



NEARING RETIREMENT

City of Seattle Voluntary Deferred Compensation Plan

Things to consider 3-5 years from retiring:

- Last Three Year Catch-up.** Only available the three years before your declared retirement year. Your retirement year can be no earlier than the date in which you are eligible for a full, unreduced pension. Documentation from Seattle City Employees' Retirement System (SCERS) or Washington State Department of Retirement Systems (DRS) for LEOFF 1 or LEOFF 2 is required. Contact your Deferred Compensation Plan Staff at DeferredCompQuestions@seattle.gov if you wish to participate.
- Investment Diversity and Appropriate Level of Risks.** Is your account allocation invested as you like? Are you comfortable with the level of risk?
- Beneficiary Designation.** Review your beneficiary information on file with Nationwide. Make sure it remains current and reach out to Nationwide to update if necessary.
- Retirement Income Calculator / My Interactive Retirement Planner.** Review your portfolio, including estimates of pension and social security income. Make adjustments to the Deferred Compensation Plan, as needed.
- Outstanding Loans.** Make sure you understand the consequences of not paying off a plan loan by your retirement date. If you have taken a loan and fail to repay the balance, there are costs associated with the loan default.
- Leave Conversion.** Many employees can convert sick leave at 35% rather than the 25% that is available if you just cash out. Converting vacation and other accrued leaves may help you defer a larger than usual portion of your final year compensation into the plan. This may save you money on taxes. Plan ahead to maximize your ability to do this.
- Service Credit Purchase.** Check with SCERS and DRS for any service credit that may need to be made up. An in-service withdrawal can be taken from the plan to purchase this missing time.
- On-going Education.** Attend the semi-monthly 'Lunch and Learn' sessions and other educational sessions offered by Nationwide and the Deferred Compensation Office. These opportunities can help you learn more about Social Security, retiree health care costs, investment basics and other helpful topics.
- Returning to Work?** Your ability to take a withdrawal from the Plan may be affected if you return to work for the City. It is important you coordinate with Nationwide and Plan Staff if you intend to start taking withdrawals and return to work.



Contact your Voluntary Deferred Compensation Education Consultant by calling **206-447-1924** or setup a personal meeting at www.cityofseattlederredcomp.com

Investing involves risk, including possible loss of principal. Qualified retirement plans, deferred compensation plans and individual retirement accounts are all different, including fees and when you can access funds. Assets withdrawn from your account(s) may be subject to surrender charges, other fees and/or a 10% excise tax if withdrawn before age 59½.

Information provided by Nationwide education consultants is for educational purposes only and not intended as investment advice. They are Registered Representatives of Nationwide Investment Services Corporation, member FINRA.

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