

## Road Carriers Local 707 Pension Fund

### Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

#### Line 4i - Schedule of Assets (Held at end of Year) - Continued

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Common Stocks - Continued</b>						
	ROBERT HALF INTERNATIONAL INC	USD	409	50	52,359	100,420
	ROCKWELL AUTOMATION INC	USD	1,829	117	35,379	42,329
	ROCKWELL COLLINS INC	USD	868	77	150,622	154,422
	ROYAL CARIBBEAN CRUISES LTD	USD	423	64	37,660	37,618
	RPX CORP	USD	4,300	15	135,839	122,659
	RYDER SYSTEM INC	USD	2,027	90	64,900	130,993
	SANDISK CORP	USD	1,450	98	59,444	100,605
	SCANSOURCE INC	USD	3,250	39	107,227	150,304
	SCHLUMBERGER LTD	USD	3,145	110	178,994	306,992
	SCRIPPS NETWORKS INTERACTIVE I	USD	5,200	80	29,015	42,167
	SKYWORKS SOLUTIONS INC	USD	1,875	57	47,086	122,512
	SOCIEDAD QUIMICA Y MINERA DE C	USD	3,900	27	205,339	186,184
	SOUTHWEST AIRLINES CO	USD	7,261	32	108,151	113,860
	STURM RUGER & CO INC	USD	9,000	50	46,907	47,890
	SUNCOR ENERGY INC	USD	1,103	41	178,639	235,240
	SYNOPSIS INC	USD	1,430	41	87,173	106,667
	TALISMAN ENERGY INC	USD	2,765	10	32,343	19,888
	TD AMERITRADE HOLDING CORP	USD	1,100	33	99,912	109,230
	TE CONNECTIVITY LTD	USD	3,015	63	71,601	97,593
	TECK RESOURCES LTD	USD	7,225	23	66,441	42,069
	TENARIS SA	USD	693	44	165,432	192,705
	TEXAS INSTRUMENTS INC	USD	4,959	46	99,336	102,238
	THE PRICELINE GROUP INC/THE	USD	3,150	1,244	61,236	99,545
	THE PRICELINE GROUP INC/THE	USD	3,025	1,244	61,101	108,255
	TIME WARNER CABLE INC	USD	2,089	148	108,522	119,232
	TIME WARNER INC	USD	2,535	77	38,215	47,682
	TJX COS INC	USD	1,569	60	174,631	193,733
	UBS AG SHS NEW	USD	1,523	18	58,355	42,069
	UNIFIRST CORP/MA	USD	4,200	97	64,225	60,594
	UNILEVER NV	USD	2,777	42	73,388	109,305
	UNION PACIFIC CORP	USD	4,250	105	38,726	107,165
	UNITED PARCEL SERVICE INC	USD	6,175	97	96,273	95,091
	UNITEDHEALTH GROUP INC	USD	871	87	111,436	174,574
	US BANCORP	USD	493	42	97,295	165,103
	VALE SA	USD	2,550	13	217,483	99,583
	VALMONT INDUSTRIES INC	USD	2,737	141	174,781	165,381
	VARIAN MEDICAL SYSTEMS INC	USD	1,575	85	179,498	206,174
	VARIAN MEDICAL SYSTEMS INC	USD	900	85	117,795	135,607
	VERIZON COMMUNICATIONS INC	USD	2,815	50	181,532	183,537
	VIACOM INC	USD	3,300	81	30,473	45,687
	VISA INC	USD	6,648	213	140,344	158,327
	VISA INC	USD	2,248	213	76,306	101,585
	VISA INC	USD	857	213	17,901	52,917
	VISA INC	USD	270	90	51,033	58,512
	WALT DISNEY CO/THE	USD	5,204	90	98,413	109,654
	WALT DISNEY CO/THE	USD	4,425	24	210,185	318,038
	WEATHERFORD INTL PLC ORD SHS	USD	1,400	117	108,976	107,539
	WELLPOINT INC	USD	2,200	51	83,935	135,442
	WELLS FARGO & CO	USD	1,200	103	22,964	112,693
	WESTERN DIGITAL CORP	USD	475	45	53,768	54,804
	WISCONSIN ENERGY CORP	USD	6,475	52	137,149	167,136
	WOODWARD INC	USD	1,650	48	42,016	44,047
	WR BERKLEY CORP	USD	937	48	98,344	186,148
	WR BERKLEY CORP	USD	1,495	81	54,440	57,953
	WYNDHAM WORLDWIDE CORP	USD	1,240	14	54,567	56,041
	XEROX CORP	USD	1,479	50	6,518	10,069
	YARA INTERNATIONAL ASA	USD	1,479	29	76,268	95,348
	ZIONS BANCCORPORATION	USD	1,708			
	<b>Total Common Stocks</b>				<b>20,543,039</b>	<b>27,591,519</b>

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

### Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

#### Line 4i - Schedule of Assets (Held at end of Year) - Continued

##### LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

(a)	(b)(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>U.S. Government and Governmental Agencies Obligations</b>						
	FEDERAL HOME LN MTG CORP	USD	400,000	101	415,150	404,832
	FEDERAL NATL MTG ASSN	USD	825,000	103	875,780	850,649
	FEDERAL NATL MTG ASSN	USD	1,350,000	100	1,351,085	1,351,472
	FEDERAL NATL MTG ASSN	USD	1,100,000	100	1,100,232	1,101,188
	FEDERAL NATL MTG ASSN	USD	725,000	99	709,776	714,995
	FEDERAL NATL MTG ASSN	USD	550,000	98	534,012	539,616
	FEDERAL NATL MTG ASSN	USD	550,000	98	534,012	539,616
	FEDERAL NATL MTG ASSN	USD	1,120,000	102	1,174,780	1,142,176
	FEDERAL NATL MTG ASSN	USD	528,670	101	533,709	538,092
	FHLMC POOL #G1-4649	USD	532,576	101	536,786	540,053
	FHLMC POOL #J2-3303	USD	1,200,000	104	1,259,373	1,244,292
	U S TREASURY NOTE	USD	1,300,000	101	1,319,957	1,319,396
	U S TREASURY NOTE	USD	820,000	104	863,008	853,636
	U S TREASURY NOTE	USD	900,000	101	906,750	908,082
	U S TREASURY NOTE	USD	1,350,000	100	1,350,316	1,358,116
	U S TREASURY NOTE	USD	468,278	11	5,005,893	5,010,572
	VANGUARD SHORT-TERM TREASURY F	USD				
	<b>Total U.S. Government and Governmental Agencies Obligations</b>				<u>17,836,559</u>	<u>17,873,167</u>
<b>Mutual Fund</b>						
	VANGUARD INSTITUTIONAL INDEX F	USD	31,844	184	4,019,730	5,830,653
	FIDELITY ADV INFL	USD	404,694	13	5,002,035	5,058,675
	<b>Total Mutual Funds</b>				<u>9,021,765</u>	<u>10,889,328</u>
<b>REIT</b>						
	EQUITY REAL ESTATE SECURITIES	USD	51,420	113	4,004,596	5,812,526
					<u>4,004,596</u>	<u>5,812,526</u>
<b>Short-term Investments</b>						
	COLLECTIVE US GOV'T STIF 20	USD	10,244,802	1	10,244,802	10,244,802
	<b>Total Investments</b>				<u>\$ 70,324,744</u>	<u>\$ 80,883,448</u>

