



ADMINISTRATIVE OFFICES

HEALTH & WELFARE, PENSION AND DEFINED CONTRIBUTION

3121 North 24th Street ♦ Phoenix, Arizona 85016

Office: 602.956.1950 ♦ Toll-Free: 877.429.7473 ♦ Fax: 602.956.3016

www.azpipe.org

Date: June 2018

To: All Participants

Re: Summary Material Modification for the Arizona Pipe Trades Defined Contribution Trust Fund

Effective March 1, 2018, contributions received from other U.A. Participating Funds, will be more rapidly allocated to your account in the Arizona Pipe Trades Defined Contribution Trust Fund (“DC Fund”).

Reciprocity applies if you are a Local 469 member or your Home Pension Fund is the Arizona Pipe Trades Pension Plan (“Pension Fund”) when you work outside of Arizona in a jurisdiction that participates in the U.A. Reciprocity program or has a separate reciprocity agreement with Arizona Pipe Trades Funds (“Participating Funds”).

The fundamentals of reciprocity are not changing. When you work outside of Arizona, contributions that you earned out of state are sent back to the Arizona Pipe Trades Funds. These contributions are first applied to the Pension Fund so that you, wherever possible, may earn a full 1.0 pension credit in the Plan year. Any remaining amount of the incoming reciprocal contributions (which are referred to as “Excess Contributions”), are allocated between the Pension Fund and the DC Fund based on the contribution rates established in the Arizona Pipes Trade collective bargaining agreement..

Now, the transfer of Excess Contributions to the DC Plan will occur every month. From January 1, 2016 through February 28, 2018, Excess Contributions and earnings that accrued since receipt were transferred twice per year. If you worked out of state, you have been receiving semi-annual statements showing the reciprocal contributions on your behalf, the amount of contributions credited to the DC Fund, and the Plan Year for which the contributions were being credited. The Plan Year (recordkeeping period) is June 1 through May 31 for both the Pension Fund and the DC Fund.

Individual statements for each Employee who has worked within the jurisdiction of a Participating Funds will continue to be provided twice per year.

Sincerely,

BOARD OF TRUSTEES

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This document has been uploaded and is available on the participant website at www.azpipe.org