



# RSA

## Product Information Statement



If you are unsure about whether you should be taking action, we encourage you to seek your own advice.

This Retirement Savings Accounts (RSA) Information Statement is issued by Police Financial Services Limited (BankVic) ABN 33 087 651 661 AFSL 240293. It is for general information purposes only and is not intended to be relied on for the purpose of making an investment decision or other related decisions. It has been prepared without taking account of any individual's objectives, financial situation or needs. You should consider obtaining professional advice before making such decisions, to determine if they are appropriate to your needs.

This RSA Product Information Sheet was prepared on 18 November 2024.

It is current as of that date.

## ABOUT BANKVIC'S SUPERFUTURE RSA

The BankVic Superfuture RSA is a financial product that provides for long term savings, designed to provide income in retirement.

Tax concessions apply to contributions to RSA funds which, like this one, comply with rules set out in superannuation law. Tax deductions are available for some contributions. Tax concessions also apply to fund earnings and to benefit payments.

Members can normally only withdraw their investment in a RSA (called a "benefit") when they retire. Benefits can also be paid if a member dies, becomes totally and permanently disabled or upon satisfying another condition of release as determined under the *Retirement Savings Accounts Act 1997* (Cth) and the *Retirement Savings Accounts Regulations 1997* (Cth).

Subject to application and assessment criteria or any notice period, the amount of the RSA may be transferred at any time. The circumstances in which this can happen are detailed under the heading 'Benefits - Preservation and Conditions of Release' below.

The account has the following features:

designed specifically for retirement savings;

- various investment options are offered, being a variable interest rate, fixed term deposit or a combination of both;
- interest on the variable rate option is calculated daily and credited to the account annually at 30 June;
- interest on the fixed term deposit is calculated daily and credited on 30 June and on maturity; and
- fees and charges may apply refer to the section titled 'Commissions, fees and charges' below or on our website at [www.bankvic.com.au](http://www.bankvic.com.au).

An RSA Holder who leaves the fund within a few years of joining may get back less than the amount of contributions paid because of the level of taxes, government and administration charges and, if applicable, the cost of any insurance cover debited from the RSA.

Information on:

- the allocated pension (also called the account based income stream) facility and 'transition to retirement income stream (TRIS)', available to BankVic Superfuture RSA Holders;
- how the RSA is maintained as a capital guaranteed RSA; and
- about our dispute resolution procedure follow in this RSA Product Information Statement.



## SIGNIFICANT BENEFITS

BankVic's Superfuture RSAs have the following benefits:

- low risk investment
- no exposure to possibility of loss of capital invested
- funds are accessible on retirement from your workplace on or after reaching the preservation age (refer to "Benefits" section below)
  - as a lump sum;
  - in the form of an account based income stream or; or
  - a combination of both.

## SIGNIFICANT RISKS

There are risks associated with this product.

Interest rate risk: changes in interest rates can have a positive or negative impact on investment returns.

Changes to the *Retirement Savings Accounts Regulations 1997 (Cth)* and the *Retirement Savings Accounts Act 1997 (Cth)* may or may not affect your ability to access your investment and/or affect the taxation of your RSA benefits which may affect the value of your investment.

Your RSA benefit can be split by agreement or by court order with your spouse if you and your spouse permanently separate.

There are no other significant risks associated with this product.

However, your investment is locked in until your retirement from the workforce on or after reaching the preservation age.

Retirement savings accounts are provided for under the *Retirement Savings Accounts Act 1997 (Cth)* and the *Retirement Savings Account Regulations 1997 (Cth)* and all funds deposited within an RSA account are capital guaranteed by Police Financial Services Limited (trading as BankVic).

## COMMISSIONS, FEES AND CHARGES

This section sets out the fees you may be charged. These fees are deducted from your account balance. You should read all the information about fees, as it is important to understand their impact on your RSA investment.

### SIGNIFICANT FEES

Fees	Description	Amount	How & When Paid
<b>Contribution Fee</b>	This is the fee payable each time a contribution is made.	Nil	We do not levy a contribution fee.
<b>Administration Fee</b>	This is the fee to cover the general administration of the RSA.	Nil	We do not levy a administration fee.
<b>Exit Fee</b>	This is a fee charged for each withdrawal or transfer from your RSA balance at your request	\$64	This is charged to the RSA current balance and is indexed each year (at 30 June) in line with movements in Average Weekly Ordinary Time Earnings.



