OPEN ENROLLMENT PERIOD FOR 2016 HEALTH INSURANCE

PSRSSTL is pleased to offer continuing comprehensive health insurance benefits to retirees and surviving dependents. Accordingly, the open enrollment period for calendar year 2016 began October 19th and ends at 4:00 p.m. on December 4, 2015.

Open enrollment is an opportunity for retirees or survivors, who continued PSRSSTL sponsored coverage after the death of a retiree, to change medical plans and/or dental options. It is also the last opportunity for retirees who became entitled to Medicare coverage during calendar year 2015 to enroll on a voluntary basis in one of the PSRSSTL medical insurance plans. To be eligible for a Medicare Plan, the insured must have enrolled in both Medicare Parts A & B.

Retirees and survivors enrolled in a medical or dental plan offered by the retirement system should review the Open Enrollment Packet mailed in mid-October for information on plan or insurance provider changes, monthly premiums and other plan details.

If you are a retiree or surviving dependent already enrolled in any of the PSRSSTL medical, dental and/or vision insurance plans and do not wish to make any changes, you do not need to submit any open enrollment paperwork and your insurance coverage will automatically rollover to 2016.

If you are a retired member or surviving dependent considering a change in health insurance plans or a retiree enrolling based on 2015 Medicare eligibility, please take note that the open enrollment deadline to submit all required paperwork for health insurance coverage is December 4, 2015, at 4:00 p.m., and no changes will be permitted after the deadline. All changes made during open enrollment will become effective January 1, 2016.
2015 THIRD QUARTER INVESTMENT BRIEF

The Retirement System’s investment portfolio experienced a negative return of 5.8% during the 2015 Third Quarter, ranking in the top 81% of similar public funds. During the one-year period ending on September 30, 2015, the Retirement System experienced a negative return on investments of 1.6%, a net decrease of 8.5% in market value, and ranked in the top 68% of similar public funds. The summaries of the PSRSSSTL market value, rankings, investment returns and asset allocation of funds held in trust on behalf of the membership for the reporting period follow.

<table>
<thead>
<tr>
<th>Period Ending 09/30/2015</th>
<th>One Quarter</th>
<th>One Year</th>
</tr>
</thead>
<tbody>
<tr>
<td>Beginning Market Value</td>
<td>$907,590</td>
<td>$905,938</td>
</tr>
<tr>
<td>Net Additions/Deductions¹</td>
<td>(28,108)</td>
<td>(67,671)</td>
</tr>
<tr>
<td>Return on Investment</td>
<td>(50,756)</td>
<td>(9,541)</td>
</tr>
<tr>
<td>Ending Market Value</td>
<td>$828,726</td>
<td>$828,726</td>
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</tbody>
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¹Deductions fund pension payments (Dollars in $000’s)

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<thead>
<tr>
<th>Percentile Ranking (Public Funds Universe)</th>
<th>Investment Return</th>
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<tbody>
<tr>
<td>One Quarter</td>
<td>81st (5.8%)</td>
</tr>
<tr>
<td>One Year</td>
<td>68th (1.6%)</td>
</tr>
<tr>
<td>Three Years</td>
<td>74th (6.1%)</td>
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<tr>
<td>Five Years</td>
<td>65th (7.1%)</td>
</tr>
<tr>
<td>Ten Years</td>
<td>33rd (5.8%)</td>
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PSRSSSTL INFORMATION NEWS FLASH

♦ If you are a retiree or survivor beneficiary, please remind your loved ones to contact PSRSSSTL immediately upon your death to avoid the collection of overpayments.

♦ Retirees are encouraged to visit the PSRSSSTL website at www.psrssl.org for newly added and detailed health insurance coverage information.

♦ If you are a retiree with dependent(s) covered under your health insurance and/or benefit payment option, and your dependent(s) predecease you, please notify the retirement system at once to ensure changes are made timely to your insurance coverage and retirement benefits.

♦ The waiting period to replace a lost pension check is ten (10) calendar days and, in most cases, replacement checks may only be reissued after the 10th of the month.

♦ Parking is provided free-of-charge in the Scottish Rite Parking Garage across Olive Street. Make sure to bring your parking voucher when you visit us.

♦ 2015 IRS 1099-R Forms will be mailed to retirees no later than January 31, 2016.

♦ Please remember to keep your mailing address current with your employer or PSRSSSTL if retired.

Mailing Schedule for 2016

IRS 1099R’s: no later than January 31st

Health Insurance Cost Statements: around January 31st

Newsletters: February, May, August, November

Annual Report Summaries: July

Annual Benefit Statements: August

Health Insurance Open Enrollment Packets: October

Election Information: as needed

MEDICARE INSURANCE INFORMATION

If you are a retiree enrolled in one of the two secondary Medicare plans with Coventry Health Care that are sponsored by St. Louis Public Schools (SLPS), you might be able to save on premium costs by switching to a PSRSSSTL Medicare Advantage Plan during the open enrollment period for 2016.

Please review the 2016 Health Insurance Open Enrollment Packet that was mailed in October 2015 to retirees covered by one of the System’s medical and/or dental insurance plans. The review will determine your eligibility for a Coventry Medicare Advantage Plan and any possible premium cost savings. If you decide a change is appropriate, PSRSSSTL will assist you with the enrollment process for your 2016 health insurance coverage.

Since there are two SLPS Plans and three Medicare Advantage Plans, any cost savings will vary based on the type of plans under comparison. In the past, retirees have been known to save at least $1,000 in annual premium costs by simply changing medical plans.

A medical history review is essential prior to making a change because certain medical conditions may cause additional out-of-pocket costs for a retiree in the Medicare Advantage Plans. The Medicare Plans are HMO’s; so to enroll, a retiree must reside in the St. Louis Metropolitan Area.

A NOTE ABOUT 2016 DIRECT DEPOSITS

The System makes pension payments on the 1st of each month. In months when the 1st falls on a weekend day, direct deposits are typically processed by financial institutions on the next business day. It is important for retirees to note that in 2016, the 1st will fall on a weekend in May and October so pension funds should be available no later than the following Monday in these two months.