

Keep the FRS WORKING FOR YOU!



Soon you will have to take payment of your Florida Retirement System (FRS) Deferred Retirement Option Program (DROP) account, but that doesn't mean you have to take your money out of the FRS. You can keep the FRS working for you by rolling over some or all of your DROP account into the FRS Investment Plan. **For instructions, see other side.**

Advantages of Rolling Over Your DROP Account into the Investment Plan

- 1. Low fees.** The Investment Plan has some of the lowest account maintenance (\$6 per quarter) and investment management fees (use the chart below) available anywhere. These fees are paid right from your account, so be sure to compare fees, mortality and expense charges, and withdrawal charges when shopping for investment options from other investment companies.
- 2. Solid investment fund performance.** For the five years ending June 30, 2021, the Investment Plan's investment options performed comparatively well to similar types of mutual funds. See the chart below.
- 3. Free, unbiased financial planning services.** The MyFRS Financial Guidance Program provides all FRS members free access to EY financial planners. If you take your money out of all FRS plans, you lose this service.
- 4. The Investment Plan accepts rollovers.** If you have retirement savings in other qualified plans, you can roll them over into the Investment Plan and have all of your assets in one location.
- 5. Flexible distribution options.** When you're ready to withdraw your money, you'll have choices to fit your financial needs, including periodic payments, a lump-sum payment, a rollover to another plan, fixed guaranteed lifetime income, or any combination of these.

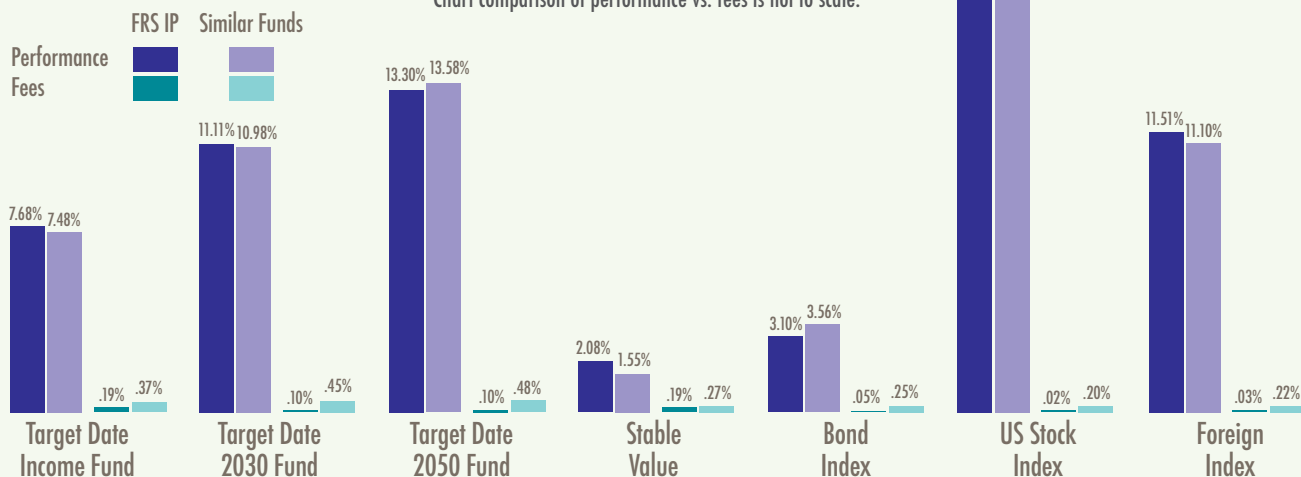
Get Free Help Before You Decide

Speak with an EY financial planner about your options. These planners do not sell products and do not work for commissions. They will always put *your* interests first.

**MyFRS Financial
Guidance Line**
1-866-446-9377
Option 2
(TRS 711)

The FRS Investment Plan (FRS IP) Compared to Similar Mutual Funds as of June 30, 2021

Chart comparison of performance vs. fees is not to scale.



Data obtained from eVestment. Past performance does not guarantee future results. The returns for the FRS Retirement Fund, FRS 2030 Retirement Date Fund, and FRS 2050 Retirement Date Fund, which had an inception date of July 1, 2014, are based on the target weight of the underlying managers/funds that would have been in place if the funds had been in place during the five-year time period.



How to Roll Over Your DROP Account into the FRS Investment Plan

To request a rollover, you must complete the three forms described below **and submit them to the Investment Plan Administrator (do not submit them to the Division of Retirement)**. The Investment Plan Administrator will process the forms and submit copies to the Division of Retirement. The Division of Retirement will process Form DP-PAYT according to your instructions and forward your DROP funds to the Investment Plan Administrator after you have terminated your DROP employment. Your DROP funds will be deposited into your Investment Plan account according to your investment allocation instructions. Detailed instructions on completing the forms are provided in the publication “Keep Your DROP in the FRS” available in the “Publications” section of MyFRS.com.

