



PO Box 268
 Jefferson City, MO 65102-0268
 (573) 634-5290 or Toll Free: (800) 392-6848
 Email: psrspeers@psrspeers.org
 Web site: www.psrs-peers.org
 Fax: (573) 634-7934

For office use only	
Member number	
App(s) received	
Amount received	

Application to Purchase Supplemental Credit

Member Name					Social Security Number				
Mailing Address (check here _____ if a change of address) City, State					ZIP Code				
Telephone Number					Other Telephone Number				
This purchase will apply to my membership in: <input type="checkbox"/> PSRS <input type="checkbox"/> PEERS									

I certify that I am within five (5) years of being eligible to retire under the law governing PSRS/PEERS.

I am aware that Missouri law does not permit the combined total of all types of purchased credit to exceed in length the credit earned in PSRS or PEERS-covered employment nor can I purchase credit from any source if the purchase would result in accruing more than one (1) year of credit for a school year. I understand that this purchase application is considered valid and on file when PSRS/PEERS receives the completed application in its entirety. I understand this application will remain open until paid in full or termination of my PSRS/PEERS membership; that any remaining credit elected to purchase but not paid for will be recalculated each fiscal year using the contribution rate in effect and my highest salary rate on record; that termination of membership occurs at retirement, withdrawal or death; and that, if partial payment is made, proportional credit will be granted.

I elect to purchase _____ year (maximum 0.5) of Supplemental credit.

 Signature of Member Date

Please keep a copy of this form for your records.

Do not write below this line.

Supplemental credit purchased:

Total due if paid in full by:

\$ _____

Application #



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Supplemental Credit Purchase Q & A

Q. Am I eligible to purchase supplemental credit?

- A. You must be within five years of being eligible for a PSRS or PEERS retirement benefit.

Q. Will the purchase of supplemental credit vest my PSRS/PEERS membership?

- A. No. Supplemental credit purchased is included in the calculation of your monthly benefit, but may not be used to vest your membership.

Q. How is the cost to purchase supplemental credit calculated?

- A. The cost of supplemental credit is calculated using your highest PSRS/PEERS salary rate on record multiplied by the current contribution rate, multiplied by the amount of credit you wish to purchase.

The purchase application will have any remaining credit elected to purchase but not paid for recalculated each fiscal year using the contribution rate in effect and your highest salary rate on record.

Q. How can I pay for supplemental credit?

- A. Payment may be made by check, cashier's check or money order made payable to System you belong to: either *PSRS of Missouri* or *PEERS of Missouri*. Also, the IRS allows PSRS/PEERS to accept "eligible rollover distributions" or "in-service trustee-to-trustee transfers" in payment of purchases. Please see the rollover/transfer information sheet for further details.

Payment cannot be made through payroll deduction.

Q. How much supplemental credit can I buy?

- A. You can purchase supplemental credit in increments as small as one, one hundred thousandth (0.00001) of a year, up to a maximum of (0.50000). Multiple applications are allowed.

Federal law places some limitations on the amount of supplemental credit that can be purchased with PSRS/PEERS if you have also purchased Social Security-covered employment. Whether or not the amount of credit you can purchase is limited by federal law depends on what type of money you use to pay for the purchase, and what type of service you are buying.

The IRS regulations categorize credit purchases as either "qualified" or "non-qualified". Generally, service with another governmental entity is considered "qualified". All other services are "non-qualified". **When buying "non-qualified" service, you are limited to a lifetime total purchase of five years paid for with after tax dollars.**

In most cases, the total of all types of purchased credit when added together at retirement cannot exceed in length your membership service credit for PSRS-covered employment.

Q. What is my deadline to pay for supplemental credit?

- A. The application must be filed and paid in full prior to retirement. The application will remain open until termination of membership or until it is paid in full. Termination of membership occurs at retirement, death or refund.

Any payments made will be added to your account on the June 30 following receipt of the payment or prior to termination of membership, whichever occurs first. Payments for purchases of credit will not be refunded. If partial payment is made and your membership is terminated, proportional credit will be granted.