

TEACHER RETIREMENT PENSION
 1XXX RED RIVER STREET, AUSTIN TEXAS 78701
 TELEPHONE (512) 542-XXXX OR 1-800-223-XXXX

PARTIAL LUMP-SUM OPTION (PLSO) ELECTION

Ethel Educator

123-56-7890

Member Name

Social Security Number

Eligibility for PLSO is described in the Instructions for Service Retirement, form TRP 31. If you wish to elect a PLSO distribution, you must complete both sections A and B below, and sign this form. This form must be received at Teacher Retirement Pension before your first monthly annuity payment has been issued or is due, whichever is later. PLSO CANNOT BE ELECTED OR CHANGED AFTER YOU HAVE BEGUN RECEIVING YOUR MONTHLY ANNUITY RETIREMENT BENEFIT.

Part A

In addition to the retirement annuity plan selected on my "Application for Service Retirement" from TRP 30, I elect to receive the following lump-sum payment, which is an amount equal to a Standard Annuity amount paid for the number of months indicated:

- 12 months in one lump-sum payment 36 months in one lump-sum payment
- 24 months in one lump-sum payment 36 months in two annual payments
- 24 months in two annual payments 36 months in three annual payments

The lump sum or your first annual payment will be issued at the same time as your first monthly annuity payment. If you die before you receive all of your PLSO payments, any remaining balance will be distributed to the beneficiary designated to receive your retirement benefits, or to the beneficiary eligible to receive death and survivor benefits, in that order.

Part B

TAX INFORMATION REGARDING PARTIAL LUMP-SUM OPTION (PLSO) DISTRIBUTION

If you are electing a partial lump-sum option distribution, please refer to the enclosed "Special Tax Notice Regarding Your Rollover Options Under the Teacher Retirement Pension" which explains federal income tax laws. If you have questions or do not understand the tax notice, we urge you to contact the Internal Revenue Service or a tax professional for advice.

I elect to have my PLSO distribution paid in the following manner:

- Paid directly to me** (20% will be withheld in payment towards any federal income tax due)
- Rollover payment into an eligible retirement plan.** TRP will provide you with the Partial Lump-Sum option Distribution Rollover Election (form TRP 580) no earlier than two months before your retirement date.

Part C

NOTICE TO MEMBER AND MEMBER'S ACKNOWLEDGEMENT

I acknowledge receipt of the estimated reduction to my annuity caused by electing a PLSO and receipt of the estimate of the available partial lump-sum amounts (refer to "Service Retirement Estimate of Benefits with Partial Lump-Sum Option" form TRP 25L. I hereby elect to receive the PLSO distribution selected in Part A of this form and to have the PLSO paid in the manner I elected in Part B of this form. I understand that because of my PLSO election, my monthly retirement annuity will be **permanently** reduced as described on the reverse side of my retirement estimate, TRP 25L. I also understand that the amounts shown on form TRP 25L are estimated and subject to audit and adjustment prior to payment. I elect to receive a reduced annuity with a PLSO distribution. I understand that I cannot change this election after the later of the date the payment is due or the payment is made.

Signature of Member _____

Date _____