

Automatic Rollover News

Providing Safe Harbor IRA Solutions

WELCOME TO THE SPRING EDITION OF AUTOMATIC ROLLOVER NEWS!

MILLENNIUM TRUST PILOTS SERVICE AGREEMENT E-SIGNATURE CAPABILITY

In the past, the distribution and processing of Automatic Rollover Service Agreements involved a bit of paperwork and an occasional fax machine. In a continuing effort to create simple solutions that help people work smarter, Millennium Trust is piloting an automated e-signature capability for its service agreement process.

The new process is simple:

- Millennium Trust provides TPAs with a secure link to an online form that collects service agreement data
- TPAs can either input the data on behalf of the plan sponsor or share the link with them
- Automatic Rollover Service Agreements are generated and distributed to plan sponsors for review and e-signature
- Millennium Trust e-signs and a fully executed document is distributed to all parties

Using industry leading technology to automate the process of document creation, distribution, tracking and filing brings efficiency to a traditionally paper-heavy task. We anticipate this will greatly improve productivity for Millennium Trust and our institutional clients.

WHAT YOU SHOULD KNOW ABOUT THE OBAMA myRA

In his State of the Union address, President Obama announced plans to create a new 'myRA' retirement account aimed at helping millions of Americans to start saving for retirement.

Here are a few things to know about how the proposed myRA accounts are structured:

- 1.) The accounts are meant for workers whose employers do not offer 401(k)s or other retirement accounts. Eligible workers can make no more than \$191,000 per year for couples. For individuals, the amount is \$129,000.
- 2.) The accounts will be structured similar to Roth IRA but will be invested in one government backed security. The account balance cannot go down. Once an account grows to \$15,000 or after 30 years, the myRA must be rolled over into a private Roth IRA.
- 3.) Look for a pilot program for enrolling companies by the end of this year. Businesses will not administer or run the accounts. They will simply offer myRA to their employees.
- 4.) No tax penalty if investments are withdrawn.
- 5.) Initial investments begin at \$25 and subsequent minimum investments can be as low



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CONFERENCE SCHEDULE

[NABT Spring Seminar](#)
April 4 - 5
Coral Gables, FL

[PSCA Midwest Regional Conference](#)
April 9
Chicago, IL

[NCEO-Employee Ownership Conference](#)
April 8 - 10
Atlanta, GA

[Power of 3](#)
April 23 - 25
Savannah, GA

[Southern Retirement Plan Conference](#)
April 24 - 25
Atlanta, GA

[NIPA Annual Forum & Expo](#)
April 27 - 30
Las Vegas, NV

as \$5 each payday. Ideally, investments will be contributed through payroll deductions. Accounts are portable and they can be rolled into an Individual Retirement Account at any time.

Accounts would have the same variable interest rate return that federal employee enrollees receive such as Thrift Savings Plan Government Securities Investment Fund (TSPGSIF). If invested in the TSPGSIF participants would have had an annual return of 1.47% (2012). This would result in an average annual return of 3.61% from 2003 through 2012.

Click to read the Wall Street Journal's "[Nine Things to Know About Obama's myRA Accounts](#)".

PBGC SETS SMALL PLAN PREMIUM DUE DATE

In order to make premium rules more effective and reduce regulatory burdens for small defined benefit plan sponsors, the Pension Benefit Guaranty Corporation (PBGC) finalized a new due date rule. This rule allows small defined benefit plans to file their flat-rate and variable-rate premiums at the same time as mid- and large-sized plans. The due dates will not be completely uniform until 2015 as small plans are allowed to transition.

The changes made by the PBGC consolidate the premium and Form 5500 filing work plan consultants do to one time once per year. This solution will also allow the PBGC to handle a plan's premium in one process.

Effective April 10, due date rules generally apply to plan years beginning on or after Jan. 1, 2014 and correspond to the extended due date for the annual report for the prior year that is filed on Form 5500.

The PBGC has already issued proposed rules in 2013 covering small plan premium. In early 2014, the PBGC set October 15 as the new due date for large plan premiums (flat-rate and variable-rate).

The PBGC's final rule includes changes:

- Late premium payment penalties will be reduced.
- Small plans will be allowed to calculate their unfunded vested benefits by looking back to data from the prior year.

Click to read [Bloomberg BNA's full article](#).

AUTOMATIC ROLLOVER PORTAL: QUICK, EASY, SECURE



The security of your plan participant's personal information is of primary importance to Millennium Trust!

Millennium Trust provides the Automatic Rollover Portal for quick, easy and secure transmission of your participant's private data. Throughout each day, our automated process opens IRA accounts on behalf of your participants.

Contact your Relationship Manager today to request access to our secure portal!

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ASPPA Mid-Atlantic Conference
May 1 - 2
Philadelphia, PA

California Bankruptcy Forum
May 16 - 18
Santa Barbara, CA

PlanSponsor National Conference
June 2 - 4
Chicago, IL

SunGard Relius Summit
June 8 - 10
Amelia Island, FL

Women Business Leaders Forum
June 9 - 12
San Francisco, CA

ASPPA Great Lakes Regional
June 19 - 20
Chicago, IL



LEARN MORE

To learn more about how Millennium Trust's Automatic Rollover Solution can benefit you, contact:

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