

**Bricklayers & Allied Craftsmen Local No. 7 Pension Plan
Checklist Item #12**

Does the application include a demonstration that the proposed suspension is not projected to materially exceed the level necessary to avoid insolvency, including illustrations regarding the plan's solvency ratio and available resource? See section 4.03.

Document 12.1 provides a demonstration that the proposed suspension is not projected to materially exceed the level necessary to avoid insolvency.

4.03 Demonstration that the Proposed Suspension Is Reasonably Estimated to Not Materially Exceed the Level Necessary to Avoid Insolvency

Document 12.1

**Proposed Suspension Will Not Materially Exceed
the Level Necessary to Avoid Insolvency**

This application filed on behalf of the Pension Plan includes an actuarial certification of plan solvency under ERISA § 305(e)(9)(c)(i) and IRC Section 432(e)(9)(C)(i) as of the effective date of the proposed benefit suspension, which is May 1, 2017.

Exhibit V of Checklist Item #7 provides an illustration showing that the proposed suspension is reasonably estimated to avoid insolvency, but not to materially exceed the level needed to avoid insolvency throughout the extended period. Exhibit V also includes a year-by-year solvency projection with the solvency ratio and separately identifies the market value of assets, contributions, investment earnings, plan benefits and expenses. Exhibit V is based on the actuary's interpretation of the requirements under Revenue Procedure 2016-27, Section 4.03.

Exhibit VII of Checklist Item #7 describes each of the assumptions used, as required under Revenue Procedure 2016-27, Section 4.02(3).