



# focus

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## Great Fund News!

The Vanguard Target Retirement Funds are changing from Investor Shares to Institutional Shares on July 18, 2017. This means that the fund expense ratio will decrease on July 18. If you are invested in these funds, no action is necessary. The changes will automatically be made to your account and reflected on your third quarter statement.

Name	Current expense ratio	New expense ratio	New ticker symbol
Vanguard Target Retirement 2015 Fund	0.14%	0.09%	VITVX
Vanguard Target Retirement 2020 Fund	0.14%	0.10%	VITWX
Vanguard Target Retirement 2025 Fund	0.14%	0.10%	VRIVX
Vanguard Target Retirement 2030 Fund	0.15%	0.10%	VTTWX
Vanguard Target Retirement 2035 Fund	0.15%	0.10%	VITFX
Vanguard Target Retirement 2040 Fund	0.16%	0.10%	VIRSX
Vanguard Target Retirement 2045 Fund	0.16%	0.10%	VITLX
Vanguard Target Retirement 2050 Fund	0.16%	0.10%	VTRLX
Vanguard Target Retirement 2055 Fund	0.16%	0.10%	VIVLX
Vanguard Target Retirement 2060 Fund	0.16%	0.10%	VILVX
Vanguard Target Retirement Income Fund	0.13%	0.09%	VITRX

## Vanguard Target 2010 Retirement Fund

SDRS-SRP offers eleven Vanguard Target Retirement Funds, which are asset allocation funds that can be selected based on your personal objective and risk tolerance. The funds follow a path that dictates when, and to what extent, the funds reallocate themselves to a more conservative mix. Funds with a later retirement date are a more aggressive choice initially while funds with a closer retirement date are more conservative. On Friday, July 21, 2017, the Vanguard Target Retirement 2010 Fund (VTENX) will merge with the Vanguard Retirement Income Fund (VITRX).

The change from the 2010 fund to the Vanguard Target Retirement Income Fund is automatic for all participants invested in the fund, and the change will be reflected for those participants on their third quarter statements.

If you have questions regarding this change or would like help with your investment options, please contact a SDRS-SRP Retirement Specialist in Pierre at 605-224-2230.

Questions? Contact the SDRS-SRP office in Pierre at 605-224-2230.

## Is Your SDRS-SRP Account Diversified?

In reality, there is no magic way to ensure investing success. There is always an element of risk involved. However, the practice of spreading assets among different investments, known as diversification, helps to reduce risk.

Historically, the returns of the three major asset categories – stocks, bonds and cash equivalents – move in opposite directions. By diversifying your retirement investments across asset categories that react separately under different market conditions, you may be able to limit your losses and reduce the fluctuations of investment returns without sacrificing your potential gains.

Over time, market forces cause the various investments in your portfolio to gain or lose value, which in turn causes your account to get out of balance. So consider rebalancing your assets regularly. In addition to account rebalancing, consider meeting with your SDRS-SRP Retirement Specialist to discuss:

- **Goals for retirement**
- **Time horizon**
- **Resources for retirement income**

- **Asset allocation and diversification**
- **Potential gaps in your retirement budget**
- **Planning tools available on our website**

You and your SDRS-SRP Retirement Specialist can explore ways that may help you achieve your investment goals through the SDRS-SRP so you can be more prepared for your retirement. To discuss your SDRS-SRP account, contact your SDRS-SRP Retirement Specialists in Pierre at 605-224-2230.

## Get News, Transaction Confirmations, and Statements Sooner.

When you enroll in Paperless Delivery, you will receive email notices to the email address you provide as account information becomes available. Signing up is quick and easy. Simply log in to your SDRS-SRP account at [srp457.com](http://srp457.com) and click Contact Preferences, then select Paperless Delivery.



Investing involves market risk, including possible loss of principal. No investment strategy can guarantee a profit or avoid loss. Actual results will vary depending on your investment and market experience.

Nationwide representatives cannot offer investment, tax or legal advice. You should consult your own counsel before making retirement plan decisions.

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## Contact us

### SDRS Supplemental Retirement Plan

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In Pierre 605-224-2230  
[SRP457.com](http://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 third quarter of 2017.

*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** to review your account and/or payout options.