



Using the **ADVISOR<sup>®</sup> SERVICE** to ...

# Help Keep Your

# RETIREMENT PLAN on Track



Florida Retirement System



## Will I have enough money in retirement?

There's an easy way to find out. Use the online Financial Engines Investment ADVISOR<sup>®</sup> SERVICE tool, at no charge to you, to create a picture of your current financial situation and help answer the following questions:

- Will I have enough income to live comfortably in retirement?
- How do I stay on track to achieve my goals?
- Where should I invest my retirement savings?

For help in navigating the ADVISOR SERVICE tool, see the screenshots on the following pages.

## How does it work?

The ADVISOR SERVICE offers you easy-to-use, step-by-step solutions and sound, objective guidance that's personalized to your situation. If you're enrolled in either the Florida Retirement System (FRS) Investment Plan or the Pension Plan, the ADVISOR SERVICE can provide you with:

- A total retirement income forecast that includes your FRS benefits, a projected Social Security benefit, and any personal assets you add.
- Free investment guidance on the investments in all of your taxable and tax-deferred retirement accounts.
- Your likelihood of meeting your retirement income goal.

### For FRS Investment Plan Members

Using advanced simulation tools, the ADVISOR SERVICE gives you a realistic estimate of the value of your investments at retirement, taking into consideration your Investment Plan account value plus other sources of retirement income, such as pensions and Social Security. The ADVISOR SERVICE also gives you free guidance on the individual investments within your FRS Investment Plan account and all of your taxable and tax-deferred retirement accounts, such as your 457 or 403(b) savings account.

### For FRS Pension Plan Members

The ADVISOR SERVICE gives you a personalized retirement income forecast, taking into consideration your FRS Pension Plan benefit plus your other sources of retirement income. You also receive free investment guidance on the investments in all of your taxable and tax-deferred retirement accounts.



### For FRS Pension Plan DROP Members

The ADVISOR SERVICE gives you a personalized retirement income forecast and provides you free investment guidance on the investments in all of your taxable and tax-deferred retirement accounts.



## How does the ADVISOR SERVICE help keep me on track?

In our hectic world, it's hard enough to keep track of your family and friends, let alone all of your retirement savings. Fortunately, the ADVISOR SERVICE can help you.

For example, if an investment in your portfolio appears unlikely to help you meet your retirement income target, the ADVISOR SERVICE will alert you by displaying a lightbulb icon to indicate a new investment recommendation. And if the FRS has your email address, you'll receive periodic email reminders to visit the ADVISOR SERVICE to make sure you're on track.



So, while you manage your daily responsibilities, you can rest easier knowing that, even when *you're* not thinking about your investments, the ADVISOR SERVICE *is* – working for you and keeping your long-term goals well in sight.

## How do I get started?

Start by accessing the online ADVISOR SERVICE directly through *MyFRS.com* or by calling the MyFRS Financial Guidance Line at 1-866-446-9377, Option 2 (or Telecommunications Relay Service 711), and connecting to an Ernst & Young financial planner who can access the service for you. In just minutes, your account will be set up with your personal information, and the ADVISOR SERVICE will start guiding you toward your retirement income goals. If you are in DROP, you will access the ADVISOR SERVICE by clicking on the “DROP Participants ADVISOR SERVICE” graphic on the *MyFRS.com* home page or by calling the MyFRS Financial Guidance Line.

## Get a rare second chance.

As we all know, various factors can affect our financial situation, causing even our best-laid plans to change. The FRS understands this, which is why it gives you one opportunity to switch either from the FRS Pension Plan to the Investment Plan or from the Investment Plan to the Pension Plan.

If your personal situation does change, Financial Engines' 2<sup>nd</sup> Election CHOICE SERVICE can help you compare your current retirement plan election to the other FRS plan and determine which plan best meets your new circumstances. The 2<sup>nd</sup> Election CHOICE SERVICE is not available to DROP members.

By going through this exercise, you'll find out whether it's a good idea to use your one-time opportunity to switch FRS plans – or if your current plan remains the right option for you. Go to *MyFRS.com* to explore the 2<sup>nd</sup> Election CHOICE SERVICE, or call the MyFRS Financial Guidance Line and find out if switching to the other FRS plan makes sense for your future.

For help in navigating the 2<sup>nd</sup> Election CHOICE SERVICE tool, see the screenshots on page 4.

