

## Thanks for your feedback; help us continue to improve

Thank you to the over 1,100 actively employed members who took our annual member satisfaction survey in August. Combined with over 3,000 responses from retired members, this is the most responses ever received since the survey began in 2006. However, we recognize we can improve communicating with and getting feedback from you—our actively employed members.

Part of that is due to our existing communications strategy, which we asked for feedback on and are working to revise, in part, with data from this year’s survey. We need to provide more relevant communications, especially to our members who are earlier in their careers and may not focus like they need to on their retirement plans. We also need to better help members understand their PERS benefits.

The full survey results are available in the September 29, 2017 PERS Board packet under item [C.4](#).

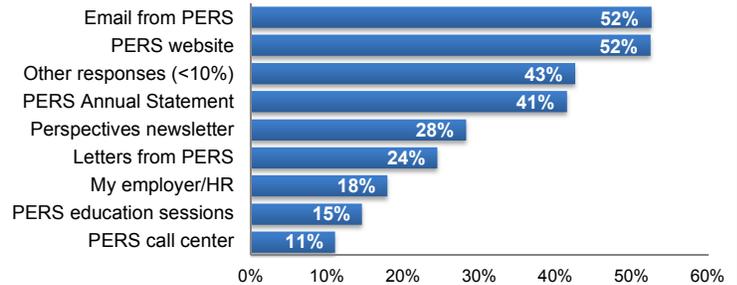
While the PERS website was mentioned as a top communications channel for active members (see chart on the upper right), many members also gave the website low overall ratings. PERS updated its website in April 2017 using new templates available for state government agencies, but we clearly need to refresh the website further and get better information from our members on what changes would be helpful. Be on the lookout for other opportunities to provide feedback. We will also revise our 2018 member satisfaction survey to clarify feedback about Online Member Services, which we have long-term plans to modernize.

In August PERS launched its new communications tool, [GovDelivery](#). Over 22,000 people have signed up to receive email or text updates on topics that interest them. Have you and your colleagues [signed up](#)?

### Have other feedback or ideas?

Member Engagement & Communications Director Dean Carson can be reached at [editor@pers.state.or.us](mailto:editor@pers.state.or.us). We are continuing to analyze feedback from the survey, and we are always open to ideas on how we can improve and help our members.

### What is your preferred method to get information from PERS?



For example, this is the first edition of *Perspectives* directly emailed to those who selected the

Other responses	# of responses
Educational webinars	84
Tutorial videos (online)	81
My union	80
Online chat	52
PERS HQ (in-person)	28
Social media	28
Online forum/discussion board	28
News media	23

topic in GovDelivery. For most members, we rely on our 900+ PERS-covered employers to forward electronic copies of *Perspectives* to their staff. Many of you mentioned the first GovDelivery email we sent was the first time you heard from PERS. We hope you will find these emails useful and timely.

We also heard many members’ frustration with call wait times and the timeliness for estimates and other information. Over the past year, call volume has increased dramatically because of potential legislative changes to PERS as well as some other issues. The Member Information Center is actively working to mitigate the increase in wait time, and we are evaluating other tools and methods to enhance self-service opportunities.

We welcome further suggestions via email at [editor@pers.state.or.us](mailto:editor@pers.state.or.us). Thank you for your feedback.

### Highlights in This Issue

- IAP investment strategy changes . . . . . 3
- Retirement Expo ’17 recap . . . . . 4
- Confirm your address for annual statements . . . 5

# PERS education: Two parts to your retirement plan

All PERS-covered employees hired after August 28, 2003, are members of the [Oregon Public Service Retirement Plan](#), or OPSRP. It is important to remember you have **two components** to your PERS retirement: a **monthly pension benefit** (called the OPSRP Pension Program) and an **account-based benefit**, the Individual Account Program (IAP). Understanding each part, particularly how the pension is calculated, will help you be better prepared for retirement in the future, especially if you realize you may want to save more on your own, such as through the [Oregon Savings Growth Plan](#) (for those who are eligible).

