

# SIGNIFICANT EVENT NOTICE

The following page outlines important changes which affect your Super SA Select account.



## Operational Risk Reserve (ORR)

To ensure that super funds have adequate resources to protect members from operational risks, an Operational Risk Reserve is established and maintained.

The Commonwealth Government expects regulated super funds to maintain an Operational Risk Reserve of at least 0.25% of their funds under management.

As an exempt public sector superannuation scheme Super SA Select is not subject to these Commonwealth requirements, however the Trustee has determined that Super SA Select will establish an Operational Risk Reserve with a target amount of 0.25% of funds under management.

The purpose of this Reserve is to protect members' interests should an operational failure occur that may result in losses to the fund or its members.

In order to achieve the target amount, the Trustee is introducing a deduction of 0.05% per annum, which for disclosure purposes is shown under administration fees and costs. This change will be effective from 1 November 2022 and the deduction will be made prior to determining the scheme's unit prices.

The Reserve will remain within the Super SA Select fund and can be used to rectify a loss to members caused by an operational failure. Once the Super SA Select Operational Risk Reserve achieves the target amount the ORR deduction will be reviewed.

### From 1 November 2022 the Super SA Select fees and costs will be as follows:

Type of fee or cost	Amount	How and when paid
<b>Ongoing annual fees and costs</b>		
Administration fees and costs	\$70.20 p.a. (\$1.35 per week)	Deducted from your account on a weekly basis.
	<b>Plus</b> 0.05% p.a. of your account balance capped at \$325 p.a.*	Deducted from your account on a monthly basis.
	<b>From 1 November 2022 the fees will also include</b>	
	<b>Plus</b> 0.05% p.a.	Deducted from scheme's investment returns, before earnings are allocated to your account.

\*Based on the account balance at the end of the month.



## Frequently Asked Questions

### What does this mean for me?

To fund the Operational Risk Reserve to the targeted level, an amount of 0.05% per annum will be deducted from the scheme's investment returns, before earnings are allocated to your account (rather than being directly deducted from your account). For example, a member with an account balance of \$50,000 will have \$25 per annum deducted from their investment returns, before earnings have been allocated to their account.

This reserve will protect members' interests should an operational failure occur that may result in a loss to the fund or its members.

For further information regarding this deduction please see the Fees and costs summary in the Super SA Select Product Disclosure Statement.



## Contact Us

For further information visit [supersa.sa.gov.au](https://supersa.sa.gov.au), or contact our local Member Services team via email at [supersa@sa.gov.au](mailto:supersa@sa.gov.au) or phone 1300 369 315.

SSA1352\_ORR\_SEL

