



Mark Your Calendar for the May 2019 Employees' Benefits Fair!

OAHU | MAY 29, 2019 | 9:00 A.M.—4:00 P.M.

**Oahu Veterans Center in Foster Village
1298 Kukila Street, Honolulu, HI 96818**

Find out more on page 3



**GET IN ON THE CHALLENGE!
Find out more on page 3!**

Introducing a New Vanguard Target-Date Offering

On **April 2, 2019**, the Vanguard Institutional Target Retirement fund* series was added to replace the custom LifeCycle funds in the Island Savings Plan. If you had a balance in a Lifecycle fund or fund(s), your existing balance was automatically transferred to one of the new Vanguard Funds, and no action was required.

The Vanguard Target Retirement Funds offer the simplicity of a complete portfolio in a single investment. Each target-date investment is made up of several broadly diversified Vanguard funds. The investment strategy is built using four (4) or five (5) of Vanguard's broad-based index funds that cover all major worldwide asset classes. As the year in the investment's name draws near, its investment mix becomes more conservative by lessening equity exposure and increasing exposure to fixed income investments. That way, a single target-date investment is meant to serve you throughout both your career and retirement. More information is available the Vanguard Funds Fact Sheets on the Investment Tab on the Plan website at: prudential.com/islandsavings.

Fund Updates

On the watch list: Wellington Research Value Fund

Stable Value Fund: Effective April 1, 2019, the Second Quarter 2019 rate is 3.00%.

Introducing a New Vanguard Target-Date Offering

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How the Vanguard Funds work:

- There are twelve (12) new funds offered in five-year increments at a low cost of 9 basis points (0.09%).
- The year in the investment name is its target date, the approximate year in which an investor expects to retire and leave the workforce. A target-date investment will hold a higher proportion of stocks the further it is from its target date.
- To help manage risk as the target date approaches, the investment manager will gradually decrease its stock holdings and increase its bond holdings. Bonds usually have a lower risk of loss, though they also have lower potential gains than stocks.
- When the investment reaches its target date, you don't need to take your money out. The gradual move from stocks to bonds simply continues automatically. Target-date investments are designed to keep your money invested appropriately throughout your retirement years.

The Vanguard Funds are a diversified solution that offers:

- The opportunity for Plan participants to invest in a wider range of diverse investment funds that are not currently offered in the Plan.
- Less risk through broad diversification, including exposure to major market sectors (e.g., healthcare, technology, etc.) and segments (e.g., the kinds of specific characteristics that a company has).
- Professionally managed asset mix.
- Automatic rebalancing so the fund becomes more conservative the closer you get to retirement.
- Low costs.

To make changes to your account, visit prudential.com/islandsavings and select the "Register/Log in" button at the top of the home page.

Education hosted by Morningstar Investment Management LLC

Do you know how much money you'll need to retire? Morningstar® Retirement ManagerSM is designed to help. Morningstar Retirement Manager is an online service that is offered through your Island Savings Plan. This service can help you figure out how much to save, when to retire, and how to invest in your Island Savings Plan account. Through the Morningstar Retirement Manager service, Morningstar Investment Management can also monitor and adjust your investments as your life circumstances change.

In conjunction with the Employees' Benefits Fair, Morningstar Retirement Manager will be hosting additional pre- and post-fair events.

Pre-fair 30-minute Webinars

Tuesday, May 21, 2019 at 11:30 a.m. HST
Sign up at this address: <https://bit.ly/2UVyJTK>
Thursday, May 23, 2019 at 3:00 p.m. HST
Sign up at this address: <https://bit.ly/2Dbfz2m>

What you will learn:

- How to use Morningstar Retirement Manager
- Ways this service can help you save and invest for your retirement
- How you can get a retirement strategy that's based on your goals
- Answers to your questions about the service

Post-fair 15-minute One-on-One Sessions

May 30, 2019, 8:00 a.m. to 5:00 p.m. HST
Prudential Retirement Honolulu Office
Prudential Retirement Conference Room, 15th Floor
1100 Alakea Street, Honolulu, HI

Sign up: <https://bit.ly/2GhAtyM>

Don't have time for any of these events?

Register anyway and we will send you a recording afterward to view on demand. Also, plan to visit the Morningstar Investment Management booth at the Employees' Benefits Fair on May 29, 2019 in Honolulu.

Employees' Benefits Fair *continued from page 1*

What do you need to better prepare for your financial future after you stop working? Do you have a good plan in place? Learn how the Island Savings Plan can help you with your retirement planning by attending the upcoming Employees' Benefits Fair on Oahu. Don't miss the chance to:

- Find out information about your employment benefits from various benefit plan administrators.
- Learn more about the Island Savings Plan's features, benefits, investment options and helpful retirement tools.
- See how to register your Plan online and sign up for the convenience of e-delivery to get fast access and more control over your retirement account.
- Attend benefits-related workshops geared to help promote financial wellness.
- Understand more about the Island Savings Plan's investment options. Retirement Education Counselors can explain the investment options offered in the Island Savings Plan.
- Meet members of the State of Hawaii Deferred Compensation Plan Board of Trustees.