## OPSRP Pension Program

Your pension is funded by your employer and provides a lifetime monthly benefit at retirement for [eligible, vested](#) members. Your pension is calculated using the following formula:

$$1.5 \text{ percent} \times \text{years of total retirement credit} \times \text{final average salary} = \text{monthly pension benefit (general service)}$$

$$1.8 \text{ percent} \times \text{years of total retirement credit} \times \text{final average salary} = \text{monthly pension benefit (police \& fire)}$$

**Retirement credit** is the number of months and years you worked in a PERS-qualifying position. A “qualifying” position is generally one in which an employee performs 600 or more hours of service in a calendar year for one or more PERS-participating employers. Make sure to review your member annual statement in the spring and/or the “View Service Credit” page in [Online Member Services](#) (OMS) to ensure you have the right amount of retirement credit for the years you have worked. Data is submitted to PERS by your employer, so if you notice something that you believe to be incorrect, please check with your employer (usually payroll or human resources) first.

Your “**final average salary**” is generally the average of the highest three consecutive years or 1/3 of total salary in your last 36 months of active membership.

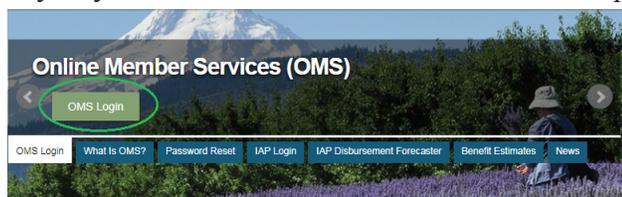
As an example, for a general service member with a 30-year career or a police and firefighter member with a 25-year career, the OPSRP pension benefit will provide 45 percent of the member’s final average salary at retirement, payable as a lifetime monthly pension. You can use the calculation method to find the percent of your salary that will be payable as a lifetime pension for fewer years of service. You can also produce a pension benefit estimate for a future retirement date, including calculations with a beneficiary, on [OMS](#). When you are within two years of your earliest retirement [eligibility date](#), you can also request a [written estimate](#). PERS processes most written estimate requests in retirement date order.

## Individual Account Program (IAP)

The IAP is the second part of your retirement benefit. Six percent of your salary goes into your IAP. These are your contributions (whether deducted from your salary or “picked up” by your employer), so you vest in them immediately.

Your IAP is credited with earnings or losses **annually** based on investment returns. The PERS Board [credits earnings](#) for the previous year, usually in April, and you will receive your member annual statement by mail (see page 5 for an important notice), usually in May of each year. It will list your IAP balance as of December 31 of the prior year. Beginning in 2018, the investment strategy of the IAP is [changing](#) from a one-size-fits-all approach to target-date funds that reduce investment risk and volatility as you age (see the following page for more information). So while member annual statements in 2018 will reflect the same IAP earnings rate for every member, in 2019 members may have different earnings based on their age.

The benefit you will receive from your IAP at retirement is based on your account balance and the distribution option you select. You can also review your IAP balance and other information at [IAP.Voya.com](#).



You can reach OMS from the PERS homepage by clicking the green OMS Login button.



Online access to IAP information is hosted on a separate website at [IAP.Voya.com](#). Navigate through the top bars to IAP Login, and click the green IAP Login button.

# Target-date funds: Reducing investment risk as you age

On September 20, 2017, the Oregon Investment Council (OIC) voted to change the investment strategy of the Individual Account Program (IAP) to target-date funds, a change that is intended to reduce investment risk and volatility as members age.

account balance. As you get closer to retirement, the investments in your target-date fund gradually shift, becoming more conservative to reduce investment risk and volatility, hopefully lowering the impact of market fluctuations.

Members will be invested in the new IAP Target-Date Funds on January 2, 2018. The change is automatic, and no action is needed. Because PERS only credits investment earnings (or losses) on an annual basis, most members **will not see any effect from this change** until they receive their annual statements in spring 2019.

BIRTH YEAR	TARGET-DATE FUND
In 1993 or after	IAP 2060 Target-Date Fund
Between 1988 and 1992	IAP 2055 Target-Date Fund
Between 1983 and 1987	IAP 2050 Target-Date Fund
Between 1978 and 1982	IAP 2045 Target-Date Fund
Between 1973 and 1977	IAP 2040 Target-Date Fund
Between 1968 and 1972	IAP 2035 Target-Date Fund
Between 1963 and 1967	IAP 2030 Target-Date Fund
Between 1958 and 1962	IAP 2025 Target-Date Fund
Between 1953 and 1957	IAP 2020 Target-Date Fund
In 1952 or before	Retirement Allocation Fund

*Each PERS member with an IAP account will be invested in a single IAP Target-Date Fund based on a five-year range of birth years. The "target date" in no way dictates when you have to or will be eligible to retire.*

Since the inception of the IAP in 2004, the money in every IAP account has been invested the same way, for every person, at every age, as part of the Oregon Public Employees Retirement Fund (OPERF). That means people nearing retirement age have had the same investment profile as younger workers.

