



# Retirement Plan Options

## EMPLOYEE RETIREMENT BENEFIT

Research shows that Americans are living longer and their number of years in retirement is increasing. While your TRS pension may be enough to cover expenses during your initial retirement years, the reduced monthly income may not be sufficient for costly factors such as medical bills, taxes, and your desired standard of living. Contributing to a retirement savings plan can help supplement your pension during retirement.

Choosing to save with a 457(b) and/or a 403(b) allows you to save money in a pre-tax (Traditional) or after-tax (Roth) account. Contributions to the plan are salary-deducted from your paycheck and automatically deposited into your account. You may start and stop contributions at any time.

### 457(b) Savings Plan

- ❏ Employer-sponsored plan with fiduciary oversight by HUB Investment Partners (*formerly TCG Advisors*) and a committee of Superintendents/CFO's.
- ❏ High-quality, low fee investment options
- ❏ No commissions.
- ❏ No federal penalties to withdraw funds from account. Income tax still applies.
- ❏ Choose between target date funds, risk-based portfolios, or self-directed mutual funds.

### 403(b) Savings Plan

- ❏ Multi-vendor plan. You must research from a list of 50+ vendors and decide the best fit for you.
- ❏ Fees and investments vary per vendor.
- ❏ Commissions vary per vendor.
- ❏ 10% early withdrawal penalty (goes away at age 59 1/2 or age 55 if retired).
- ❏ Investment options vary by vendor, including fixed/variable annuities and mutual funds.

## 2025 Annual Contribution Limits

In 2025, you can contribute 100 percent of your compensation up to \$23,500, whichever is less. If you are age 50 or older, you can contribute up to an additional \$7,500 for a total of \$31,000, and an additional \$11,250 if you are ages 60-63 for a total of \$34,750. You may simultaneously contribute to both 403(b) and 457(b) plans.

**Get started at [www.ramsretirement.com](http://www.ramsretirement.com)**

Enrollment assistance is available at [www.ramsretirement.com/telewealth](http://www.ramsretirement.com/telewealth) or by calling the Enrollment Hotline at 512-600-5204.



