

May 26, 2009

RE: PERSI Choice 401(k) Plan
2009 Required Minimum Distribution

On December 23, 2008, President Bush signed the Worker, Retiree, and Employer Recovery Act (WRERA) into law. The Act seeks to provide relief to those retirees who would otherwise be forced to take distributions from their accounts, which have seen significant decreases as a result of the current economic crisis.

Under the WRERA, no Required Minimum Distributions (RMD's) are required for 2009. The next RMD would be required for calendar year 2010.

The law does not affect the 2008 Required Minimum Distributions. If you deferred your first RMD from the PERSI Choice 401(k) Plan to be processed by April 1, 2009, you were still required to receive that RMD. ACS HR Solutions (the plan's record keeper) has already processed that.

In accordance with the new law, ACS will not process any Required Minimum Distributions from the Choice Plan in 2009. If you would like to receive a distribution from the Choice 401(k) Plan, please log onto the web site <https://www2.benefitsweb.com/persi.html> and select Actions/Request a Withdrawal.

If you elected to receive monthly installment payments to satisfy your RMD, you may stop these installments by calling the ACS Service Center at 1-866-437-3774 between 7AM and 6 PM Mountain time. If you stop installment payments, you can set them back up again by completing the Monthly Installment Payment form on the PERSI web site (www.persi.idaho.gov).

If you have any questions, please call the ACS Service Center at 1-866-437-3774 to speak with a Customer Service Representative between 7 AM and 6 PM Mountain Time.