

## INTERPRETING YOUR ANNUAL CONTRIBUTION STATEMENT

Please retain this statement with your financial records.

### **What does the “Tier” next to my name mean?**

Members who first participated in the Fund or a qualifying reciprocal fund prior to January 1, 2011 are considered to be in Tier 1. Members who first participated on or after January 1, 2011 are considered to be in Tier 2. Visit our website for a complete explanation of Tier 1 vs. Tier 2 annuity benefits. If you believe that we do not have the correct tier code for you, please notify us.

### **What is the breakdown of my contributions?**

By law, all employee members must contribute 8.5% of salary to the Fund, with the exception of Sheriff's Police, who contribute 9%. Your contributions are allocated to support your retirement annuity (6.5%, or 7% for Sheriff's Police), annuity benefits for a surviving spouse (1.5%), and an annual cost-of-living adjustment (0.5%).

### **How do my contributions relate to my retirement benefits?**

Determining your retirement benefits is very complex. Generally, you must accrue at least 10 years of service credit to qualify for an annuity (subject to age requirements). The benefit formula takes into account age, tier, years of service, reciprocal service, and several other factors when calculating your benefits. Complete information can be found on our website.

### **Can I borrow money or make a withdrawal from my CCPF account while still working?**

No. By law, borrowing from or against your pension plan is not allowed; only members that have separated from employment may be eligible to withdraw their contributions.

### **I am unmarried. Why am I making a spouse annuity contribution?**

By law, all employees are required to make the spousal contribution of 1.5% of salary, whether married or not. The spousal contribution is refunded if you are unmarried at the time you take either a full refund or a retirement annuity.

### **What happens to my account in the event of my death?**

Your spouse and any minor children may also be entitled to survivor annuities, or your designated beneficiaries will be entitled to a refund of any remaining contributions. In all cases, survivors must contact the Fund after a member's death to claim benefits. In addition to any account balances, the CCPF pays a death benefit of \$1,000.

### **How do I change or update my beneficiary?**

You will need to complete a *Designation of Beneficiary* form, which you can download online at [CookCountyPension.com](http://CookCountyPension.com), or request one by phone at (312) 603-1200, option 0. Keeping your *Designation of Beneficiary* up-to-date ensures that payments distribute in accordance with your wishes in the event of your death.

### **Why do I have an amount due?**

The most common reasons for an amount due are:

1. **You were overpaid disability:** For example, if you received paid disability through March 31, but returned to work on March 24; therefore, the CCPF must collect the 7 days of disability overpaid.
2. **You under contributed:** An error occurred in payroll and your employer should have withheld 8.5% or 9% of salary but withheld less than that amount at some point in time. Therefore, you must pay the amount under contributed to CCPF.

Please note, the amount due can be paid directly to CCPF; otherwise it will be deducted from any future pension benefit payments.