<b>Pension Payment Fee</b>	This is a fee charged to facilitate your income stream payments.	\$110	This is charged to the income stream account balance annually on 30 June or upon closure of the account at pro-rata amount and will be indexed each year (at 30 June) in line with movement in Average Weekly Ordinary Time Earnings.
<b>Term Deposit Early Redemption Charge</b>	This is applied when a RSA term deposit is redeemed prior to maturity.	This charge is not a fixed amount but a reduction in the interest rate	A reduction in the amount of interest payable for that interest period. The maximum reduction will be the difference between the contracted interest rate for the redeemed deposit and the rate payable on the lowest RSA variable tier rate.

Our representatives are salaried employees and may not charge you a fee for their services; they do not receive commission in relation to RSAs. Refer to our Financial Service Guide for when you maybe charged a fee. Our Financial Services Guide is available on our website at [www.bankvic.com.au](http://www.bankvic.com.au) or by calling us on 13 63 73.

No commission is received by or paid to a third party in relation to the issuing of RSAs.

Our policy is that administration levies (if any) applying to these accounts will not exceed the amount of interest earned by the RSA in any one year. Administration levies do not include contribution taxes or insurance charges that may apply to your RSA.

## DISPUTE RESOLUTION PROCEDURES

Any grievances you may have in respect of your RSA should be directed, in the first instance, to our Complaints Officer, who can be contacted by calling 13 63 73 or by mail to GPO Box 2074, Melbourne VIC 3001, who will deal with the complaint according to established guidelines which prioritise fairness to all.

If you are not satisfied with our handling of your complaint or the decision, you may contact the Australian Financial Complaints Authority (AFCA) by calling 1800 931 678 or in writing to Australian Financial Complaints Authority Limited at GPO Box 3 Melbourne VIC 3001. Email can be addressed to [info@afca.org.au](mailto:info@afca.org.au) and fax to (03) 9613 6399.

AFCA is an independent body set up by the Federal Government to assist RSA Holders and their estates to resolve certain types of complaints with an RSA Institution (or RSA Provider) such as BankVic. AFCA may be able to assist you to resolve your complaint, but only if you and BankVic have made a genuine effort to resolve the dispute through the BankVic's complaint process.

A copy of our Complaints and Dispute Resolution Guide is on our website at [www.bankvic.com.au](http://www.bankvic.com.au) and is also available from any of our branches or by calling 13 63 73.

## TAXATION IMPLICATIONS

### PROVIDING YOUR TAX FILE NUMBER

Your Tax File Number (TFN) is confidential. You are under no obligation to provide it to us. Declining to quote your TFN is not an offence.

We are required by law to ask for your TFN for RSA purposes and to advise the Australian Taxation Office of your TFN for, among other things, the assessment of additional contribution tax.



If you have not already provided us with your TFN, please provide it on the 'Tax File Number Notification' form.

We are required to provide you with the following information before you provide your TFN to the Administrator of your RSA, Financial Synergy Pty Ltd.

Your TFN is confidential and you should be aware of the following information before you decide to provide it.

We can collect your TFN under the *Retirement SavingsAccounts Act 1997* (RSA Act):

- If you do provide your Tax File Number to us, we will only use it for legal purposes. This includes finding or identifying your superannuation benefits where other information is insufficient, calculating tax on any superannuation benefit payment you may be entitled to, and providing information to the Commissioner of Taxation among other things to enable the Commissioner of Taxation to assess contributions in excess of the contribution caps. See 'Tax on contributions' below. These purposes may change in the future.
- It is not an offence if you choose not to quote your TFN. But if you don't provide us with your TFN, either now or later, you may pay more tax on your contributions than you need to. It may also be more difficult to locate or amalgamate your superannuation benefits in the future, or to pay you any benefits you are entitled to. These consequences may change in the future. If you do not provide your TFN, you will be unable to make, and we will be unable to accept, any non-concessional contributions (after tax payments) to your RSA.

If you provide your TFN to us, we may provide it to the trustee of another superannuation fund or to a RSA provider where the RSA provider or trustee is to receive your transferred benefits in the future. We will not provide your TFN to any such trustee or RSA provider if you request us in writing not to do so. We may also provide your TFN to the Australian Taxation Office. Otherwise your TFN will be treated as confidential.

