



WRS Annuity Options

A Getting Ready for Retirement topic

Objectives

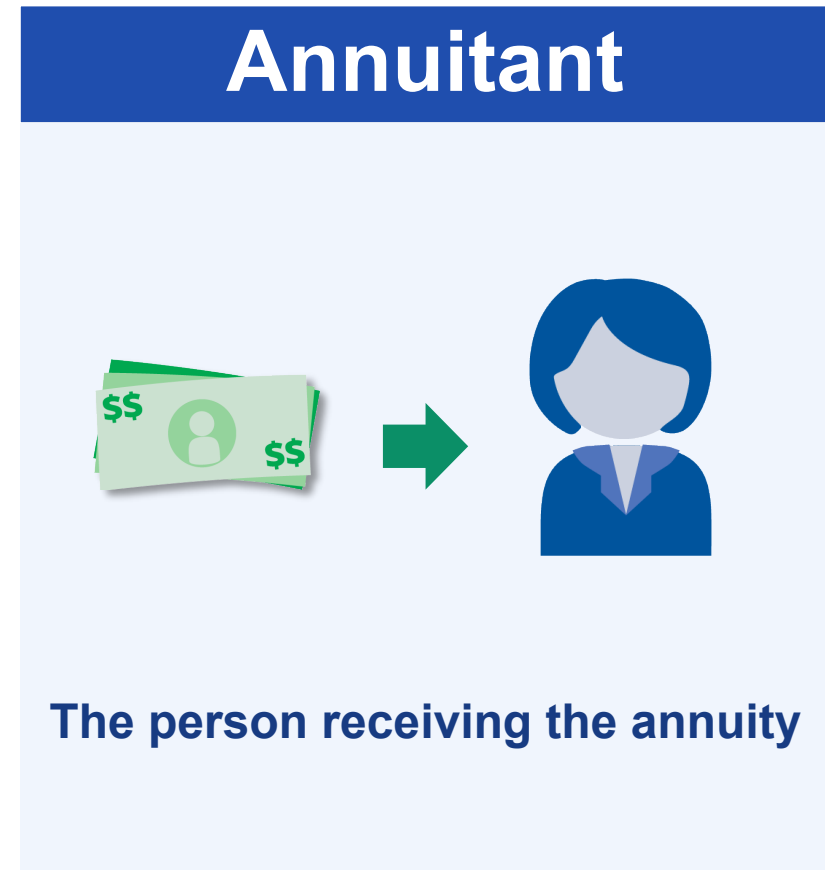
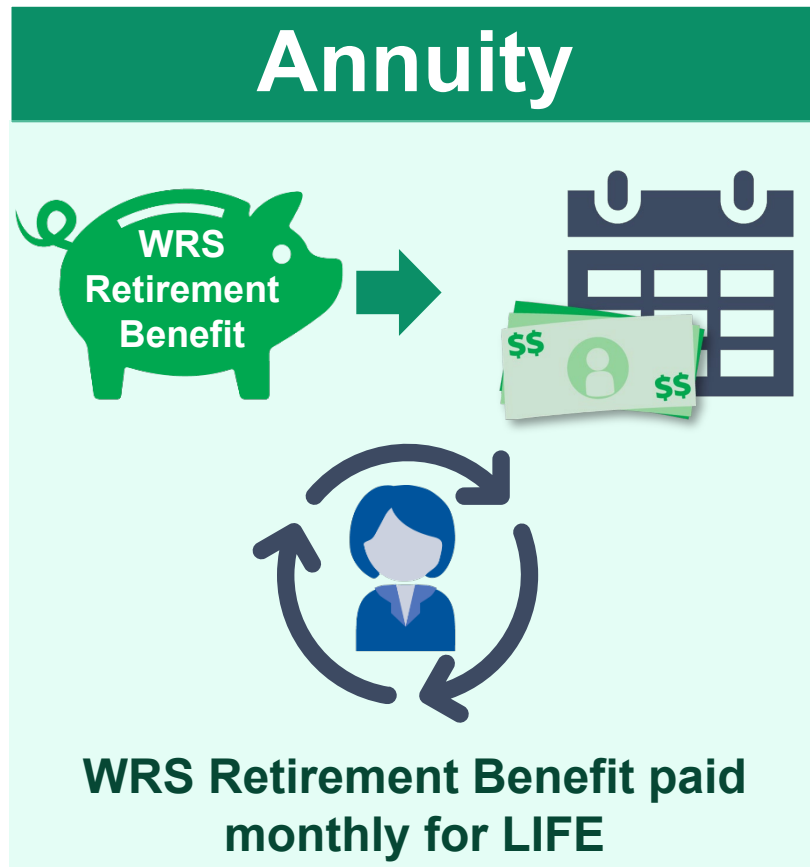
By the end of this presentation, you will be able to:

- Define and explain annuity, annuitant, beneficiary, and named survivor
- Compare the different annuity options
- Find resources with more information
- Identify the next steps for you to choose an annuity option



Definitions

Annuity and Annuitant



Beneficiary vs. Named Survivor

A **Beneficiary** is a person(s) or entity you name to receive benefits upon your death



An individual
(or multiple individuals)



An entity
(such as a charity, business, religious organization, etc.)



A trust



Your estate

A **Named Survivor** is one person who will receive a lifetime benefit upon your death if they survive you



Must be an individual



Federal law restrictions on age of non-spouse named survivor



60 days after 1st check, notify in writing of change



After 60 days, cannot change named survivor



Annuity Payment Options



Estimates and Application Benefit Payment Options Example

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					
Life Annuity Options:									
• For Annuitant's Life Only	<input type="checkbox"/>	\$1,505	OR	<input type="checkbox"/>	\$2,021	\$1,239	<input type="checkbox"/>	\$241	01
• Life with 60 payments Guaranteed	<input type="checkbox"/>	\$1,500	OR	<input type="checkbox"/>	\$2,018	\$1,236	<input type="checkbox"/>	\$240	02
• Life with 180 payments Guaranteed	<input type="checkbox"/>	\$1,465	OR	<input type="checkbox"/>	\$1,989	\$1,207	<input type="checkbox"/>	\$231	04
Joint and Survivor Annuity Options:									
Named survivor, birthday and relationship used in estimate:						8/29/1946	SPOUSE		
• 75% Continued to Named Survivor*	<input type="checkbox"/>	\$1,392*	OR	<input type="checkbox"/>	\$1,928	\$1,146*	<input type="checkbox"/>	\$220	* 07
• 100% Continued to Named Survivor	<input type="checkbox"/>	\$1,357	OR	<input type="checkbox"/>	\$1,900	\$1,118	<input type="checkbox"/>	\$213	11
• Reduced 25% on Death of Annuitant or Named Survivor*	<input type="checkbox"/>	\$1,431*	OR	<input type="checkbox"/>	\$1,961	\$1,179*	<input type="checkbox"/>	\$227	* 09
• 100% Continued to Named Survivor with 180 Payment Guaranteed	<input type="checkbox"/>	\$1,356	OR	<input type="checkbox"/>	\$1,899	\$1,117	<input type="checkbox"/>	\$213	12
				Annuity Certain – Additional Contributions Only					
							<input type="checkbox"/>	\$1,719	29
							<input type="checkbox"/>	\$738	30
							<input type="checkbox"/>	\$413	31
							<input type="checkbox"/>		21
Lump Sum, Payment Option:	Required Contributions						Additional Contributions		
	<input type="checkbox"/> NOT ELIG						<input type="checkbox"/>	\$39,228	50

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

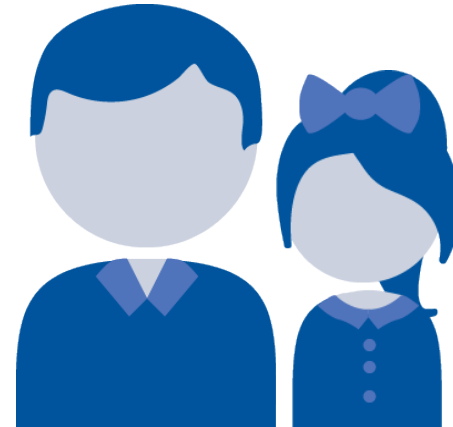
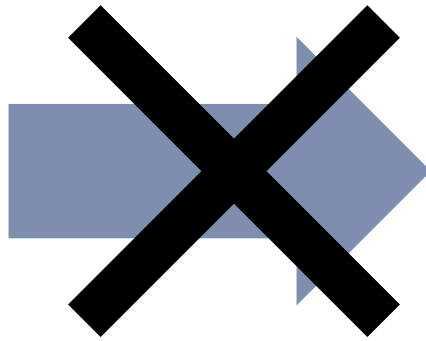


