THE UNIVERSITY OF CHICAGO
457(B) DEFERRED COMPENSATION PLAN
The University of Chicago is committed to helping you build financial security for retirement. The Retirement Program is made up of several components, including the 457(b) Deferred Compensation Plan, or the 457(b) Plan.

We encourage you to take some time and read this booklet to learn more about the 457(b) Plan.

You can learn more about the other Plans that make up the University of Chicago retirement program by visiting humanresources.uchicago.edu/benefits.
PARTICIPATING IN THE 457(b) PLAN

The 457(b) Plan is a voluntary, non-qualified deferred compensation plan that allows eligible employees the opportunity to defer additional compensation each year.

When you participate:

- You defer a portion of your eligible compensation, up to IRS limits for the 457(b) Plan, on a pre-tax basis.

- Your contributions and any investment earnings are not taxed until you take a distribution from the 457(b) Plan. Distribution rules for the 457(b) Plan are different than for other University 403(b) Retirement Plans (Retirement Income Plan for Employees (ERIP), Contributory Retirement Plan (CRP), Supplemental Retirement Plan (SRP); please see page 7 for more information.

- You choose how to invest your contributions among the investment options from the tiered investment lineup below:
  - Tier 1: Target-Date Funds
  - Tier 2: Index Funds
  - Tier 3: Actively Managed Investments
  - Tier 4: Brokerage Account

- The University does not contribute to the 457(b) Plan.

Before you enroll in the 457(b) Plan

457(b) deferred compensation plans are different from tax qualified plans, such as the ERIP and the CRP. You have less control over the timing of distributions and, therefore, taxation than under a qualified plan. So, it is important that you review all of the enrollment materials carefully and discuss them with your financial planner to ensure you understand the rules and potential tax implications before participating in this Plan.
ELIGIBILITY FOR THE 457(b) PLAN

You are eligible to participate in the 457(b) Plan if you are a benefits-eligible employee of the University and you:

- Have a benefit base salary equal to or greater than 175% of the Social Security taxable wage base (excluding clinical bonuses, extra service pay, and compensation for service performed while you are out of residence), and
- Are contributing the maximum amount allowed by the IRS, including your voluntary contributions to the SRP — including catch-up contributions if you are age 50 or older.

Your participation in the 457(b) Plan is voluntary. You must meet the eligibility requirements each year to continue your participation from year to year. Eligibility is determined each April (for July enrollments) and October (for January enrollments).

HOW TO ENROLL

You have two enrollment opportunities during the year:

- Through Workday during Benefits Open Enrollment for a January 1 participation date.
- By completing and returning a Salary Reduction Agreement by June 10 for a July 1 participation date. You will receive a mailing in May if you are eligible to enroll for the July 1 participation date.

If you choose to participate, you must re-enroll each year; your elections will not carry over.

You will need to designate a beneficiary(ies) for your 457(b) Plan account. If you do not designate a beneficiary, your beneficiary will be your estate. To designate your beneficiary, log into your account at tiaa.org/public/tcm/uchicago or call TIAA at 800.842.2252.

Re-enrolling each year

If you are eligible and want to continue participating in the 457(b) Plan, you must re-enroll each year. Your deferral election does not carry over from year to year. As long as you remain eligible, you may re-enroll by:

- Contributing the maximum amount allowed by the IRS to the SRP, including catch-up contributions if you are age 50 or older.
- Selecting the dollar amount you want to contribute in Workday during Benefits Open Enrollment to begin participating on January 1.
- Completing and returning a Salary Reduction Agreement in June to begin participating on July 1.

If you are currently participating, your deferrals will follow your current 457(b) Plan investment fund elections unless you actively make a change by contacting TIAA. You may change your investment allocation at any time by logging into your account at tiaa.org/public/tcm/uchicago or calling TIAA at 800.842.2252.
INVESTING YOUR 457(b) PLAN DEFERRALS

New participants
When you make a deferral election for the first time, you must choose how you would like to invest your deferrals. Keep in mind, your investment selection under this Plan is separate from your investment selection under the other University 403(b) Retirement Plans.

You may choose to invest in one fund or spread your deferrals among several funds. Investment options include target-date funds, index funds, actively managed investments and/or the TIAA Brokerage Option. Visit tiaa.org/public/tcm/uchicago to review the investment fund lineup.

You may change your investment allocation at any time by contacting TIAA directly. See page 9 for contact information.

Current participants
If you are currently participating in the 457(b) Plan and you elect to participate again next calendar year, your deferrals will follow your current investment fund elections unless you actively make a change. You may change your investment allocation at any time by logging into your account at tiaa.org/public/tcm/uchicago or calling TIAA at 800.842.2252.

The 457(b) Plan is a non-qualified plan
That means your deferrals (and investment earnings) will not be placed in a trust when you elect to participate. Instead, they will be held at TIAA and legally considered to be general assets of the University and, therefore, subject to its creditors’ claims.

The University, through TIAA, will maintain a record of your 457(b) Plan deferrals and will credit your deferral account with investment earnings based on the performance of the investments you elect.
CHANGING YOUR 457(b) PLAN DEFERRAL ELECTIONS

If you enroll in the Plan during Benefits Open Enrollment for a January 1 start date, you may increase or decrease your deferral rate once during the year by submitting a properly executed Salary Reduction Agreement to the Benefits Office by May 31. Your new deferral rate will take effect on July 1.

