

INPUT			
Employee Status:			
Name:			
Payment Start Date		Prudential Balances	
Length of Payout (years)		Account Value	
Estimated Annual Interest Rate (ROI)			
"			
PROJECTED			
Notes:			

Explanation and Instructions

DROP Monthly Payment Calculator

Input

Information you must enter, that is used to calculate the Projected payment amounts below.

Employee Status: Click on type

Name: Enter your name

Retirement Date: Enter your planned retirement date.

Payment Start Date: Estimated date you want your payments to start. If starting your DROP benefit at retirement, enter the date that is 45 days after your planned retirement date.

Length of Payout (years): Default set at 10 years. If you want a different payout period, enter the number of years you would like to draw a monthly payment. **If the monthly payment is paid out in less than 10 years, IRS requires that 20% of each payment be automatically withheld for taxes.**

Estimated Annual Interest Rate (%): This is the estimated, with a default of 4.00%, not the actual interest rate on your account balance until the time you begin payments. You have complete investment control of your DROP account **after** retirement, so your actual interest earnings may be higher or lower depending on how you choose to invest your account. You may enter a different amount, keeping in mind that your amounts below could change when you start receiving your benefit based on the actual interest rate.

Fixed Annual Interest Rate (in effect until exiting DROP): Your monthly DROP benefits are invested in the Tallahassee Guaranteed Income Account Fund while you are actively employed. This interest rate is subject to change and will be adjusted quarterly.

View Paycheck

The following information is retrieved from PeopleSoft Self-Service, Payroll and Compensation, View Paycheck (click on link provided on calculation page).

Before-Tax Deductions

DROP: Enter the current DROP Monthly amount from your most recent monthly paycheck. The label on your paycheck reads: "DROP".

Prudential Balances

The description below corresponds exactly to the description you will see on the Prudential website and/or quarterly statement.

Account Value: You will need your DROP account information from Prudential to enter the balance. Use link to Prudential provided on calculation page to access your DROP account. If you have any problems logging on to this website, please contact Prudential at 1-800-833-5761.

Projected

No entry necessary in this area as these fields are populated automatically based on the information entered above.

Value of Current Balance at Payment Start Date: The total of your current balance projected until the payment start date.

Value of Future Contributions at Payment Start Date: The total of your future contributions projected until the payment start date, based on your current DROP Monthly amount entered above.

Account Value at Payment Start Date: The total of the above two (2) amounts, which is used as the basis for calculating your estimated payment amount.

Monthly Payment: The estimated payment amount you may receive. This payment is calculated using the Total Account Value at Payment Start Date plus Estimated Annual Interest Rate and dividing by the total number of payments received during the Length of Payout (i.e. 10 year payout **equals** 120 payments).

* **Note:** When you are ready to start receiving your DROP benefit, at retirement (or later), an official calculation will be completed by the Retirement office, at which time all of your payment options will be presented and explained.