Automotive Industries Pension Plan
Checklist Item #10

Does the application include a demonstration that the proposed suspension is reasonably estimated to achieve the level necessary to avoid insolvency for the extended period, including illustrations regarding the plan’s solvency ratio and available resources?

See section 4.02(1).

The application filed on behalf of the Automotive Industries Pension Plan includes an Actuarial Certification of Plan Solvency under ERISA Section 305(e)(9)(c)(i) and IRC Section 432(e)(9)(C)(i). This certification is attached as Document No. 7.1 to Checklist Item #7. Exhibit IV of the certification provides an illustration on a deterministic basis showing that under the proposed Suspension Plan effective July 1, 2017, the Plan is reasonably expected to avoid insolvency throughout the extended period. This illustration provides the market value of assets and solvency ratio for the period beginning January 1, 2016 through December 31, 2062.

Exhibit IV of the certification is based on upon our interpretation of the requirements under Revenue Procedure 2016-27, Section 4.02(1).