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December 29, 2010

U.S. Department of Labor  
Employee Benefits Security Administration  
Public Disclosure Room, N-1513  
200 Constitution Ave., N.W.  
Washington, D.C. 20210

**Re: Chicago Moving Picture Machine Operators' Union Local No. 110 of the  
I.A.T.S.E. and M.P.M.O. Severance Trust**

Dear Sir or Madam:

Pursuant to Section 305(b)(3)(D)(i) of ERISA, a notice is enclosed of the above-referenced Plan's critical status for the Plan Year beginning September 1, 2010.

Sincerely,



Michael S. Virgil

MSV/amc  
Enclosure

cc: Trustees  
Mr. Ken Rapier  
Mr. Ted Windsor

**NOTICE OF CRITICAL STATUS FOR  
CHICAGO MOVING PICTURE MACHINE OPERATORS'  
UNION LOCAL NO. 110 OF THE I.A.T.S.E.  
AND M.P.M.O. SEVERANCE TRUST**

This is to inform you that on November 22, 2010 the plan actuary certified to the U.S. Department of the Treasury, and also to the plan sponsor, that the plan is in critical status for the plan year beginning September 1, 2010. Federal law requires that you receive this notice.

**Critical Status**

The plan is considered to be in critical status because it has funding or liquidity problems, or both. More specifically, the plan is in critical status for the 2010 plan year because the plan's actuary determined that the Plan was in critical status as of September 1, 2009 and the plan is projected to have an accumulated funding deficiency for the plan year or any of the 9 succeeding plan years. The Board of Trustees has adopted a rehabilitation plan as required by the Pension Protection Act of 2006 (PPA) and the plan is operating under that plan. The plan's actuary has certified that the plan is making scheduled progress under the rehabilitation plan for the 2010 plan year.

**Rehabilitation Plan**

Federal law requires pension plans in critical status to adopt a rehabilitation plan aimed at restoring the financial health of the plan. This is the second year the plan has been in critical status. The law permits pension plans to reduce, or even eliminate, benefits called "adjustable benefits" as part of a rehabilitation plan. You were notified in July 2010 that the plan reduced or eliminated "adjustable benefits".

**Employer Surcharge**

The law requires that all contributing employers pay to the plan a surcharge to help correct the plan's financial situation. The amount of the surcharge is equal to a percentage of the amount an employer is otherwise required to contribute to the plan under the applicable collective bargaining agreement. With some exceptions, a 5% surcharge is applicable in the initial critical year and a 10% surcharge is applicable for each succeeding plan year thereafter in which the plan is in critical status. The employer surcharge will end when the bargaining parties amend their collective bargaining agreement (or participation agreement, if applicable) to include terms consistent with the schedule set forth in the rehabilitation plan.

**Where to Get More Information**

For more information about this Notice, you may contact the Board of Trustees, or Mr. Ken Rapier in writing at Motion Picture Operators, 216 South Jefferson Street, Suite 203, Chicago, IL 60661, by phone at 312-454-1110, or via email at [amymppovt110@aol.com](mailto:amymppovt110@aol.com).

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