

Santa Clara Valley
Water District
Deferred Compensation

Transition guide










We're making
Deferred Compensation
better for you.

Building a better retirement plan.

Following a thorough analysis, the Santa Clara Valley Water District 457 Supplemental Retirement Plan (Deferred Compensation Plan or “Plan”), working with Innovest Portfolio Solutions LLC, an independent retirement plan consulting firm, has selected Nationwide as the sole provider of the Deferred Compensation Plan. Nationwide has been helping public sector employees like you prepare for and live in retirement for more than 40 years.

Starting April 29, 2016, Nationwide will provide administrative and recordkeeping services for all participants previously administered by CalPERS. Participants invested in the CalPERS 457 Plan will be transferred into the Nationwide plan, live on April 29th. Participants invested in the frozen Lincoln 457 plan will remain invested with Lincoln with an option to move assets to Nationwide at any time. The transition period will be as short and seamless as possible. Bringing all participants into a single deferred compensation plan allows us to deliver:

-  A simplified and diversified investment menu
-  Fixed account with a competitive yield
-  Comprehensive retirement planning tool
-  Access to professional account management
-  Website customized for the District’s employees
-  Responsive, local Plan service
-  Lower cost funds with reduced overall pricing of .15% assessed monthly, which equals \$15 for each \$10,000

Please read this brochure carefully, so that you can make informed decisions about your participation in the Santa Clara Valley Water District 457 Supplemental Retirement Plan.



Be prepared for these key transition dates.

CalPERS 457 Participants: After the close of business on April 26, 2016, your deferred compensation assets will be moved to a Nationwide Plan account established in your name.

April 15	Visit santaclarawaterdcp.com for most current transition information
April 20	Your CalPERS 457 account will be closed and you will not be able to complete any financial transactions
April 27	Your assets will be transferred to Nationwide and mapped as explained on the Fund Mapping page in this brochure
April 29	Your new Deferred Compensation Plan account will be fully active at 5 a.m. PT
April 29	Visit santaclarawaterdcp.com to create a User Name and Password for online access to your new Deferred Compensation Plan account

Current Nationwide participants: There is no action that needs to be taken. Beginning April 15, visit santaclarawaterdcp.com to access your Deferred Compensation Plan account. If you've accessed your account in the past, the same User Name and Password will apply. If not, create a User Name and Password for online access. Participants invested in the Galliard Stable Value investment will be mapped in to the Nationwide Fixed Account in December of 2016. Participants invested in the Nationwide Retirement Income Institutional (NWRSX) fund will transfer into a new, lower cost share class of the fund, the Nationwide Retirement Income Institutional (NWRIX) fund on April 18, 2016.

Current Lincoln participants: There is no action that needs to be taken. You will remain invested in your current plan. Please feel free to contact your Nationwide Retirement Specialist if you would like to transfer your account to Nationwide.

The Plan is implementing a new funds menu.

CalPERS 457: Your current funds will be mapped as displayed in the table below. On April 29 after 5 a.m. PT, you will have the option of selecting your own mix of investment options from the right column of the table below.

If you hold assets in the self-directed brokerage option at CalPERS, no action is required. Your account will be properly re-registered under Nationwide and your current investment allocation will not be impacted. Upon transition, you will inherit the Nationwide minimum requirements and Schwab Trading Menu for future investing.

Please contact your Nationwide Retirement Specialist if you have any questions about the self-directed brokerage option.

Be sure to read the section titled “**Important information to consider**” before making any investment decisions.

