Retro Adjustment Example O Option 1

PRIOR PERIOD
Cred Comp $1500

CALC RET SP 081
$750

REG PAY
$750

CURRENT PERIOD
Cred Comp $1500

VSDP
SP 061
$2250
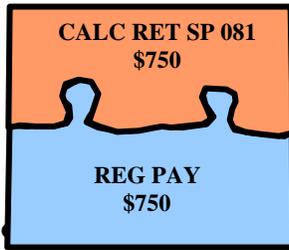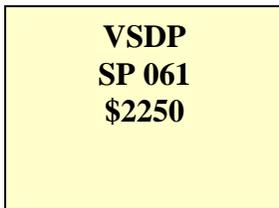
Semi-Monthly Salary is $1500; Prior Pay Period of 10 Days: Waiting for VSDP approval, no leave balances to cover absence, docked for 5 days, full retirement deductions collected. Current Pay Period: VSDP is approved retroactive to prior period. Employee is due 5 of 10 days at 100% VSDP benefits for the previous period and full 100% VSDP for the current period.

1. Calculate the additional VSDP money due the employee from the prior period ($750).

2. Add that to the VSDP due the employee for the current period ($1500).

3. Enter the combined total ($2250) on HUC01 as Special Pay 061 (VSDP BEN)

4. Calculate the amount of Retirement (012 or 127, 116, 117), Retiree Credit (105, 115) and Buyback (017, 043) based on Creditable Compensation for the **CURRENT PERIOD ONLY ($1500)** and enter deduction overrides on HUD01.

5. Because the Creditable Compensation for the current period does not match the amount paid in the current period, this item will show on Report 869. No reporting adjustments to VRS are necessary.