

Notice to PERSI Choice 401(k) Plan Participants Regarding the SEI Stable Asset Fund

Accounting Method: In mid-May, the SEI Stable Asset Fund in the PERSI Choice 401(k) Plan will convert from share accounting to unit accounting until the fund is terminated effective June 22, 2011, as previously communicated. Members should check the PERSI website for updated information in the unlikely event the transition is delayed.

This conversion is scheduled to occur with the closing market value of the fund on May 13, 2011 with an initial unit price of \$10.00. The SEI Stable Asset Fund earnings that are currently credited to your account on the last business day of each month will now be included in the daily unit price. You will not see additional units being purchased in your account for the earnings. This conversion has no effect on the value of your account.

Example:

On May 13, 2011, Mr. Smith has the following balance in the SEI Stable Asset Fund:

Market Value	Share Price	Shares
\$2,928.50	\$1.00	2928.5000

Mr. Smith's account is converted to units at closing market value:

Market Value	Unit Price	Units
\$2,928.50	\$10.000000	292.85

A daily earnings accrual would cause the unit price to increase over time. Mr. Smith's closing market value as of May 16, 2011 will be valued based on a unit price that would include 3 days worth of earnings (May 14, May 15, and May 16).

Market Value	Unit Price*	Units
\$2,929.20	\$10.002400	292.85

* This unit price is for illustrative purposes only.

A confirmation statement will be mailed to your address of record following the conversion.

SEI Stable Asset Fund Termination

As previously communicated, the SEI Stable Asset Fund is being terminated and will no longer be an investment option within the PERSI Choice 401(k) Plan effective June 22, 2011.

Members may continue to invest in the SEI Stable Asset Fund until the close of business on June 21, 2011. Any moneys remaining in the fund after the stock market close at 4:00 p.m. Eastern Time on June 21, 2011, will automatically be transferred in a 50/50 split to the PERSI Short-Term Investment Portfolio (STIP) and the MCM Aggregate Bond Index Fund. Members who prefer not to have their assets automatically transferred may transfer their balance to another investment option prior to the date and time listed above. Before making any transfer from the SEI Stable Asset Fund, members should be aware of transfer restrictions.

Transfer Restrictions: Transfers from the SEI Stable Asset Fund to any competing investment option require a 90-day "equity wash." An equity wash is a period in which assets must first be transferred to a non-competing investment option before they can be transferred to a competing investment option. The PERSI STIP is considered a competing investment option as defined by SEI. Assets from the SEI Stable Asset Fund cannot be transferred to the PERSI STIP unless the funds have been transferred to a non-competing investment option for at least 90 days. Money can be transferred out of the SEI fund to any of the other PERSI Choice 401 (k) Plan investment options without the equity wash restriction, as no other funds are competing with respect to the SEI Stable Asset Fund at this time. This restriction ends when the SEI fund terminates on June 21, 2011.

Accessing Your Account: An investment fund transfer and/or a change to how future contributions are invested can be made 24/7 by logging on to your PERSI Choice 401(k) Plan account. Accessing your account is easy. Click the "myPERSI" log on button () located in the upper right corner of the PERSI Web site homepage (www.persi.idaho.gov). Once you have logged on to your PERSI Base Plan account using the password you created, simply scroll down to the "Your PERSI Retirement Plans" area and click on the "hot link" to exit to the Choice Plan site at ACS. (ACS HR Solutions is the plan's record keeper.) A separate log on is not needed. This single sign on feature allows you to access your Base and Choice Plan accounts without using two passwords.

You may also contact ACS at 1-866-437-3774 any business day between 7 a.m. and 6 p.m. MT to speak with a customer service representative. When calling, you will need to provide your Social Security number and the Personal Identification Number (PIN) given to you by ACS.