

# MICHIGAN BAC FRINGE BENEFIT FUNDS

Michigan BAC Health Care Fund  
Michigan BAC Pension Fund  
Michigan BAC Apprenticeship Fund

Managed for the Trustees by:  
TIC INTERNATIONAL CORPORATION

August 25, 2015

**SENT VIA EMAIL**  
**[criticalstatusnotice@dol.gov](mailto:criticalstatusnotice@dol.gov)**

United States Department of Labor  
Employee Benefits Security Administrators  
Public Disclosure Room; N-1513  
2000 Constitution Avenue, N.W.  
Washington, DC 20210

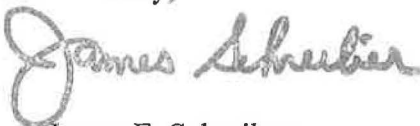
RE: MICHIGAN BAC PENSION FUND –  
EIN #38-2895943, PLAN #001

Dear Representative:

Attached is the Notice of Endangered Status for the Plan Year Beginning May 1, 2015, on behalf of the Michigan BAC Pension Fund.

If you have any questions with regard to this Notice, please feel free to contact me, or in my absence, Robert Merrick at (517) 327-2139.

Sincerely,



James E. Schreiber  
Administrative Manager

JES/tw

attachments

xc: Kyle Weaver  
Paul Bullock  
Ted Disabato  
Christopher Legghio  
Robert Merrick  
Bryan Stulz  
John Bobrowski

# MICHIGAN BAC FRINGE BENEFIT FUNDS

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Michigan BAC Health Care Fund  
Michigan BAC Pension Fund  
Michigan BAC Apprenticeship & Training Fund

Managed for the Trustees by:  
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## Notice of Endangered Status For Michigan BAC Pension Plan

This is to inform you that on July 29, 2015 the Plan Actuary certified to the U.S. Department of the Treasury and to the Plan Sponsor that the Plan is in endangered status for the plan year beginning May 1, 2015. Federal law requires that you receive this notice. In the future you will receive an annual update of this status and the progress the Plan is making towards the goals described below.

### Endangered Status

The Plan is considered to be in endangered status because it is projected to satisfy the following:

Funded percentage less than 80% - The Plan's actuary determined that the Plan's funded percentage is 78.6% on May 1, 2015. The "funded percentage" is the fraction of earned benefits that could be funded with existing Fund assets.

As required by law, the Plan Actuary's certification includes only contribution rate increases that have been codified in collective bargaining or participation agreements.

### Funding Improvement Plan

Federal law requires pension plans in endangered status to adopt a funding improvement plan aimed at restoring the financial health of the Plan. The Trustees adopted a funding improvement plan last year on December 16, 2014 because the Plan was also in endangered status last year. The funding improvement plan requires that the Plan's funded percentage improve at least one-third of the way to 100% over a 10-year period. The target for this Plan under the law is a funded percentage of 85.7% by May 1, 2025. The Plan must also meet the Federal minimum funding requirements during this 10-year period. Based on our most current actuarial projections, we are well on track to meet or exceed these benchmarks.

### Future Experience and Possible Adjustments

The funding improvement plan is based on a number of assumptions about future experience and may need to be adjusted in the future if such assumptions are not met. Additional contribution rate increases and/or reductions in the rate at which benefits are earned may be needed if the Fund were to suffer asset returns below the expected 7.50% (in the 2015-16 plan year or later), a drop in the hours worked, or poor experience from other sources. If, at some point in time, the Trustees determine that further adjustments are necessary, you will receive a separate notice identifying and explaining the effect of those changes.

### Commitment to Continued Improvement

At this point, the Trustees anticipate that the Fund will eventually emerge from endangered status and continue to see improved funded percentages. The Trustees maintain their commitment to providing a retirement benefit on which you can rely to pay a lifetime benefit that will play a significant role in your overall retirement planning.

### Where to Get More Information

You have a right to receive a copy of the funding improvement plan. To receive a copy, you may contact the Fund Office at 6525 Centurion Drive, Lansing, MI, 48917 or by telephone at (517) 321-7502.