

From: Danny Varat
To: pboykin@peba.sc.govgovpboykin@peba.sc.gov
Date: 8/31/2017 11:13:36 AM
Subject: ORP

Hi Peggy, I received this constituent question from a senator, and I think I know that answer to how the funds are chosen, but I can't figure the first part of the question. Can you please help me?

Thanks

DV

However, in reading the retirement handbook and other related information I find that currently the State matches a little over 13% of his salary into the fund but 5% of that match the State pays directly to the fund family that he chose which leaves him a little more than 8% of the State match going into his chosen funds. In other words the State is giving over 38% of his match to the fund family. My question is why?? Why is the State using the current four fund families and has not sought out the Vanguard's, the T Rowe Prices, the others, that I am sure would not have the 5% load !! In looking at the statement in addition to the 5% auto payment to the fund family, they are also charging .02% for record keeping which is taken from his balance.