

PBGC's Multiemployer Benefit Guarantee

PBGC insurance coverage for people in multiemployer plans is based on:

- how long a person worked under the plan (years of credited service), and
- the plan's benefit rate

For example, this table shows the PBGC-guarantee levels for various combinations of a participant's credited service and monthly benefit accrual rate:

Years of Service		Monthly Benefit Accrual Rate					
		\$10	\$20	\$30	\$40	\$50	\$100
10	Annual Plan Benefits	\$1,200	\$2,400	\$3,600	\$4,800	\$6,000	\$7,200
	<i>Annual PBGC Guaranteed</i>	<i>\$1,200</i>	<i>\$2,130</i>	<i>\$3,030</i>	<i>\$3,930</i>	<i>\$4,290</i>	<i>\$4,290</i>
20	Annual Plan Benefits	\$2,400	\$4,800	\$7,200	\$9,600	\$12,000	\$14,400
	<i>Annual PBGC Guaranteed</i>	<i>\$2,400</i>	<i>\$4,260</i>	<i>\$6,060</i>	<i>\$7,860</i>	<i>\$8,580</i>	<i>\$8,580</i>
30	Annual Plan Benefits	\$3,600	\$7,200	\$10,800	\$14,400	\$18,000	\$21,600
	<i>Annual PBGC Guaranteed</i>	<i>\$3,600</i>	<i>\$6,390</i>	<i>\$9,090</i>	<i>\$11,790</i>	<i>\$12,870</i>	<i>\$12,870</i>
40	Annual Plan Benefits	\$4,800	\$9,600	\$14,400	\$19,200	\$24,000	\$28,800
	<i>Annual PBGC Guaranteed</i>	<i>\$4,800</i>	<i>\$8,520</i>	<i>\$12,120</i>	<i>\$15,720</i>	<i>\$17,160</i>	<i>\$17,160</i>

Notes:

The amounts shown above assume that plan benefits are determined by multiplying a plan-specified benefit accrual rate by years of service (as is the case for almost all multiemployer plans).

This table applies only to plans that became insolvent on or after December 31, 2000.