Life Annuity Options

Annuitant's Life Only



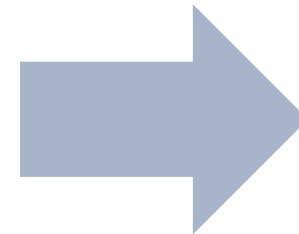
\$1,505/month



Life with 60 Payments Guaranteed



\$1,500/month



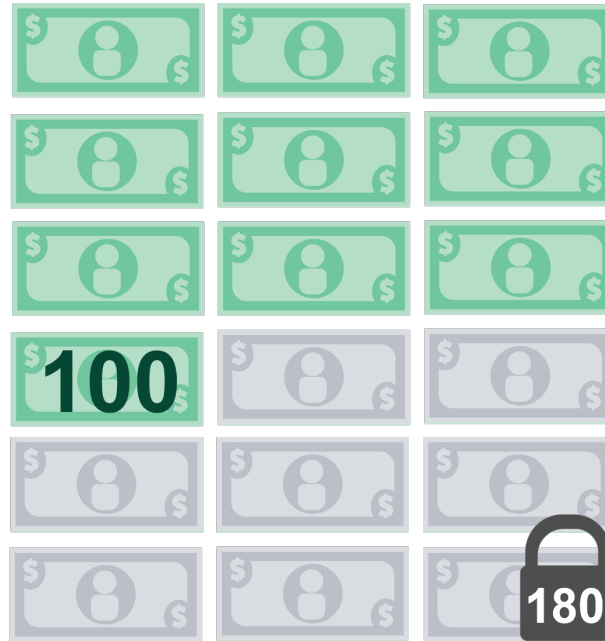
Payments ALWAYS last for your lifetime



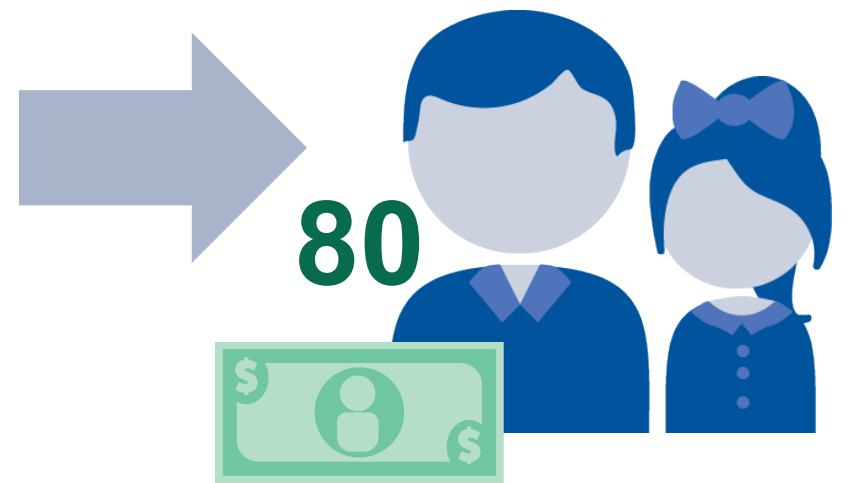
Life with 180 Payments Guaranteed



\$1,465/month



Payments ALWAYS last for your lifetime





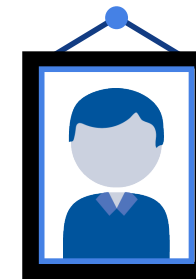
Joint and Survivor Annuity Options

75% Continued to Named Survivor



Survivor receives 75% of payment upon your death

\$1,392/month



Survivor dies in first 5 years, you receive "For Annuitant's Life Only" amount

\$1,505/month



Survivor dies before you, payments stop upon your death

~~**\$1,392/month**~~



Survivor may not be 19 years younger than you and must be your spouse

100% Continued to Named Survivor



Survivor receives same payment upon your death

\$1,357/month



Survivor dies in first 5 years, you receive "For Annuitant's Life Only" amount

\$1,505/month



Survivor dies before you, payments stop upon your death

~~**\$1,357**~~/month



Survivor may not be 10 years younger than you and must be your spouse

Reduced 25% on Death of Annuitant or Named Survivor



When you or named survivor dies, the benefit will reduce by 25%

\$1,431/month



Survivor dies before you, payments stop upon your death

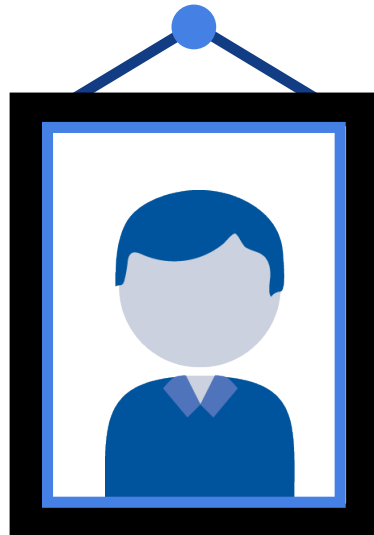
~~**\$1,431**~~/month



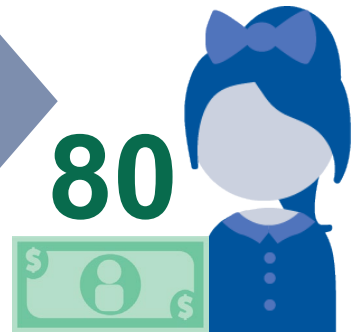
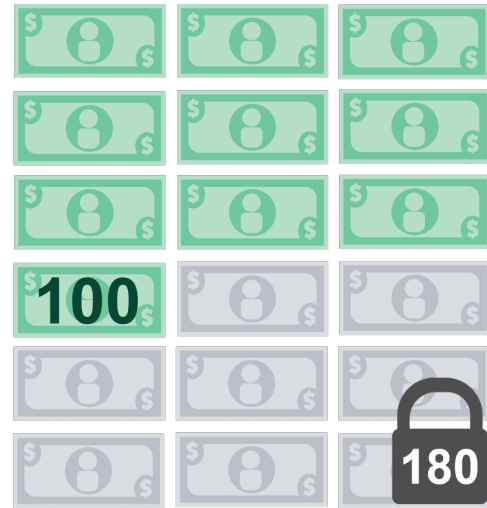
Survivor may not be 19 years younger than you and must be your spouse

100% Continued to Named Survivor with 180 Payments Guaranteed

\$1,356/month



Survivor cannot be 10 years younger and must be your spouse



How Accelerated Payments Work

Estimated Social Security
(not guaranteed):