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

Supplemental Schedule Required Under ERISA and  
Department of Labor Regulations  
Schedule H  
August 31, 2014

### Line 4j - Schedule of Reportable Transactions

(b)/(c) Identity of Party Involved/ Description of Assets	(c) Purchase Price	(d) Selling Price	(g) Cost	(h) Current Value of Assets on Transaction Date	(i) Net Gain or (Loss)
<b>Single Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 7,755,903	\$ -	\$ 7,755,903	\$ 7,755,903	\$ -
Collective US Govt Stif 4	6,766,000		6,766,000	6,766,000	-
Collective US Govt Stif 4	-	5,652,706	5,652,706	5,652,706	-
Collective US Govt Stif 4	9,679,897	-	9,679,897	9,679,897	-
Collective US Govt Stif 4	6,448,721	-	6,448,721	6,448,721	-
Collective US Govt Stif 4	9,243,481	-	9,243,481	9,243,481	-
Collective US Govt Stif 4	-	19,243,481	19,243,481	19,243,481	-
<b>Series of Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 9,637,108	\$ -	\$ 9,637,108	\$ 9,637,108	\$ -
Collective US Govt Stif 4	-	18,194,436	18,194,436	18,194,436	-
Collective US Govt Stif 4	104,266,817	-	104,266,817	104,266,817	-
Collective US Govt Stif 4	-	94,022,017	94,022,017	94,022,017	-
Commit to Pur Mutual Fund	10,000,000	-	10,000,000	10,000,000	-
Commit to Pur Mutual Fund	-	10,000,000	10,000,000	10,000,000	-

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

### Supplementary Information - Schedules of Administrative Expenses

	Years Ended August 31,	
	2014	2013
Insurance	\$ 478,007	\$ 355,426
Legal fees	309,416	191,676
Payroll	116,212	122,020
Accounting and audit fees	103,482	103,258
Actuarial and pension consulting	103,235	63,980
Employee benefits	66,297	66,713
Pension Benefit Guaranty Corporation premiums	56,527	43,829
Rent	35,084	34,798
Data processing	23,073	21,738
Administrator reimbursement	23,020	22,998
Stationery, printing, and office supplies	20,761	19,528
Trustees' meetings expense	12,286	6,094
Payroll taxes	10,786	10,292
Postage	7,192	9,156
Telephone	5,461	5,831
Compliance payroll audits	5,038	5,425
Depreciation	2,368	2,484
Conferences	1,835	3,385
Office equipment rental	953	-
	<b>\$ 1,381,033</b>	<b>\$ 1,088,631</b>

*See Independent Auditor's Report.*

Schedule MB (2013), Line 5 –  
 Reorganization Status Worksheet  
 Road Carriers Local 707 Pension Plan  
 EIN: 51-6106510 PN: 001

**Reorganization (IRC Section 418)**

Reorganization status is determined based on whether or not the amortization of unfunded vested benefits is greater than the net charge to the Funding Standard Account. The unfunded vested benefits are calculated using adjusted assets and the vested benefit liability as of the end of the Base Year. The Base Year is determined based on a two prong test:

Test

1. The Plan year ending at least six months prior a "relevant CBA" start date. A relevant CBA is one in effect for at least six months of the current Plan year but not in effect for more than 36 months. Or, if there is no relevant CBA,
2. The Plan year ending at least 12 months prior to the beginning of the current Plan year, (8/31/2012 for the Plan Year ending 8/31/2014)

The earliest relevant CBA is with Hudson News Newburgh, effective 3/1/2013. Therefore the Base Plan Year is the Plan Year ending 8/31/2012.

As of 8/31/2012 (End of the Base Year)

	Vested Benefit <u>Liability</u>	Adjusted <u>Assets</u>	Unfunded Vested Benefit <u>Liability</u>	Vested Benefits Amortization <u>Charge</u>
A. Retired	\$436,689,007	\$136,694,135	\$299,994,872	\$38,088,219
B. Non-retired	<u>188,319,463</u>	-	<u>188,319,463</u>	<u>13,601,414</u>
C. Total	\$ 625,008,470	\$136,694,135	\$488,314,335	\$51,689,633

Net charge to the Funding Standard Account

D. Normal Cost	\$ 4,394,659
E. Amortization Charges	59,861,926
F. Amortization Credits	<u>(12,999,215)</u>
G. Total	\$51,257,370
H. Reorganization Index (C - G)	\$ 432,263

Schedule MB (2013), Line 4c --  
Documentation Regarding Progress Under Rehabilitation Plan

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Therefore, after considering and rejecting as unfeasible various scenarios intended to meet the benchmarks of the Pension Protection Act, the Trustees selected a Rehabilitation Plan intended to comply with the provisions of IRC §432(e)(3)(A)(ii) in order to forestall insolvency. The Plan has taken reasonable measures to improve its funding status.

As per IRC §432(b)(3)(A)(ii), we have certified the Plan is meeting its scheduled progress.

Schedule MB (2013)  
Statement By Enrolled Actuary

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

***Employer Contributions (line 3)***

The employer contributions shown in line 3 of the Schedule MB were contributed or accrued throughout the plan year for work performed during the plan year and were assumed to be paid at the end of the month.

***Illustration Supporting Actuarial Certification of Status (line 4a)***

Attached is a copy of the PPA Zone Certification along with a graph showing the Plan's funded percentage and a projection of the funding standard account.

***Documentation Regarding Progress under Rehabilitation Plan (line 4c)***

See attached.

***Reorganization Status Explanation and Worksheet (line 5)***

Attached is documentation regarding the Plan's reorganization status.

***Actuarial Assumptions and Methods (line 6)***

Attached is a summary of the actuarial assumptions and methods used to perform the most recent valuation. The actuarial assumptions and methods used in this valuation differ from those used in the prior valuation in the following respects:

- The interest rate assumption was changed from 6.5% to 5.75%.
- Administrative expenses were decreased from \$1,400,000 to \$1,300,000.

***Plan Provisions (line 6)***

Attached is a summary of the plan provisions valued. The plan provisions underlying this valuation do not differ from those underlying the prior valuation.

***Schedule of Active Participant Data (line 8b)***

Attached is a schedule of active participant data.

***Schedule of Funding Standard Account Bases (line 9)***

Attached is a schedule of minimum funding amortization bases maintained pursuant to IRC Section 431.

***Justification for Change in Actuarial Assumption (line 11)***

***Actuary's Statement of Reliance***

In completing this Schedule MB, the enrolled actuary has relied upon the correctness of the financial information presented in the pension fund audit and upon the accuracy and completeness of participant census data provided by the Plan administrator.

