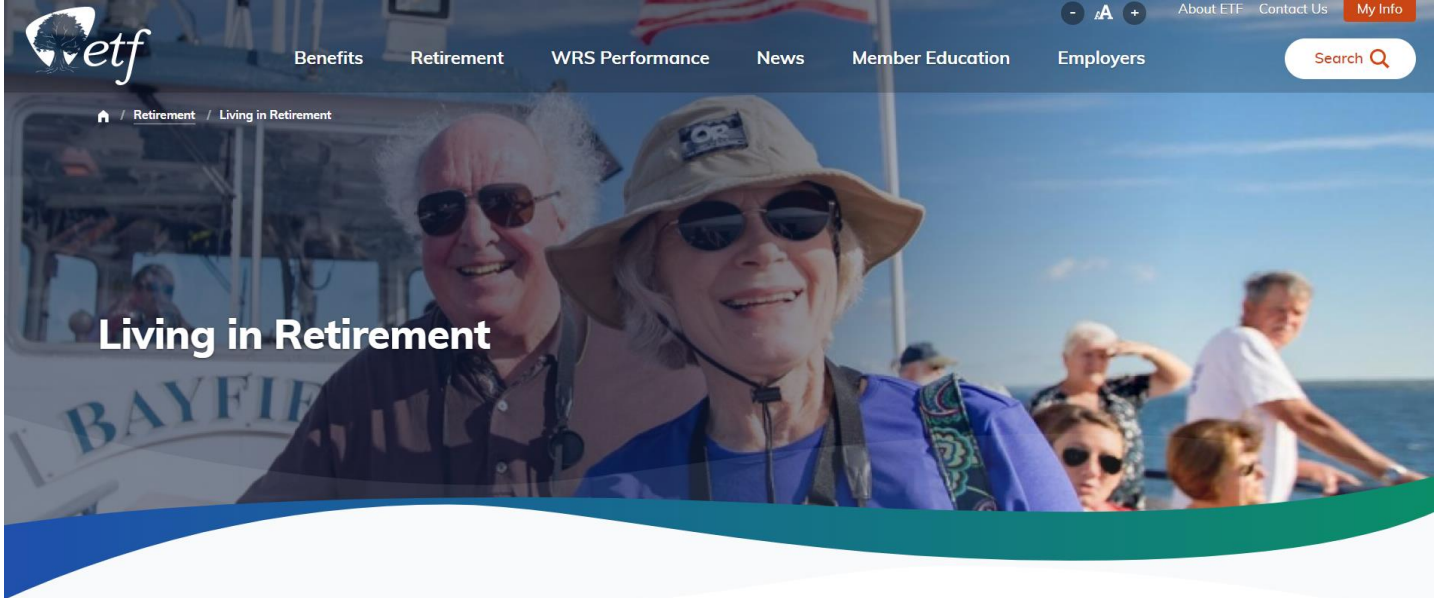
Living in Retirement Page

Retirement info located in one place

Information for Retirees (ET-4116) brochure

Link to info on Life Changes

Links to pages designed for Retirees



etf

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Retirement / Living in Retirement

Living in Retirement

Enjoy the comfortable retirement you've planned and deserve. Stay informed about your WRS benefits with topics from annuity adjustments to health insurance to wellness. Keep receiving information by notifying ETF of any changes to your

Related Resources

Watch videos about your topic online at:

etf.wi.gov

Click Member Education →

Videos



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ETF E-mail Updates



1-877-533-5020



The Department of Employee Trust Funds has made every effort to ensure that this presentation is current and accurate. However, changes in the law or processes since the last revision to this presentation may mean that some details are not current. Please contact ETF if you have any questions about a particular topic in this presentation.