## TAX ON CONTRIBUTIONS

Your contributions for which you or your employer claim a tax deduction, less the cost of insurance and certain other charges are taxed at 15%.

No tax will be deducted from contributions where a RSA Holder does not claim a tax deduction (non-concessional contributions) or from contributions made on behalf of an eligible spouse (spouse contributions).

## CONCESSIONAL CONTRIBUTIONS

Concessional contributions are contributions that are made into your RSA account before tax. They are taxed at a rate of 15% in your RSA account.

From 1 July 2017 to 30 June 2021, the concessional contribution cap for each year was \$25,000.

From 1 July 2021 to 30 June 2024, the concessional contributions cap is \$27,500. The increase is a result of indexation in line with average weekly ordinary time earnings (AWOTE).

From 1 July 2024, the concessional cap is \$30,000.

If you exceed the concessional contributions cap, the excess contributions are included in your assessable income.

For further information please visit the ATO website at [www.ato.gov.au](http://www.ato.gov.au) and search under the heading superannuation caps or contributing into super.



## NON-CONCESSIONAL CONTRIBUTIONS

There is no tax for contributions made within the non-concessional contributions cap. However, once an RSA Holder exceeds the non-concessional contributions cap the excess contributions are taxed at a rate of 45% plus Medicare Levy.

For further information please visit the ATO website at [www.ato.gov.au](http://www.ato.gov.au) and search under the heading superannuation caps or contributing into super.

## PAYMENT OF TAX ON EXCESS CONTRIBUTIONS

The tax liability on excess concessional contributions may be paid out of the BankVic Superfuture RSA and in the case of the tax on excess non-concessional contributions it MUST be paid out of the BankVic Superfuture RSA.

Accordingly we withdraw the amount once we receive a 'release authority' form for you. The ATO will issue you a 'release authority' form once they have assessed any tax liability. We will then pay the tax liability to the ATO on your behalf.

Your account balance will be adjusted accordingly.

## NO TAX FILE NUMBER PROVIDED

When we receive a non-concessional contribution from you, which has no Tax File Number (TFN), we will have thirty days in which to either obtain a TFN or to return the contribution to you.

When a BankVic Superfuture RSA receives a concessional contribution we will have until 30 June to obtain your TFN. If we do not receive your TFN in this time, we must deduct 30% tax plus Medicare levy, on top of the 15% contribution tax already deducted.

In summary, where you have not quoted your TFN or your employer has not provided it to BankVic, tax will be withheld at the top marginal rate plus Medicare levy. Hence, you should ensure to provide your TFN or confirm with your employer (where applicable) that they have provided BankVic with your TFN.

Your employer must also provide their TFN for BankVic Superfuture RSAs.

## TAX ON ACCOUNT TRANSFERS

When you transfer money from another superannuation fund or retirement savings account to the BankVic Superfuture RSA there is no tax unless the amount transferred contains an untaxed component (eg a termination payment from an employer). An untaxed component will be taxed at the 15% contribution tax mentioned above.

## TAX ON INVESTMENT EARNINGS

RSA investment earnings are taxed at a maximum rate of 15%. The interest credited to the BankVic Superfuture RSA will be net of this tax. Tax does not apply to investment earnings on account based income pension RSAs. From 1 July 2017 investment earnings from the RSA Transition to retirement income stream (TRIS) will be taxed at 15% regardless of the date the TRIS commenced.

## TAX ON WITHDRAWALS

While you are a BankVic Superfuture RSA Holder, you may receive an RSA lump sum benefit. A lump sum benefit from an RSA account is a lump sum benefit, which may be taken as cash if certain eligibility criteria are met. Otherwise it must remain in the RSA account. If you do receive an RSA lump sum benefit as a cash payment, the amount of tax payable is dependent on the components included in your RSA account benefit payment and your age at the date of payment.



All BankVic Superfuture RSA account benefit payments made to people aged 60 and over are tax free.

The tax rates applicable to the various components of an RSA account lump sum benefit are set out in the 'Lump Sum Tax Rates Table' (below).

## OTHER PAYMENTS

If you later decide to use your RSA account benefit to fund a regular income, special tax concessions will apply.

