

Worksheet for Estimating DROP Benefits for Vested Members (77 Fund)

1. What is the annual first class salary as used for retirement benefit purposes as of the date you enter the DROP period? (You must be eligible for an unreduced retirement benefit on your DROP entry date.)	\$	
2. How much service have you earned as of the date you enter the DROP period? (Must be at least 20 years.)	Yrs	Mos
3. Based on the amount of service you entered in Item #2, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76% for 32 years)		%
4. Estimated annual retirement benefit as of the date you enter the DROP period (Item #1 times the percentage in Item #3).	(Also enter below.) \$	
5. Divide #4 by 12 to convert to monthly retirement benefit.	\$	
6. Length of DROP period in months (partial years in whole month increments are acceptable, but must be at least 12 months and not more than 36 months).		Mos
7. Estimated DROP benefit as of the date you exit the DROP and retire (Item #5 times Item #6).	(Also enter below.) \$	
8. What is your estimate of the annual first class salary as of the date you exit the DROP period?	\$	
9. How much service would you have earned if you had not entered the DROP? (Item #2 plus Item #6)	Yrs	Mos
10. Based on the amount of service you entered in Item #9, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76%)		%
11. Estimated annual retirement benefit if you had never entered DROP and continued employment for the length of time in Item #9 and then retired. (Item #8 times Item #10)	(Also enter below.) \$	

	Choice 1	Choice 2
DROP Benefit	Member Elects DROP Benefit at End of DROP Period (Item #7 entry above.) \$	Member Does Not Elect DROP Benefit at End of DROP Period Not Available
Annual Retirement Benefit at End of DROP	And (Item #4 entry above.) \$	(Item #11 entry above.) \$

This worksheet is only intended to estimate and illustrate DROP benefits. A member's DROP benefits will be based on the actual DROP election details and on other facts and circumstances.



Example 1

1. What is the annual first class salary as used for retirement benefit purposes as of the date you enter the DROP period? (You must be eligible for an unreduced retirement benefit on your DROP entry date.)	\$ 50,000	
2. How much service have you earned as of the date you enter the DROP period? (Must be at least 20 years.)	22 Yrs	8 Mos
3. Based on the amount of service you entered in Item #2, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76% for 32 years)	57 %	
4. Estimated annual retirement benefit as of the date you enter the DROP period (Item #1 times the percentage in Item #3).	<i>(Also enter below.)</i> \$ 28,500	
5. Divide #4 by 12 to convert to monthly retirement benefit.	\$ 2,375	
6. Length of DROP period in months (partial years in whole month increments are acceptable, but must be at least 12 months and not more than 36 months).	14 Mos	
7. Estimated DROP benefit as of the date you exit the DROP and retire (Item #5 times Item #6).	<i>(Also enter below.)</i> \$ 33,250	
8. What is your estimate of the annual first class salary as of the date you exit the DROP period?	\$ 52,000	
9. How much service would you have earned if you had not entered the DROP? (Item #2 plus Item #6)	23 Yrs	10 Mos
10. Based on the amount of service you entered in Item #9, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76%)	59 %	
11. Estimated annual retirement benefit if you had never entered DROP and continued employment for the length of time in Item #9 and then retired. (Item #8 times Item #10)	<i>(Also enter below.)</i> \$ 30,680	

	Choice 1	Choice 2
	Member Elects DROP Benefit at End of DROP Period	Member Does Not Elect DROP Benefit at End of DROP Period
DROP Benefit	<i>(Item #7 entry above.)</i> \$ 33,250	Not Available
	And	
Annual Retirement Benefit at End of DROP	<i>(Item #4 entry above.)</i> \$ 28,500	<i>(Item #11 entry above.)</i> \$ 30,680

