

# KDC Connection

2ND QUARTER 2022



## Make the most out of your salary increase

When you get a salary increase, what's the first thing you do (besides a little happy dance)? It's OK to splurge a bit, but consider putting at least

**\$911,514**

**Increased  
contributions  
every year by  
\$50/pay**

**\$219,304**

**No  
increase**

Starting with \$100  
contribution

some of that raise or bonus to work for your retirement. Over time, even a 1% increase in your contributions can make a huge difference at retirement.

---

**To discuss how to put your bonus or raise to work for your retirement, contact us at 1-800-542-2667 or talk with your local Retirement Specialist.**

---

The example assumes a hypothetical 6% annual return and is based on semi-monthly contributions over 20 years. It's intended to illustrate the effects of time and compounding on investments. It doesn't represent the actual performance of any investment or deferred compensation program, and is not intended to predict or project investment results. It doesn't reflect applicable fees or taxes. If these were included, the results would be lower.



### Take credit for increasing your contributions

Are you among the more than half of American workers who don't know how the Saver's Credit might help you?<sup>1</sup> This might be the right time to take advantage of it.

The Saver's Credit is an IRS tax credit that's available to KDC participants who are over age 18, meet the adjusted gross income (AGI) requirements and contribute to their KDC retirement account. In 2022, heads of household can earn as much as \$51,000 — and married couples as much as \$68,000 — and remain eligible for the Saver's Credit.

Getting the Saver's Credit is easy. You contribute to your KDC account throughout the year and take the credit when you file your tax return early next year.

<sup>1</sup> "The Saver's Credit: A Tax Credit That Pays to Save for Retirement," Transamerica Center for Retirement Studies (April 2022).



Contact us to see whether you can use the Saver's Credit to increase your contributions. Call 1-800-542-2667, or see the map on Page 4 to contact your local KDC Retirement Specialist, who can help you overcome the effects of inflation on other benefits.

## Women are getting proactive about their financial lives



Only 19% of women say they're on track to retire without running out of money.<sup>3</sup>

Results from a recent Nationwide Retirement Institute® study found that women investors are being more proactive about their financial lives than they were a year ago.<sup>2</sup> However, only 19% of women say they're on track to retire without running out of money.<sup>3</sup>

Attend our upcoming Women in Retirement webinar to learn how you might be able to get more proactive about your financial life. Invite a friend! Use the QR code to register, or go to [kentuckydcp.ky.gov](http://kentuckydcp.ky.gov) and click the Webinars tile.



## Our on-demand webinars are in demand

When you're looking for more information about retirement readiness and financial wellness, KDC's webinars on demand might be the solution. They're designed to be short, engaging chances for you to receive focused information on topics that are important to you.

We offer our live webinars at convenient times (such as the lunch hour) so that you can take a break and attend. We then make them available as an on-demand option for you to access at your convenience.



Our webinars get KDC participants talking:

"Great webinar with a lot of important information. Thanks for sharing!"

"Thank you for the webinar and for these resources. You help many thousands of people, but we probably forget to say "thank you" as often as we should. Please know, your work is meaningful and appreciated."

"Thanks for the wonderful information and tips."



Learn more by scanning the QR code above or go to [kentuckydcp.ky.gov](http://kentuckydcp.ky.gov) and click the Webinars tile.

<sup>2</sup> "2021 Advisor Authority Study," Nationwide Retirement Institute.

<sup>3</sup> "2022 Financial Wellness Survey," TIAA (January 2022).

## YOU HEARD IT HERE



### Virtual Benefit Fairs coming soon

Our Teachers Virtual Benefit Fair will be live online starting in July through August 31, 2022. Our general audience Virtual Benefit Fair will go live on October 1 and continue through November 18, 2022. Watch for more information on our website, [kentuckydcp.ky.gov](http://kentuckydcp.ky.gov).



### Asset fee holiday continues in effect

The asset fee holiday is effective April 2022 through December 31, 2022.



### Reminder: KDC offers a FREE Financial Planning service

Our new Financial Planning service, conducted by a licensed and Certified Financial Planner®, helps KDC participants looking for assistance with:

- Setting short- and long-term financial goals
- Establishing savings for emergencies, college tuition and health care
- Identifying your retirement income resources
- Addressing potential gaps between retirement income and expenses
- Preparing a detailed Cash Flow Analysis and Retirement Income Plan; if you're looking to get into a more active financial planning mindset, contact your local Kentucky Retirement Specialist to learn more about this service



### Vanguard Target Retirement 2015 Fund to be retired

In July, assets in the Target Retirement 2015 Fund will move to the Retirement Income Fund and the new Target Retirement Fund 2070 will be added to the lineup of available investment options. You don't need to move your money out of the fund. The gradual move from stocks to bonds simply continues.



### Worried about inflation?

Learn more about how you can plan for inflation as you invest for retirement through KDC:



### KDC will again present at the 2022 Governor's LEAD Conference

The Governor's Conference on Leadership, Equality, Accessibility and Diversity (LEAD) will be held November 16 through 18. Watch for more details in the third-quarter newsletter, distributed with your statement in October.



### Make managing your account easier

When you want to know where your account stands at the moment, having online access established is your key to fast, easy account review. To set up your online access, go to [kentuckydcp.ky.gov](http://kentuckydcp.ky.gov).

All investing is subject to risk, including the possible loss of the money you invest. Asset allocation and diversification do not guarantee to make a profit or protect against loss.