A regular income paid from an RSA account is tax free when paid to people who are 60 years of age or older.

For people under age 60, income will continue to be taxed at the individual's marginal tax rates.

A full RSA account pension rebate of 15% will apply to all pensions paid from a taxed source to people who are aged 55 to 59 years (depending on the relevant preservation age). Once the pension recipient turns 60, their pension will be tax free.

## LUMP SUM TAX RATES TABLE

Superannuation Lump Sum Component	Below Preservation Age	Preservation Age to Age 59	60+ Years
Tax free component	Tax free	Tax free	Tax free
Taxable component	Taxed at 20% plus Medicare levy	*First \$245,000 (2024/2025 financial year) indexed annually is tax free and the balance is taxed at 15% plus Medicare levy	Tax free

## POOLING YOUR SUPER OVER YOUR WORKING LIFE

If you have other RSAs or superannuation accounts, you can transfer these into your BankVic Superfuture RSA. There are no entry fees applying to these transfers and interest will be credited at the full rate from the day the transfer is credited to the RSA.

This may save you multiple administration charges that may apply if you have more than one superannuation account, and may make it easier for you to manage your growing retirement benefit throughout your working life and into retirement.

If you wish to transfer other RSAs and/or superannuation accounts into your BankVic Superfuture RSA, you must complete a Transfer Authority Form (attached).

You will need to complete a separate form for each RSA or superannuation fund account you wish to transfer into your BankVic Superfuture RSA.

## CAPITAL GUARANTEED

BankVic's RSAs are capital guaranteed. This means that the balance of a RSA held with us cannot be reduced by the debiting of negative interest. However, balances may be reduced by fees and charges, subject to Member Protection rules.

You may wish to seek information on these arrangements. A financial planner will be pleased to offer assistance in this regard.



## GOVERNMENT GUARANTEED

You may be entitled to payment under the financial claims scheme. Payments under the scheme are subject to a limit for each depositor. You can obtain information about the scheme from the Australian Prudential Regulation Authority (APRA) website at [www.apra.gov.au](http://www.apra.gov.au) and the APRA hotline on 1300 13 10 60.

## CONTRIBUTIONS BY SELF-EMPLOYED PERSONS

If you are self-employed you will be able to claim a full deduction on your contributions to your RSA until age 75.

Contributions to your RSA made by you as a self-employed person will be treated in the same way as contributions made by employers for the benefit of employees.

## RETIREMENT SAVINGS FOR YOUR SPOUSE

If your spouse is between the ages of 67 and 74 years and gainfully employed on at least a part-time basis, that is, for at least 10 hours and less than 30 hours each week during the same financial year that the contribution is made, you can contribute towards your spouse's retirement by making contributions to his/her BankVic Superfuture RSA.

## REBATE ON CONTRIBUTIONS FOR YOUR SPOUSE

Depending upon your spouse's assessable income you may be able to claim a tax rebate on the contributions you make to his/her BankVic Superfuture RSA.

For further information on how much you can claim as a tax rebate, please refer to the ATO website at [www.ato.gov.au](http://www.ato.gov.au).

## WHO CAN CONTRIBUTE?

### 2022-23 Financial Year and later

<b>AGE 67 years and under</b>	
<b>PERSONAL CONTRIBUTIONS</b>	Any RSA Holder under 67 may make contributions regardless of whether they are currently working.
<b>EMPLOYER CONTRIBUTIONS</b>	Contributions are mandatory [Superannuation Guarantee (SG) or by an industrial award/ certified agreement]
<b>SPOUSE CONTRIBUTIONS</b>	An individual may contribute (other than in the role as an employer) for their spouse regardless of whether they or their spouse is working.
<b>DOWNSIZER CONTRIBUTIONS</b>	From 1 January 2023, if you are 55 years old or older and meet the eligibility requirements, you may be able to choose to make a downsizer contribution into your superannuation of up to \$300,000 from the proceeds of selling your home. You can only access the downsizer scheme once. This means you can only make downsizing contributions for the sale or disposal of one home, including the sale of a part interest in a home. You can't access the downsizer scheme again where there is a subsequent sale or disposal

### **AGE 67-74 YEARS**





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### PERSONAL CONTRIBUTIONS

Any RSA Holder under 67 may make contributions regardless of whether they are currently working. However, if you're 67 to 74 years old, you will be required to meet the work test in order to claim a deduction for a personal superannuation contribution.  
Or  
you will need to satisfy the \*work test exemption

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### EMPLOYER CONTRIBUTIONS

Contributions are mandatory [Superannuation Guarantee (SG) or by an industrial award/ certified agreement]

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### SPOUSE CONTRIBUTIONS

An individual (regardless of their own age) may contribute for their spouse if their spouse is gainfully employed on at least a part-time basis; that is, at least 10 hours, and less than 30 hours each week during the same financial year that the contribution is made.

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### DOWNSIZER CONTRIBUTIONS

See above.

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## AGE 75 YEARS AND OVER

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### PERSONAL CONTRIBUTIONS AND

You cannot make contributions. However in the **28 days** after the end of the month in which you turn 75 years old, we can accept salary sacrifice contributions, personal contributions and spouse contributions.

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### EMPLOYER CONTRIBUTIONS

Your employer may make contributions that are mandatory [Superannuation Guarantee (SG) or by an industrial award/certified agreement].

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### DOWNSIZER CONTRIBUTIONS

See above.

#### *\*WORK TEST EXEMPTION*

From 1 July 2019, if you no longer meet the work test your RSA account can still accept voluntary contributions for an extra 12 months from the end of the financial year in which you last met the work test, provided you meet certain criteria. This is called the work test exemption.

To meet the work test exemption criteria, you must meet three conditions:

- You satisfied the work test in the financial year before the year in which you made the contribution.
- Your total super balance is less than \$300,000 at the end of the previous financial year.
- You did not use the work test exemption in a previous financial year.

## INVESTMENT AND SAVINGS OPTIONS

The BankVic Superfuture RSA offers a range of interest rate options. When you opened your BankVic Superfuture RSA account you received a Variable Rate RSA.

### VARIABLE RATE

BankVic Superfuture RSAs offer a tiered interest rate arrangement. As the balance grows and reaches the new tier, interest is calculated on the whole balance of the RSA Variable Rate account.

Interest rates applying to the BankVic Superfuture RSA Variable Rate account may vary upwards or downwards from time to time in line with the general movements in interest rates in the community. Past interest rates applying to BankVic Superfuture RSAs are not an indication of future rates of interest that may apply.



Interest is calculated daily on the BankVic Superfuture RSA Variable Rate account balance and credited annually at 30 June. Details of current RSA variable rates are set out in the 'Commission, Fees & Charges' section below, or you can access interest rates on our website at [www.bankvic.com.au](http://www.bankvic.com.au).

## TERM DEPOSIT OPTION

BankVic Superfuture RSAs offer 3 month term deposits only.

The minimum amount you may invest in each term deposit is \$50,000.

Interest on each term deposit is calculated daily and credited on 30 June and on maturity. Interest will be credited into the RSA Variable Rate account.

Deposits can be withdrawn prior to maturity on 31 days notice in writing, subject to you meeting preservation and conditions of release.

Funds withdrawn from an RSA term deposit prior to the expiration of the 3 month term may incur a reduction in the amount of interest payable for that interest earning period. The maximum reduction will be the difference between the contracted interest rate for the redeemed deposit and the rate payable on the lowest RSA variable tier rate.

Details of current variable and term deposit rates are set out on our website at [www.bankvic.com.au](http://www.bankvic.com.au).

## BENEFICIARIES OF YOUR RSA

When you die your BankVic Superfuture RSA account balance, if any, will be paid to your executor or legal personal representative.

### 'LEGAL PERSONAL REPRESENTATIVE'

Means an executor or administrator of the estate of a deceased RSA Holder, the trustee of an estate of an RSA Holder under a legal disability, or a person who holds a general power of attorney granted by the RSA Holder.

It is recommended that all BankVic Superfuture RSA Holders have a Will which is updated when their personal circumstances or wishes change.

## BENEFITS

BankVic Superfuture RSAs are a long-term investment. The Commonwealth Government has placed restrictions on when a person can have access to benefits, in that generally a person cannot access until he or she reaches 65 years or the preservation age as determined under the *Retirement Savings Accounts Act 1997* (Cth) and the *Retirement Savings Accounts Regulations 1997* (Cth) and has retired from gainful employment.

