



FPDR FUNDamentals

*A newsletter for
Fire and Police retirees*

January 2018
Volume 18, Issue 2

DIRECTOR'S MESSAGE

We have a new member on the FPDR Board of Trustees.

Justin Delaney is retiring from the Board of Trustees after serving with distinction since January 1, 2007. Elizabeth Fouts was nominated by Mayor Wheeler to replace Justin Delaney and was approved by the City Council. Fouts will serve as the second citizen trustee. Elizabeth Fouts is an attorney with 17 years of legal experience and a Portland resident. In addition, Fouts has experience working with retirement plans as well as disability and life insurance. Currently, Fouts manages the transactional legal teams advising The Standard's insurance and asset management divisions.

Elizabeth Fouts will join Jennifer Cooperman, Board Chair; Brian Hunzeker, police trustee; Jason Lehman, fire trustee and Catherine McLeod, citizen trustee on the Board.

WANT TO SPLIT YOUR PENSION DEPOSIT BETWEEN TWO BANK ACCOUNTS?

No problem! FPDR now has the ability to split your pension direct deposit between two different bank accounts. We can send a fixed dollar amount to a secondary bank account each month if you wish. Just complete and sign the enclosed direct deposit agreement and mail, scan and email, or fax it back to us. Changes will be effective for the March 1, 2018 pension payment.

Note that any one-time, special payments will be deposited entirely to your primary bank account. Please contact the FPDR Pension Coordinator Beth at 503-823-5502 or Beth.Lloyd@portlandoregon.gov with any questions.

TAX SEASON IS COMING UP!

Your annual 1099-R for tax filing will be mailed by January 31, 2018, but here's a preview for those who like to think ahead.

If FPDR deducted insurance premiums from your pension payments in 2017, you may be able to deduct up to \$3,000 of those premiums from your taxable income. Please note that this amount will NOT be deducted from Box 1 on your 1099-R; this amount will show your total gross pension payments before any deductions. Your December 1 deposit advice shows the total amount of insurance premiums deducted from your pension payments in 2017. If you have lost your December 1 deposit advice, you may download it from the portal (see Page 3 for login instructions) or contact us for a

copy. Refer your tax preparer to the Form 1040 instructions on lines 16a and 16b, where insurance premiums for retired public safety officers are discussed.

Those of you who were still working prior to 1991 may see different amounts in Box 1, Gross Distribution, and

Box 2a, Taxable Amount on your 1099-Rs. Box 1 represents the total gross pension benefit you received in 2017. The amount in Box 2a is the Box 1 amount less the amount in Box 5, Employee Contributions. Prior to 1991, members made after-tax contributions to the FPDR plan from their paychecks. Box 5 shows the total amount you contributed during your career, divided by an IRS-specified factor.

Box 7, the Distribution Code, should be 2 or 7; a few surviving spouses may have 2B or 7B in this box. Code 2 is for those who have not yet reached 59½ years of age. Code 7 is for those who have already attained age 59½. If you reached 59½ in 2017, you will receive two 1099-Rs: one with Code 2 and the other with Code 7.

<input type="checkbox"/> VOID <input type="checkbox"/> CORRECTED		1 Gross distribution \$ 9000.00		OMB No. 1545-0119 2017 Form 1099-R	Distributions From Pensions, Annuities, Retirement or Profit-Sharing Plans, IRAs, Insurance Contracts, etc.
PAYER'S name, street address, city or town, state or province, country, and ZIP or foreign postal code FIRE & POLICE DISABILITY & RETRIEMENT 1800 SW 1ST AVE STE 450 PORTLAND, OR 97201 (503) 823-6823		2a Taxable amount \$ 7500.00			
PAYER'S federal identification number 93-0587208		RECIPIENT'S identification number 123456789		2b Taxable amount not determined <input type="checkbox"/>	Total distribution <input type="checkbox"/>
RECIPIENT'S name Bruce Wayne 1,000,000 Gotham Dr Portland, OR 97201		3 Capital gain (included in box 2a) \$		4 Federal income tax withheld \$ 600.00	
5 Employee contributions /Designated Roth contributions or insurance premiums \$ 1500.00		6 Net unrealized appreciation in employer's securities \$		For Privacy Act and Paperwork Reduction Act Notice, see the 2017 General Instructions for Certain Information Returns.	
7 Distribution code(s) 2		8 Other \$ %			
9a Your percentage of total distribution %		9b Total employee contributions \$			
10 Amount allocable to IRR within 5 years		11 1st year of desig. Roth contrib.		12 State tax withheld \$ 450.00	
13 State/Payer's state no. OR 671663-6		14 State distribution \$		15 Local tax withheld \$	
16 Name of locality		17 Local distribution \$			

