

## Proration of Service Credit Transfers

If you became an OP&F member after Sept. 16, 1998, your transferred service credit will be prorated, meaning that the service credit does not transfer one-to-one. This is because the retirement systems have different contribution rates. In order to receive full service credit, you must pay the difference in the employee and the employer contribution rates, plus interest, of the two retirement systems.

*Sample of an Ohio Public Employee Retirement System (OPERS) Service Credit Transfer:*

Employee Share	Current Rate	
OPERS:	OP&F:	<i>Because OP&amp;F has a higher employee contribution rate, Ohio law requires you to pay the difference of 2.25% OPERS, with interest per year.</i>
• 10%	• 12.25%	

Employer Share	Current Rate	
Employer paid OPERS:	Employer paid OP&F:	<i>Because OP&amp;F has a higher employer contribution rate, Ohio law requires you to pay the difference.</i>
• 14.0%	• 19.5% for police • 24.0% for fire	

*The following is an example of prorating months of service for a member who was in OPERS from 1993-2013:*

Money transferring from retirement system		Difference member owes OP&F	
Date of Transfer:	6/30/2016	Date of Transfer:	6/30/2016
Total Member Contributions	\$51,029.13	Difference in Member Contributions Due	\$3,676.87
Interest on Member Contributions	\$51,750.58	Interest on Member Contributions	\$5,956.17
Total Employer Contributions	\$75,485.34	Difference in Employer Contributions Due	\$31,191.36
Interest on Employer Contributions	\$79,002.60	Interest on Employer Contributions	\$33,525.56
<b>Total Transfer Due</b>	<b>\$257,267.66</b>	<b>Total Transfer Due</b>	<b>\$74,349.97</b>

### Proration Chart

Original Months of Service:	161.769	Original Months of Service	161.769
OPERS \$ Received	\$257,267.66	Prorated Months of Service*	125.500
Member \$ Due to OP&F	\$74,349.97	Available Months of Service	36.269
<b>Total Due to OP&amp;F</b>	<b>\$331,617.63</b>		

*\*Proration is determined by using a computer-generated factor that is based on the money received compared to the money due. In this example, the factor used is 0.7758, which is multiplied by the original months of service from OPERS (161.769). The prorated months of service breaks down into 10 years, 5 months, and 15 days as shown below.*