Your preservation age is as follows:

DATE OF BIRTH	PRESERVATION AGE
Before 1 July 1960	55
1 July 1960 – 30 June 1961	56
1 July 1961 – 30 June 1962	57
1 July 1962 – 30 June 1963	58
1 July 1963 – 30 June 1964	59
After 30 June 1964	60



The benefit usually payable under your BankVic Superfuture RSA will be the account balance.

The account balance includes all contributions made to the RSA (your own personal contributions and those made by your employer on your behalf), transfers rolled over from other RSAs or superannuation funds, and interest credited less any taxes or government charges, administration charges (if any) and the cost of any insurance cover.

## PRESERVATION

Under the *Retirement Savings Accounts Act 1997* (Cth) and the *Retirement Savings Accounts Regulations 1997* (Cth), your RSA accumulated benefits cannot be paid to you in cash until you satisfy a condition of release. This is referred to as 'preservation' of the entitlements. The objective of preservation is to ensure that your RSA benefits are used for their intended purpose - to provide for your financial security in your retirement.

Until such time as a condition of release is satisfied, your preserved and restricted non-preserved benefits must generally remain within the superannuation system. Your BankVic Superfuture RSA annual statement will clearly show how much of your entitlement is a preserved component, a restricted non-preserved component or an unrestricted non-preserved component.

## PRESERVATION AND CONDITIONS OF RELEASE

Generally, you can only withdraw preserved amounts from your BankVic Superfuture RSA in cash when you have reached age 60 years and have retired from the workforce. Other conditions of release include:

- if you were born on, or before, 30 June 1964 and you have retired from the workforce, you may have access to preserved amounts prior to attaining age 60 years but not before age 55 years;
- attaining age 65 years (whether or not you remain working);
- death;
- permanent incapacity;
- if you experience 'severe financial hardship' (payment in this circumstance as determined in accordance with the *Retirement Savings Accounts Act 1997* (Cth) and *Retirement Savings Accounts Regulations 1997* (Cth));
- you meet the legislative criteria for release of benefits on compassionate grounds;
- in some limited situations, upon termination of employment with an employer who has contributed to your RSA on your behalf; or
- other circumstances approved by the Australian Prudential Regulation Authority (APRA) and the *Retirement Savings Accounts Regulations 1997* (Cth).

When you satisfy a condition of release, some or all of your benefits may become unrestricted non-preserved benefits. You can withdraw any unrestricted non-preserved amounts in cash at any time, provided the remaining balance of the account exceeds \$1,000. Withdrawal of unrestricted non-preserved funds may be made upon your written application and confirmation by BankVic.

You can transfer (rollover) the balance of your BankVic Superfuture RSA to another RSA or certain superannuation funds or an approved deposit fund at any time.

Generally, RSA entitlements are payable in the following circumstances:

## RETIREMENT

On your retirement from the workforce on or after attaining the preservation age, the full account balance of your BankVic Superfuture RSA is payable. Importantly, your RSA provides the option for your retirement benefit to be paid to you as a lump sum or in the form of an account based income stream (formally known as allocated pension income) benefit or in a combination of lump sum and account based income stream.



## DEATH OR TOTAL AND PERMANENT DISABLEMENT

Should you die or become totally and permanently disabled (within the meaning of the *Retirement Savings Accounts Act 1997 (Cth)* and the *Retirement Savings Accounts Regulations 1997 (Cth)*), the benefit payable will be the full account balance in your BankVic Superfuture RSA at the time of your claim plus any insurance cover you may have.

## CEASING SERVICE

If you cease service with a participating BankVic Superfuture RSA employer, your entitlement will be the accumulated account balance in your BankVic Superfuture RSA.

When ceasing service the following options are available:

- Your entitlement can remain in your BankVic Superfuture RSA. You will earn the full interest rate;
- You may transfer your benefits to another RSA or superannuation fund; or
- You may be able to withdraw any unrestricted non-preserved amounts (including unrestricted non-preserved benefits rolled into your BankVic Superfuture RSA from another RSA or superannuation fund) as a cash benefit.

## PENSIONS – ACCOUNT BASED INCOME STREAM AND TRANSITION TO RETIREMENT INCOME STREAM (TRIS)

An account based income stream is a regular retirement income benefit payable from your BankVic Superfuture RSA account. Once you commence to draw an account based income stream benefit from your RSA account, tax is no longer paid on the interest earnings credited to the RSA. This is reflected in a higher rate of interest being credited to the RSA.