**SCHEDULE MB  
(Form 5500)**

Department of the Treasury  
Internal Revenue Service  
Department of Labor  
Employee Benefits Security Administration  
Pension Benefit Guaranty Corporation

**Multiemployer Defined Benefit Plan and Certain  
Money Purchase Plan Actuarial Information**

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code).

► File as an attachment to Form 5500 or 5500-SF.

OMB No. 1210-0110

**2013**

This Form is Open to Public Inspection

For calendar plan year 2013 or fiscal plan year beginning 09/01/2013 and ending 08/31/2014

► Round off amounts to nearest dollar.

► Caution: A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

**A** Name of plan

The Road Carriers - Local 707 Pension Plan

**C** Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF

Board Of Trustees Road Carriers Local 707 Pension Fund

**B** Three-digit plan number (PN) ►

001

**D** Employer Identification Number (EIN)  
51-6106510

**E** Type of plan: (1)  Multiemployer Defined Benefit (2)  Money Purchase (see instructions)

**1a** Enter the valuation date: Month 9 Day 1 Year 2013

**b** Assets

(1) Current value of assets .....  
(2) Actuarial value of assets for funding standard account.....

1b(1)	115,338,672
1b(2)	114,727,566
1c(1)	676,414,928

**c** (1) Accrued liability for plan using immediate gain methods .....  
(2) Information for plans using spread gain methods:

(a) Unfunded liability for methods with bases .....  
(b) Accrued liability under entry age normal method.....  
(c) Normal cost under entry age normal method .....

1c(2)(a)	
1c(2)(b)	
1c(2)(c)	
1c(3)	676,414,928

**d** Information on current liabilities of the plan:

(1) Amount excluded from current liability attributable to pre-participation service (see instructions) .....  
(2) "RPA '94" information:  
(a) Current liability.....  
(b) Expected increase in current liability due to benefits accruing during the plan year.....  
(c) Expected release from "RPA '94" current liability for the plan year.....  
(3) Expected plan disbursements for the plan year.....

1d(1)	
1d(2)(a)	893,583,171
1d(2)(b)	4,327,532
1d(2)(c)	
1d(3)	47,367,089

**Statement by Enrolled Actuary**

To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

**SIGN  
HERE**

Redacted by the U.S. Department of the Treasury

Signature of actuary

Craig A. Voelker

Type or print name of actuary

3/17/2015

Date

14-05537

Most recent enrollment number

Redacted by the

Redacted by the U.S. Department of the Treasury

Firm name

Telephone number (including area code)

Address of the firm

NJ 08034

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500 or Form 5500-SF.

Schedule MB (Form 5500) 2013 v. 130116

Schedule MB (2013), Line 11 –  
Justification For Change In Actuarial Assumptions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

The interest rate assumption was changed from 6.5% to 5.75% in order to better reflect anticipated returns on investments.

The administrative expense assumption was changed from \$1,400,000 to \$1,300,000 in order to better model future expenses.

Schedule MB (2013) Lines 9c and 9h –  
Schedule of Funding Standard Account Bases

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Amortization Charges as of September 1, 2013**

Date Established: <u>September 1</u>	<u>Base Type</u>	<u>Outstanding Balance</u>	<u>Years Remaining</u>	<u>Amortization Amount</u>
1990	Combined Bases	\$ 33,587,511	6	\$ 6,408,403
1991	Plan Amendment	13,992,864	13	1,472,940
1991	Method Change	3,928,570	8	592,337
1992	Plan Amendment	5,749,231	14	575,879
1992	Assumption Change	1,841,196	14	184,426
1994	Plan Amendment	6,054,754	16	556,867
1994	Loss	337,648	1	337,648
1996	Plan Amendment	4,289,963	18	367,661
1997	Plan Amendment	4,608,354	19	382,950
1997	Assumption Change	1,528,142	19	126,987
1998	Plan Amendment	15,804,698	20	1,276,683
1998	Assumption Change	12,674,273	20	1,023,812
1998	Loss	6,412,418	5	1,429,737
1999	Plan Amendment	3,255,545	21	256,213
2000	Plan Amendment	29,854,431	22	2,293,762
2000	Assumption Change	388,937	22	29,883
2001	Loss	41,006,763	8	6,182,861
2002	Loss	37,529,323	9	5,161,007
2004	Loss	22,595,799	11	2,674,675
2005	Loss	21,254,019	12	2,364,526
2006	Loss	12,530,743	13	1,319,032
2007	Loss	1,493,051	14	149,553
2008	Loss	2,578,970	15	247,014
2008	Assumption Change	21,866,524	15	2,094,379
2009	Loss	37,141,836	11	4,396,496
2010	Loss	14,177,437	12	1,577,251
2010	Assumption Change	20,749,959	12	2,308,449
2011	Loss	10,789,766	13	1,135,770
2011	Assumption Change	65,680,718	13	6,913,792
2012	Loss	10,414,487	14	1,043,179
2013	Loss	5,098,103	15	488,297
2013	Assumption Change	<u>46,872,520</u>	15	<u>4,489,457</u>
<b>Total Charges</b>		<b>\$ 516,088,553</b>		<b>\$ 59,861,926</b>

Schedule MB (2013) Lines 9c and 9h --  
Schedule of Funding Standard Account Bases

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Amortization Credits as of September 1, 2013**

<u>Date</u>	<u>Base Type</u>	<u>Outstanding Balance</u>	<u>Years Remaining</u>	<u>Amortization Amount</u>
Established: September 1 1991	Assumption Change	\$(12,239,495)	8	\$(1,845,430)
1999	Gain	(2,447,847)	1	(2,447,847)
1999	Assumption Change	(3,031,186)	16	(278,784)
2000	Gain	(3,645,291)	2	(1,873,582)
2003	Gain	(1,273,659)	5	(283,980)
2004	Plan Amendment	(6,001,051)	21	(472,286)
2005	Plan Amendment	(7,485,321)	22	(575,109)
2008	Method Change	(18,543,590)	10	(2,354,348)
2009	Plan Amendment	<u>(24,227,746)</u>	11	<u>(2,867,849)</u>
Total Credits		\$(78,895,186)		\$(12,999,215)
Net Charges/(Credits)		\$ 437,193,367		\$ 46,862,711

**Equation of Balance**

A. Net Outstanding Balance of Bases	\$ 437,193,367
B. Credit Balance	<u>\$ (124,493,995)</u>
C. Unfunded Actuarial Accrued Liability (A-B)	\$ 561,687,362





Schedule MB (2013), Line #6  
Summary of Plan Provisions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Normal Retirement Pension:**

Eligibility Age 65 with 5 years of plan participation.

Amount As accrued through 12/31/2004 plus 0.6% of hourly contributions with no cap and decreasing annually. When combined with the required contribution increases, target accruals increase 4% per year until equivalent to \$115 per hour as follows:

Eff. <u>Jan. 1</u>	Accrual <u>Rate</u>
2009	0.6000%
2010	0.5694%
2011	0.5445%
2012	0.5241%
2013	0.5072%
2014	0.4979%
2015	0.4903%
2016	0.4842%
2017	0.4610%
2018	0.4399%

Normal Form Life only

**Early Pension:**

Eligibility Age 55 with 15 years of pension service. Must have at least two quarters under Local 707.

