



An automatic contribution increase will soon occur for certain auto-enrolled participants

The SDRS Supplemental Retirement Plan (SRP) has an automatic increase feature which can help participants save more for retirement. The automatic annual increase is scheduled to occur beginning July 1, 2016, for auto-enrolled participants of the State of South Dakota, the Board of Regents, and other employers who have elected the automatic increase feature. The SDRS-SRP office recently sent letters to automatically enrolled participants who will be experiencing the automatic annual increase in their SDRS-SRP monthly contribution beginning on July 1, 2016. **This annual increase only affects those participants who received a letter.**

For those SDRS-SRP participants who received the letter, you have three options:

1. You may take no action. If you take no action, your monthly contribution to the SDRS-SRP will increase by \$10 beginning on July 1, 2016. For example, if you are currently contributing \$25 per month, your monthly contribution will increase to \$35.
2. You may increase your monthly contribution to the SDRS-SRP by a different amount. If you would like to elect a different amount, you may do so by calling the SDRS-SRP office in Pierre at 1-605-224-2230. Please note that the automatic annual increase will occur in addition to your elected increase amount. For example, if you currently contribute \$25 per month and elect to increase to \$30 per month, your contribution amount will then increase to \$40 per month following the automatic annual increase beginning July 1, 2016.
3. You may choose to opt-out of this year's automatic increase. If you do not want to have the automatic annual increase apply this year, you must take one of the following actions by June 15, 2016:

- Visit the SDRS-SRP website at www.srp457.com and log-in to your personal account. You can opt-out of this year's annual increase by selecting "No" on the Auto-Increase screen, which can be accessed through the "Contributions" tab; or
- Call the SDRS-SRP office in Pierre at **1-605-224-2230** to request to opt-out of this year's annual increase.

If you have any questions regarding the automatic enrollment and/or automatic annual increase features, you are encouraged to contact the SDRS-SRP office at **1-605-224-2230**.

We ensure you receive required distributions

Required minimum distributions (RMDs) are required each year after you reach age 70 ½. The penalty for not taking a required distribution on time can be severe. Fortunately, the SDRS-SRP calculates and ensures you receive your RMD each year as long as you continue participation.

One exception is if you are 70 ½ and not yet retired. In this case, you are not obligated to take required minimum distributions; however, you can make withdrawals out of your account if you wish.

If you intend or are required to begin distributions in 2016, we encourage you to call 605-224-2230 today. We can explain your options and set up distributions as you choose. If you plan to receive partial or periodic distributions — or are already receiving them — be sure to request ACH direct deposits. ACH is the fast, safe way to ensure your payments get to you when you expect them.



Consider combining retirement accounts.

- One account makes it easier to manage investments
- One statement means less paperwork
- One set of fees, which may reduce overall costs
- One point of contact means faster access to information
- One source for managing distributions in retirement

Assets rolled from other qualified plan account(s) may be subject to surrender charges, other fees, and/or a 10% tax penalty if withdrawn before age 59½.

To roll assets from other retirement accounts into your SDRS-SRP, contact an SDRS-SRP Retirement Specialist at 605-224-2230.



Make a statement. Get yours online.

You can have your SDRS-SRP account information in your hands any time you pick up a web-enabled device. Thanks to Paperless Delivery, SDRS-SRP communications can be:

Faster

You will receive email notices as soon as available

Organized

Communications are housed in one place and are easy to manage

Secure

Your documents are accessible only after you log on to your account

Green

eDelivery helps reduce your carbon footprint, saving several pounds of paper annually

Get started today. Log on to your SDRS-SRP account at srp457.com.

Select "**Contact Preferences**" in the left column.

Then, click the "**Paperless delivery**" Update button.



Boost your retirement planning confidence! Call the SDRS-SRP office in Pierre at 605-224-2230 or visit the SDRS-SRP website at www.srp457.com to increase your contributions.

Contact us

SDRS Supplemental Retirement Plan

222 E. Capitol Ave., Suite 8
Pierre, SD 57501
800-959-4457
In Pierre 605-224-2230
SRP457.com

The SDRS Supplemental Retirement Plan is a deferred compensation plan regulated by Section 457 of the Internal Revenue Code and offered by the South Dakota Retirement System (SDRS). Plan administration and enrollment services are provided by Nationwide Retirement Solutions.

Contract #: GA-00619

SDRS-SRP Retirement Specialists are Registered Representatives of Nationwide Investment Services Corporation, member FINRA.

Neither Nationwide nor any of its representatives give investment, legal or tax advice. For such guidance, you should consult your own counsel.

Prudential Guaranteed Interest Account*

Prudential has announced a **3.00%** annual effective yield for the second quarter of 2016.

Guarantees and protections are based on the claims paying ability of the underwriting insurance company.

**Available option within the SDRS Supplemental Retirement Plan*

Payout Changes

Note: If you are receiving distributions from the SDRS-SRP, you may be able to change your payout decisions. Call the SDRS Supplemental Retirement Plan office in Pierre at [605-224-2230](tel:605-224-2230) to review your account and/or payout options.