\$782 / month

Accelerated Portion:
estimated Social Security



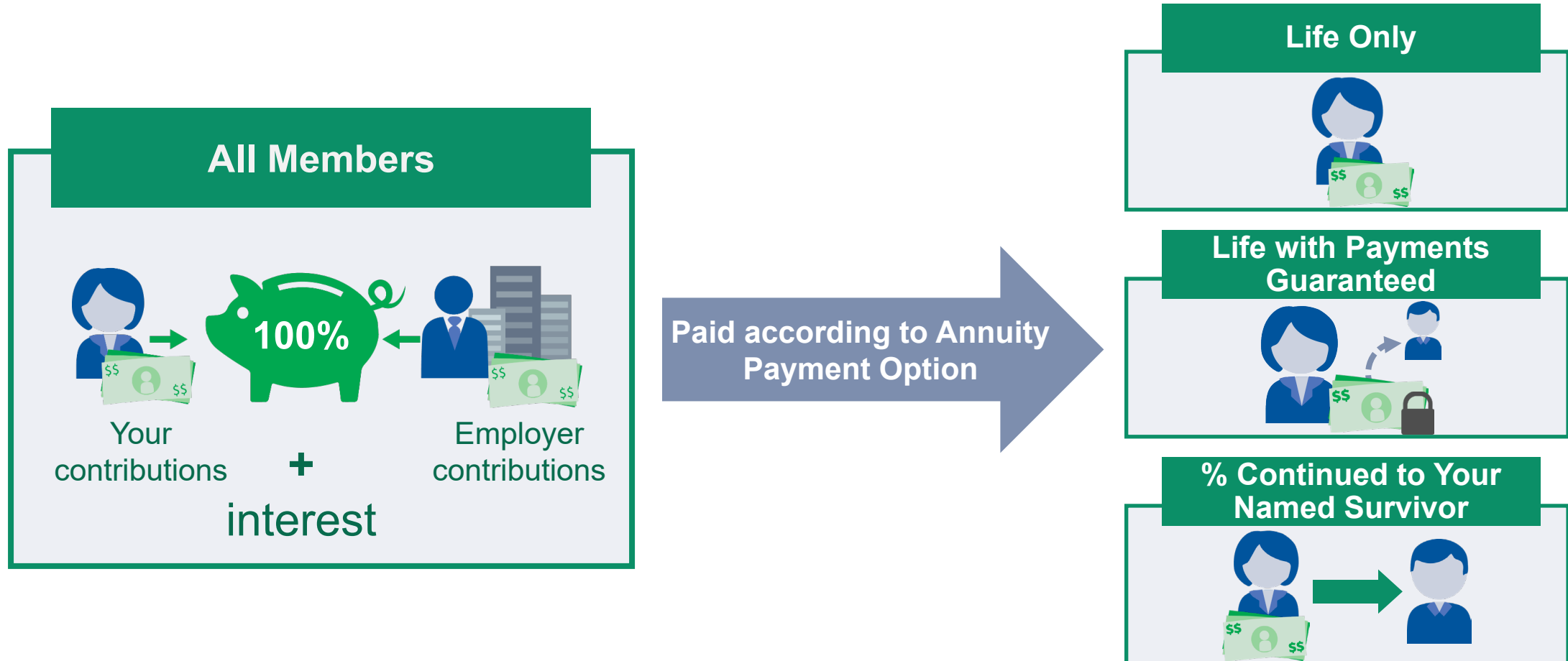
↑ \$1,899 / month

↓ \$1,117 / month

62

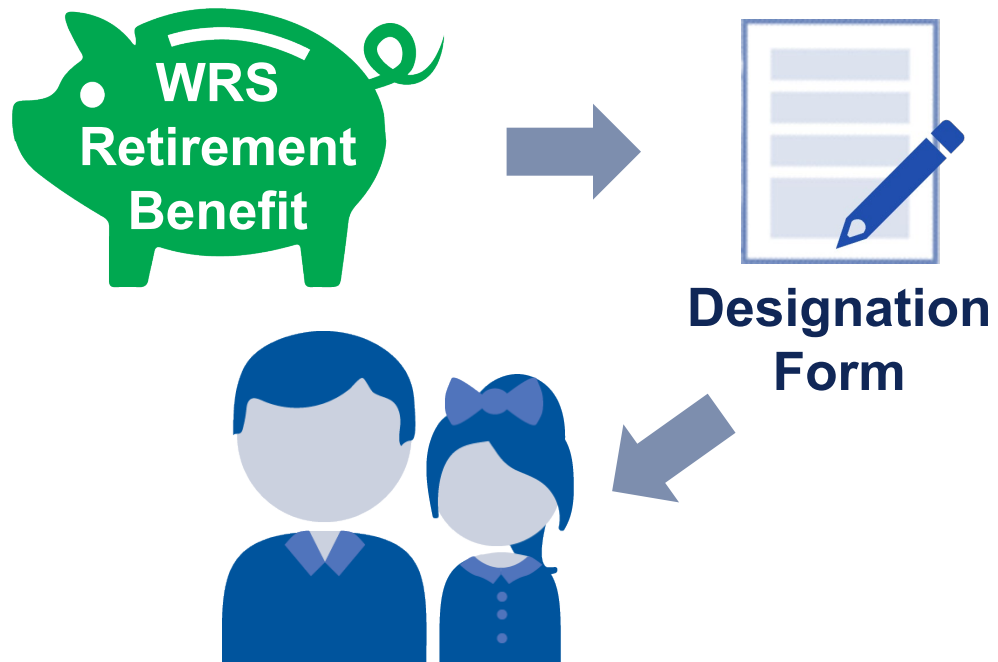


Post-Retirement Death Benefits



Beneficiaries

Designate a Beneficiary



No Form Statutory Standard Sequence

Surviving spouse or domestic partner

Children (biological or legally adopted)

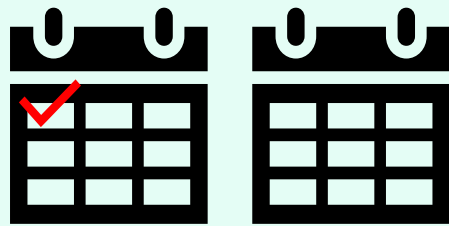
Grandchildren

Parent(s)

Brother(s) and sister(s)

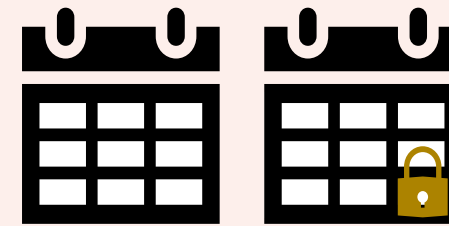
Changing Annuity Payment Option

Change Annuity Payment Option



Retirement Annuity
Option Change
Application (ET-4319)

Annuity Payment Option Locked In



60 days



Cannot be changed
after 60 days

Stay Connected



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.