Amount Normal Retirement Pension benefit reduced 1/2 of 1% for each month prior to Normal Pension date.

**Service Pension:**

Eligibility 25 Pension Credits who have attained age 57 or Participants with 30 Pension Credits at any age.

Amount Normal Retirement Pension benefit unreduced at age 57. Reduced by 1/2% for each month by which retirement precedes age 57.

**Bridge Benefit:**

Eligibility Must meet one of the two rules below:

- 30 years of pension service
- Age 57 and 25 years of pension service

At least 18 years of service must be under Local 707.

Amount \$200 plus \$100 for each full year of pension service after the later of eligibility or 1/1/2005. Payable until age 65 or death if earlier.

Schedule MB (2013), Line #6  
Summary of Plan Provisions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Disability:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Vested Pension:**

Eligibility 5 years of vesting service.

Amount Normal Retirement Pension deferred to Normal Retirement Pension age.

**Pre-Pension Surviving Spouse Pension:**

Eligibility Vested and married for one year at death.

Amount 50% of the benefit the participant would have received had he or she retired the day before he or she died and elected the joint and 50% survivor option. If the participant died prior to eligibility for an early retirement pension, the spouse's benefit is deferred to the participant's earliest retirement date.

**Post-Pension \$10,000 Death Benefit:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Post-Pension \$2,500 Death Benefit:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Grandfathering:** A participant with pension service earned after 2004 has all optional forms reduced for actuarial equivalence using 7% interest and unisex mortality as in Revenue Ruling 95-6 (except lump sums calculated on the Code Section 417(c)(3) basis). In no event is the optional form less than that calculated as of 1/1/05.

A participant who has no pension service earned after 2004 has husband and wife options calculated using the formula stated in the plan document.

**Optional Forms of Benefit:** The following optional forms of benefit are actuarial equivalent to the normal form of benefit

- 50% J&S
- 50% J&S with "Pop-Up"
- 75% J&S
- 75% J&S with "Pop-Up"
- 100% J&S
- 100% J&S with "Pop-Up"

Schedule MB (2013), Line #6 –  
Statement of Actuarial Assumptions & Methods

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Summary of Assumptions

Mortality																													
Healthy	RP-2000 healthy mortality set forward three years using Scale BB improvement from 2000																												
Disability	RP-2000 disabled mortality set forward three years using Scale BB improvement from 2000																												
Withdrawal	Crocker-Sarason-Straight T-3																												
Disability	SOA 1973 Transactions, XXVI																												
Retirement Age																													
Actives	Sample rates as follows with an additional 70% when participant is first eligible for an unreduced Early Retirement:																												
	<table border="0" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th style="text-decoration: underline;">Age</th> <th style="text-decoration: underline;">Rate</th> <th style="text-decoration: underline;">Age</th> <th style="text-decoration: underline;">Rate</th> </tr> </thead> <tbody> <tr> <td>55</td> <td>2%</td> <td>61</td> <td>10%</td> </tr> <tr> <td>56</td> <td>2%</td> <td>62</td> <td>30%</td> </tr> <tr> <td>57</td> <td>20%</td> <td>63</td> <td>10%</td> </tr> <tr> <td>58</td> <td>5%</td> <td>64</td> <td>10%</td> </tr> <tr> <td>59</td> <td>5%</td> <td>65</td> <td>100%</td> </tr> <tr> <td>60</td> <td>10%</td> <td></td> <td></td> </tr> </tbody> </table>	Age	Rate	Age	Rate	55	2%	61	10%	56	2%	62	30%	57	20%	63	10%	58	5%	64	10%	59	5%	65	100%	60	10%		
Age	Rate	Age	Rate																										
55	2%	61	10%																										
56	2%	62	30%																										
57	20%	63	10%																										
58	5%	64	10%																										
59	5%	65	100%																										
60	10%																												
Inactive Vested	Based upon Pension Service as follows: <ul style="list-style-type: none"> <li>• Less than 15 years: age 65</li> <li>• 15-25 years: age 60</li> <li>• 25 or more years: age 57 or immediately if over age 57</li> </ul>																												
Future Employment	1,629,375 total hours (1,875 per active)																												
Definition of Active	Any participant completing 250 hours of service in covered employment in a calendar year, excluding those who have retired as of the valuation date																												
Percent Married	80%																												
Age of Spouse	Females are 3 years younger than their spouses																												
Net Investment Return	5.75%																												
Administrative Expenses	\$1,300,000 payable in the middle of the year																												
Load	A 5% load to active liabilities and normal cost to cover reciprocal retirements.																												

Schedule MB (2013), Line #6 --  
Statement of Actuarial Assumptions & Methods

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Actuarial Value of Assets      The market value of assets less unrecognized returns in each of the last four years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a four year period. The actuarial value is further adjusted, if necessary, to be within 20% of the market value.

Actuarial Cost Method      Traditional Unit Credit.

RPA '94 Current Liability Assumptions

Interest      3.61%

Mortality

Healthy      Mortality: RP-2000 per IRC §1.430(h)(3)-1

Disabled      Mortality: RP-2000 per IRC §1.430(h)(3)-1

Assumption Changes

Net Investment Return      From 6.5% last year to 5.75%.

Schedule MB (2013), Line 5 -  
 Reorganization Status Worksheet  
 Road Carriers Local 707 Pension Plan  
 EIN: 51-6106510 PN: 001

**Reorganization (IRC Section 418)**

Reorganization status is determined based on whether or not the amortization of unfunded vested benefits is greater than the net charge to the Funding Standard Account. The unfunded vested benefits are calculated using adjusted assets and the vested benefit liability as of the end of the Base Year. The Base Year is determined based on a two prong test:

Test

1. The Plan year ending at least six months prior a "relevant CBA" start date. A relevant CBA is one in effect for at least six months of the current Plan year but not in effect for more than 36 months. Or, if there is no relevant CBA,
2. The Plan year ending at least 12 months prior to the beginning of the current Plan year, (8/31/2012 for the Plan Year ending 8/31/2014)

The earliest relevant CBA is with Hudson News Newburgh, effective 3/1/2013. Therefore the Base Plan Year is the Plan Year ending 8/31/2012.

