

## Payout options

With the FPDA, your proceeds remain with Thrivent Financial, and you choose the amount and frequency of payouts. Of course, you can also leave your money with Thrivent to accrue interest.

### Frequency

Fixed amount payouts can be made to you monthly, quarterly, semiannually, or annually with the following options:

- Minimum payout of \$25 is required if you elect to receive your payout electronically to your bank account.
- Minimum payout of \$200 is required if you elect to receive your payout via check.

You also choose any day of the month as the date Thrivent Financial should prepare the payment (the payment is made the next business day).

### Partial withdrawals

Whether you're receiving automated periodic payouts or not, you can still make partial withdrawals. There is no limit on the amount you may withdraw (minimum of \$200). However, if the balance of funds remaining after the withdrawal would be less than \$1,000, then the entire amount must be withdrawn.

### Requirements

You only need \$1,000 as a balance from an annuity or life insurance contract to establish and maintain an FPDA. There's no sales charge for the agreement.

**Whether you are the owner or the beneficiary, you'll want to understand the options for receiving money from your annuity or life insurance contract. A good place to start is to review the settlement options that accompany your financial products.**

### Settlement option defined

A settlement option is a plan that provides for the distribution of money from annuities or life insurance to either owners or beneficiaries.

Thrivent offers a wide selection of settlement options. This piece focuses on the Flexible Payout Deposit Agreement (FPDA).

The Flexible Payout Deposit Agreement lets you:

- Make withdrawals of any amount (\$200 minimum).
- Earn interest.
- Surrender at any time— with no surrender charge.

**To make a withdrawal, call us: 800-847-4836**

### Member Care Services

Phone: 800-847-4836

7 a.m. to 8 p.m., Monday–Thursday, and  
7 a.m. to 6 p.m., Friday (Central time).

Insurance products issued or offered by Thrivent Financial, the marketing name for Thrivent Financial for Lutherans, Appleton, WI. Not all products are available in all states.

Guarantees are backed by the financial strength and claims-paying ability of Thrivent Financial.



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## UNDERSTANDING THE FLEXIBLE PAYOUT DEPOSIT AGREEMENT



## Things to think about with your Flexible Payout Deposit Agreement

### Taxation

If there is a taxable portion from the annuity or life insurance contract that is funding the Flexible Payout Deposit Agreement (FPDA), it will be subject to income tax for the year in which the FPDA is established.

All interest earned in the FPDA is subject to income tax each year, whether or not it is distributed.

### Transfers of the cash proceeds

You cannot transfer the cash proceeds to another settlement option. But you can move the proceeds—as a whole or in part at any time—to a new product that meets your objectives.

### Agreement surrenders

You may surrender (end) the FPDA at any time without penalty.

### Minors

Minors cannot make withdrawals until reaching the age of majority, which varies by state, unless:

- The court appoints a guardian to make withdrawals on the minor's behalf or;
- The FPDA is established as an UTMA/UGMA account.

### The death benefit

Upon your death, the benefit to your beneficiary(ies) will be the value of your FPDA as of the date of death, plus interest earned to the date of the death-claim payment.

### Withdrawals to beneficiaries

Your beneficiaries can choose from these distribution options:

- Take a lump-sum distribution.
- Apply the death proceeds to a new Thrivent product that meets their objectives.

## Flexible Payout Deposit Agreement

Before digging into the details of the Flexible Payout Deposit Agreement, it's helpful to consider what types of situations might make it beneficial.

Scenarios in which the FPDA might make sense:



*"Our other retirement accounts pay for our necessities; we'd like to use this money for our periodic travels."*



*"My folks left this money so I could pursue my dreams a little more easily. This is just the 'bump' in monthly income I need to afford my education."*



*"I like the flexibility to take out what I need, when I need it. Since my needs change monthly, some of my withdrawals will be larger than others. I like knowing I can do what I want."*



*"There's no need to pull it all out. I might as well earn some interest as I withdraw the money over time."*

### Guaranteed interest

With the FPDA, you **always earn interest**. There is a guaranteed minimum annual interest rate *and* a current effective annual interest rate.

- Thrivent guarantees to pay a *specified minimum rate of interest* on the money in an FPDA (rate specified at agreement issuance).
- On any day, interest will be credited using either the guaranteed interest rate or the current interest rate, whichever is higher. Note that the current interest rate can change on a daily basis.