Example 2

1. What is the annual first class salary as used for retirement benefit purposes as of the date you enter the DROP period? (You must be eligible for an unreduced retirement benefit on your DROP entry date.)	\$ 60,000
2. How much service have you earned as of the date you enter the DROP period? (Must be at least 20 years.)	26 Yrs 6 Mos
3. Based on the amount of service you entered in Item #2, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76% for 32 years)	65 %
4. Estimated annual retirement benefit as of the date you enter the DROP period (Item #1 times the percentage in Item #3).	(Also enter below.) \$ 39,000
5. Divide #4 by 12 to convert to monthly retirement benefit.	\$ 3,250
6. Length of DROP period in months (partial years in whole month increments are acceptable, but must be at least 12 months and not more than 36 months).	30 Mos
7. Estimated DROP benefit as of the date you exit the DROP and retire (Item #5 times Item #6).	(Also enter below.) \$ 97,500
8. What is your estimate of the annual first class salary as of the date you exit the DROP period?	\$ 62,000
9. How much service would you have earned if you had not entered the DROP? (Item #2 plus Item #6)	29 Yrs 0 Mos
10. Based on the amount of service you entered in Item #9, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76%)	70 %
11. Estimated annual retirement benefit if you had never entered DROP and continued employment for the length of time in Item #9 and then retired. (Item #8 times Item #10)	(Also enter below.) \$ 43,400

	Choice 1	Choice 2
	Member Elects DROP Benefit at End of DROP Period	Member Does Not Elect DROP Benefit at End of DROP Period
DROP Benefit	(Item #7 entry above.) \$ 97,500	Not Available
	And	
Annual Retirement Benefit at End of DROP	(Item #4 entry above.) \$ 62,000	(Item #11 entry above.) \$ 43,400

Example 3

1. What is the annual first class salary as used for retirement benefit purposes as of the date you enter the DROP period? (You must be eligible for an unreduced retirement benefit on your DROP entry date.)	\$ 70,000
2. How much service have you earned as of the date you enter the DROP period? (Must be at least 20 years.)	34 Yrs 3 Mos
3. Based on the amount of service you entered in Item #2, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76% for 32 years)	76 %
4. Estimated annual retirement benefit as of the date you enter the DROP period (Item #1 times the percentage in Item #3).	(Also enter below.) \$ 53,200
5. Divide #4 by 12 to convert to monthly retirement benefit.	\$ 4,433.33
6. Length of DROP period in months (partial years in whole month increments are acceptable, but must be at least 12 months and not more than 36 months).	20 Mos
7. Estimated DROP benefit as of the date you exit the DROP and retire (Item #5 times Item #6).	(Also enter below.) \$ 88,666.60
8. What is your estimate of the annual first class salary as of the date you exit the DROP period?	\$ 72,000
9. How much service would you have earned if you had not entered the DROP? (Item #2 plus Item #6)	35 Yrs 11 Mos
10. Based on the amount of service you entered in Item #9, what is your retirement benefit percentage? (52% for 20 years of service plus an additional 1% for every 6 months of service over 20 years, up to a maximum total of 76%)	76 %
11. Estimated annual retirement benefit if you had never entered DROP and continued employment for the length of time in Item #9 and then retired. (Item #8 times Item #10)	(Also enter below.) \$ 54,720

	Choice 1	Choice 2
	Member Elects DROP Benefit at End of DROP Period	Member Does Not Elect DROP Benefit at End of DROP Period
DROP Benefit	(Item #7 entry above.) \$ 88,666.60	Not Available
	And	
Annual Retirement Benefit at End of DROP	(Item #4 entry above.) \$ 53,200	(Item #11 entry above.) \$ 54,720

Table 1: Retirement Benefit Percentage for Years of Service

Benefit Percentage for Retirement Date on or before June 30, 2019	Service Years rounded down to nearest full six months	Benefit Percentage for Retirement Date on or after July 1, 2019
50%	20 years <i>(or under 20 years for survivor or disability requirements)</i>	52%
51%	20 years and 6 months	53%
52%	21 years	54%
53%	21 years and 6 months	55%
54%	22 years	56%
55%	22 years and 6 months	57%
56%	23 years	58%
57%	23 years and 6 months	59%
58%	24 years	60%
59%	24 years and 6 months	61%
60%	25 years	62%
61%	25 years and 6 months	63%
62%	26 years	64%
63%	26 years and 6 months	65%
64%	27 years	66%
65%	27 years and 6 months	67%
66%	28 years	68%
67%	28 years and 6 months	69%
68%	29 years	70%
69%	29 years and 6 months	71%
70%	30 years	72%
71%	30 years and 6 months	73%
72%	31 years	74%
73%	31 years and 6 months	75%
74%	32 or more	76%