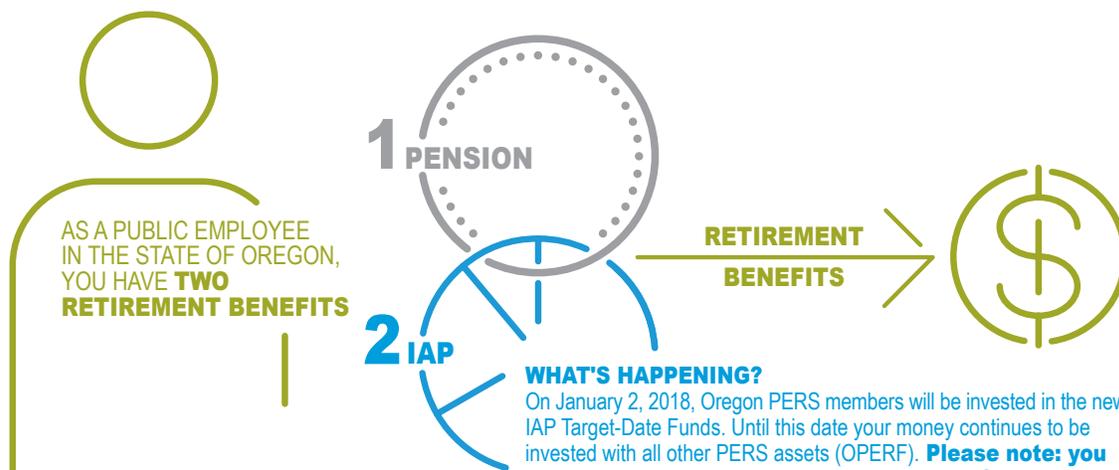
The OIC intends for the target-date fund structure to better align risk and volatility with member expectations as they near retirement.

The annual statement you will receive in spring 2018 will include your IAP balance and investment returns through December 31, 2017, before the target-date fund investment change went into effect. During the 2018 calendar year, if you retire, withdraw, or die, any related IAP payment will be based on your total IAP balance at the time PERS processes the payment. Beginning in 2018, each IAP target-date fund will have a monthly earnings rate, credited at the time a payment is processed.

You can review the [launch announcement](#) and a [Q&A document](#) on the PERS website. You can also find further information on the Oregon State Treasury's website at [www.oregon.gov/IAP](http://www.oregon.gov/IAP).

In your early working years, funds will be invested to emphasize growth in order to build your retirement

Oregon Revised Statute 238A.050(3) gives the OIC discretion to invest IAP assets differently from PERS pension benefit assets. Comments or questions about the new IAP target-date fund framework can be sent via email to [iap.comments@ost.state.or.us](mailto:iap.comments@ost.state.or.us).



### WHAT'S HAPPENING?

On January 2, 2018, Oregon PERS members will be invested in the new IAP Target-Date Funds. Until this date your money continues to be invested with all other PERS assets (OPERF). **Please note: you will not need to take any action because of this change.** Earnings will continue to be credited to your account on an annual basis. This change will be reflected on the annual statements in spring 2019.

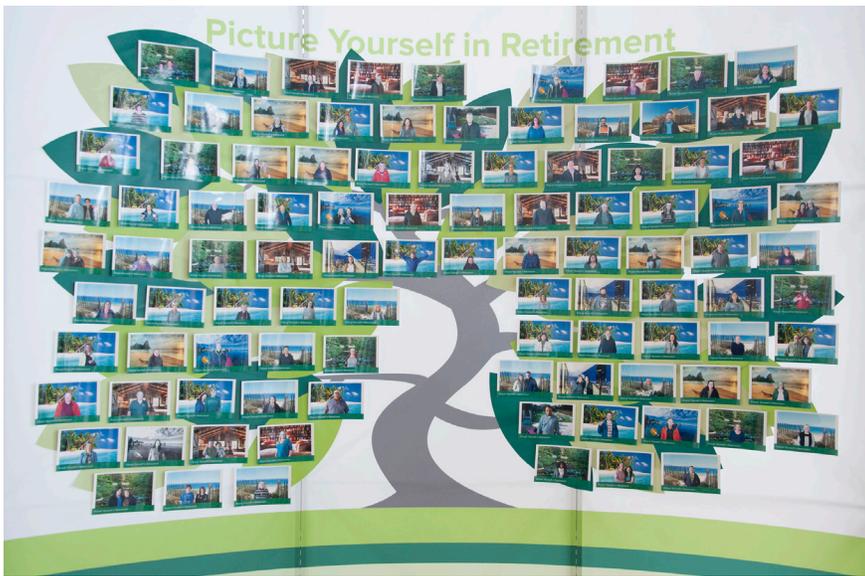
# Thousands take over Salem Convention Center for retirement education

