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**PUBLIC SAFETY PERSONNEL RETIREMENT SYSTEM
CORRECTIONS OFFICER RETIREMENT PLAN
ELECTED OFFICIALS' RETIREMENT PLAN**

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Administration

James M. Hacking
Administrator
Ryan Parham
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Jared A. Smout
Deputy Administrator

February 12, 2014

RE: Notice to Members

Dear PSPRS, CORP, and EORP Employers:

Historically, the administrative office of PSPRS has relied on each employer to keep active members informed about important issues pertaining to their retirement System. Because of a recent internal security incident, we are asking you to distribute the notice that accompanies this letter to all of your employees who are participants in the PSPRS Plans (PSPRS, CORP & EORP).

PSPRS has learned that a former employee downloaded files to electronic storage devices from an internal computer prior to his departure from PSPRS and removed them from the administrative office. Upon learning of this unauthorized removal of data, PSPRS demanded the former employee return the electronic storage devices and any other business documents in his possession. Although some paper documents were returned, the electronic storage devices were not. As a result, PSPRS filed a lawsuit against this former employee on October 3, 2013, to recover the devices and any other PSPRS documents the former employee may still possess.

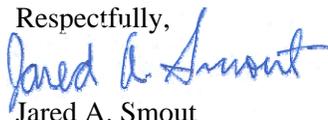
It now appears that the documents downloaded to the electronic devices included not only attorney-client privileged and proprietary investment-related documents, but also documents that contained member information, including names, e-mail addresses, social security numbers, and addresses. The Office of the Arizona Attorney General has now authorized the System to notify PSPRS members about this incident.

Although the former employee who removed this data denies any member information has been distributed to others and the electronic devices are now in the hands of the Maricopa County Superior Court, PSPRS is still required by law to inform its members of this matter. In order for us to do so, we need our participating employers to help by distributing the accompanying notice. Because PSPRS wishes to protect our members, we are offering to all of those who may have been affected complimentary one-year proactive identity theft monitoring service provided through LifeLock. Please see the accompanying notice for directions on how our members can enroll for the LifeLock protection that is available. As described in the notice, we have structured the unique Member ID such that the notice does not need to be customized.

For this notification effort directed to our active members to be successful, your cooperation is essential. So please distribute this notice to your employees who are PSPRS participants through your normal channels. We will be notifying the retired membership directly.

Please do not hesitate to contact our office should you have any further questions, comments, or concerns.

Respectfully,



Jared A. Smout
Deputy Administrator



NOTICE OF UNAUTHORIZED ACCESS TO PERSONAL INFORMATION

Dear Member of PSPRS, CORP, or EORP:

We are writing to inform you of an internal security incident that may have resulted in the unauthorized disclosure of personal information. While we are not aware at this time of any misuse of your information, the Public Safety Personnel Retirement System (PSPRS) takes the matter very seriously and is providing resources to assist you with protecting your personal information.

PSPRS has learned that a former employee downloaded files from an internal computer prior to his departure from PSPRS and that only members as of May 31, 2013 may have been affected. This information appears to include some members' names, email addresses, social security numbers, and addresses. The former employee denies any member information has been misused, and we have seen no evidence that any personal member information has been disclosed. However, PSPRS is providing this notice to alert you to the incident. After learning of the unauthorized file access, PSPRS has provided additional training to all employees who require access to member information as part of their employment duties, and has also undertaken a thorough review of its document processes to determine what additional measures may be implemented to prevent further incidents.

In an abundance of caution, PSPRS is also offering one-year proactive identity theft protection through LifeLock, an internationally recognized and locally operated company, at no cost to you. If you choose to participate, you must enroll on or before March 31, 2014. Please see below for instructions on how to enroll. LifeLock's specialized team of telephone representatives are available 24 hours a day, seven days a week to answer any questions you may have and can be reached at (800) 899-0180.

Please note that this is the last official letter you will receive from us on this matter. Also, PSPRS will never ask you for your personal information by email. If you receive future emails on this matter, please alert us immediately, as these may not be authentic. Thank you for your patience and we sincerely apologize for any inconvenience this may cause.

Sincerely,

James M. Hacking, Administrator

To enroll in LifeLock:

1. Visit www.lifelock.com and click on [Plans and Pricing](#)
2. At the bottom of the page, enter the promo code **PSPRS2014** and click [APPLY](#)
3. Enter your unique **Member ID** (see below)
4. You will then be taken through several more steps to verify your identity and set up your account.

If you are having problems with the online enrollment process or would prefer to enroll over the phone, please call (800) 899-0180.

Your unique **Member ID** is a combination of your birth date, last four digits of your social security number, and your gender. For example, if you are a male born on January 1, 1965, with 1234 as the last 4 digits of your SSN, your 11-digit Member ID is 01650112341, entered as follows:

