



# Correction 22-Year Plan Enhanced Disability Benefit Fact Sheet

February 2017

This fact sheet describes the benefits and obligations of the Enhanced Disability Benefit program (EDB), available to participants in the Uniformed Correction Force 22-Year Plan (CF-22 Plan).

## **VOLUNTARY PARTICIPATION**

In order to elect the EDB, you must meet the following requirements:

1. Be a participant in the CF-22 Plan between April 1, 2012 and December 31, 2016.
2. File the election form while in active service, which includes military service, unpaid sick leave, or sick leave as long as the member is not working in another title.
3. File the election form with NYCERS by June 30, 2017 (Form #194 available on NYCERS' website at [www.nycers.org](http://www.nycers.org)).

**ONCE YOUR ELECTION IS RECEIVED BY NYCERS IT CANNOT BE REVOKED.**

## **MANDATORY PARTICIPATION**

Uniformed Correction Force members who become participants in the CF-22 Plan on or after January 1, 2017 will automatically be enrolled in the EDB.

## **CONTRIBUTIONS**

In addition to Basic Member Contributions (BMCs) of 3% of gross wages, participants in the EDB are required to pay the following Additional Member Contributions (AMCs) from the plan effective date (January 1, 2017) until retirement:

- ▶ 0.8% of gross wages

**ON JUNE 30, 2019 THE AMC RATE WILL BE REVIEWED TO DETERMINE IF THIS AMOUNT FULLY FUNDS THE BENEFIT. ANY CHANGES WILL BE PROSPECTIVE.**

AMCs are maintained in the Retirement Reserve Fund (RRF). AMCs are Federal tax-deferred for **mandatory** participants of the EDB (Uniformed Correction Force members who become participants in the CF-22 Plan on or after January 1, 2017), meaning that you do not pay Federal taxes on the contributions, only New York State and local taxes. AMCs are **NOT Federal tax-deferred** for CF-22 Plan participants who voluntarily **ELECT** the EDB. AMCs are not refundable or transferrable to another public retirement system within New York State.

Note: Contributions made while on Union Leave are **not** Federal tax-deferred for either voluntary or mandatory participants in the EDB.

## **ENHANCED DISABILITY RETIREMENT BENEFIT**

EDB participants who become physically or mentally incapacitated and can no longer perform the duties of their job may be eligible for either an Ordinary Disability Benefit or an Accidental Disability Benefit.

**Ordinary Disability Benefit:** You are eligible for an Ordinary Disability Benefit if you have at least five years of Credited Service and have been found to be disabled by the Social Security Administration. The benefit is equal to the greater of:

- ▶ 1/3 of Final Average Salary (FAS) **or**
- ▶ 2% times FAS times years of Credited Service, but not in excess of 22 years of such service

**Disability Retirement RSSL §507-a:** You are eligible for a disability retirement benefit if you either have 10 or more years of Credited Service or if your injury is caused by an on-the-job accident. The benefit is equal to the greater of:

- ▶ 1/3 of Final Average Salary (FAS) **or**
- ▶ 1.67% times FAS times years of Credited Service, **or**
- ▶ If eligible to retire for service, the service retirement benefit if greater than the aforementioned calculations.

**Accidental Disability Benefit:** You are eligible for an Accidental Disability Benefit if you are awarded Primary Social Security Disability Benefits or are found to be disabled by the NYCERS Medical Board, and the Board of Trustees determines that the disability (as determined by the Social Security Administration or the NYCERS Medical Board) is the natural and proximate result of an accident not caused by your own willful negligence. The benefit is equal to:

- ▶ Sixty (60) percent of the member's Final Average Salary less:
- ▶ 50% of the Primary Social Security Disability Benefit, if any and
- ▶ 100% of any Workers' Compensation benefits payable.

### **PERFORMANCE OF DUTY DISABILITY RETIREMENT:**

Act of an Inmate: You are eligible for an Accidental Disability Benefit if you become physically or mentally incapacitated for the performance of duties as a natural and proximate result of an act of an inmate. EDB participants who are approved for disability under this law are entitled to a disability benefit equal to 75% of FAS.

World Trade Center Law: If you qualify for an Accidental Disability Benefit pursuant to the World Trade Center Law, your benefit will be equal to 75% of Final Average Salary. NOTE: To qualify for an Accidental Disability Benefit under the World Trade Center Law, you must have been a member of NYCERS or another public retirement system within New York State on or before September 11, 2001 and have filed a Notice of Participation with NYCERS by September 11, 2018.

Heart Law: All EDB participants are entitled to the Heart Law presumption. This law provides a presumption that certain diseases of the heart were incurred in the performance of duty. CF-22 Plan participants in the EDB who are approved for disability under the Heart Law are entitled to a disability benefit equal to 75% of Final Average Salary. This presumption may be rebutted by competent medical evidence.

Hepatitis, AIDS and Tuberculosis (HAT) Law: All participants in the EDB are entitled to the HAT Law presumption. The HAT Law provides that a participant who contracts HIV (where he or she may have been exposed to bodily fluids of an inmate or a person confined to an institution under the jurisdiction of the NYC Department of Correction or Department of Health), tuberculosis or hepatitis, will be presumed to have contracted such disease in the performance and discharge of duty. CF-22 Plan participants in the EDB who are approved for disability under this law are entitled to a disability benefit equal to 75% of FAS. The presumption may be rebutted by competent medical evidence.

**NOTE: ALL PERFORMANCE OF DUTY DISABILITY BENEFITS** are reduced by 100% of the annual payment from the Workers' Compensation Board. Performance of Duty Disability benefits are not reduced by any Social Security benefits received for the same disability.

Disability retirees who have been retired for at least 5 years are eligible for an annual Cost-of-Living Adjustment (COLA) pursuant to New York City Administrative Code §13-696, not the escalation pursuant to Retirement and Social Security Law §510.

### **FINAL AVERAGE SALARY (FAS)**

FAS is defined as the average of wages earned by a member during any five consecutive years which provide the highest average wage. However, wages earned during any year used in an FAS calculation cannot exceed the average of the previous four years by more than 10 percent.

### **COST-OF-LIVING ADJUSTMENT (COLA)**

Disability retirees who have been retired for at least 5 years are eligible for an annual Cost-of-Living Adjustment (COLA) pursuant to New York City Administrative Code §13-696, **not** the escalation pursuant to Retirement and Social Security Law §510.