On Thursday, October 12, thousands of public employees filled the Salem Convention Center for Retirement Expo '17, a retirement planning event organized by PERS and the Oregon Savings Growth Plan (OSGP).



**Better TOGETHER.**

The goal of Retirement Expo was to help members “retire with confidence” by giving them an opportunity to get all of their retirement resources under one roof: face-to-face interactions with OSGP and PERS counselors, PERS Health Insurance, and Social Security Administration representatives, as well as education sessions and other activities. There were nearly 5,000 total registrations for over 50 presentations that took place throughout the day. Thank you to all who attended.



*A green screen photobooth activity allowed members to “Picture Yourself in Retirement.” Research has shown that visualizing your future can have a powerful effect on saving for retirement.*

A follow-up survey showed that only 54 percent of respondents felt that they were well informed or had a good start planning for retirement before they attended the event. After the event, that percentage grew to 95 percent.

One member wrote, “This far exceeded my expectations ... Retirement is stressful. You have to make all these choices that you’ll have to live with for the rest of your life. The presentations and information here has made me feel a lot better about my ability to make good choice.”

Grande, Klamath Falls, Roseburg, Pendleton, Bend, Eugene, Hermiston, and Albany the opportunity to learn about their retirement plans and opportunities to save more for the future.

If you missed out on National Retirement Security Week this year, remember that PERS offers [education presentations](#) throughout the state for OPSRP members at any stage of their career and OSGP also has a series of [workshops](#) statewide. 2018 sessions will be added in December 2017 and early 2018. And don’t forget to [sign up for GovDelivery alerts](#) to be notified of events like this and other retirement planning resources.

The lead of our retirement education team said, “Helping to ease member anxiety with knowledge of their pension, dispelling rumors, letting members know of the many resources available to them, and just having face-to-face contact made for a great work day!”



*The hallways of the Salem Convention Center were packed in between education sessions. People were able to sign up for OSGP; speak with PERS, OSGP, and PERS Health Insurance counselors; and access other financial resources.*

# Member annual statements mailed this spring—make sure your address is correct before March 9

Member annual statements for 2017 will be mailed in spring 2018, likely in May. Your member annual statement is a critical document to review as part of career-long retirement planning, as it gives you an opportunity to make sure your personal information and employment data are correct and provides you a snapshot of your future retirement benefits.

If you are currently employed in a PERS-covered position, **your annual statement will be mailed to the address your employer provided to PERS.** You can confirm your address on file with PERS in [Online Member Services](#) (OMS). After you log in, click the “Member” link under Account Type (not “IAP Account Access”), which will bring up your personal details.

If your address is incorrect, you must ask your employer to update it through the PERS reporting system **before Friday, March 9.** Your payroll or human resources department is usually responsible for this.

If you are **not** employed by a PERS-covered employer, you can directly update your address using OMS.

Because your employer is responsible for your PERS-related data, PERS Member Services cannot update mailing addresses for active members, as new data from em-

ployers (your salary, retirement credit details, etc.) are continuously updated.

Pay attention to the PERS website and make sure you’re signed up for GovDelivery emails to learn more. Some key dates to keep in mind:

- **Friday, March 9, 2018:** Last day for employers to update addresses for member annual statements.
- **Monday, April 2, 2018:** PERS Board will adopt final earnings crediting for 2017. This will impact the investment earnings (or losses) on your IAP as of December 31, 2017.
- (Likely) **May 2018:** PERS mails annual statements.