**Before investing in any fund, please consider its investment objectives, risks, charges and expenses carefully. The fund prospectus contains this and other important information about the investment company. Prospectuses are available by calling 1-800-542-2667 or 502-573-7925.**

Investments in target retirement funds are subject to the risks of their underlying funds. The funds are designed for investors expecting to retire around the year indicated in each fund's name but are based on a retirement age of 65. Investors who plan to retire significantly earlier or later may want to consider a fund with an asset allocation more appropriate to their particular situation. An investment in a target retirement fund is not guaranteed at any time, including on or after the target date.



**Holidays  
KDC Offices closed**

**INDEPENDENCE DAY  
MONDAY, JULY 4, 2022**

**LABOR DAY  
MONDAY, SEPTEMBER 5, 2022**

# Actions of the Board of Trustees

At the regularly scheduled quarterly meeting on June 24, 2022, the Authority Board of Trustees (Board) took the following actions:

- Approved the minutes of the March 25, 2022 regular meeting, as submitted;
- Reviewed the investments and FCFs for compliance;
- Quarterly Plan reports were presented and accepted for informational review;
- Set the next quarterly meeting date for Friday, September 23, 2022, at 10:00 a.m. as a virtual meeting with the physical location in the DEI Training Room at the State Office Building, 501 High Street, Frankfort, Kentucky.

## Field Retirement Specialists



**NEIL ARNOLD**  
859-806-2211  
joshua.arnold@nationwide.com



**JOHN KNAUSZ**  
606-205-8130  
knausj1@nationwide.com



**JAMIE CORBETT**  
859-229-9774  
corbejl@nationwide.com



**MARY HOLT**  
859-420-3204  
holtm17@nationwide.com



**VACANT**



**SHAWN DRAKE**  
859-221-2149  
drakes2@nationwide.com



**MARTIN WILHOITE**  
859-248-0565  
wilhoc2@nationwide.com



**BRENT MUSIC**  
859-230-3500  
musicb1@nationwide.com



**LESLIE HOLLERMAN**  
502-544-1211  
hollel2@nationwide.com

## Frankfort-based Internal Retirement Specialists

**1-800-542-2667, option 4**

**We are available to assist you by phone or in person  
Monday through Friday, 8 a.m. to 4:30 p.m.**



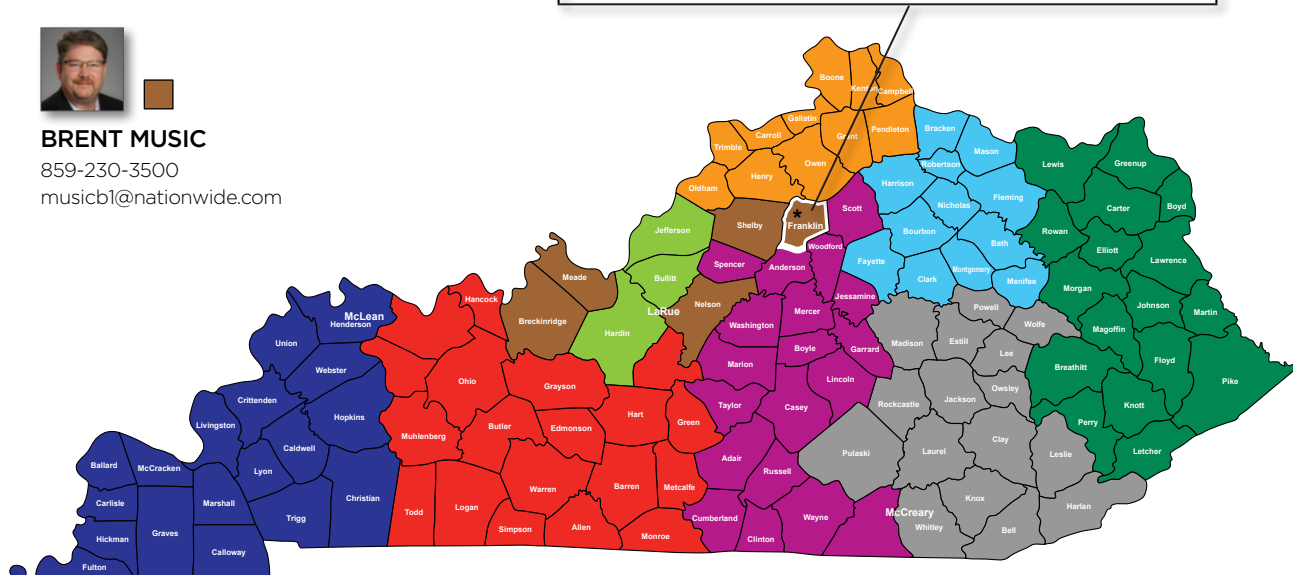
**KEVIN HUGHES**  
hughek1@nationwide.com



**PATRICK SCHWENDEMAN**  
schwejl@nationwide.com



**SCOTT HOWARD**  
howas15@nationwide.com



This material is not a recommendation to buy or sell a financial product or to adopt an investment strategy. Investors should discuss their specific situation with their financial professional.

Investing involves market risk, including possible loss of principal. No investment strategy or program can guarantee to make a profit or avoid loss. Actual results will vary depending on your investment and market experience.

Kentucky Retirement Specialists are Registered Representatives of Nationwide Investment Services Corporation (NISC), member FINRA, Columbus, Ohio. Nationwide representatives cannot offer investment, legal or tax advice. Contact your financial professional for these services.

Nationwide and Nationwide Retirement Institute are service marks of Nationwide Mutual Insurance Company.  
© 2022 Nationwide

NRM-19718M2-KY (07/22)



NEW