

Plan Summary Description

Updated: March 18, 2022

Employer Name
MESQUITE ISD

PLAN PROVISIONS			ALLOWED
PRE_TAX_CONTRIBUTIONS			Yes
POST_TAX_CONTRIBUTIONS			Yes
EMPLOYER_CONTRIBUTIONS			Yes
15_YR_CATCHUP			No
AGE_50_CATCHUP			Yes
EXCHANGES			Yes
TRANSFERS_IN			Yes
TRANSFERS_OUT			Yes
ROLLOVERS_IN			Yes
PERMISSIVE_SERVICE_CREDIT			Yes
HARDSHIP_WITHDRAWAL			Yes
LOANS			Yes

THE FOLLOWING ARE ONLY DEFINITIONS OF THE PROVISIONS REFERENCED ABOVE:

PRE-TAX CONTRIBUTIONS - Elective Deferrals removed from the paycheck prior to it being taxed and then contributed to the Plan on behalf of the participant.

POST-TAX CONTRIBUTIONS - Elective Deferrals removed from the paycheck after it is taxed and then contributed to the Plan on behalf of the participant.

EMPLOYER CONTRIBUTIONS - Nonelective contributions made to the Plan by the Employer for the benefit of the participant.

15 YEARS OF SERVICE CATCHUP - An additional \$3,000 of contributions a year for participants (\$15,000 lifetime max). Calculations are required - see IRS Publication 571 for details.

AGE 50 CATCH UP - An additional \$5,500 of contributions a year for participants that are age 50 or older (no lifetime max).

EXCHANGES - Moving assets between providers listed on Appendix 1 and from providers NOT listed on Appendix 1 to providers that ARE listed on Appendix 1.

TRANSFERS IN - The Participant's account does not change, it simply moves from one Employer's Plan to another Employer's Plan. This is different from a Rollover.

TRANSFERS OUT - The Participant's account does not change, it simply moves from one Employer's Plan to another Employer's Plan. This is different from a Rollover.

ROLLOVERS IN - Moving assets from another eligible retirement plan into the Plan.

ROLLOVERS OUT - Moving assets from the Plan into another **eligible** retirement plan. This is allowed as long as the employee has a Qualifying Event to remove funds.

PERMISSIVE SERVICE CREDIT - Moving assets from the Plan to a tax-qualified defined benefit governmental plan for the purpose of purchasing years of service.

HARDSHIP WITHDRAWAL - Removing assets from the Plan due to hardship as defined by safe harbor regulations (if loans are eligible they must be exhausted).

LOANS - Max loan is 50% of the vested account balance, minus any outstanding loans (not to exceed \$50,000 annual). A defaulted loan makes future loans ineligible.

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