Account Home	
<a href="#">Tell Me More about the Account Home page</a>	
You have successfully logged into PERS Online Member Services website. Please check below for important messages from PERS.	
<b>Personal Information</b>	
Name	
Email address	
<b>Account Selection</b>	
If you would like to access your IAP account information, please click on the following link: <a href="#">IAP Account Access</a>	
If you would like to access your account information, please select an account below.	
Account Plan	Account Type
OPSRP - Pension	<a href="#">Member</a>
<b>Messages From PERS</b>	
Actively employed PERS members must update their home address through their employer.	

You can confirm your address and other employment details through Online Member Services. Make sure you click the “Member” link.

## Are you among the 22,000 signed up for GovDelivery alerts?

PERS has a new communications tool that allows you to receive timely updates on PERS topics that may be of interest to you.

You can choose specific topics to receive email or text message updates, including OPSRP member news, Oregon Savings Growth Plan updates, and other PERS information. You will only receive information on the topics you choose.

You can learn more and review

sign-up instructions on the [PERS website](#) or directly sign up here:

**[SIGN UP & CHOOSE TOPICS](#)**

By using GovDelivery, we can better inform you when new resources are available and share relevant information more quickly than a three-times-a-year newsletter.

FYI: GovDelivery does not connect with or impact anything on the PERS system or your individual

account or membership information. All emails will come from [OregonPERS@public.govdelivery.com](mailto:OregonPERS@public.govdelivery.com).

You can also click this icon on the bottom-left of the PERS website to sign up directly.



## Education Presentations

PERS offers education sessions for OPSRP members at any stage of their career. Education sessions are held around the state. Check the [schedule](#) to see when we'll be in your community.

### All About OPSRP

This presentation is ideal for members at any stage of their career who began their PERS-covered careers after August 28, 2003. Topics include membership and vesting requirements, information regarding Online Member Services (OMS) and estimates, retirement eligibility, detailed information about the Individual Account Program (IAP), and member resources.

### All About OPSRP with Financial Planning

Some education sessions add financial planning information supplied by our education partner, VALIC. Additional topics covered at these sessions include:

- Social Security and Medicare,
- coordinating PERS benefits with other income sources, and
- planning for changing income and expense needs.

Registration is required. Register through the PERS website in the [Education Sessions](#) section. All presentations are free, including the financial planning sessions. Space is limited, and the schedule is subject to change. Sessions for the first half of 2018 will be added in mid-December 2017.

## Retirement Application Assistance Sessions (RAAS)

These are one-hour, one-on-one appointments with a PERS staff member to review PERS retirement application forms and are for members within 90 days of retirement who have:

1. decided on a PERS effective retirement date, and
2. completed the service retirement application and are ready to have it reviewed.

You can call to request a retirement application or [download the form\(s\)](#).

PERS will:

1. conduct a comprehensive review of your retirement application, forms, and supporting documents for accuracy and completeness;
2. notarize your retirement application at no cost; and
3. explain the retirement application process.

Please note that RAAS are not counseling sessions to help you make a decision to retire. As a courtesy to others, please do not schedule more than one RAAS session. One hour is sufficient time for a comprehensive review of your retirement forms. [2018 sessions](#) will be posted in mid-December.

*Perspectives* is published by the Oregon Public Employees Retirement System for the benefit of members and employers.

Address correspondence to: **PERS, P.O. Box 23700, Tigard, OR 97281-3700.** PERS' headquarters is located at **11410 SW 68th Parkway, Tigard, Oregon, 97223.**

Phone: **888-320-7377**; TTY: **503-603-7766.** Telephone hours are 8:30 a.m. to 5 p.m., Monday through Friday, except holidays. PERS' website address is <http://oregon.gov/PERS>. Email PERS Member Services at [Customer-Service.PERS@state.or.us](mailto:Customer-Service.PERS@state.or.us).

#### BOARD

**Chair:** John Thomas  
**Vice Chair:** Lawrence Furnstahl  
**Members:** Stephen Buckley,  
Steve Demarest, Krystal Gema

#### STAFF

**Executive Director:** Steven Patrick Rodeman  
**Deputy Director:** Yvette Elledge-Rhodes  
**Chief Administrative Officer:** Kyle Knoll  
**Chief Information Officer:** Jordan Masanga  
**Chief Compliance, Audit, & Risk Officer:** Jason Stanley  
**Perspectives Editor:** Dean Carson