Generally, your rollover should be completed within two to four weeks after the Investment Plan Administrator receives your forms, but no sooner than the month following your termination date. You will receive a confirmation statement within one week after your Investment Plan account has been funded.

Complete These Forms

DROP Selected Payout Method Form (Form DP-PAYT)

This form will be included in the DROP termination packet that is mailed to you by the Division of Retirement three months prior to your established DROP termination date. Some of the identifying information and DROP payout amounts on page 1 will be pre-filled by the Division of Retirement, and page 2 will be completed by the Investment Plan Administrator. To request a rollover to the Investment Plan, you will need to do the following:

1 Check the direct rollover box. Do NOT check “10%” or “20%.”

2 Confirm your Gross DROP Rollover amount.

The amount of your DROP account available to roll over will be listed here. If you do not want to roll over the entire amount into the Investment Plan, cross out the gross amount and write in the amount you want rolled over on both pages 1 and 2 of the form.

3 Sign this form in the presence of a notary and have it notarized. A notary from outside Florida is permitted.

Rolling over your DROP to multiple custodians? Make a copy of the DP-PAYT form and complete a form for each custodian. Cross out the Gross DROP Rollover amount and put the amount you want rolled over on both pages. Page 2 will be completed by the Investment Plan Administrator and the custodian of the other account.

DROP Accumulation Direct Rollover Form for Current DROP Members (Form IPDROP-AD-1)

This form is available on MyFRS.com. Use it to provide the personal information needed to create your Investment Plan account and to indicate how you want your money allocated into each investment option. Contact an EY financial planner if you need assistance. You must complete all fields.

FRS Investment Plan Beneficiary Designation (Form IPBEN-1)

You will need to use this form to name your beneficiary(ies), because your Pension Plan beneficiary designation will not transfer to the Investment Plan. If you are married and choose someone other than your spouse as your primary beneficiary, your spouse must sign the form to indicate awareness of your decision. This form is available on MyFRS.com. An online version of this form that can be completed and submitted electronically is also available on MyFRS.com.

**Florida Retirement System Pension Plan
Deferred Retirement Option Program (DROP)
Selected Payout Method**

PO BOX 9000 Tallahassee, FL 32315-9000
Local Phone: 850-907-6500 Toll Free: 844-377-1888 FAX: 850-410-2010

MEMBER NAME: _____ MEMBER SSN: _____
PAYEE NAME: _____ PAYEE SSN: _____

DROP BALANCE PAYOUT METHOD

If you are subject to a Required Minimum Distribution (RMD), or made after-tax contributions, those amounts will be paid directly to you as a lump sum payment by default. Please contact our office if you would like to roll over after-tax contributions. Upon receiving this completed form, your payment will be processed in the calendar month following your termination date. Your DROP BENEFIT is based on your DROP termination date of: _____

<input type="checkbox"/> A lump sum election means the FRS will mail your DROP payment directly to you at the address on file, minus the required federal withholding taxes. *The tax amount below is subtracted from the gross DROP balance to determine the net lump sum payment.	Gross DROP Balance: \$ 0.00 RMD: \$ 0.00 After-Tax Contributions: \$ 0.00 Net Lump Sum Payment: \$ 0.00
<input type="checkbox"/> A direct rollover election means the FRS will mail your gross DROP rollover amount directly to the custodian of your selected qualified plan. The receiving financial institution's representative must complete the rollover section below. If you choose to roll your DROP into a ROTH account, the taxation will default to 0% unless you make a federal tax withholding selection here: _____	Default Gross Lump Sum Payment (RMD and After-tax contributions): \$ 0.00 Gross DROP Rollover: \$ 0.00
<input type="checkbox"/> Partial lump sum Add the additional lump sum amount I indicate to my default gross lump sum payment and then reduce the DROP rollover amount accordingly. I understand that the additional lump sum amount will be taxed.	Additional Lump Sum Amount: \$ _____

By signing this form, I attest to having read the Special Tax Notice and authorize the FRS to release my DROP payments accordingly.

PAYEE'S SIGNATURE _____ (must be signed in the presence of a Notary)

Notary: _____
State of _____ County of _____. The above named person has sworn to and subscribed before me this _____ day of _____, 20____ and is personally known _____ or produced _____ as identification.

Signature of Notary Public _____ Print or Stamp Notary Public's Commission Name and Number _____

Rule 60S-11.004, F.A.C.
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