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- A maximum of 1.0 year of service is creditable for each annual reporting period.

Section 2 — Years of Creditable Service as of 1/1/2023

This section shows your total years of creditable service. Service is broken down into three types: “Before 2000,” “After 1999,” and “After Act 10.” You may have service in one, two, or all three types, depending on when and how long you have worked under the WRS.
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Your creditable service may also be less than expected if:
- You worked part time, took a leave without pay, or had a break in service. In these cases, you earned less than a full year of creditable service. Your employer reports your WRS hours, which are then converted to a decimal fraction of a year. The hours are divided by 1,320 for teachers and by 1,904 for everyone else.
- Your account has been divided by a Qualification Domestic Relations Order (QDRO). Your total service does not include the portion awarded to your former spouse or domestic partner.
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Formula Multipliers

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<td>.020</td>
<td>n/a</td>
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<tr>
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<td>n/a</td>
</tr>
<tr>
<td>Protective without Social Security (most firefighters)</td>
<td>.02665</td>
<td>.025</td>
<td>n/a</td>
</tr>
<tr>
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<td>.020</td>
<td>.016</td>
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Section 3 — Employee-Required Contributions

This section shows the cumulative employee-required contributions in your account and does not include the matching employer contributions (see Section 9 for your total account balance as of January 1, 2023).

- Employee-required contributions are a percentage of your WRS earnings reported.
- Since July 2011, most employees must pay these contributions themselves.
- Some employers may pay all or part of the employee-required contributions pursuant to a collective bargaining agreement or contract. Contact your employer if you are uncertain about your specific situation.
- Your interest rate is shown in this section.

Most contributions are made on a “pre-tax” basis and are not taxed until you terminate all WRS employment and receive a WRS benefit. However, some types of employee contributions can be made on an “after-tax” basis and are not taxed either. The non-taxable portion of your account is called your “Investment in Contract.” It is shown at the bottom of this section.

Section 4 — Additional Contributions

This section shows the balance of voluntary additional contributions that you or your employer have made to your account. You cannot withdraw these contributions until you terminate all WRS employment and receive a WRS benefit.

For information about taxes on additional contributions, see the Tax Liability on WRS Benefits (ET-4125) brochure.

Section 5 — Primary Beneficiary Designation(s) for WRS-Required Account

A beneficiary designation controls who receives any WRS benefit, your LTDI supplemental contributions are included in any WRS benefit. However, some types of employee contributions can be made on an “after-tax” basis and are not taxed either. The non-taxable portion of your account is called your “Investment in Contract.” It is shown at the bottom of this section.

Changes in your personal situation like marriage, divorce, or termination of a domestic partnership do not change your beneficiary designation. You must file a new designation to change your beneficiary.

- If you have never filed a beneficiary designation, or if your beneficiary(ies) are all deceased, your death benefit will be paid according to the standard sequence specified by Wis. Stat. § 40.02 (8)(a).
- You may change your beneficiaries by completing the Beneficiary Designation (ET-2320) or Beneficiary Designation-Alternate (ET-2321) form. These forms are available at eff.wi.gov or by contacting ETF.

For more information, see the Variable Trust Fund (ET-4930) brochure. You may project updates to your Variable excess or deficiency balances using the WRS Variable Excess or Deficiency Update Calculator at eff.wi.gov/calculator.htm.

Section 6 — Separation Benefit

A separation benefit is a one-time (lump-sum) payment of your employee-required contributions, plus additional contributions (if applicable) and interest. It does not include the employer-required contributions. Taking this benefit closes your WRS account and you forfeit all your earned service as well as your rights to a “Retirement Benefit.”

You are eligible for a separation benefit if you leave all WRS employment, and you are not vested, or you apply before your minimum retirement age. Minimum retirement age is 55, or age 50 if you have some protective category service that is not purchased.

See the Death Benefits (ET-6101) brochure for details.

Section 7 — Death Benefit

The amount shown is the minimum death benefit payable to your beneficiary(ies). It will be paid if you die before your WRS benefit begin date. Once your retirement benefit begins, these estimated death benefits are no longer valid. Instead, your death benefit, if any, is based on the annuity option that you chose.

