



Reform Pension Board

Quick Guide to Daily Valuation

More benefits than you might think!

Over the past year, RPB has been working to evolve and improve our products and services for our participants. One such improvement is moving to **daily valuation** so that you have a more timely view of—and more flexibility with and control over—your retirement account. In short, daily valuation provides a number of benefits to you, as well as a few operational changes you should know about. The information in this pamphlet explains them, but if you want more in-depth details, please visit our website at **rpb.org/daily**.

“Daily Valuation” Defined

Valuation is the process of updating participant accounts with investment gains and losses, contributions, distributions, and administrative fees. Until now, RPB has valued accounts on a monthly basis. But by the end of May, accounts will be valued every day that the New York Stock Exchange is open. While your account will reflect daily market activity, contributions and distributions will still be processed monthly, and administrative fees, quarterly.

More speed. More flexibility. More benefits.

Daily valuation has benefits beyond providing more up-to-date account balances. It also gives you access to advanced features—which you can choose to take advantage of, based on your own interest in and knowledge of investing or if you work with a professional financial advisor.

✔ Ability to make more frequent investment changes, effective the next market close for the New York Stock Exchange (NYSE).

You will be able to make investment changes once every five business days for all of our funds. Changes made before the NYSE closes will be effective that day. Changes made after the NYSE closes will be effective the following business day. For Tier 2 funds, Vanguard has an additional frequent trading policy that restricts you from moving money back into the same fund that you moved money out of for 30 calendar days. InfoExpress will keep track of the waiting periods for you. Let's take a look at a few examples:

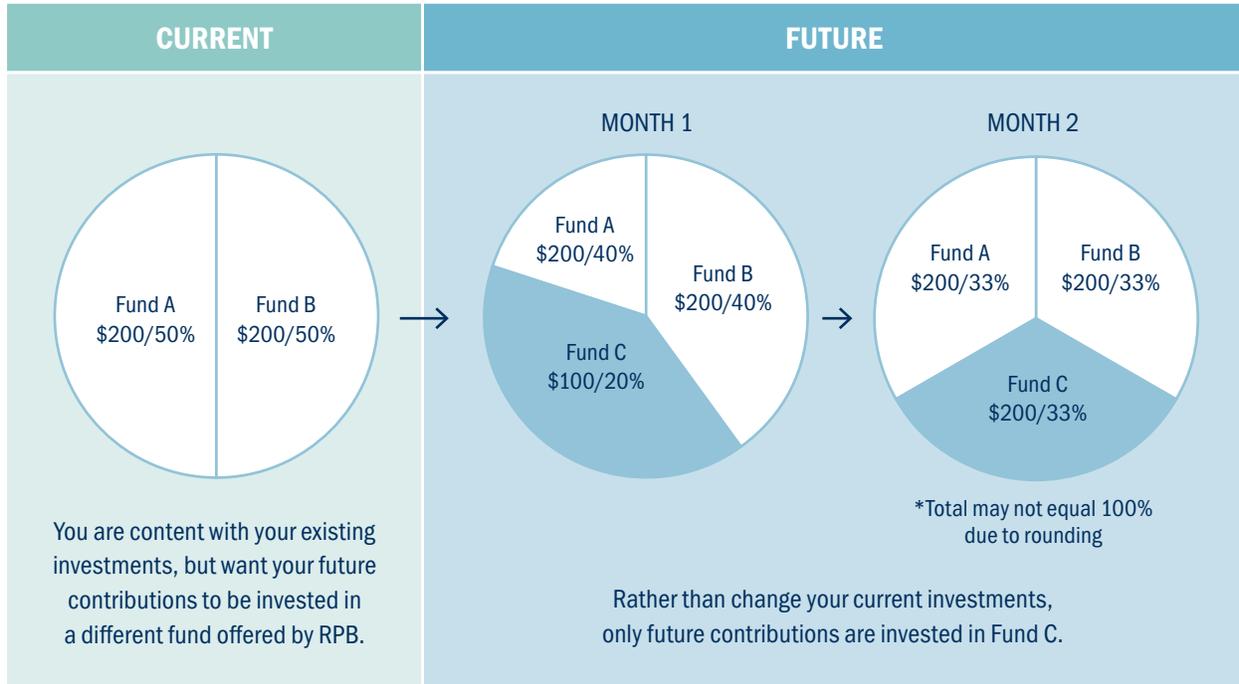


Good to Know: To improve the odds of their long-term investment success, investors should understand that some periods of below-average performance are inevitable. At such times, investors should remain disciplined in their investment approach and avoid the temptation to chase performance.

