

Notice To APERS DROP Participants

In compliance with ACA 24-4-803 and APERS Board Regulation 214, at the regularly scheduled quarterly board meeting on February 15, 2012, the APERS Board of Trustees established the interest rate for DROP accounts at 2.5% effective July 1, 2012. This rate is for all DROP participants – new entrants as well as those continuing in the DROP after July 1, 2012.

In making this decision, the Board considered the current economic environment, the future sustainability of the System, and current interest rates available on other investment vehicles (the current yield on a 10 year note is less than 2%).

As required by law and APERS Board Regulation, the Board of Trustees will review the DROP interest again at the regularly scheduled quarterly Board meeting in February 2013.

If you have specific questions regarding your DROP account, please submit them in writing to the APERS Member Services Section at the address listed above (please include your social security number and current mailing address). General questions regarding the DROP may be answered via telephone by either our Call Center representatives or a retirement counselor in the Member Services Section.

February 16, 2012