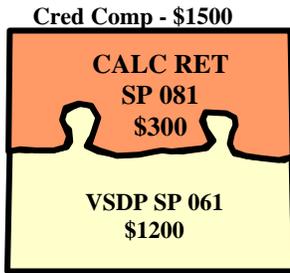


**VSDP
Example B
Option 1**

Semi-Monthly Salary \$1500; 10 day pay period: 10 days at 80% Income Replacement, employee chose not to supplement with leave.



1. Calculate the VSDP Benefits due the employee (no change in method).
 - a. \$1500 multiplied by 80% = \$1200
 - b. Use Special Pay 061 (VSDP BEN) to pay the employee \$1200 on HUC01.
2. There is no Regular Pay due the employee because they did not supplement with leave.
3. To prevent overrides and keep Report 869 uncluttered, the full amount of Creditable Compensation must be accounted for (the puzzle pictured to the left must be complete).
 - a. Use Special Pay 081 (CALC RET) to enter the difference between the Semi-Monthly Salary and the VSDP Benefits ($\$1500 - \$1200 = \$300$) on HUC01 or HUE01.
 - b. If HUE01 is used, indicators are 000 and the adjustment indicator is blank.
 - c. If the H0BID salary has not been reduced, the Group Life and LTD calculations will calculate correctly without an override.