As of 8/31/2012 (End of the Base Year)

	Vested Benefit Liability	Adjusted Assets	Unfunded Vested Benefit Liability	Vested Benefits Amortization Charge
A. Retired	\$436,689,007	\$136,694,135	\$299,994,872	\$38,088,219
B. Non-retired	<u>188,319,463</u>	-	<u>188,319,463</u>	<u>13,601,414</u>
C. Total	\$ 625,008,470	\$136,694,135	\$488,314,335	\$51,689,633

Net charge to the Funding Standard Account

D. Normal Cost	\$ 4,394,659
E. Amortization Charges	59,861,926
F. Amortization Credits	<u>(12,999,215)</u>
G. Total	\$51,257,370
H. Reorganization Index (C - G)	\$ 432,263

Schedule MB (2013), LINE #4a –  
Illustration Supporting Actuarial Certification of Status

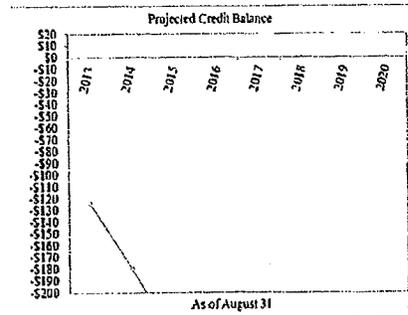
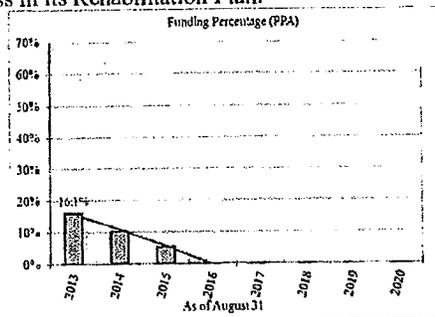
**Zone Certification**  
**as of September 1, 2013 for**  
**Road Carriers Local 707 Pension Plan**  
**EIN: 51-6106510/PN: 001**

Initial Critical Zone Certification: September 1, 2008  
Adoption Period: 11/30/2008 – 8/31/2011  
Rehabilitation Period: 9/1/2011 – 8/31/2024

Based on the following actuarial measures, the Plan is classified as “Critical” (Red Zone) as per the Pension Protection Act.

- The Plan has not passed the “Emergence Test.” The Plan is projected to have a funding deficiency within the nine years succeeding the current Plan year.

After considering and rejecting as unreasonable various scenarios intended to meet the benchmarks of the Pension Protection Act, the Trustees selected a Rehabilitation Plan intended to comply with the provisions of IRC §432(e)(3)(A)(ii). Based upon the provisions of IRC §432(e)(3)(A)(ii), the Plan is making required progress in its Rehabilitation Plan.



This certification was prepared on behalf of the Road Carriers Local 707 Pension Plan based on employee data, asset statements and plan documents provided by the Plan Sponsor or its representatives. We relied upon the data as submitted, without formal audit. However, the data was tested for reasonableness, and we have no reason to believe that any other information which would have had a material effect on the results of this valuation was overlooked.

Therefore, to the best of our knowledge and belief, the information presented in this certification is complete and accurate, and each assumption used represents our best estimate of anticipated experience under the Plan.

The assumptions used are those used in the August 31, 2012 actuarial valuation.

**Certified by:**

Redacted by the U.S. Department of the Treasury

Craig A. Voelker, FSA, MAAA, EA

Redacted by the U.S. Department of the Treasury

November 29, 2013

**On Behalf of Plan Sponsor:**

Board of Trustees  
Road Carriers Local 707 Pension Plan  
14 Front Street  
Hempstead, NY 11550  
Phone (516) 560-8501

## Road Carriers Local 707 Pension Fund

Supplemental Schedule Required Under ERISA and  
Department of Labor Regulations  
Schedule H  
August 31, 2014

### Line 4j - Schedule of Reportable Transactions

(b)/(c) Identity of Party Involved/ Description of Assets	(c) Purchase Price	(d) Selling Price	(g) Cost	(h) Current Value of Assets on Transaction Date	(i) Net Gain or (Loss)
<b>Single Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 7,755,903	\$ -	\$ 7,755,903	\$ 7,755,903	\$ -
Collective US Govt Stif 4	6,766,000		6,766,000	6,766,000	-
Collective US Govt Stif 4	-	5,652,706	5,652,706	5,652,706	-
Collective US Govt Stif 4	9,679,897	-	9,679,897	9,679,897	-
Collective US Govt Stif 4	6,448,721	-	6,448,721	6,448,721	-
Collective US Govt Stif 4	9,243,481	-	9,243,481	9,243,481	-
Collective US Govt Stif 4	-	19,243,481	19,243,481	19,243,481	-
<b>Series of Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 9,637,108	\$ -	\$ 9,637,108	\$ 9,637,108	\$ -
Collective US Govt Stif 4	-	18,194,436	18,194,436	18,194,436	-
Collective US Govt Stif 4	104,266,817	-	104,266,817	104,266,817	-
Collective US Govt Stif 4	-	94,022,017	94,022,017	94,022,017	-
Commit to Pur Mutual Fund	10,000,000	-	10,000,000	10,000,000	-
Commit to Pur Mutual Fund	-	10,000,000	10,000,000	10,000,000	-

See Independent Auditor's Report.

# Road Carriers Local 707 Pension Fund

## Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

### Line 4i - Schedule of Assets (Held at end of Year)

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Corporate Bonds</b>						
	APPLE INC	USD	425,000	98	\$ 411,421	\$ 416,657
	BANK OF MONTREAL	USD	420,000	99	418,567	416,303
	BANK OF NEW YORK MELLON CORP/T	USD	360,000	115	414,468	412,912
	BANK OF NOVA SCOTIA	USD	420,000	99	413,721	415,888
	BERKSHIRE HATHAWAY FINANCE COR	USD	360,000	113	414,623	407,203
	CATERPILLAR INC	USD	305,000	124	399,583	378,128
	CHARLES SCHWAB CORP/THE	USD	400,000	102	405,904	406,703
	CHUBB CORP/THE	USD	355,000	114	436,648	404,446
	CISCO SYSTEMS INC	USD	410,000	101	410,275	412,836
	CORP ANDINA DE FOMENTO	USD	390,000	104	409,752	404,713
	EMC CORP/MA	USD	415,000	100	413,968	416,071
	GENERAL ELECTRIC CAPITAL CORP	USD	350,000	118	413,763	412,138
	INTEL CORP	USD	400,000	100	393,404	399,765
	JOHN DEERE CAPITAL CORP	USD	375,000	103	388,553	385,530
	ORACLE CORP	USD	400,000	100	401,668	401,200
	SIMON PROPERTY GROUP LP	USD	400,000	101	405,040	404,728
	STATE STREET CORP	USD	375,000	104	393,690	388,185
	TORONTO-DOMINION BANK	USD	410,000	100	409,000	409,094
	TRAVELERS COS INC/THE	USD	340,000	114	408,142	385,978
	WACHOVIA CORP	USD	340,000	114	404,699	386,458
	WESTPAC BANKING CORP	USD	400,000	102	407,096	407,180
	<b>Total Corporate Bonds</b>				<b>8,573,983</b>	<b>8,472,106</b>
<b>Common Stocks</b>						
	ABBOTT LABORATORIES	USD	2,360,000	42.2400	85,542	99,686
	ACCENTURE PLC	USD	2,793,000	61.0600	173,730	226,401
	ACE LIMITED SHS	USD	684,000	106.3300	37,432	72,730
	ACTIVISION BLIZZARD INC	USD	2,420,000	23.5400	54,406	56,967
	ADVANCE AUTO PARTS INC	USD	972,000	136.4200	79,945	132,600
	AGRIUM INC	USD	400,000	94.6300	26,802	37,852
	ALASKA AIR GROUP INC	USD	2,058,000	46.3400	81,207	95,388
	ALLEGION PLC	USD	933,000	51.4300	20,334	47,984
	ALLERGAN INC/UNITED STATES	USD	1,267,000	163.6800	165,030	207,383
	ALLERGAN INC/UNITED STATES	USD	570,000	163.6800	55,474	93,298
	ALLSTATE CORP/THE	USD	814,000	61.4900	41,707	50,053
	AMERICAN EXPRESS CO	USD	1,098,000	89.5500	45,199	98,326
	AMETEK INC	USD	1,830,000	52.9400	91,340	96,860
	AMPHENOL CORP	USD	493,000	103.0100	39,683	50,784
	ANIXTER INTERNATIONAL INC	USD	2,500,000	89.2300	164,521	223,075
	ANIXTER INTERNATIONAL INC	USD	1,924,000	101.8300	161,861	195,921
	APACHE CORP	USD	1,999,000	102.5000	127,522	204,898
	APPLE INC	USD	1,134,000	102.5000	37,533	116,235
	APPLE INC	USD	2,162,000	49.8600	86,162	107,797
	ARCHER-DANIELS-MIDLAND CO	USD	4,635,000	62.2500	122,349	288,529
	ARROW ELECTRONICS INC	USD	1,720,000	62.2500	105,850	107,070
	ARROW ELECTRONICS INC	USD	1,001,000	41.0900	30,444	41,131
	AUTOZONE INC	USD	181,000	538.8400	19,009	97,530
	AVERY DENNISON CORP	USD	3,800,000	48.1300	117,878	182,894
	AXA SA	USD	2,125,000	24.8290	34,326	52,762
	BAKER HUGHES INC	USD	1,374,000	69.1400	102,412	94,998
	BASF SE	USD	1,250,000	103.1230	67,735	128,904
	BAXTER INTERNATIONAL INC	USD	2,072,000	74.9800	138,305	155,359
	BAXTER INTERNATIONAL INC	USD	851,000	117.1700	78,437	99,712
	BECTON DICKINSON AND CO	USD	1,553,000	137.2500	143,135	213,149
	BERKSHIRE HATHAWAY INC	USD	1,535,000	137.2500	122,216	210,679

See Independent Auditor's Report.

# Road Carriers Local 707 Pension Fund

## Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

### Line 4i - Schedule of Assets (Held at end of Year) - Continued

(a)	(b)(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<u>Common Stocks - Continued</u>						
	BHP BILLITON LTD	USD	3,300.000	68.6300	222,171	225,478
	BIOGEN IDEC INC	USD	384.000	343.0400	71,352	131,726
	BIOGEN IDEC INC	USD	332.000	343.0400	82,277	113,888
	BLACKROCK INC	USD	300.000	330.5300	67,424	99,156
	BLACKROCK INC	USD	327.000	330.5300	61,840	108,082
	BOEING CO/THE	USD	956.000	126.8000	80,113	121,220
	BOEING CO/THE	USD	751.000	126.8000	51,271	95,226
	BORGWARNER INC	USD	1,661.000	62.1900	79,959	97,078
	BRITISH AMERICAN TOBACCO PLC	USD	1,225.000	118.4200	73,989	145,055
	BROADRIDGE FINANCIAL SOLUTIONS	USD	7,350.000	42.5400	158,899	312,669
	BROOKFIELD ASSET MANAGEMENT IN	USD	4,016.000	47.7500	132,042	191,764
	BROOKFIELD ASSET MANAGEMENT IN	USD	1,275.000	47.7500	31,938	60,881
	BROWN & BROWN INC	USD	3,713.000	32.6200	117,336	121,118
	CAMERON INTERNATIONAL CORP	USD	1,497.000	74.3500	95,798	111,272
	CANADIAN NATIONAL RAILWAY CO	USD	4,200.000	71.8600	126,680	301,812
	CANADIAN NATURAL RESOURCES LTD	USD	3,750.000	43.5500	134,090	163,313
	CANADIAN PACIFIC RAILWAY LTD	USD	1,800.000	200.6000	100,643	361,080
	CAPITAL ONE FINANCIAL CORP	USD	445.000	82.0600	36,169	35,517
	CARLISLE COS INC	USD	1,575.000	82.9000	43,034	130,568
	CARMAX INC	USD	2,910.000	52.4000	111,414	152,484
	CIMAREX ENERGY CO	USD	950.000	145.1600	54,981	137,902
	CINTAS CORP	USD	3,025.000	66.1400	73,012	200,074
	COMCAST CORP	USD	3,932.000	54.7200	94,431	215,159
	COMPASS MINERALS INTERNATIONAL	USD	1,800.000	89.0700	130,763	160,326
	COPA HOLDINGS S A CL A	USD	681.000	122.9800	94,807	83,749
	COPART INC	USD	4,641.000	34.4300	126,876	159,790
	CORE LABORATORIES NV	USD	500.000	157.9900	35,479	78,995
	COSTCO WHOLESALE CORP	USD	815.000	121.0800	92,671	98,680
	CULLEN/FROST BANKERS INC	USD	2,800.000	78.6000	163,131	220,080
	CUMMINS INC	USD	656.000	145.1100	83,835	95,192
	CVS HEALTH CORPORATION	USD	2,145.000	79.4500	101,466	170,420
	CVS HEALTH CORPORATION	USD	1,297.000	79.4500	50,341	103,047
	DANAHER CORP	USD	723.000	76.6100	46,450	55,389
	DANAHER CORP	USD	2,260.000	76.6100	143,985	173,139
	DANAHER CORP	USD	1,345.000	78.6100	71,766	103,040
	DELTA AIR LINES INC	USD	1,447.000	39.5800	50,803	57,272
	DIGITAL REALTY TRUST INC	USD	876.000	65	42,076	57,159
	DIAGEO PLC	USD	1,780.000	119.6700	189,085	213,389
	DIAGEO PLC	USD	1,250.000	119.6700	79,340	149,836
	DRESSER-RAND GROUP INC	USD	1,175.000	69.3000	67,652	81,428
	DUN & BRADSTREET CORP	USD	1,275.000	117.3800	94,245	149,660
	EATON CORP PLC	USD	2,125.000	69.8100	116,886	146,346
	EBAY INC	USD	4,215.000	55.5000	216,487	233,933
	ELI LILLY & CO	USD	1,701.000	63.5600	99,497	108,116
	EMC CORP/MA	USD	1,208.000	29.5300	35,726	35,672
	EMC CORP/MA	USD	3,779.000	29.5300	47,874	111,594
	ENSCO PLC	USD	1,950.000	50.4800	113,603	98,436
	EXPRESS SCRIPTS HOLDING CO	USD	1,352.000	73.9300	105,426	99,953
	EXXON MOBIL CORP	USD	1,745.000	99.4600	125,891	173,558
	F5 NETWORKS INC	USD	419.000	124.1900	44,572	52,036
	F5 NETWORKS INC	USD	946.000	124.1900	84,281	117,484
	FLIR SYSTEMS INC	USD	3,425.000	33.7900	103,249	115,731
	FORWARD AIR CORP	USD	1,875.000	46.2900	60,012	86,794
	FRANKLIN RESOURCES INC	USD	1,843.000	56.5200	73,092	104,166
	GAP INC/THE	USD	2,452.000	46.1500	110,862	113,160
	GENERAL ELECTRIC CO	USD	3,558.000	25.9800	95,088	92,437
	GENPACT LTD	USD	13,550.000	17.4000	231,650	235,770
	GILEAD SCIENCES INC	USD	2,188.000	107.5600	123,120	235,341
	GILEAD SCIENCES INC	USD	976.000	107.5600	17,332	104,979
	GOOGLE INC	USD	157.000	571.6000	57,099	89,741
	GOOGLE INC	USD	94.000	592.3600	28,179	54,742
	GOOGLE INC	USD	94.000	571.6000	28,116	53,730
	GOOGLE INC	USD	94.000	25.6700	47,249	50,390
	GREAT PLAINS ENERGY INC	USD	1,863.000	34.2100	93,180	129,143
	GREENLIGHT CAPITAL RE LTD CL A	USD	3,775.000	102.6800	59,189	123,011
	HANESBRANDS INC	USD	1,198.000	22.4000	66,075	43,680
	HANGER INC	USD	1,950.000	22.4000	66,075	43,680

