

**ANNUAL FUNDING NOTICE
FOR
CENTRAL LABORERS' PENSION FUND**

Introduction

This notice includes important information about the funding status of your multiemployer pension plan (the “Plan”). It also includes general information about the benefit payments guaranteed by the Pension Benefit Guaranty Corporation (“PBGC”), a federal insurance agency. All traditional pension plans (called “defined benefit pension plans”) must provide this notice every year regardless of their funding status. This notice does not mean that the Plan is terminating. It is provided for informational purposes, and you are not required to respond in any way. This notice is required by federal law. This notice is for the plan year beginning January 1, 2023, and ending December 31, 2023 (“Plan Year”).

How Well Funded Is Your Plan

The law requires the administrator of the Plan to tell you how well the Plan is funded, using a measure called the “funded percentage.” The Plan divides its assets by its liabilities on the Valuation Date for the Plan Year to get this percentage. In general, the higher the percentage, the better funded the Plan. The Plan’s funded percentage for the Plan Year and each of the two preceding Plan Years is shown in the chart below. The chart also states the value of the Plan’s assets and liabilities for the same period.

Funded Percentage			
	2023 Plan Year	2022 Plan Year	2021 Plan Year
Valuation Date	<i>January 1, 2023</i>	<i>January 1, 2022</i>	<i>January 1, 2021</i>
Funded Percentage	77.9%	74.9%	71.1%
Value of Assets	\$1,253,361,117	\$1,211,711,813	\$1,123,329,771
Value of Liabilities	\$1,608,669,389	\$1,616,908,474	\$1,579,884,107

Year-End Fair Market Value of Assets

The asset values in the chart above are measured as of the Valuation Date. They also are “actuarial values.” Actuarial values differ from market values in that they do not fluctuate daily based on changes in the stock or other markets. Actuarial values smooth out those fluctuations and can allow for more predictable levels of future contributions. Despite the fluctuations, market values tend to show a clearer picture of a plan’s funded status at a given point in time. The asset values in the chart below are market values and are measured on the last day of the Plan Year. The chart also includes the year-end market value of the Plan’s assets for each of the two preceding Plan Years.

	December 31, 2023	December 31, 2022	December 31, 2021
Fair Market Value of Assets	\$1,261,778,872*	\$1,162,208,929	\$1,305,931,678

*Preliminary

Endangered, Critical, or Critical and Declining Status

Under federal pension law, a plan generally is in “endangered” status if its funded percentage is less than 80%. A plan is in “critical” status if the funded percentage is less than 65% (other factors may also apply). A plan is in “critical and declining” status if it is in critical status and is projected to become insolvent (run out of money to pay benefits) within 15 years (or within 20 years if a special rule applies). If a pension plan enters endangered status, the trustees of the plan are required to adopt a funding improvement plan. Similarly, if a pension plan enters critical status or critical and declining status, the trustees of the plan are required to adopt a rehabilitation plan. Funding improvement and rehabilitation plans establish steps and benchmarks for pension plans to improve their funding status over a specified period of time. The plan sponsor of a plan in critical and declining status may apply for approval to amend the plan to reduce current and future payment obligations to participants and beneficiaries.

The Plan’s actuary certified that the Plan was in “endangered” status for the 2023 Plan Year because the Plan had a funded percentage of less than 80% as of January 1, 2023.

In an effort to improve the Plan's funding situation, the Trustees adopted a Funding Improvement Plan (“FIP”), with different Preferred and Default Schedules (“FIP Schedules”) for employers covered by different schedules of the previous Rehabilitation Plan, beginning January 1, 2016. The benchmarks of the FIP are:

- (i) to increase the Plan’s funded percentage so that the funded percentage as of the end of the funding improvement period equals or exceeds the sum of the funded percentage as of the beginning of the 2016 Plan Year (January 1 – December 31, 2016), plus 33 percent of the difference between 100 percent and such funded percentage (for the 2016 Plan Year); and
- (ii) to avoid an accumulated funding deficiency for the 2028 Plan Year, the last year of the funding improvement period.

The FIP’s benchmarks are expected to be achieved with the FIP Schedules. The preferred schedules maintain the benefit provisions in effect in 2016 and require increases in future supplemental contributions. The default schedules eliminate future benefit accruals and require a lesser increase in the future supplemental contributions.

