

State of New Jersey  
Department of the Treasury — Division of Pensions and Benefits  
Supplemental Annuity Collective Trust

**DISTRIBUTION OPTIONS**

Upon retirement, we will provide a quotation of your account value. This will detail your distribution options. The options are:

1. **A MONTHLY VARIABLE ANNUITY BENEFIT** for the remainder of your life will be paid unless, prior to retirement, you filed a Trust Application for Settlement at Retirement selecting one of the alternative methods of payment that follows. (There are no provisions for a beneficiary under this option.)
2. **A LUMP-SUM SETTLEMENT OPTION** for the value of your account at the close of the month of your retirement. Any investment gains on your SACT Regular account are eligible for tax-free rollover to an IRA.
3. **A 5-YEAR CERTAIN AND LIFE THEREAFTER OPTION** provides you with a lesser monthly annuity benefit than Option 1. Your annuity is paid for as long as you live. However, if you die within the first five years of your retirement, your named beneficiary will be paid the monthly annuity benefit until the end of the 5-year period.
4. **A 10-YEAR CERTAIN AND LIFE THEREAFTER OPTION** provides you with a lesser monthly annuity benefit than Option 1. Your annuity is paid for as long as you live. However, if you die within the first 10 years of your retirement, your named beneficiary will be paid the monthly annuity benefit until the end of the 10-year period.
5. **BENEFICIARY TO RECEIVE AN EQUAL BENEFIT OPTION** provides you with a lesser monthly annuity benefit than Option 1. Your annuity is paid for as long as you live. However, upon your death, your named beneficiary will receive the same monthly annuity for his or her lifetime. Under this option, you may not change your beneficiary after retirement.
6. **BENEFICIARY TO RECEIVE ONE-HALF BENEFIT OPTION** provides you with a lesser monthly annuity benefit than Option 1. Your annuity is paid for as long as you live. However, upon your death, your named beneficiary will receive one-half of your monthly annuity for his or her lifetime. Under this option, you may not change your beneficiary after retirement.