

## Local 734 Welfare Fund / Pension Fund

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6643 NORTH NORTHWEST HIGHWAY • CHICAGO, ILLINOIS 60631-1360 • Tel.: 773-594-2810  
Fax: 773-631-3824

October 01, 2010

**To:** Participants in the Local 734 Pension Plan  
**From:** Board of Trustees of the Local 734 Pension Plan  
**Re:** Clarification of Notice of Plan Changes Effective January 2, 2011

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In late September you received a Notice of Plan Changes Effective January 2, 2011. The Section in the Notice titled "Examples" presented several examples of the changes in benefits. Example #3 described changes to the 30-And-Out Pension. This example stated that if the participant had earned 30 years of benefit service and was not yet age 62 when he retired, his benefit would be reduced from age 65. That example should have stated that the benefit would be reduced from age 62. The corrected example is presented below:

**Example #3 (30-And-Out Pension):** Suppose you are age 57 with 31 years of benefit service as of May 1, 2011 and choose to retire on that date. Prior to the plan change, you would be eligible for a 30-And-Out Pension and would receive \$2,125 per month.

As a result of the plan change, you will not be eligible for an unreduced 30-And-Out Pension until you reach age 62. However, you will be eligible for an Early Retirement Pension as of May 1, 2011 which will be reduced by 6% for each year that you retire before age 62. The reduction for an Early Retirement Pension in this example would be .70 ( $1 - .06 \times 5$  years early). Your Early Retirement Pension under the new provision, payable beginning May 1, 2011, would be \$1,488 per month ( $\$2,125 \times .70$ ). Alternatively, you could continue to work until age 62 and receive \$2,125 per month.

If you have any questions about this, please contact the Fund Office.