This brochure describes the obligations and benefits of the Deputy Sheriff 25-Year Plan for Tier 6 members (6DS-25). This plan allows participants to retire with 25 years of Credited Service (all service) regardless of age and is available ONLY to Deputy Sheriff Members. A Deputy Sheriff Member is a NYCERS member employed by the City of New York as a Deputy Sheriff Level 1, Deputy City Sheriff Level 2, Supervising Deputy Sheriff or Administrative Sheriff. These are the only titles eligible for the 6DS-25 Plan.

**PARTICIPATION**

Any employee in a Deputy Sheriff covered title who becomes a Tier 6 NYCERS member on or after April 1, 2012 is mandated into the 6DS-25 Plan.

Participants who cease to be employed in a Deputy Sheriff covered title will no longer be able to participate in the Plan. However, if you become employed in a covered title at a later date, you will again be required to participate in the Plan.

**BASIC MEMBER CONTRIBUTIONS (BMCs)**

Participants in the 6DS-25 Plan who join NYCERS between April 1, 2012 and March 31, 2013, are required to contribute BMCs equal to 3% of gross wages until a new contribution structure takes effect on April 1, 2013. Beginning April 1, 2013, the BMC rate for all 6DS-25 Plan members is dependent upon annual wages earned during a plan year according to the schedule in the table below.

<table>
<thead>
<tr>
<th>Annual Wages Earned During Plan Year</th>
<th>Contribution Rate</th>
</tr>
</thead>
<tbody>
<tr>
<td>Up to $45,000</td>
<td>3%</td>
</tr>
<tr>
<td>$45,001 to $55,000</td>
<td>3.5%</td>
</tr>
<tr>
<td>$55,001 to $75,000</td>
<td>4.5%</td>
</tr>
<tr>
<td>$75,001 to $100,000</td>
<td>5.75%</td>
</tr>
<tr>
<td>Greater than $100,000</td>
<td>6%</td>
</tr>
</tbody>
</table>

A plan year was defined as the period from April 1st to March 31st. During the first three plan years of membership (or the first three plan years beginning 4/1/13 if you joined NYCERS between 4/1/12 and 3/31/13), NYCERS uses a projection of your annual wages to determine your BMC rate (Projected Wage Method). For your fourth Plan year and each Plan year thereafter, NYCERS uses your gross wages earned two plan years prior to determine your BMC rate (Actual Wage Method). Recent legislation changed the plan year definition to a calendar year (1/1 to 12/31). For that reason, if your membership date falls between 4/1/12 and 3/31/14, the Actual Wage Method will be applied for the plan year 1/1/17-12/31/17. See the last page for a chart illustrating the application of each method based on hypothetical wages.

BMCs are held in the Member Contribution Accumulation Fund (MCAF) and must be contributed until you separate from City service or retire. BMCs are not required on “non-pensionable” earnings (see wage exclusions in Final Average Salary section).

**ADDITIONAL MEMBER CONTRIBUTIONS (AMCs)**

As a member of the 6DS-25 Plan, you are also required to contribute Additional Member Contributions (AMCs) of 6.75% of your gross wages, excluding “non-pensionable” earnings (see Final Average Salary section). AMCs are maintained in the Retirement Reserve Fund (RRF). Payment of AMCs is required until a participant attains 30 years of Credited Service in a Deputy Sheriff covered title or until retirement, whichever occurs first.

BMCs and AMCs are Federal tax-deferred, meaning that you do not pay Federal taxes on the contributions, only New York State and local taxes. Note, however, that contributions made while on Union Leave are not Federal tax-deferred.

**DEFICITS**

Failure to pay any of the required BMCs or AMCs will result in a deficit. If a deficit is identified prior to retirement, steps will be taken to resolve it.

In the event of a deficit at retirement in either account, an actuarial reduction may be applied to the pension benefit. Deficits also impact disability and death benefits.

If you cease to be employed in a Deputy Sheriff covered title and withdraw your AMCs (and interest) and later become a participant again, you will be charged a deficit, including the 5% statutory interest.
LOANS
Plan participants may borrow up to 75% of the BMCs in the MCAF account. Loans are subject to the terms and conditions applicable to Tier 4 members. 6DS-25 Plan participants are not allowed to take loans from their AMCs held in the RRF account. Please consult Brochure #911 for additional information.

