

## ONTARIO TEAMSTERS MULTI LOCAL PENSION PLAN 647 DIVISION

### HOW TO ESTIMATE YOUR FUTURE PENSION

- ▶ The pension formula for the 647 Division of the pension plan is very simple. You will earn an annual pension equal to 10.8% of your total contributions (yours and your employer's combined) for any money remitted on/after January 1, 2019 (July 1, 2018 for Upfield employees).
- ▶ Every \$10,000 of contributions earns a \$1,080 lifetime annual pension starting at age 65.

The chart below will provide a good estimate of your pension if you retire at age 65. Read below for a description of how your pension benefit will be paid upon your retirement.

If you have questions or want to know about retiring earlier or later than age 65 you should contact the pension plan administration office at 905-946-9700 and the staff there will give you an estimate.

**TABLE OF ESTIMATED FUTURE MONTHLY AND ANNUAL PENSION AMOUNTS**

TOTAL LIFETIME CONTRIBUTIONS FROM THE EMPLOYEE AND THE EMPLOYER COMBINED	ESTIMATED FUTURE MONTHLY PENSION AT AGE 65	ESTIMATED FUTURE ANNUAL PENSION AT AGE 65
\$10,000	\$90	\$1,080
\$20,000	\$180	\$2,160
\$24,000	\$216	\$2,592
\$36,000	\$324	\$3,888
\$48,000	\$432	\$5,184
\$72,000	\$648	\$7,776
\$100,000	\$900	\$10,800
\$120,000	\$1,080	\$12,960
\$150,000	\$1,350	\$16,200
\$180,000	\$1,620	\$19,440
\$200,000	\$1,800	\$21,600

What the chart above means to you...

1. You can estimate the lifetime contributions you and your employer will remit to the pension plan; you can ask your employer or the plan administrator what contributions should be over one year – you could estimate your lifetime contributions by taking the annual amount remitted and multiplying that number by the number of years you think you will continue to work.
2. The pension plan has two main forms of pension:
  - a. **If you have a spouse on your retirement** then you would look at the last column above and say *"this is an estimate of the monthly pension I would get from my retirement at age 65 until my death. If my spouse is still alive when I pass away, he/she will get 60% of the amount I was receiving for the rest of his/her lifetime."*
  - b. **If you don't have a spouse when you retire** you would look at the last column and say *"this is an estimate of the monthly pension I would get from my retirement at age 65 until my death. I would get this estimated monthly payment for my lifetime but if I don't live for 10 years after I retire then my beneficiary would get whatever payments are left to make up the full 10 years of payments. For example, if I die 5 years after I retire then my beneficiary will get 5 years of payments because the pension plan guarantees 10 years of monthly payments."*

### **Need more information?**

The pension plan administration office staff are here to help you:

Call 905-946-9700; 1-800-263-3564 ext. 277

Email: [adamra@mcateer.ca](mailto:adamra@mcateer.ca)

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