

Benefits Upon Retirement – Employees Represented by LPPNSA & LPPSA (Police Unions)

Sick Leave Payout: Is not considered WRS earnings. Retirement for this section shall mean that the employee is eligible for and has filed for an immediate WRS annuity and meets the years of service requirement indicated below.

- Employees hired prior to 7/1/2013:
 - Must have met the years of service requirement as defined in the Medical Benefit Plan Master Plan Document (see excerpt on page 2 of this document). Payout would be 52% of earned unused sick leave into the retiring employee's RHS account.
 - If such employee met eligibility for the City's retiree health plan, is at least three years from Medicare eligibility and waives the City retiree health plan eligibility, such employee would receive a 100% payout of earned, unused sick leave into the retiring employee's RHS account.
- Employees hired after 7/1/2013:
 - Employees having 20 years of full-time continuous years of service with the City would receive a 100% payout of earned unused sick leave into the retiring employee's RHS account. If the 20 years of full-time continuous service not met, payout would be 52%.

Sick Leave Over Cap: 50% over cap (if applicable) would be paid to the retiring employee, not to their RHS plan.

Vacation Payout: Any earned, unused vacation will be paid out on last check. Is not considered WRS earnings. Vacation is credited to you on January 1st of each year but is fully earned on your anniversary date. When you retire:

- If you've met your anniversary date, then you've earned all that was credited to you and any unused balance will be paid out. In addition, if you work past your anniversary date, you will be paid out for each day that you've worked past it.
- If you retire prior to your anniversary date, you did not earn all that was credited to you on January 1st and your accrual will be prorated based on the number of days that you've worked from your anniversary date the year before.

Holiday Payout: Any earned, unused holiday bank hours will be paid on last check and are considered WRS earnings.

Comp Time Payout: Any earned, unused comp hours will be paid on last check and are considered WRS earnings.

Medical Plan:

- Full time employees hired prior to 1/1/2014: If specific criteria are met (see page two of this document), the plan continues at group rates until eligible for Medicare or reach age 65, whichever occurs last according to the provisions of the Medical Plan Master Plan Document. Same plan as active employees as modified from time to time. Health Risk Assessments are offered to retirees to receive the incentivized rate. The City bills retirees for their premiums, however, there is a program specifically for Public Safety Officers that allows the retiree to have their premium deducted from their WRS pension check (wired to the City by ETF). The annual amount (up to \$3000) can be excluded from the retiree's gross taxable income on their federal and state income tax returns. This is set up through the City's Benefits Specialist. Retirees may instead arrange to have their premium automatically paid to the City from their Retirement Health Savings Account. When the retiree ages off the plan, their younger spouse (if applicable) is offered option of continuing coverage at 100% of plan cost until such spouse reaches Medicare due to age.
- Full time employees hired on/after 1/1/2014: Coverage terminates at the end of the month. The employee and any covered family members would be offered continued coverage for up to 18 months through COBRA at 102% of the actual plan cost.

Dental Insurance: Terminates at the end of the month. COBRA continuation information would be sent to the retiree and covered family members (if enrolled at the time of retirement). Could continue under COBRA for up to 18 months.

Vision Plan: Terminates at the end of the month. COBRA continuation information would be sent to the retiree and covered family members (if enrolled at the time of retirement). Could continue under COBRA for up to 18 months.

Life Insurance: If specific criteria* met, coverage on self can continue with premiums deducted from your WRS pension check. At age 65, premiums no longer apply, however, the death benefit reduces to 75% of your Basic Coverage (Basic is one times your salary) and at age 66 and thereafter, the death benefit is reduced to 50% of your Basic Coverage. Coverage on spouse/dependents terminates at the end of the month of the month that you retire. Conversion information would be provided to your spouse/dependent(s) if applicable. Your current coverage can be found on the Benefits tab on Employee Self Service (it shows how many units of coverage you have; you can calculate how much each unit of coverage is by looking at the premium that you pay for “Basic” and taking that times 1,000). For example, if you pay 70 cents for Basic per month, it would be for \$70,000 in coverage (70 x 1,000). Feel free to contact City HR if you need assistance or if you would like a summary of your coverage. *See page 20 of [ETF’s Wisconsin Public Employer Group Life Insurance booklet](#) for criteria to continue coverage.

Section 125 Plan (if enrolled at time of retirement). Plan would terminate the last day paid/worked. Employee would be able to incur expenses up to the annual election amount through last day and would have 90 days to submit claims to the administrator. If the employee had not been reimbursed at least what they had paid in, COBRA continuation information would be available where retiree could pay the equivalent of one month’s contributions for up to the end of the plan year to keep the plan open to incur expenses to submit for reimbursement.

Retirement Health Savings Plan (RHS): Sick leave payouts are put into a RHS account on behalf of the retiring employee. This is a pre-tax contribution that can be used to pay for qualified medical expenses during retirement on a tax-free basis (examples such as deductibles, copayments, premiums, etc. for the retiree, spouse and any dependents up to age 26.)

457 Deferred Compensation Plan: Employee could decide to contribute up to the IRS annual plan limit from their last check (pre-federal and pre-state contribution). Withdrawal options are very flexible following retirement date and would be subject to a 20% federal withholding rate (also would be considered taxable income for State taxes). A “Pre-Retirement” Catch Up Plan is available for employees who are within three years of reaching their normal retirement age. This provision allows employees to contribute an additional amount up to double the regular annual limit to make up for years in which they did not contribute the maximum amount they were eligible to contribute. Visit Mission Square’s [Retirement Education Center](#) for additional information along with other resources to help you with your retirement planning or contact the City’s Mission Square representative, Christina Clemons at clemmons@missionsq.org or (202)759-7039

Criteria for Retiree Medical Benefit Plan Coverage (excerpt from 2024 MPD/SPD):

ADDENDUM A

Retiree Medical Benefit Plan Coverage - Normal Service

Group	Hire date	Years of Service Required	Minimum Age
Police Non-Sups (LPPNSA Local #26)	Hired as of 6/30/2004	15 years of full time continuous service	53 or take an early retirement in conjunction with a special early retirement program.
	7/1/2004 - 12/31/2006	18 years of full time continuous service	
	1/1/2007 - 6/30/2013	20 years of full time continuous service	Not eligible
	Hired on or after 7/1/2013	Not eligible	
Police Supervisory (LPPNSA Local #91)	Hired as of 6/30/2004	15 years of full time continuous service	53 or take an early retirement in conjunction with a special early retirement program.
	7/1/2004 - 12/31/2006	18 years of full time continuous service	
	1/1/2007 - 6/30/2013	20 years of full time continuous service	Not eligible
	Hired on or after 7/1/2013	Not eligible	

