

# B.A.C. LOCAL 5 BENEFIT FUNDS

KEN CRANDALL – FUND ADMINISTRATOR

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U. S. Department of Labor  
Employee Benefits Security Administration  
Public Disclosure Room, N-1513  
200 Constitution Avenue, NW.  
Washington, DC 20210

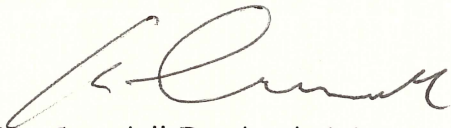
EBSA/PUBLIC DISCLOSURE  
2018 MAY -4 AM 11:07

RE: BAC Local #5 of New Jersey Pension Plan 2018 Notice of Critical Status

Dear Secretary of Labor:

Enclosed are two notices, including the 2017 "Annual Funding Notice" and the "Notice of Critical Status" for the 2018 plan year.

Respectively,

  
Ken Crandall Fund Administrator  
And  
BAC Local #5 Board of Trustees

Enc.  
KC/jd.



Notice of Critical Status  
For  
Bricklayers and Allied Craftworkers  
Local No. 5 of New Jersey Pension Plan

This is to inform you that on March 30, 2018 the plan actuary certified to the U.S. Department of the Treasury, and also the Board of Trustees, that the Plan is in critical status for the plan year beginning January 1, 2018. 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's actuary determined that the funded percentage of the Plan is less than 65% and has an accumulated funding deficiency.

Rehabilitation Plan and Possibility of Reduction in Benefits

Federal law requires pension plans in critical status to adopt a rehabilitation plan aimed at restoring the financial health of the plan. The Trustees updated the rehabilitation plan on September 26, 2016.

Adjustable Benefits

All adjustable benefits have been eliminated from the Plan.

Employer Surcharge

The law requires that all contributing employers pay 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 of 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 surcharge will cease to apply upon the adoption of a rehabilitation plan

Where to Get More Information

For more information about this notice, you may contact the Plan administrator, Kenneth Crandall, Bricklayers and Allied Craftsmen Local No. 5 of New Jersey Pension Plan, 14 Plog Road, Fairfield NJ 07004. Telephone number (973)808-1141.