✔ **More flexibility with how you can manage your asset allocation.**

You can continue to use the same asset allocation for all of your money—both current balances and future contributions—or you can use the two new features below for more flexibility.

1. Invest future contributions in different funds or with different percentages from current balances. Here is one example:



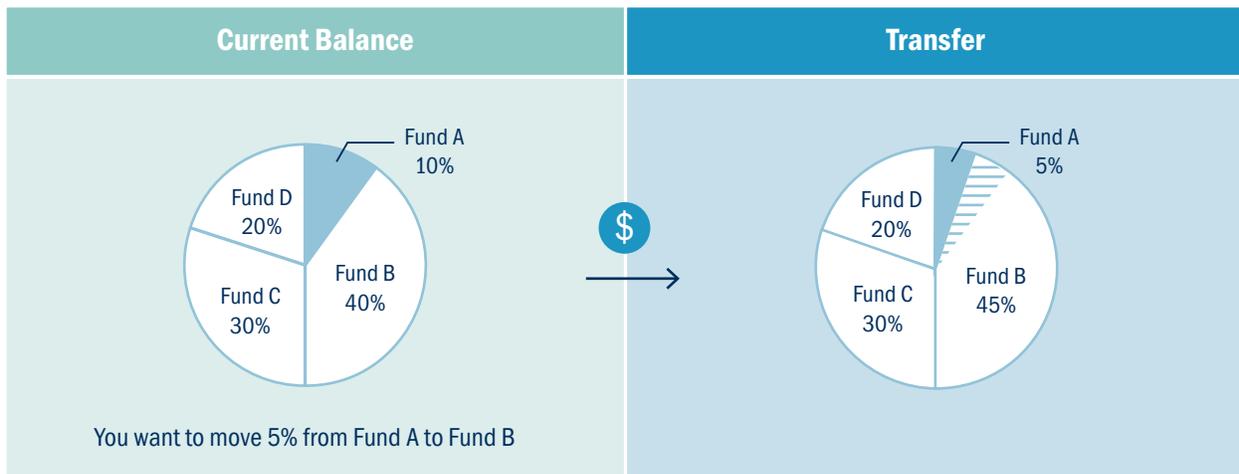
For illustrative purposes only.

Is this feature for me? If you choose to use this feature, it is important that you have advanced investment knowledge and/or consult with a financial advisor.

Need to Know: For the period of time that you want your future contributions invested differently from your current balances, you should consider turning off auto-rebalancing. You can manually manage your asset allocations by using the Transfer Funds feature explained below.

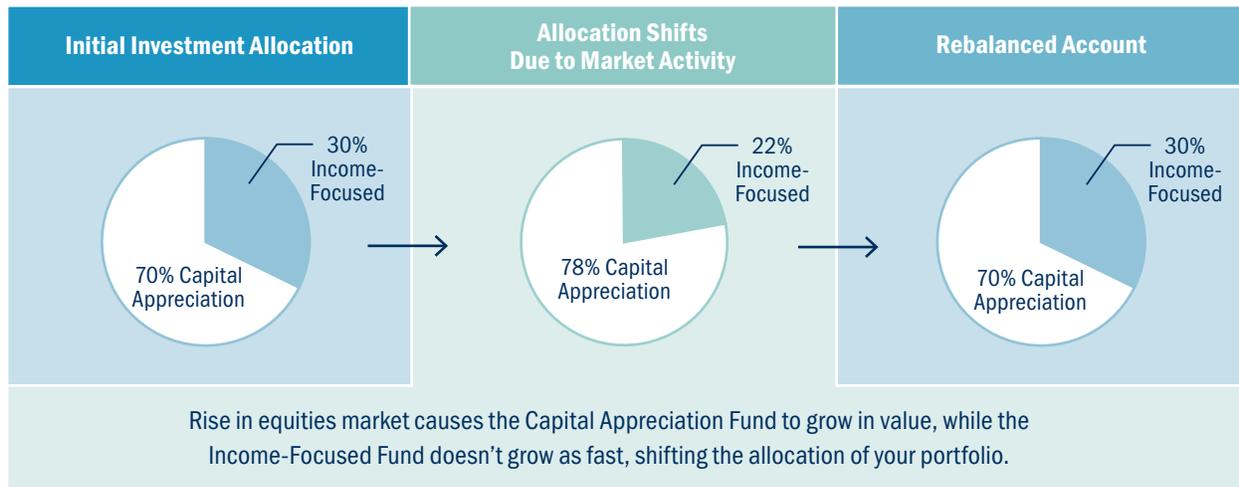
2. Transfer Money Between Funds

This feature lets you transfer a percentage of your money from one fund to another when you need to adjust your account—without affecting how future contributions will be invested. Transfers are subject to the 5-day and 30-day investing rules outlined above. Here is one example:



✔ **More choice with how you can rebalance your account.**

Investment gains or losses may cause your holdings to shift from your desired asset allocation. To keep your portfolio aligned with your objectives, you should adjust it periodically to maintain your desired allocation. This is known as “rebalancing.” For example:



Today, RPB automatically rebalances your account each quarter. With daily valuation, auto-rebalancing is a feature *you control*:

- You can decide how often your account will be rebalanced: quarterly, semi-annually, annually, or not at all.
- When auto-rebalancing is on, you will automatically maintain your strategic investment allocation. When auto-rebalancing is off, your investments will move with the market.

Need to Know: Accounts are initially set to auto-rebalance once per quarter. Going forward, each time you change your investments, rebalancing is turned off, and you will need to turn auto-rebalancing back on.

Good to know: Most investors will want to keep auto-rebalancing turned on. Generally, RPB recommends you set auto-rebalancing to occur on a quarterly basis. A different rebalancing frequency may be more appropriate when using the advanced daily valuation features.

✔ **For Retirees: Ability to take distributions from specific funds.**

You can continue to take your monthly distribution proportionately from all your RPB investments or, now, you can designate a specific fund or funds to take the money from. For example:

Example 1 Distribution from Specific Fund	Example 2 Distribution from Specific Fund	Example 3 Proportionate Distribution
<p>You want to fund your short-term cash needs from less volatile funds and let your longer-term money grow in more aggressive funds.</p> <p>You ask RPB to process your distribution from your income-focused fund, stable-value fund, or other less volatile investments.</p>	<p>You want to reduce your exposure to the stock market.</p> <p>You ask RPB to process your distribution from the Capital Appreciation Fund, which may experience more fluctuations than the other funds.</p>	<p>You want to maintain your investment objectives even while taking distributions.</p> <p>RPB automatically processes your distribution proportionately from each of your funds, unless you advise us otherwise.</p>

For illustrative purposes only.

Is this feature for me? If you want to take your distribution from a specific fund or funds, it is important that you have advanced investment knowledge and/or consult with a financial advisor.

Operational Impacts: Temporary and Permanent

The switch to daily valuation includes a number of small operational changes you should be aware of.

Mandated System Blackout April 24 – Week of May 29

You will not be able to change your investments during this time, and InfoExpress will be completely offline the last few days of this period.

Moving to Quarterly Statements Only

Going forward, you will only receive quarterly statements. (If you opted out of paper statements, the quarterly statements will be available on InfoExpress.) RPB will no longer be generating monthly statements. However, you can view and download your activity history for any time period in InfoExpress.

Retirees: Distribution Date Change. After the change, you will receive your distribution payment on the last day of the month, rather than the first day of the month. To ensure this transition has minimal impact on your cash flow, we will be issuing you a payment on both May 1 and 31. As a result, you will receive 13 distribution payments in 2017, unless you advise us otherwise.

Rabbi Trust Participants: Two Separate RPB Accounts. You'll soon have one account for the 403(b) plan and one for the Rabbi Trust plan. All information and transactions will be maintained separately—balances, contributions, distributions, investment gains/losses, fees, rates of return, etc. (This change is mandated by our record keeper and is commonplace in the industry.)

We're Here to Help

If you have any questions, please email us at pensionboard@rpb.org or call the office at 212-681-1818. Or visit rpb.org/daily for more information on our move to daily valuation.

Join our webinar, "Managing Your Investments with Daily Valuation" taking place on April 27, 2017, from 2 – 3 p.m. Eastern. Register at rpb.org/daily.

Our Commitment to You

RPB is committed to the values of Reform Judaism and the vitality of its participants, congregations, employers, and professional associations. Our goal is to enable all our constituents to pursue and achieve financial security through professionally administered retirement plans and insurance products.



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