



## CHANGES TO YOUR GUARANTEED INCOME ACCOUNT WITH ACTIVE SUPER

### Significant Event Notice (SEN) for Guaranteed Income members

We are writing to advise that your Guaranteed Income (GI) account will transfer to the Challenger Retirement Fund (ABN 87 883 998 803) (Challenger Fund) on **14 December 2024**.

This change will not affect your payments and benefits – it just means that your account will be held within the Challenger Fund rather than with Active Super. This change does not impact any other products you may have with Active Super – they will remain with Active Super until the merger with the Local Authorities Superannuation Fund (ABN 24 496 637 884) (“Vision Super”) on 1 March 2025.

You do not need to do anything at this stage. Further details are provided below.

#### WHY IS THE ACTIVE SUPER GI PRODUCT TRANSFERRING TO THE CHALLENGER FUND?

As you may be aware, Active Super is scheduled to merge with Vision Super on 1 March 2025. The trustee of Vision Super will be taking over trusteeship and administration of all Active Super products on that date. The Vision Super merger will not include the GI products, as this would have required Vision Super to make significant and expensive changes to its administration platform, a cost which would be borne by members.

This letter is issued by LGSS Pty Limited (ABN 68 078 003 497, AFSL 383558), as Trustee for Local Government Super (ABN 28 901 371 321) (‘Active Super’). It does not take into account your personal objectives, financial situation or needs, so before making any decisions, consider your personal circumstances and read the PDS and TMD, available at [activesuper.com.au](https://activesuper.com.au) or by calling us on 1300 547 873. If you would like advice that takes into account your personal circumstances, please contact a financial adviser.

However, the trustee of the Challenger Fund can provide administration and trusteeship of the GI products at no additional cost to the holders of these products and at minimal cost to Active Super. Accordingly, Active Super has formed the view that it is in members' best interests to transfer the GI products to the Challenger Fund. Active Super is also satisfied that members will continue to have equivalent rights after the transfer to the Challenger Fund, and has entered into a binding agreement with the Challenger Fund to ensure this is the case. This process is called a "successor fund transfer".

The Challenger Fund was ultimately chosen because:

- your GI account is already invested in a life policy issued to Active Super by Challenger Life Company Limited (Challenger Life);
- the GI product was initially developed with Challenger Life and Challenger Group Services Limited (CGS) has provided back-office administration support for similar products since 2016;
- through providing this support, CGS has developed its administration system and interfaces, and is able to immediately provide a turn-key administration solution; and
- as a result, the Challenger Fund was able to offer a smooth transition for account holders with knowledgeable and efficient ongoing support.

## WHO IS CHALLENGER?

Challenger Retirement and Investment Services Limited (ABN 80 115 534 453) is the trustee for the Challenger Fund. The Challenger Fund invests in life insurance policies provided by Challenger Life, a life insurance company within the Challenger group of companies.

Challenger Life is Australia's largest provider of annuities, and their products are designed to provide fixed term and guaranteed lifetime income to thousands of customers. Challenger Life had \$25 billion in assets under management as at 30 June 2024 and has operated in Australia since 1985.

## HOW DOES THIS CHANGE AFFECT ME?

Your payments and benefits will continue to be secured by the same life policy issued by Challenger Life, which will be transferred from Active Super to the trustee of the Challenger Fund. From **14 December 2024** all future pension payments will be paid by the trustee of the Challenger Fund:

- your regular pension payment will continue unchanged;
- your pension will continue to be paid at your current frequency and at your current payment dates; and
- your existing death benefit nominations will continue to apply (and with the Challenger Fund, you will have the ability to make non-lapsing binding death benefit nominations if you wish).

## WHAT IF I NEED ADVICE ABOUT MY SPECIFIC SITUATION?

This letter does not take into account your personal objectives, financial situation or needs. Please read the PDS and TMD (available at [activesuper.com.au](https://activesuper.com.au) or by calling us on 1300 547 873) and consider your personal circumstances. For example, tax and social security can be complex and depend on a number of factors, including your assets and individual situation. If you have any concerns, we suggest you seek professional financial advice specific to your circumstances.

## WHAT IF I WANT TO MAKE CHANGES?

If you would like to make a change to your account, update your bank account details or request a voluntary withdrawal, please lodge your request with Active Super prior to **6 December 2024** if you would like the change to be processed prior to the transfer on **14 December 2024**.

## WHAT HAPPENS NEXT?

Your account will continue with Active Super up until the transfer date of **14 December 2024** after which it will transfer to the Challenger Fund.

The Challenger Fund will contact you shortly after the transfer has been finalised and provide you with the following:

- a welcome statement confirming your pension details; and
- a Member Guide.

This will set out any administrative steps you need to take in relation to your account.

## WHO DO I CONTACT IF I HAVE ANY QUERIES?

Up until **13 December 2024**, please continue to contact the Active Super Member Care team on 1300 547 873 or via the LiveChat window at [activesuper.com.au](https://activesuper.com.au), weekdays between 8.30am and 6.00pm.

From **14 December 2024**, please contact the Challenger Fund on 13 35 66 weekdays between 8.00am and 6.00pm.

Yours sincerely,



**Donna Heffernan**

**Acting Chief Executive Officer**