

ICI Defined Contribution Plan Recordkeeper Data Show Ongoing Commitment to Retirement Saving

ICI Defined Contribution Plan Recordkeeper Data Show Ongoing Commitment to Retirement Saving

Washington, DC; August 20, 2019—Americans continued to save for retirement through defined contribution (DC) plans early this year, according to ICI’s [“Defined Contribution Plan Participants’ Activities, First Quarter 2019.”](#) The study tracks contributions, withdrawals, and other activity, based on DC plan recordkeeper data covering more than 30 million participant accounts in employer-based DC plans.

The latest recordkeeper data indicate that plan participants remain committed to saving and investing: only 0.9 percent of DC plan participants stopped contributing to their plans in the first quarter of 2019.

Other findings include:

- **Most DC plan participants stayed the course in their asset allocations.** In the first quarter of 2019, 4.2 percent of DC plan participants changed the asset allocation of their account balances, down from 5.1 percent in the first quarter of 2018. Meanwhile, 2.9 percent of participants changed the asset allocation of their contributions in the first quarter of 2019, down from 3.5 percent in first quarter of 2018.
- **Withdrawal activity for DC plans remained low in the first quarter of 2019 and was similar to the prior year.** In the first quarter of 2019, 1.4 percent of DC plan participants took withdrawals, similar to the share in the first quarter of 2018. Levels of hardship withdrawal activity also were low, with only 0.5 percent of DC plan participants taking hardship withdrawals during the first quarter of 2019, the same share as in the first quarter of 2018.
- **DC plan participants’ loan activity edged down in the first quarter of 2019, following a seasonal pattern observed over the past several years.** At the end of March 2019, 15.9 percent of DC plan participants had loans outstanding, compared with 16.7 percent at the end of 2018.

ICI has been tracking DC plan participant activity through recordkeeper surveys since 2008. This update provides results from ICI's survey of a cross section of recordkeeping firms representing a broad range of DC plans. Please visit ICI's [401\(k\) Resource Center](#) for more information.

Copyright © by the Investment Company Institute. All rights reserved. Information may be abridged and therefore incomplete.

Communications from the Institute do not constitute, and should not be considered a substitute for, legal advice.