REFUNDS
Plan participants who have rendered less than 10 years of Credited Service and who leave City service may apply for a refund of BMCs plus accrued interest, which effectively terminates membership. Refunds will be reduced by the present value of any outstanding loan. Refunds of BMCs are not possible for members with 10 or more years of Credited Service, except in cases of a participant’s death.

Participants who cease to hold a Deputy Sheriff covered title for any reason and who have rendered less than 15 years of Credited Service in a Deputy Sheriff covered title have the option to withdraw their AMCs, plus accrued interest and minus the present value of any loan. Your refund will be reduced by the present value of any outstanding loan. AMC may also be withdrawn if a participant with less than 15 years of Credited Service changes to a non-Deputy Sheriff covered title and remains in City service. In this case, after receiving the refund of AMC, such participant will no longer be entitled to a benefit under the 6DS-25 Plan, but may be entitled to a benefit from the underlying Tier 6 Basic Plan (assuming service requirements have been met). Refunds of AMC are not possible for members with 15 or more years of Credited Service in a Deputy Sheriff covered title.

You must be off payroll for thirty (30) or more days to qualify for a refund. If your agency records indicate that you are on a leave of absence with or without pay, you are not eligible for a refund.

Withdrawal of BMCs or AMC will trigger a Federal tax liability and may result in an early distribution tax penalty.

BUY-BACK
6DS-25 Plan members may purchase previous public service rendered anywhere in New York City or New York State. The cost is 6% of the wages earned during the period you are paying back, plus 5% interest compounded annually from the date of your previous service until the date of payment.

MILITARY BUY-BACK
Federal and state laws allow members to purchase service credit for time spent in U.S. Military service – the Uniformed Services Employment and Reemployment Rights Act (USERRA) and Article 20 of the New York State Retirement Law (RSSL), respectively. Under Article 20, the cost is 6% times the number of years of military service being purchased times the salary you earned during the 12 months prior to the date of your application. Under USERRA, the cost is the equivalent of the contributions required if you had never left for military service. No interest is charged on military buy-back.

VESTED RETIREMENT BENEFIT
Vesting means that you have earned the right to receive benefits in the future. If you leave City service with at least 10, but less than 25 years of Credited Service (at least two years of which must be Membership Service), and your contributions have not been returned to you, you are entitled to a Vested Retirement Benefit that becomes payable at age 63.

The Vested Retirement Benefit is calculated using the following formula:

\[ 2.2\% \times \text{Final Average Salary (FAS)} \times \text{the number of years of Credited Service}. \]

SERVICE RETIREMENT BENEFIT
Participants in the 6DS-25 Plan are eligible to receive a Service Retirement Benefit upon attaining 25 years of Credited Service, regardless of age. The Service Retirement Benefit is calculated using the following formulas:

- 55% of FAS for the first 25 years of Credited Service plus
- 1.7% of FAS for each additional year (or fraction thereof) beyond the first 25 years of Credited Service, up to a maximum of 30 years of such service.

You must file a service retirement application at least 30 days, but no more than 90 days, before your effective retirement date, and you must be a participant of the 6DS-25 Plan on the day before your effective retirement date.

When you file your service retirement application, we strongly encourage you to select an “Interim Option” on the application. This precautionary measure enables you to leave some form of pension payment to a beneficiary should you die before a final option selection is made and your pension is finalized.

FINAL AVERAGE SALARY (FAS)
FAS is defined as the average of wages earned by a member during any continuous period of employment for which the member was credited with five years of service. However, wages earned during any year used in a FAS calculation cannot exceed the average of the previous four years by more than 10 percent.
SURVIVOR BENEFITS

In the event of your death prior to retirement, your NYCERS membership entitles your beneficiaries to a death benefit. There are two primary types of death benefits – Ordinary Death Benefits and Accidental Death Benefits.

An Ordinary Death Benefit (ODB) is a lump-sum benefit payable to your Designated Beneficiary(ies) if you die while in active service, before retirement, whether or not death occurs as the result of an accident sustained on the job.

An ODB will be paid only if:

a) you were being paid on payroll at the time of your death; OR
b) you were off payroll or you were on an authorized leave without pay at the time of your death; AND
1. you were on payroll, in service, and paid within the last 12 months before death; AND
2. you were not gainfully employed since last on the payroll; AND
3. you had credit for one or more years of continuous service since you last entered the service of your employer.