All of the valuable services described here are available at no charge to you, and you can use them as often as you wish.

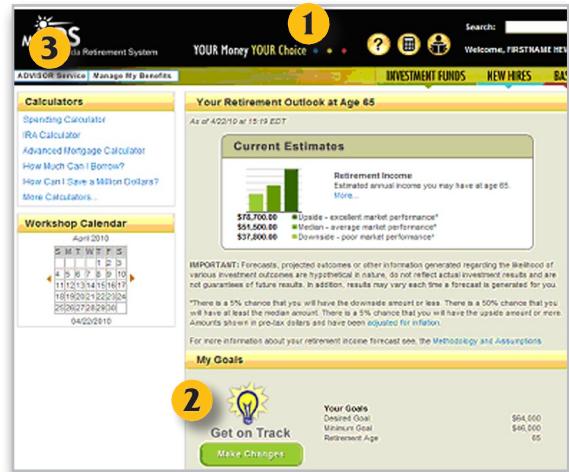
The Financial Engines Investment ADVISOR<sup>®</sup> SERVICE and Financial Engines<sup>®</sup> are registered trademarks of Financial Engines, Inc. The ADVISOR SERVICE and the 2<sup>nd</sup> Election CHOICE SERVICE are services provided by Financial Engines Advisors L.L.C., a federally registered investment advisor and wholly owned subsidiary of Financial Engines, Inc. Financial Engines does not guarantee future results. Investment recommendations are based on the information you provide to the ADVISOR SERVICE. Be sure to consider all of your assets, income and investments when you make investment decisions for your retirement.

# Using the **ADVISOR SERVICE** to . . .

## What to Expect When You Visit the **ADVISOR SERVICE**

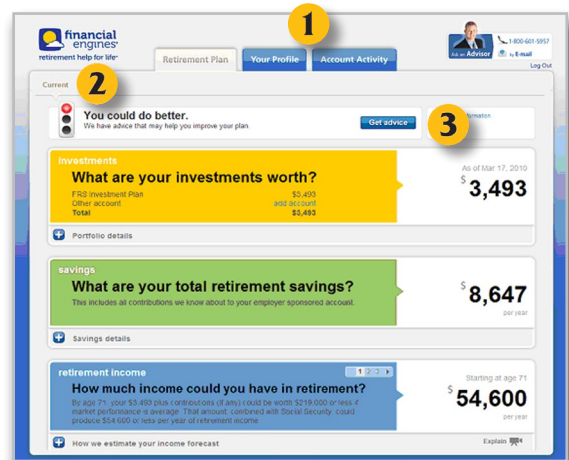
1. The Custom Home Page (accessible after logging in to *MyFRS.com*) is a snapshot of your current plan for retirement.
2. The Get on Track lightbulb lets you know that there is a new investment recommendation available.
3. To link to the **ADVISOR SERVICE**, click the “**ADVISOR SERVICE**” button in the top toolbar.

### Custom Home Page



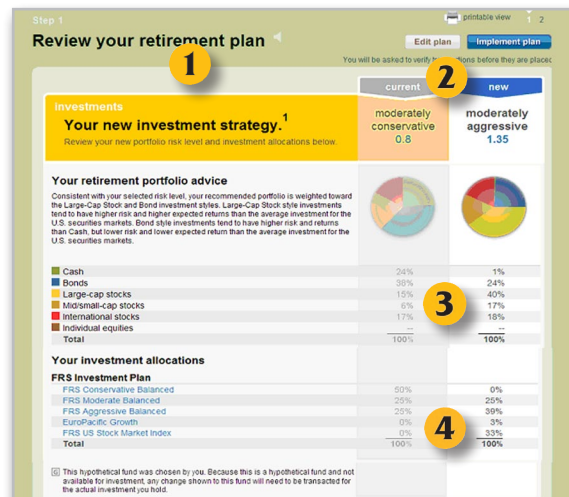
1. The Landing Page (accessible after logging in and clicking “**ADVISOR SERVICE**”) is a snapshot of your current plan for retirement. It highlights your investments, savings, and retirement income forecast.
2. The Advice Stoplight lets you know at a glance whether you should consider making a change to your retirement strategy.
3. From this stoplight (as well as from the income forecast), you are one click away from getting guidance.

### Landing Page



1. The Investment Strategy page shows you the changes you may want to make to your investment strategy.
2. Your current and new level of investment risk if you accept the recommendations.
3. Your current and new investment style.
4. Your current and suggested allocation by investment fund.