You may obtain a copy of the FIP and FIP Schedules (including any updates, amendments or other modifications) and the actuarial and financial data that demonstrate the actions taken by the Plan toward fiscal improvement by contacting the Plan Administrator (see “Where to Get More Information” at the end of this notice).

The Plan’s actuary certified that the Plan is in neither endangered nor critical status for the Plan Year ending December 31, 2024; that is, the Plan is in the “Green Zone” as of January 1, 2024.

Participant Information

The total number of participants and beneficiaries covered by the Plan on the valuation date was 16,205. Of this number, 5,018 were current employees, 7,456 were retired and receiving benefits, and 3,731 were retired or no longer working for the employer and have a right to future benefits.

Funding & Investment Policies

Every pension plan must have a procedure to establish a funding policy for plan objectives. A funding policy relates to how much money is needed to pay promised benefits. The Plan's funding policy is to receive contributions made by employers pursuant to collective bargaining agreements with unions that represent the Plan's participants, which together with the investment earnings, are projected to fund the pension benefits described in the applicable plan documents in accordance with applicable law.

Pension plans also have investment policies. These generally are written guidelines or general instructions for making investment management decisions. The investment policy of the Plan delegates to various investment managers the authority to invest the assets of the Plan as required to achieve the long-range and short-term needs of the Plan in accordance with the applicable provisions of ERISA. The primary objectives of the investment policy are (i) to earn the highest possible total return consistent with risk prudent to the cash flow requirements of the Plan and (ii) to create a stream of investment returns to ensure the adequate funding of actuarially determined benefits through contributions and professional management of Plan assets.

In accordance with the Plan's investment policy, as of the end of the 2023 Plan Year, the Plan's assets were allocated among the following categories of investments. These allocations are percentages of total assets:

	Asset Allocations	Percentage
1.	Cash (interest bearing and non-interest bearing)	4.4%
2.	U.S. Government securities	4.9%
3.	Corporate debt instruments (other than employer securities):	
	• Preferred	0.0%
	• All other	4.7%
4.	Corporate stocks (other than employer securities):	
	• Preferred	0.0%
	• All other	41.2%
5.	Partnership/joint venture interests	33.9%
6.	Real estate (other than employer real property)	0.0%
7.	Loans (other than to participants)	0.0%
8.	Participant loans	0.0%
9.	Value of interest in common/collective trusts	3.3%
10.	Value of interest in pooled separate accounts	7.1%
11.	Value of interest in master trust investment accounts	0.0%
12.	Value of interest in 103-12 investment entities	0.0%
13.	Value of interest in registered investment companies (e.g., mutual funds)	0.0%
14.	Value of funds held in insurance co. general account (unallocated contracts)	0.0%
15.	Employer-related investments:	
	• Employer Securities	0.0%
	• Employer real property	0.0%
16.	Buildings and other property used in plan operation	0.0%
17.	Other	0.5%

For information about the Plan's investment in any of the following types of investments as described in the chart above – common/collective trusts, pooled separate accounts and master trust investment accounts – contact Mr. Kenton Day, Executive Director of Central Laborers' Pension Fund, at the address shown at the end of this notice.

Right to Request a Copy of the Annual Report

Pension plans must file annual reports with the US Department of Labor. The report is called the "Form 5500." These reports contain financial and other information. You may obtain an electronic copy of your Plan's annual report by going to www.efast.dol.gov and using the search tool. Annual reports also are available from the US Department of Labor, Employee Benefits Security Administration's Public Disclosure Room at 200 Constitution Avenue, NW, Room N-1513, Washington, DC 20210, or by calling 202-693-8673. Or you may obtain a copy of the Plan's annual report by making a written request to the Executive Director of the Plan. Annual reports do not contain personal information, such as the amount of your accrued benefit. You may get information about your accrued benefit by contacting Mr. Kenton Day, Executive Director of Central Laborers' Pension Fund, at the address shown at the end of this notice.

