

Maryland Race Track Employees Pension Fund

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NOTICE OF CRITICAL STATUS FOR

MARYLAND RACE TRACK EMPLOYEES PENSION FUND

EIN: 52-6118068

This is to inform you that on or about March 31, 2017, the actuary for the Maryland Race Track Employees Pension Plan ("Plan") certified to the U.S. Department of the Treasury, and also to the Plan sponsor, that the Plan remains in critical status for the plan year beginning January 1, 2017. Federal law requires that you receive this notice.

Critical Status

The Plan is considered to be in critical status because it has funding problems. More specifically, the Plan's actuary determined that the Plan had an accumulated funding deficiency for the 2016 plan year, and is projected to have an accumulated funding deficiency for the 2017 plan year.

Rehabilitation Plan and Reduction in Benefits

Federal law requires a pension plan in critical status to adopt a rehabilitation plan aimed at restoring the financial health of the Plan. The Trustees adopted such a rehabilitation plan effective November 26, 2010, and most recently updated the Rehabilitation Plan effective June 14, 2016. The law permits pension plans to reduce, or even eliminate, benefits called "adjustable benefits" as part of a rehabilitation plan. The Trustees determined that certain adjustable benefit reductions were necessary. Accordingly, effective January 1, 2012, the following adjustable benefits were eliminated: 1) Lump Sum Post-Retirement Death Benefit; 2) Disability Pension; 3) Early Retirement Subsidy; 4) Pre-Retirement Death Benefit Subsidy. Separate notices identifying and explaining the effect of these reductions were already provided. The reduction of adjustable benefits did not reduce the level of a participant's basic benefit payable at normal retirement. In addition, the reductions only applied to participants and beneficiaries whose benefit commencement date was on or after April 30, 2010 (the date the plan first entered critical status).

Where to Get More Information

For more information about this Notice, or to request a copy of the rehabilitation plan, you may contact Associated Administrators, LLC, 911 Ridgebrook Road, Sparks, Maryland 21152-9451.