

BEFORE YOU TRANSFER/EXCHANGE YOUR 403(b) READ THIS...

A written agreement between the employer and product vendor must exist in which they agree to share plan and employee information that pertains to eligibility, loans, hardship distributions, deemed distributions, etc. There must be enough information shared to ensure that the requirements of section 403(b) are satisfied since all 403(b) contracts on a specific employee are treated as one for purposes of 403(b). A transfer to an outside-of-plan vendor could occur if both the vendor and employer comply with these requirements. As of 10/03/2007 no such agreements have been signed.

The new contract has to be subject to distribution restrictions not less stringent than those imposed on the contract being exchanged.

Finally, the "accumulated benefit" immediately after the exchange must be at least equal to the accumulated benefit before the exchange.

The Birdville ISD has not signed any information sharing agreements. Transfers/exchanges made after September 24, 2007 may result in a taxable event. Please consult with your agent, broker, registered representative before transferring/exchanging your existing 403(b) accounts.



This information was prepared by ISC Group, 3100 Monticello Ave., Suite 800, Dallas, TX 75205. Member FINRA/SIPC. Please email any questions or concerns to 457@iscgroup.com.