See Independent Auditor's Report.

**Road Carriers Local 707 Pension Fund**  
 Supplemental Schedule Required Under ERISA and  
 Department of Labor Regulations  
 Schedule H  
 August 31, 2014

**Line 4i - Schedule of Assets (Held at end of Year) - Continued**

LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)					
(b)/(c)					
Identity of Issue, Borrower, Lessor, or Similar Party					
Description of Investment Including Maturity Date,					
Rate of Interest, Collateral, or Par					
(a)	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Common Stocks - Continued</b>					
HB FULLER CO	USD	4,250	47	155,517	199,920
HESS CORP	USD	851	101	85,600	86,035
HOME DEPOT INC/THE	USD	1,191	94	67,111	111,359
HOME DEPOT INC/THE	USD	1,179	94	88,416	110,237
INGERSOLL-RAND PUBLIC LIMITED	USD	2,800	60	80,474	168,560
INNOPHOS HOLDINGS INC	USD	2,100	58	104,256	122,115
INTEL CORP	USD	1,755	35	54,469	61,285
INTERPUBLIC GROUP OF COS INC/T	USD	9,850	20	175,920	192,371
JACOBS ENGINEERING GROUP INC	USD	4,195	54	216,318	226,152
JOHNSON & JOHNSON	USD	985	104	58,348	100,099
JOHNSON & JOHNSON	USD	536	104	51,623	55,599
KENNAMETAL INC	USD	2,500	45	100,805	112,025
KIRBY CORP	USD	882	119	100,192	105,214
KIRBY CORP	USD	1,350	119	80,733	161,042
KIRBY CORP	USD	1,621	76	75,941	116,235
KLA-TENCOR CORP	USD	1,709	72	91,762	122,894
LAM RESEARCH CORP	USD	1,960	30	29,201	57,859
LIBERTY INTERACTIVE CORP	USD	1,575	78	124,871	122,504
LINDSAY CORP	USD	1,234	45	56,539	55,666
LINEAR TECHNOLOGY CORP	USD	2,059	53	98,440	108,118
LOWE'S COS INC	USD	964	124	76,288	119,179
M&T BANK CORP	USD	1,649	62	55,850	102,716
MACY'S INC	USD	1,850	20	32,675	37,333
MANULIFE FINANCIAL CORP	USD	2,173	42	81,660	90,592
MARATHON OIL CORP	USD	290	660	115,781	191,342
MARKEL CORP	USD	1,804	94	165,869	169,071
MCDONALD'S CORP	USD	565	195	43,884	110,192
MCKESSON CORP	USD	1,556	84	95,852	99,351
MEDTRONIC INC	USD	1,641	64	61,842	104,778
MEDTRONIC INC	USD	1,483	60	68,104	89,143
MERCK & CO INC	USD	1,483	45	67,095	106,306
MICROSOFT CORP	USD	2,340	45	68,470	107,442
MICROSOFT CORP	USD	2,365	45	80,776	91,678
MICROSOFT CORP	USD	2,018	34	107,157	134,912
MKS INSTRUMENTS INC	USD	3,975	86	42,444	89,137
MONSTER BEVERAGE CORP	USD	782	86	97,051	110,422
MSC INDUSTRIAL DIRECT CO	USD	1,225	90	139,306	195,592
NABORS INDUSTRIES LTD SHS	USD	7,225	27	86,784	105,877
NATIONAL OILWELL VARCO INC	USD	1,225	86	132,236	221,721
NESTLE SA	USD	2,850	78	146,975	184,379
NESTLE SA	USD	2,370	78	81,587	106,876
NETAPP INC	USD	2,535	42	178,131	158,655
NOBLE CORP PLC	USD	5,575	28	143,848	162,391
NORDSTROM INC	USD	2,345	69	36,724	36,808
NORFOLK SOUTHERN CORP	USD	344	107	113,950	159,990
NORTHERN TRUST CORP	USD	2,307	69	67,716	129,022
NOVARTIS AG	USD	1,425	90	55,740	59,867
NVIDIA CORP	USD	3,078	19	116,792	136,090
NVR INC	USD	116	1,173	47,440	51,243
OCCIDENTAL PETROLEUM CORP	USD	494	104	152,472	196,561
ORACLE CORP	USD	4,733	42	34,758	99,630
ORACLE CORP	USD	2,399	42	59,559	101,075
O'REILLY AUTOMOTIVE INC	USD	648	156	150,951	175,554
PACCAR INC	USD	2,795	63	92,072	98,518
PACKAGING CORP OF AMERICA	USD	1,449	68	25,101	17,317
PARAGON OFFSHORE PLC	USD	1,858	9	31,099	47,468
PARTNERRE HLDGS LTD BERMUDA	USD	425	112	122,684	204,370
PATTERSON COS INC	USD	5,075	40	171,073	167,405
PFIZER INC	USD	5,696	29	144,886	138,811
PHILIP MORRIS INTERNATIONAL IN	USD	1,622	86	34,482	47,539
POLARIS INDUSTRIES INC	USD	327	145	142,304	148,551
POTASH CORP OF SASKATCHEWAN IN	USD	4,225	35	50,738	102,107
PPG INDUSTRIES INC	USD	496	206	89,806	93,798
PROGRESS SOFTWARE CORP	USD	4,050	23	170,032	175,240
PROGRESSIVE CORP/THE	USD	7,004	25	110,619	99,156
PULTEGROUP INC	USD	5,159	19	66,136	93,451
QUALCOMM INC	USD	1,228	76	73,629	116,814
QUALCOMM INC	USD	1,535	76	104,198	108,190
RAYTHEON CO	USD	1,123	96		

See Independent Auditor's Report.