### Retirement Plan Review — Investment Strategy



Continues on next page



Continued from page 3

1. The Retirement Income Forecast page tells you the likelihood of reaching your retirement income goal.
2. This graph illustrates the retirement income you could receive, depending on whether market performance is poor, average, or excellent.

## Retirement Income Forecast

**retirement income**

**Will you reach your goal?**

You have a **very unlikely** chance of reaching your retirement income goal of \$77,000 per year at your planned retirement age of 71 years old.

**How we create your forecast**

Retirement income starting at age 71

Your retirement income may be \$64,600 per year or less at age 71 if market performance is average. This could be \$50,300 or less if the market performance is poor or \$59,500 or more if market performance is excellent.

Your retirement income goal is \$77,000 per year. There is about a <math>\llcorner 6\%</math> chance that you will exceed your goal. Learn more...

There is a 6% chance that your total portfolio may decline by \$252 (7.2%) over the next 12 months.

**Can you do better?**

Get advice

Retirement income from investments reflect how much inflation adjusted income you may have. More...

All amounts shown are estimates and are not guaranteed. See detailed methodology and assumptions used for your forecast.

All forecasts are in today's dollars and include Social Security.

## 2<sup>nd</sup> Election CHOICE SERVICE

1. The 2<sup>nd</sup> Election CHOICE SERVICE is accessible after logging in to MyFRS.com and clicking "2<sup>nd</sup> Election CHOICE SERVICE" in the top toolbar.
2. The bar charts show a comparison of your projected benefits under the Pension Plan and Investment Plan (and Hybrid Option).
3. Click the "Next" button to go to the "Make Election" page.

**See how your plans compare.**

Here is a comparison of your estimated benefits. Estimates include other sources of retirement income that you have entered.

**Hybrid Option**

Total estimated yearly pre-tax retirement benefit in today's dollars: \$10,237, \$11,091, \$12,145

Risk level: Average. Potential short-term loss: 13% or more.

**Pension Plan**

Total estimated yearly pre-tax retirement benefit in today's dollars: \$12,525, \$13,468, \$14,507

See the Likelihood that staying in Pension plan will give you more money than switching.

**Investment Plan**

Total estimated yearly pre-tax retirement benefit in today's dollars: \$10,921, \$12,486, \$14,501

Risk level: Average. Potential short-term loss: 9% or more.

Regardless of which plan you use, your estimated Social Security benefit is \$10,140, which is not included above.

**What we assumed:** Leave current job: 64 years old. Start benefits: 64 years old. Future salary growth: 4.0%. Projected years of service: 12.

Click Next to choose your plan or change assumptions.

Back Next

## Make Election Screen

1. To make your 2<sup>nd</sup> Election, click "Save Now."
- Note: If you are currently enrolled in the Investment Plan and wish to transfer to the Pension Plan, you will need to submit the 2<sup>nd</sup> Election Retirement Plan Enrollment Form, available at MyFRS.com. Although you can view all the 2<sup>nd</sup> Election CHOICE SERVICE screens, you cannot make a 2<sup>nd</sup> Election online.

**MyFRS** Florida Retirement System

YOUR Money YOUR Choice

ADVISOR Services Manage My Benefits 2nd Choice Service INVESTMENT FUNDS

Home FRS Investment Plan Personal Information

**2nd Choice Service**

**Review Your Request**

You have chosen to transfer your accrued Pension Plan benefit to the FRS Investment Plan. The initial transfer is an estimate and within 60 days of the transfer there may be a reconciliation pursuant to Florida law using your actual membership records. The Pension Plan accrued benefit is subject to the FRS Pension Plan 5-year vesting requirement. This is your one-time 2nd election and you must remain in this plan until your retirement. You must be actively employed earning salary and service credit at the time the election is received.

You can find a description of your rights and responsibilities under the FRS Pension Plan in the Summary Plan Description, the Florida Statutes, and Administrative Rules available through the MyFRS Financial Guidance Line at 1-800-446-9377 (TRS 711) or at MyFRS.com.

| Fund                                    | Investment |
|---|------------|
| FRS Select Moderate Balanced Fund (A20) | 100%       |

1 Form your 2<sup>nd</sup> Election by clicking on the Save Now button.

Save Now Change Your Request Cancel