You must receive minimum payments annually. The minimum payments are based on your account balance and government set percentage factors that depend on your age.

AGE OF BENEFICIARY	PERCENTAGE FACTOR
Under 65	4%
65 - 74	5%
75 - 79	6%
80 - 84	7%
85 - 89	9%
90 - 94	11%
95 and over	14%

You may elect to receive income payments on a monthly, quarterly, half-yearly or annual basis. Payments will be paid on the 15th day of the month to your nominated savings account. The payment frequency and the value of each income payment can be varied at any time, as long as the total yearly payment is within the Government's set limits.

The formula to calculate your minimum pension is Account Balance x Percentage Factor (see above determined by age), noting:

- The final amount is rounded to the nearest \$10.00;
- You may take out as much as you wish above the minimum; and
- Your account balance may go up or down in line with interest rate movements.



An account based income stream may not provide an income stream for the rest of your life as it is dependent upon the amount of money remaining in the BankVic Superfuture RSA.

The minimum amount required to establish an RSA account based income stream (pension account) or a Transition to Retirement account (TRIS) is \$50,000.

Once an account based income stream (pension account) is established, no further contributions may be made to the account.

## **TRANSITION TO RETIREMENT INCOME STREAM (NON-COMMUTABLE PENSION) (TRIS)**

A Transition to Retirement Income Stream (TRIS) allows access to RSA benefits without retiring from the workforce. Legislation now permits people who have reached the preservation age (at least age 55), to rollover their preserved and non-preserved money into a non-commutable income stream while continuing to work.

This means that you can use a TRIS to supplement your wage with a regular payment from your RSA savings. You can stop the income stream at any time, in which case the RSA account balance is subject to normal cashing and rollover restrictions.

The TRIS is designed to provide a flexible, tax-effective income stream to supplement wages approaching retirement. From 1 July 2017, earnings from the TRIS will be taxed at 15% regardless of when the TRIS commenced.

A TRIS may not provide an income for the rest of your life as it is dependent upon:

- the amount remaining in your BankVic Superfuture RSA;
- the level of payments made each year; and
- your investment earnings.

## **PAYMENT LIMITS**

Your TRIS pension payments must meet the statutory annual limits. There is an annual minimum pension payment limit (refer to table on this page) and an annual maximum pension payment limit.

The maximum limit is calculated at the beginning of each financial year and is equal to 10% of the RSA balance on the first day of each financial year (if that year is the year in which the payments commence – on the commencement day).

- The minimum amount needed to establish a TRIS is \$50,000;
- You may elect to take between the annual minimum and maximum pension payment; and
- Your RSA account balance may go up or down in line with interest rate movements.

If you remain in the workforce while being paid an income from a TRIS, you may continue to generate RSA contributions. However, because you cannot add to a TRIS once it starts, you will need to open another BankVic Superfuture RSA account.

## **REVERSIONARY PENSION**

A reversionary beneficiary nomination allows the balance of your account based income stream to continue being paid to a dependent in the event of your death. Once the pension is converted to the reversionary after your death, the reversionary has the authority to manage the account in the same way as the original account holder.



## KEEPING YOU INFORMED

To help you keep track of your retirement savings you receive a detailed annual statement of your RSA as at 30 June. You may also check your balance with us at any time. We can only send you all the information you need if we have your current contact details. It is important to advise us if you change address by calling 13 63 73.

## FURTHER INFORMATION

This Product Information Statement was prepared on the date set out on the cover page, and it is current as at that date. This document is not required to be lodged with ASIC and ASIC is not responsible for any of its content.

## PRIVACY NOTICE

Under the *Anti-Money Laundering and Counter-Terrorism Financing Act 2006* (Cth), we are authorised to collect your name, address, date of birth and other information that helps us to know you as our customer. Although you are not obliged to provide this information, we can not operate your RSA account without it. We collect, use and disclose this information to enable us to provide you with the products and services you have requested. For further information about how we use, disclose and secure your personal information, please refer to our Privacy Policy which is available at [www.bankvic.com.au/privacy](http://www.bankvic.com.au/privacy) and upon request.