



## KENTUCKY TEACHERS' PROPOSED PENSION CALCULATOR

*IMPORTANT NOTE: This calculator was created by Pivot Point Wealth. Pivot Point Wealth is a separate entity from and is not affiliated with the Teacher's Retirement System of Kentucky in any way. This calculator is only intended to provide an estimate of a person's pension benefit based on known facts of the current KTRS pension plan and publicly-released details of the "Keeping the Promise" proposal. The details of the proposal are not final and, as such, may change in the future. The calculator will not estimate or predict benefits associated with the proposed 401(a) plan and any contributions directed toward to it. The pension benefit estimate is not an assurance of any benefit that a person will eventually receive. It is for illustrative purposes only. Retirement decisions should not be based in whole or in part upon the information obtained from using this Proposed Pension Calculator. It is recommended that KTRS members consult with a Kentucky Teachers' Retirement System counselor to obtain detailed calculations for their unique situation.*

NAME	Teacher
CURRENT AGE	47
PROJECTED RETIREMENT DATE	07/01/2025
AGE AT RETIREMENT	55
YEARS OF SERVICE AT RETIREMENT	32
ESTIMATED SICK LEAVE PAY	\$11,229.95
HIGHEST SALARIES (Highest to Lowest)	\$70,000.00
	\$69,000.00
	\$68,000.00
	\$67,000.00
	\$66,000.00

BENEFIT FACTORS	PROPOSED PLAN*	OLD PLAN
AVERAGE SALARY USED	\$68,000.00	\$72,743.32
YEARS OF SERVICE (Maximum allowed for benefit calculation)	27	32
<b>MONTHLY PENSION BENEFIT AT RETIREMENT</b>	<b>\$3,825.00</b>	<b>\$4,910.17</b>
<b>PROJECTED 401(a) BALANCE AT RETIREMENT</b> (see Pg. 2)	<b>\$59,189.48</b>	<b>\$0.00</b>

EFFECTS OF COST OF LIVING ADJUSTMENTS ON BENEFIT AMOUNT IN RETIREMENT		
5 YEARS AFTER RETIREMENT	\$3,825.00	\$5,289.65
10 YEARS AFTER RETIREMENT	\$4,120.61	\$5,698.46

\* This estimate does not include nor does it calculate the benefits that would be available from contributions made to the 401(a) plan under the proposed changes. This intended for illustrative purposes only. The results are based on the publicly-released details of the pension proposal as of October 26, 2017. Future changes to the proposal may render the estimated benefit inaccurate. Retirement decisions should not be based on the results of this calculator.

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## 401(a) BENEFIT ESTIMATES

IMPORTANT: The following calculations are based on known details of the 401(a) plan proposal and the highest salary and retirement date that you provided, as well as hypothetical rates of return (see disclaimer at bottom for more detail). Growth Rates are hypothetical and are not for predicting performance or imply that past performance will reoccur. These figures are estimates only and are based on a 6% hypothetical rate of return (compounded annually). These figures do not represent guaranteed returns by your retirement system, Social Security, or any other source. Actual values may be significantly different. Required minimum distribution (RMD) rules applicable to qualified plans may apply. Effects of taxation are not illustrated in this illustration. You should contact your retirement system benefits office for an official projection of your pension income and all other income options.

<b>Benefit Factors</b>	
# of Years Contributing to 401(a) (Years of Service at Retirement minus Max Years of Service for Pension Calculation)	5
Salary	\$70,000.00

<b>Contribution Rates</b>	
Teachers' Contribution Rate	9% of Salary
State's Contribution Rate	4% of Salary
District's Contribution Rate	2% of Salary

Assumed Growth Rate	6%
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<b>PROJECTED 401(a) Balance at Retirement</b>	<b>\$59,189.48</b>
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\*This illustration assumes the minimum Teacher Contribution Rate of 9%. However, teachers may elect to contribute an additional 3% of their salary for a maximum contribution of 12%.