WESTERN CONFERENCE OF TEAMSTERS PENSION PLAN
BUYING POWER OF APPROVED BONUS ACCRUALS FOR WORK IN 2021 – 2023
1.2% vs. 1.6% Accrual Comparison and Contribution Rate Examples

**Accrual Comparison**

The following calculations compare the Contributory Service Benefit accruals using the current 1.2% contribution percentage and the approved 1.6% contribution percentage for work in 2021, 2022, and 2023, as follows:

**$10.00 at 1.2%**

<table>
<thead>
<tr>
<th>Year</th>
<th>Total Hours</th>
<th>Pension Rate</th>
<th>Total Contributions</th>
<th>Contribution Percentage</th>
<th>Normal Retirement Benefit</th>
</tr>
</thead>
<tbody>
<tr>
<td>2021</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.20%</td>
<td>$249.60</td>
</tr>
<tr>
<td>2022</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.20%</td>
<td>$249.60</td>
</tr>
<tr>
<td>2023</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.20%</td>
<td>$249.60</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td></td>
<td>$62,400.00</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

Total Contributory Service Benefit $748.80

**$10.00 at 1.6%**

<table>
<thead>
<tr>
<th>Year</th>
<th>Total Hours</th>
<th>Pension Rate</th>
<th>Total Contributions</th>
<th>Contribution Percentage</th>
<th>Normal Retirement Benefit</th>
</tr>
</thead>
<tbody>
<tr>
<td>2021</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.60%</td>
<td>$332.80</td>
</tr>
<tr>
<td>2022</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.60%</td>
<td>$332.80</td>
</tr>
<tr>
<td>2023</td>
<td>2,080 X</td>
<td>$10.00</td>
<td>$20,800.00 X</td>
<td>1.60%</td>
<td>$332.80</td>
</tr>
<tr>
<td>TOTAL</td>
<td></td>
<td></td>
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<td></td>
<td></td>
</tr>
</tbody>
</table>

Total Contributory Service Benefit $998.40

$998.40 (1.6%) - $748.80 (1.2%) = $249.60

The 1.6% bonus accrual provides a 33% increase to the Contributory Service Benefit amount. In this example, the result of the 1.6% bonus accrual over three years is an additional $249.60 per month to the Normal Retirement amount. Assuming a retirement of 30 years, this totals $89,856.00 of added lifetime value for the individual.

**Contribution Rate Examples**

The following are examples of the increased lifetime value* of the approved bonus accrual across various Basic pension contribution rates based on the 1.6% accrual rate compared to 1.2%.

- **$11.00/hour**
  - Monthly Increase of: $274.56
  - Lifetime Value: $98,841.60

- **$8.00/hour**
  - Monthly Increase of: $199.68
  - Lifetime Value: $71,884.80

- **$7.00/hour**
  - Monthly Increase of: $174.72
  - Lifetime Value: $62,899.20

- **$5.00/hour**
  - Monthly Increase of: $124.80
  - Lifetime Value: $44,928.00

- **$4.00/hour**
  - Monthly Increase of: $99.84
  - Lifetime Value: $35,942.40

- **$3.00/hour**
  - Monthly Increase of: $74.88
  - Lifetime Value: $26,956.80

The above example may be different from the benefit you receive based on your actual coverage under the Plan. All Plan benefits are subject to the terms of the official Plan document.

*Lifetime Value assumes 30-year draw period.

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