Current Fund Name	Current Total Fund Fees	Asset Category	New Fund Name	Ticker	New Total Fund Fees
Capital Preservation Funds					
SSgA STIF	0.45%	Stable Value	Nationwide Fixed Account	N/A	0.00%
Bond Funds					
SSgA Real Asset Fund (30%)	0.55%	Intermediate-Term Bond	Metropolitan West Total Return Bond I	MWTIX	0.44%
SSgA US ShortTerm Gov't/Credit Bond Index	0.45%				
SSgA US Bond Fund Index	0.40%				
No Current Fund		Intermediate-Term Bond	Vanguard Total Bond Market Index Adm	VBTLX	0.07%
		High Yield Bond	JPMorgan High Yield R5	JYHRX	0.78%
International/Global Equity Funds					
SSgA Global All Cap Equity ex-US Index Fund	0.46%	Foreign Large Blend	Vanguard Total Intl Stock Index Adm	VTIAX	0.12%
No Current Fund		Foreign Large Blend	Oakmark International Fund I	OAKIX	0.95%
		Foreign Large Growth	American Funds Europacific Growth R6	REGGX	0.49%
		Emerging Markets	Harding Loevner Instl Emerg Mkts I	HLMEX	1.30%
		World Stock	Oppenheimer Global Y	OGLYX	0.90%
U.S. Equity Funds					
SSgA Real Asset Fund (70%)	0.55%	Large Blend	Vanguard Institutional Index I	VINIX	0.04%
SSgA Russell All Cap Index Fund	0.41%	Large Blend	Vanguard Russell 3000	VRTTX	0.08%
No Current Fund		Large Growth	Fidelity Contrafund K	FCNKX	0.54%
		Large Growth	Neuberger Berman Socially Rspns R6	NRSRX	0.60%
		Large Value	Dodge & Cox Stock	DODGX	0.52%
		Mid Blend	Vanguard Mid Cap Index Adm	VIMAX	0.09%
		Mid Growth	Artisan Mid Cap Inst	APHMX	0.95%
		Mid Value	Ridgeworth Midcap Value	SMVZX	0.75%
		Small Blend	Vanguard Small Cap Index Adm	VSMAX	0.09%
		Small Growth	Harbor Small Cap Growth Opps Instl	HASOX	0.90%
		Small Value	Boston Partners Small Cap Value II I	BPSIX	1.10%

Current Fund Name	Current Total Fund Fees	Asset Category	New Fund Name	Ticker	New Total Fund Fees
Asset Allocation/Target Date Funds					
CalPERS Target Income Fund	0.42%	Target Date	Nationwide Retirement Income Inst	NWRIX	0.40%
CalPERS Target Retirement 2015	0.42%	Target Date	NW Destination 2015 Inst	NWEIX	0.40%
CalPERS Target Retirement 2020	0.43%	Target Date	NW Destination 2020 Inst	NWFIX	0.40%
CalPERS Target Retirement 2025	0.43%	Target Date	NW Destination 2025 Inst	NWHIX	0.41%
CalPERS Target Retirement 2030	0.44%	Target Date	NW Destination 2030 Inst	NWIIX	0.41%
CalPERS Target Retirement 2035	0.44%	Target Date	NW Destination 2035 Inst	NWLIX	0.41%
CalPERS Target Retirement 2040	0.44%	Target Date	NW Destination 2040 Inst	NWMHX	0.40%
CalPERS Target Retirement 2045	0.44%	Target Date	NW Destination 2045 Inst	NWNIX	0.40%
CalPERS Target Retirement 2050	0.44%	Target Date	NW Destination 2050 Inst	NWOIX	0.40%
CalPERS Target Retirement 2055	0.44%	Target Date	NW Destination 2055 Inst	NTDIX	0.39%
No Current Fund		Target Date	NW Destination 2010 Inst	NWDIX	0.40%
		Target Date	NW Destination 2060 Inst	NWWUX	0.42%
Specialty					
No Current Fund		Real Estate	Vanguard REIT Index Adm	VGSLX	0.12%

Important information to consider

Investing involves market risk, including possible loss of principal. Actual investment results will vary depending on your investment and market experience, and there is no guarantee that fund objectives will be met.

Before investing, consider the fund's investment objectives, risks, and charges and expenses carefully. Each fund's prospectus contains this and other important information, and is available by calling 1-877-677-3678 or by download at NRSFORU.com. Read carefully before investing.

Bond funds have the same interest rate, inflation and credit risks that are associated with the underlying bonds owned by the fund.