The ODB payable is a multiplication of your salary as indicated below:

- if you have at least one, but less than two years of service, a lump-sum benefit equal to one year’s current salary
- if you have at least two, but less than three years of service, a lump-sum benefit equal to two times current salary
- if you have at least three years of service, a lump-sum benefit equal to three times current salary

The benefit is reduced for each year a member remains in active service beyond age 60.

Your beneficiary(ies) will also receive a refund of your BMCs plus earned interest, and a refund of your AMCs if you rendered less than 15 years of Credited Service in a Deputy Sheriff covered title, plus earned interest.

If you have at least 10 years of Credited Service, are awaiting payability of a Vested Retirement Benefit, and die prior to age 63, your beneficiaries will receive a lump-sum death benefit based on 50% of the ODB that would have been payable if you had died on your last day in active service, plus the refund of your BMCs plus interest. If you die prior to having 15 years of Credited Service in a Deputy Sheriff covered title and reaching age 63, AMCs plus interest will be refunded as well.

An Accidental Death Benefit (ADB) is payable to Eligible Beneficiaries, who are defined in law. Eligible Benefi-

ORDINARY DISABILITY RETIREMENT

As a 6DS-25 Plan member, you are eligible for an Ordinary Disability Retirement Benefit at any age if you have 10 or more years of Credited Service and NYCERS’ Medical Board determines that you are physically or mentally incapacitated to perform your job duties and were so incapacitated at the time you ceased performance of your duties.

The Disability Retirement Benefit is equal to the greater of:

- 1/3 of your FAS; OR
- 1.67% times FAS times years of Credited Service; OR
- if you are eligible for a service retirement, your Service Retirement Benefit.

THREE-QUARTERS ACCIDENTAL DISABILITY RETIREMENT

NYC Deputy Sheriffs who become physically or mentally incapacitated for the performance of duties as the natural and proximate result of an accident, not caused by their willful negligence, are entitled to a disability benefit equal to three-quarters of Final Compensation. Final Compensation is defined as wages earned during any five consecutive years (subject to certain limitations), minus 100% of the annual payment from the Workers’ Compensation Board associated with the injury. In order to file an application for this type of disability benefit, you must be employed in a Deputy Sheriff title specified in the law at the time you file.
The annual benefit equals 50% of the wages you earned during your last year of service, or your annual wage rate if you had less than one year of service. Your BMCs are not refunded to your beneficiaries, but your AMCs will be refunded if you died prior to attaining 15 years of Credited Service in a Deputy Sheriff covered title.

### PROJECTED WAGE METHOD (FIRST 3 PLAN YEARS ONLY)

<table>
<thead>
<tr>
<th></th>
<th>1st Plan Year</th>
<th>2nd Plan Year</th>
<th>3rd Plan Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Projected Annual Salary</td>
<td>$70,000</td>
<td>$70,000</td>
<td>$70,000</td>
</tr>
<tr>
<td>Rate Based on Projected Annual Salary</td>
<td>4.5%</td>
<td>4.5%</td>
<td>4.5%</td>
</tr>
<tr>
<td>Actual Wages Earned in Plan Year</td>
<td>$72,000</td>
<td>$72,500</td>
<td>$76,000</td>
</tr>
<tr>
<td>Contributions Made in Plan Year</td>
<td>$3,240 (4.5% of $72,000)</td>
<td>$3,263 (4.5% of $72,500)</td>
<td>$3,420 (4.5% of $76,000)</td>
</tr>
</tbody>
</table>

### ACTUAL WAGE METHOD (4th PLAN YEAR AND THEREAFTER)

<table>
<thead>
<tr>
<th></th>
<th>4th Plan Year</th>
<th>5th Plan Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Actual Wages Earned in Plan Year</td>
<td>$80,000</td>
<td>$82,500</td>
</tr>
<tr>
<td>Rate Based on Actual Wages Earned Two Plan Years Prior to the Current Plan Year</td>
<td>4.5%</td>
<td>5.75%</td>
</tr>
<tr>
<td>Contributions Made in Plan Year</td>
<td>$3,600 (4.5% of $80,000)</td>
<td>$4,744 (5.75% of $82,500)</td>
</tr>
</tbody>
</table>