- The death benefit shown in the “Active” column will be paid if you die while employed in a WRS-covered position. A higher formula death benefit may be payable if you are an active WRS employee and are minimum retirement age when you die. An active employee’s beneficiary(ies) are entitled to this benefit regardless of vesting requirements.
- The death benefit shown in the “Inactive” column will be paid if you are no longer working in a WRS-covered position and you die before beginning your benefit.

See the Death Benefits (ET-6101) brochure for details.

Section 8 — Formula Benefit Data

This section shows the data ETF uses to calculate your formula retirement benefit:

- Your three highest annual WRS earnings. The years do not need to be in a row, nor your three most recent years.
- Your final average monthly earnings (FAE). Your FAE is calculated by adding the three highest earnings in your three highest years, dividing the total by the total service credited for those three years, then dividing the result by 12.
- Any Variable Fund excess/deficiency as of January 1, 2023.

You will see a Variable excess/deficiency amount if you participated in the Variable Fund. This amount shows the value of your account compared to the value it would have been if you had never participated in the Variable Fund. A Variable excess will increase your formula benefit, while a Variable deficiency will decrease it.

Section 9 — Money Purchase Balance

Your money purchase balance is the total value of both the employee-contributed balances and the matching employer contributions in your account.

- Your money purchase monthly benefit is calculated by multiplying your total account balance (including interest) by the money purchase factor for your age.
- In 2023, this balance is only available as a lump-sum retirement benefit if the monthly annuity amount is less than $502.

Section 10 — Retirement Benefit Projections

This section shows estimates for your retirement benefit under both the money purchase and formula methods. These are not official estimates; they are for your general information only.

You may request a retirement estimate packet at eff.wi.gov or by contacting ETF six to twelve months before you plan to retire (or before you plan to apply for benefits if you are not an active WRS employee).

- You must be vested to receive a retirement benefit.
- Your estimated payment must be at or above the 2023 minimum of $243 to be eligible for a monthly annuity.
- If no amount is shown in this section, you may be restricted to a lump-sum payment.
- If you are older than normal retirement age for your employment category, the amounts are calculated based on your age as of January 1.

You may have to meet one of two vesting laws depending on when you first began WRS employment:

- If you first began WRS employment after 1989 and left employment before April 24, 1998, then you must have some WRS-creditable service in five calendar years, or

- If you first began WRS employment on or after July 1, 2011, you must have five years of WRS-creditable service.

If neither vesting law applies, you were vested when you first began WRS employment.

If you are vested, you may receive a retirement benefit at age 55 (age 50 for protective category participants) once you leave all WRS employment. If you are not vested, you may only receive a separation benefit, regardless of your age.

If you are unable to work due to a permanent disability, call ETF immediately to request disability benefits information.

Please note, your statement does not include any account receivable amount due if you have an outstanding balance pending. Any monies owed on your account will be deducted from your WRS annuity, if not paid in full before you apply for benefits.

Additional Information for Inactive Members

If you no longer work under the WRS, you may want to consider applying for your retirement benefit as soon as you are eligible, regardless of your employment status or income. Delaying your retirement benefit may increase your monthly payment. Calculate how long it will take to recover the monthly payments and any annual increases that you will give up by waiting to begin your benefit.

Additionally, if you die before you begin receiving a retirement benefit, the death benefit will be less than your total account balance because you will forfeit the matching employer contributions.

Required Minimum Distribution

Once you stop working for a Wisconsin Retirement System employer, federal law requires you to begin receiving your benefit payment(s) by a certain date, depending on your age. This is called a required minimum distribution (RMD). Visit eff.wi.gov for detailed information about current RMD requirements, and the potential impact a RMD may have on your WRS benefits and tax liability.

You may also want to consult with your tax advisor.

It is important for you to contact ETF before a forced distribution is required. A forced distribution begins, your ability to choose a different payment option, if available, will be very limited. Your WRS account will be closed and you will not be able to return your payment(s).

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A beneficiary designation controls who receives any WRS death benefit payable when you die. This includes life insurance with ETF.

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Wisconsin Retirement System Annual Statement of Benefits

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