



Local Government Rollover and Account-Based Pension Plan

Supplementary Product Disclosure Statement



LOCAL GOVERNMENT®
SUPERANNUATION SCHEME

Introduction

What is the purpose of this communication?

On 1 November 2008 the Trustee introduced a new Schedule of Fees for all divisions of the Local Government Superannuation Scheme. The purpose of this SPDS is to provide details regarding the new fee amounts that are applicable in the Rollover & Account-Based Pension Plan as well as to notify you of a change to the pension payment facility.

What is changing?

As part of a review of the costs associated with operating the Scheme, the Trustee has decided to change the fees payable by Scheme members. This has led to a change in the amounts charged as Management Costs, i.e. Administration Costs and Investment fee and expense recovery fees.

Under the new Fee Schedule the maximum fee is now 1.00%.

Why the change?

The Trustee regularly reviews the fee structure of the Scheme and with the aim of treating all members of the Scheme fairly, has restructured the fees in a way that is more uniform across all of the Divisions.

The Scheme operates on a 'not for profit' basis which ensures that the fees we charge are kept to a minimum but are also sufficient to cover the costs associated in providing members with a quality superannuation investment vehicle.

Schedule of fees as at 1 November 2008

The tables below provide a comparison between the fees previously charged and the new fees which are effective 1 November 2008. For more information on how these fees are applied to your account, please refer to the current PDS.

Investment fee and expense recovery fees		
Investment Strategy	Old fee structure	New fee structure
High Growth	1.62%	1.00%
Diversified	1.59%	0.97%
Balanced	1.56%	0.92%
Capital Guarded	1.52%	0.88%
Cash Plus	1.25%	0.72%

Administration Costs	
Old fee	New fee
Nil	Nil

New fee example

The tables below use the fees applicable to the Diversified Investment Strategy as a guide to the general cost of the Scheme.

EXAMPLE – The Diversified Investment Strategy		BALANCE OF \$50,000 WITH TOTAL CONTRIBUTIONS OF \$5,000 DURING THE YEAR
Contribution fees	Nil	For every \$5,000 you put in, you will be charged \$0.
PLUS Management Costs	0.97%	And, for every \$50,000 you have in the Scheme you will be charged a maximum of \$485 per year.
EQUALS Cost of Scheme		If you put in \$5,000 during a year and your balance at the end of the year was \$50,000, then for that year you will be charged a maximum TOTAL fee of \$485. What it costs you will depend on the investment strategy you choose.

Pension Payments

Pension payments will be automatically deducted from your account in the same proportion(s) as your elected investment strategy(ies) unless you elect otherwise.

Where you elect for the pension to be paid from a specific investment strategy and the funds in that strategy are exhausted, the pension will then be paid from the next most conservative investment option.

Enquiries

Who do I contact for enquiries, help and advice?

If you have any issues regarding the information contained in this SPDS, then please contact:

Member Services

Ground Floor
Local Government House
28 Margaret Street
Sydney

Phone: 1300 369 901
Fax: (02) 9279 4131

Telephone enquiries and personal interviews (by appointment only) can be made between 8.30am and 5.00pm on any business day.

Written enquiries should be sent to:

PO Box N835
Grosvenor Place NSW 1220

You can also contact the Scheme by going to our website: www.lgsuper.com.au

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This paper is Australian made and certified under Environmental Management Systems ISO14001.