The Governor has generously given each employee up to two (2) hours to attend one fair this year, so don't miss out on this one-stop opportunity to learn more about your employee benefits. In addition to these activities, there will be a variety of prizes and giveaways!

Workshop Schedule:

9:15 a.m.	Island Savings Plan—Pre-Retirement
10:15 a.m.	Island Savings Plan—Exploring the Big Picture of Retirement Income
11:15 a.m.	HI529 College Savings Program*
12:15 p.m.	Island Savings Plan—Plan Overview/The Power of Ahupua`a
1:15 p.m.	Morningstar Investment Advice and Managed Accounts
2:15 p.m.	Island Savings Plan—How Millennials Can Plan for the Journey to Retirement
3:15 p.m.	Island Savings Plan—Market Behavior

*HI529 College Savings Program is not affiliated with Prudential Financial or any of its affiliates.

The Island Savings Plan joins forces with the State of Vermont Retirement Plan

Living in a way that is friendly to our environment is a step to a better future. Take part in the "Go Green Challenge" that kicks off on May 10, 2019 and runs through August 23, 2019. To get in on the Challenge:

- Register your Island Savings Plan account online and sign up for e-delivery.
- Go to islandsavings.preparewithpru.com. Click Register/Login. Then Register Now.
- Sign up for e-delivery to receive transaction confirmations, account statements, and quarterly newsletters faster through email notifications.
- After you register your account online, click on 'View Details' or 'State of Hawaii Deferred Compensation Plan.'
- If you already have an email address set up, simply click on the 'Statements & Documents' option and change your delivery preferences to e-delivery for each option listed. Once you sign up for e-delivery, you'll get personalized financial wellness information, reduce mail clutter and worry less about misplaced documents. Already signed up? Make sure your email address is current and encourage your coworkers to sign up.

To see how the State of Hawaii compares to the State of Vermont in the Go Green Challenge, go to islandsavings.preparewithpru.com/gogreen. Your new digital experience will help you assess where you may need to make a change to your financial plan, address day-to-day money matters, budget more effectively and more!

Once you enter the upgraded website, the State of Hawaii Board of Trustees and the State Deferred Compensation Plan are not responsible for and do not have oversight over the content or materials on the Prudential website.



RETIREMENT EDUCATION COUNSELORS

Tom Kalili, *Big Island*

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Al Lee, *Oahu/Molokai/Lanai*

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LOCAL OFFICE STAFF— RETIREMENT EDUCATION TEAM

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Island Savings Plan Info Line: 888-71-ALOHA (888-712-5642)

Automated toll-free phone number is available 24/7.

- **Select “1” to speak with a Participant Service Representative**

Monday through Friday, 2:00 a.m. to 3:00 p.m. HST (Daylight Savings), or 3:00 a.m. to 4:00 p.m. HST (after Daylight Savings ends).

- **Select “2” to contact a local Island Savings Plan Retirement Education Counselor**

Monday through Friday, 8:00 a.m. to 5:00 p.m. HST, and Saturdays, 8:00 a.m. to 12:00 p.m. HST.

- **Website: prudential.com/islandsavings**



Prudential Retirement Honolulu Office

1100 Alakea Street, Suite 1550
Honolulu, HI, 96813

Office Hours

8:00 a.m. to 5:00 p.m. HST
Monday through Friday
8:00 a.m. to 12:00 p.m. HST, Saturdays

Free Parking

Entrance on Alakea Street,
parking ticket validated at
the local office.



Prudential

Investors should consider the fund's investment objectives, risks, charges and expenses before investing. The prospectus, and if available the summary prospectus, contain complete information about the investment options available through your Plan. Please call 888-712-5642 for a free prospectus, and if available a summary prospectus, that contain this and other information about our mutual funds. You should read the prospectus and the summary prospectus, if available, carefully before investing. You can lose money by investing in securities.

Shares of the registered mutual funds are offered through Prudential Investment Management Services LLC (PIMS), Newark, NJ, a Prudential Financial company. Prudential Retirement is a Prudential Financial business.

The target-date is the approximate date when investors plan to retire and may begin withdrawing their money. The asset allocation of the target-date funds will become more conservative as the target-date approaches by lessening your equity exposure and increasing your exposure in fixed income investments. The principal value of an investment in a target-date fund is not guaranteed at any time, including the target-date. There is no guarantee that the fund will provide adequate retirement income.

A target-date fund should not be selected solely based on age or retirement date. Before investing, participants should carefully consider the fund's investment objectives, risks, charges and expenses, as well as their age, anticipated retirement date, risk tolerance, other investments owned, and planned withdrawals.

The stated asset allocation may be subject to change. It is possible to lose money in a target-date fund, including losses near and following retirement. Investments in the funds are not deposits or obligations of any bank and are not insured or guaranteed by any governmental agency or instrumentality.

Retirement Education Counselors are registered representatives of Prudential Investment Management Services LLC (PIMS), Newark, NJ. PIMS is a Prudential Financial company.

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