High-yield bond securities are typically subject to greater risk and price volatility than funds that invest in higher rated debt securities.

International funds involve risks not associated with investing solely in the U.S., such as currency fluctuation, political risk, differences in accounting and the limited availability of information.

Large-cap funds are subject to market risk that is generally perceived to be less than with mid- and small-cap funds.

Mid-cap funds are subject to market risk that is generally perceived to be greater than large-cap stock funds, but less so than small-cap funds.

Real estate funds are sensitive to economic and business cycles specific to the real estate industry as well as changing demographic patterns and government actions.

Short-term investment options may be subject to less volatility than other investments, but they may not keep pace with inflation.

Small company funds may be subject to greater price volatility and risk than the overall stock market.

Target date funds are designed for investors who plan to withdraw funds during or near a specific year after retirement. As a result, the funds are managed to become more conservative – that is, decrease in market risk – as that year approaches. However, no strategy can assure a profit or prevent a loss, especially in a declining market; the funds are not guaranteed to provide enough income to last through retirement. In addition to the costs of the fund, investors pay a proportionate share of the underlying fund expenses.

Nationwide Fixed Account is offered by Nationwide Life Insurance Company, Columbus, Ohio. Guarantees are subject to the claims-paying ability of Nationwide Life.



Nationwide makes managing your account easy.

CalPERS 457: Effective April 15, you can access information about this transition at santaclarawaterdcp.com.

Beginning April 29, you can access your account with your favorite web-enabled device. Just establish a User Name and Password. Once your profile is established, please go to the **Beneficiaries** tab on the left side of the page to add or update your beneficiary information.

You can also manage your account by phone. Just call **1-877-677-3678** and follow the easy to navigate prompts.

My Interactive Retirement PlannerSM can help you decide how to save for retirement.

Available after you log on to your online account at santaclarawaterdcp.com, the Planner is a robust tool to help you identify and track progress toward your financial goals. The Planner will incorporate Plan data and information you provide to offer scenarios that can help you decide contribution amounts and asset allocations that may help you be more confident about your plans for retirement. Your Deferred Compensation Plan has established an **auto-increase feature**. Use the Planner to decide how much to increase contributions each year, then set your account to make it happen automatically.

Our managed account option can help you be more confident in your investing.

Effective April 29, you can request that your Deferred Compensation Plan's assets be professionally managed. When you enroll in Nationwide ProAccount[®], you can be confident there's a team of professionals working hard to help you meet your financial goals.

Investing involves market risk, including possible loss of principal. No investment strategy or program, including participation in Nationwide ProAccount, can guarantee a profit or avoid loss. Investment advice for Nationwide ProAccount is provided to plan participants by Nationwide Investment Advisors, LLC (NIA), an SEC-registered adviser. NIA has retained Wilshire[®] as an Independent Financial Expert for Nationwide ProAccount. While NIA is the investment adviser for your account, Wilshire provides NIA with investment decisions for the Nationwide ProAccount portfolios. NIA will exercise discretionary authority to allocate and rebalance a Nationwide ProAccount participant's account to implement the advice provided by Wilshire. Wilshire is a registered service mark of Wilshire Associates Incorporated, Santa Monica, California, which is not an affiliate of the Plan, NIA or Nationwide.



If you would like more information about the enhancements coming to your retirement plan, contact your Nationwide Retirement Specialist:



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Nationwide Retirement Specialists are Registered Representatives of Nationwide Investment Services Corporation, member FINRA. Nationwide representatives cannot offer investment, tax or legal advice. Consult your own counsel before making decisions about participation in the Santa Clara Valley Water District Deferred Compensation Plan.

Nationwide, through its affiliated retirement plan service and product providers, have endorsement relationships with the National Association of Counties and the International Association of Fire Fighters-Financial Corporation. In addition, Nationwide may receive payments from mutual funds or their affiliates in connection the variety of investment options offered to public sector retirement plans through variable annuity contracts, trust or custodial accounts. For more detail about Nationwide's endorsement relationships and/or payments Nationwide receives, please visit www.nrsforu.com.

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