Summary of Rules Governing Insolvent Plans

Federal law has a number of special rules that apply to financially-troubled multiemployer plans that become insolvent, either as ongoing plans or plans terminated by mass withdrawal. The plan administrator is required by law to include a summary of these rules in the annual funding notice. A plan is insolvent for a plan year if its available financial resources are not sufficient to pay benefits when due for that plan year. An insolvent plan must reduce benefit payments to the highest level that can be paid from the plan's available resources. If such resources are not enough to pay benefits at the level specified by law (see "Benefit Payments Guaranteed by the PBGC," below), the plan must apply to the PBGC for financial assistance. The PBGC will loan the plan the amount necessary to pay benefits at the guaranteed level. Reduced benefits may be restored if the plan's financial condition improves.

A plan that becomes insolvent must provide prompt notice of its status to participants and beneficiaries, contributing employers, labor unions representing participants, and PBGC. In addition, participants and beneficiaries also must receive information regarding whether, and how, their benefits will be reduced or affected, including loss of a lump sum option.

Benefit Payments Guaranteed by the PBGC

The maximum benefit that the PBGC guarantees is set by law. Only benefits that you have earned a right to receive and that cannot be forfeited (called vested benefits) are guaranteed. There are separate insurance programs with different benefit guarantees and other provisions for single-employer plans and multiemployer plans. Your Plan is covered by the PBGC's multiemployer program. Specifically, the PBGC guarantees a monthly benefit payment equal to 100 percent of the first \$11 of the Plan's monthly benefit accrual rate, plus 75 percent of the next \$33 of the accrual rate, times each year of credited service. The PBGC's maximum guarantee, therefore, is \$35.75 per month times a participant's years of credited service.

Example 1: If a participant with 10 years of credited service has an accrued monthly benefit of \$600, the accrual rate for purposes of determining the PBGC guarantee would be determined by dividing the monthly benefit by the participant's years of service ($\$600/10$), which equals \$60. The guaranteed amount for a \$60 monthly accrual rate is equal to the sum of \$11 plus $\$24.75$ ($.75 \times \$33$), or \$35.75. Thus, the participant's guaranteed monthly benefit is \$357.50 ($\35.75×10).

Example 2: If the participant in Example 1 has an accrued monthly benefit of \$200, the accrual rate for purposes of determining the guarantee would be \$20 (or \$200/10). The guaranteed amount for a \$20 monthly accrual rate is equal to the sum of \$11 plus \$6.75 (.75 x \$9), or \$17.75. Thus, the participant's guaranteed monthly benefit would be \$177.50 (\$17.75 x 10).

The PBGC guarantees pension benefits payable at normal retirement age and some early retirement benefits. In addition, the PBGC guarantees qualified preretirement survivor benefits (which are preretirement death benefits payable to the surviving spouse of a participant who dies before starting to receive benefit payments). In calculating a person's monthly payment, the PBGC will disregard any benefit increases that were made under a plan within 60 months before the earlier of the plan's termination or insolvency (or benefits that were in effect for less than 60 months at the time of termination or insolvency). Similarly, the PBGC does not guarantee benefits above the normal retirement benefit, disability benefits not in pay status, or non-pension benefits, such as health insurance, life insurance, death benefits, vacation pay, or severance pay.

For additional information about the PBGC and the pension insurance program guarantees, go to the Multiemployer Page on PBGC's website at www.pbgc.gov/prac/multiemployer, or call PBGC toll-free at 800-400-7242 (TTY/TDD users may call the Federal relay service toll free at 800-877-8339 and ask to be connected to 800-400-7242).

Please contact your employer or plan administrator for specific information about your pension plan or pension benefit. PBGC does not have that information. See "Where to Get More Information," below.

Where to Get More Information

For more information about this notice, you may contact the individual below:

Mr. Kenton Day
Executive Director
Central Laborers' Pension Fund
P.O. Box 1267
Jacksonville, IL 62651-1267
217-479-3600

Additional information regarding the Fund (e.g., the Fund's summary plan description, prior Funding Improvement Plans and/or Rehabilitation Plans, and other required statutory notices) may be obtained from the Fund's website (www.central-laborers.com).

For identification purposes, the official plan number is 001 and the plan sponsor's name and employer identification number or "EIN" is Board of Trustees of Central Laborers' Pension Fund and 37-6052379.