You may change or stop your deferrals at any time during the year by notifying the Benefits Office in writing. Your deferrals will stop as of the first day of the month following receipt by the Benefits Office of satisfactory written notice. Once your deferrals have stopped, you may make a new election to participate in the Plan during the next enrollment window, if eligible.

457(b) Plan deferral limits
The IRS limits how much you can defer to the 457(b) Plan each calendar year. This amount is in addition to the amount you may contribute to the SRP and any voluntary contributions to the ERIP. Visit www.irs.gov for more information on the annual deferral limits.

Participating during a leave of absence
If you are on a leave of absence and your leave is paid in whole or in part, your 457(b) Plan deferrals will continue, provided your pay is sufficient (after other required deductions) to cover them. If your leave is unpaid, your 457(b) Plan deferrals will be discontinued until you return to paid service.

If your leave spans more than one calendar year, you will need to renew your 457(b) Plan enrollment effective as of the next available entry date.
RECEIVING YOUR BENEFITS

You can begin receiving benefit payments from your deferral account at any time after your employment with the University ends.

- **If you do not want a lump sum**, you may elect, within 60 days of your termination date, to receive your deferral account benefit as installment payments or as an annuity by contacting TIAA directly.
- **If you take no action** within the 60-day period, you will automatically receive your deferral account balance as a lump sum 90 days after you terminate employment with the University.

In no event may payment of benefits begin later than:
- April 1 of the year following the calendar year in which you attain age 70½, or
- April 1 of the year following the calendar year in which you retire (if you retire after age 70½).

**Payments cannot be rolled over to an IRA or another employer’s qualified retirement plan.** In certain circumstances, you may be able to have your deferral account transferred to another Section 457(b) Plan with your new employer, provided their 457(b) Plan allows for transfers.

When you receive payment of your benefit, the amount will be taxed as ordinary income. If you receive your benefit as a single lump-sum payment, your entire benefit will be taxed as ordinary income for the year in which it is paid to you.
Hardship withdrawals
If you suffer an unforeseeable emergency, you may request a hardship withdrawal from your 457(b) Plan account. Federal tax laws define an unforeseeable emergency as:

• Severe financial hardship resulting from your sudden and unexpected illness or injury (or that of a dependent),
• Loss of your property due to casualty, or
• Other similar extraordinary and unforeseeable circumstances arising from events beyond your control.

The circumstances that constitute an unforeseeable emergency will depend on the facts of each case. You should note that the unforeseeable emergency requirement under the 457(b) Plan is more difficult to satisfy than the financial hardship requirement under the SRP. For example, payment of your deferral account cannot be made for tuition for you or your dependent, nor can payment be made to assist you in the purchase of your home. **Loans are not available from the 457(b) Plan.**

You must first borrow the maximum available from your Section 403(b) Plans before the University can certify your unforeseeable emergency. A withdrawal from your 457(b) Plan account cannot be made if your emergency may be relieved:

• Through reimbursement or compensation by insurance,
• By liquidation of your assets, to the extent the liquidation would not itself cause severe financial hardship, and
• By stopping deferrals under this Plan and under the SRP.

If you withdraw money from your account due to an unforeseeable emergency, you will pay ordinary income taxes on that amount. The penalty tax that applies to hardship withdrawals from the SRP does not apply to payments from this Plan.
RESOURCES

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<th>Contact:</th>
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<tr>
<td>TIAA</td>
<td>• Information about investment options under the Plan</td>
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<td>• Designating a beneficiary(ies)</td>
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| The University of Chicago Benefits Office | • General questions about the 457(b) Plan |
| 773.702.9634 | • 457(b) Plan Summary Plan Description |
| benefits@uchicago.edu |                                               |

In keeping with its long-standing traditions and policies, the University of Chicago considers students, employees, applicants for admission or employment, and those seeking access to University programs on the basis of individual merit. The University does not discriminate on the basis of race, color, religion, sex, sexual orientation, gender identity, national or ethnic origin, age, status as an individual with a disability, protected veteran status, genetic information, or other protected classes under the law (including Title IX of the Education Amendments of 1972). For additional information regarding the University of Chicago’s Policy on Harassment, Discrimination, and Sexual Misconduct, please see: harassmentpolicy.uchicago.edu/page/policy.

The University official responsible for coordinating compliance with this Notice of Nondiscrimination is Bridget Collier, Associate Provost for Equal Opportunity Programs. Ms. Collier is also serves as the University’s Title IX Coordinator, Affirmative Action Officer and Section 504/ADA Coordinator. You may contact Ms. Collier by emailing bcollier@uchicago.edu, by calling 773.702.5671, or by writing to Bridget Collier, Office of the Provost, The University of Chicago, 5801 S. Ellis Ave., Suite 510, Chicago, IL 60637.

This brochure provides an overview of the University of Chicago 457(b) Deferred Compensation Plan. It is for informational purposes only. It is not intended to be an agreement for continued employment, nor is it a legal Plan document. If there is a discrepancy between this brochure and the Plan documents, the Plan documents will govern. In addition, the Plan described in this brochure is subject to change. Continuation of benefits is at the University’s discretion.

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