Form 1099-R www.irs.gov/form1099r Department of the Treasury - Internal Revenue Service

DIRECT DEPOSIT NOTICES ARE GOING DIGITAL!

Tired of getting your pension direct deposit statements in the mail? FPDR is excited to announce that we will soon be able to email those statements! With electronic statements you'll be able to access your pay advice from anywhere, and view and print up to three years' worth of past statements. Plus, electronic statements are more secure, more sustainable and less expensive. And they never get lost in the mail or accidentally recycled.

Beginning with your March 1, 2018 payment we will send you an email with a secure link to view and/or print your direct deposit statement IF:

- Your benefit is currently direct deposited to your bank account AND
- We have your email address on file

The secure link will take you to the FPDR Member Portal, where you will need to use your [PortlandOregon.gov](https://portlandoregon.gov) login ID and password to view your statement. The first time you log in to the portal you need a special PIN (mailed to you last year). Please contact FPDR at 503-823-6823 if you haven't used the portal before and have lost your PIN. Don't forget that you can also change your tax withholding, add or delete family members, and update your contact information at the portal.

If we do not have your email address, please contact us or log in to the portal at <https://fpdrportal.portlandoregon.gov/portal> and add a "Preferred" email address to your contact information. (Please note that there can only be one "Preferred" email address, phone number and mailing address). If you're still receiving a paper check in the mail, this is also a great time to switch to direct deposit! Simply complete the form on the reverse side of this page and mail, scan, or fax it to us.

If you do NOT want to receive electronic pension statements, please notify the FPDR Pension Coordinator Beth at 503-823-5501 or Beth.Lloyd@portlandoregon.gov to continue receiving paper statements via postal mail. We hope you find this new service useful.



FIRE AND POLICE DISABILITY AND RETIREMENT City of Portland, Oregon



1800 SW First Ave., Suite 450, Portland, OR 97201 · (503) 823-6823 · Fax: (503) 823-5166

DIRECT DEPOSIT AGREEMENT

I hereby authorize the Fire and Police Disability, Retirement and Death Benefit Plan to deposit my net pay into the account(s) indicated below, effective the pay date of _____ (or ASAP).

PRIMARY ACCOUNT

FINANCIAL INSTITUTION: _____
ACCOUNT NUMBER: _____
ACCOUNT TYPE: CHECKING SAVINGS (circle one)

OPTIONAL SECONDARY ACCOUNT

If you wish to have a fixed dollar amount (no percentages) deposited to a secondary account, please enter the amount below. The balance of your net check will be deposited to your primary account.

FINANCIAL INSTITUTION: _____
ACCOUNT NUMBER: _____
ACCOUNT TYPE: CHECKING SAVINGS (circle one)
DOLLAR AMOUNT: _____

This authorization will remain in effect until a written notification is received by the Fire and Police Disability, Retirement and Death Benefit Plan of its termination or change. Please be aware that any one-time or special payments will be deposited entirely to the primary account.

SOCIAL SECURITY # - LAST FOUR: XXX-XX- _____
NAME (PLEASE PRINT): _____
SIGNATURE: _____
DATE: _____

Please attach voided check or other documents and mail, fax, or scan and email to fpdr@portlandoregon.gov

Attach *Voided Check*

OR

Statement from Financial Institution of Account & Routing Number