**Road Carriers Local 707 Pension Fund**  
Supplemental Schedule Required Under ERISA and  
Department of Labor Regulations  
Schedule H  
August 31, 2014

**Line 4i - Schedule of Assets (Held at end of Year) - Continued**

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Common Stocks - Continued</b>						
	ROBERT HALF INTERNATIONAL INC	USD	409	50	52,359	100,420
	ROCKWELL AUTOMATION INC	USD	1,829	117	35,379	42,329
	ROCKWELL COLLINS INC	USD	868	77	150,622	154,422
	ROYAL CARIBBEAN CRUISES LTD	USD	423	64	37,560	37,618
	RPX CORP	USD	4,300	15	135,839	122,959
	RYDER SYSTEM INC	USD	2,027	90	64,960	130,993
	SANDISK CORP	USD	1,450	98	59,444	100,605
	SCANSOURCE INC	USD	3,250	39	107,227	150,384
	SCHLUMBERGER LTD	USD	3,145	110	178,984	306,992
	SCRIPPS NETWORKS INTERACTIVE I	USD	5,200	80	29,015	42,167
	SKYWORKS SOLUTIONS INC	USD	1,675	57	47,086	122,612
	SOCIEDAD QUIMICA Y MINERA DE C	USD	3,900	27	205,399	166,184
	SOUTHWEST AIRLINES CO	USD	7,261	32	108,151	113,860
	STURM RUGER & CO INC	USD	9,000	50	46,907	47,890
	SUNGOR ENERGY INC	USD	1,103	41	178,639	235,240
	SYNOPSIS INC	USD	1,430	41	87,173	106,667
	TALISMAN ENERGY INC	USD	2,765	10	32,343	19,888
	TD AMERITRADE HOLDING CORP	USD	1,100	33	99,912	109,230
	TE CONNECTIVITY LTD	USD	3,015	63	71,601	97,593
	TECK RESOURCES LTD	USD	7,225	23	65,441	42,069
	TENARIS SA	USD	693	44	165,432	192,705
	TEXAS INSTRUMENTS INC	USD	4,959	48	99,336	102,238
	THE PRICELINE GROUP INC/THE	USD	3,150	1,244	61,236	99,545
	THE PRICELINE GROUP INC/THE	USD	3,025	1,244	61,101	108,255
	TIME WARNER CABLE INC	USD	2,089	148	108,522	119,232
	TIME WARNER INC	USD	2,535	77	38,215	47,682
	TJX COS INC	USD	1,569	60	174,631	193,733
	UBS AG SHS NEW	USD	1,623	16	58,355	42,069
	UNIFIRST CORP/MA	USD	4,200	97	64,225	60,594
	UNILEVER NV	USD	2,777	42	73,388	109,305
	UNION PACIFIC CORP	USD	4,250	105	38,726	107,165
	UNITED PARCEL SERVICE INC	USD	6,175	97	96,273	95,091
	UNITEDHEALTH GROUP INC	USD	871	87	111,436	174,574
	US BANCORP	USD	493	42	97,295	165,103
	VALE SA	USD	2,550	13	217,483	99,583
	VALMONT INDUSTRIES INC	USD	2,737	141	174,781	165,381
	VARIAN MEDICAL SYSTEMS INC	USD	1,575	85	179,498	206,174
	VARIAN MEDICAL SYSTEMS INC	USD	900	85	117,795	135,607
	VERIZON COMMUNICATIONS INC	USD	2,815	50	181,532	183,537
	VIACOM INC	USD	3,300	81	30,473	45,687
	VISA INC	USD	6,648	213	140,344	158,327
	VISA INC	USD	2,248	213	76,306	101,595
	VISA INC	USD	857	213	17,901	52,917
	WALT DISNEY CO/THE	USD	270	90	51,033	58,512
	WALT DISNEY CO/THE	USD	5,204	90	98,413	109,654
	WEATHERFORD INTL PLC ORD SHS	USD	4,425	24	210,185	318,038
	WELLPOINT INC	USD	1,400	117	108,976	107,539
	WELLS FARGO & CO	USD	2,200	51	83,935	135,442
	WESTERN DIGITAL CORP	USD	1,200	103	22,964	112,693
	WISCONSIN ENERGY CORP	USD	475	45	53,768	54,804
	WOODWARD INC	USD	6,475	52	137,149	167,136
	WR BERKLEY CORP	USD	1,650	48	42,016	44,047
	WR BERKLEY CORP	USD	937	48	98,344	186,148
	WYNDHAM WORLDWIDE CORP	USD	1,495	81	54,440	57,953
	XEROX CORP	USD	1,240	14	54,567	56,041
	YARA INTERNATIONAL ASA	USD	1,479	50	6,518	10,069
	ZIONS BANCORPORATION	USD	1,708	29	78,268	98,348
	<b>Total Common Stocks</b>				<b>20,643,039</b>	<b>27,591,519</b>

See Independent Auditor's Report.

**Road Carriers Local 707 Pension Fund**  
 Supplemental Schedule Required Under ERISA and  
 Department of Labor Regulations  
 Schedule H  
 August 31, 2014

**Line 4I - Schedule of Assets (Held at end of Year) - Continued**

LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

(a)	(b)(c) Identify of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>U.S. Government and Governmental Agencies Obligations</b>						
	FEDERAL HOME LN MTG CORP		400,000	101	415,150	404,832
	FEDERAL NATL MTG ASSN		825,000	103	875,780	850,649
	FEDERAL NATL MTG ASSN		1,350,000	100	1,351,086	1,351,472
	FEDERAL NATL MTG ASSN		-1,100,000	100	1,100,232	1,101,188
	FEDERAL NATL MTG ASSN		725,000	99	709,776	714,995
	FEDERAL NATL MTG ASSN		550,000	98	584,012	539,816
	FEDERAL NATL MTG ASSN		1,120,000	102	1,174,780	1,142,176
	FEDERAL NATL MTG ASSN		528,670	101	533,709	536,092
	FHLMC POOL #G1-4649		532,576	101	536,736	540,053
	FHLMC POOL #J2-3303		1,200,000	104	1,259,373	1,244,292
	U S TREASURY NOTE		1,300,000	101	1,319,957	1,319,396
	U S TREASURY NOTE		620,000	104	863,008	853,636
	U S TREASURY NOTE		900,000	101	906,750	906,082
	U S TREASURY NOTE		1,350,000	100	1,350,316	1,356,116
	U S TREASURY NOTE		469,276	11	5,005,893	5,010,572
	VANGUARD SHORT-TERM TREASURY F				<u>17,936,559</u>	<u>17,873,167</u>
	<b>Total U.S. Government and Governmental Agencies Obligations</b>					
<b>Mutual Fund</b>						
	VANGUARD INSTITUTIONAL INDEX F	USD	31,644	184	4,019,730	5,830,853
	FIDELITY ADV INFL	USD	404,694	13	5,002,035	5,058,675
	<b>Total Mutual Funds</b>				<u>9,021,765</u>	<u>10,889,528</u>
<b>REIT</b>						
	EQUITY REAL ESTATE SECURITIES	USD	51,420	113	4,004,596	5,812,526
					<u>4,004,596</u>	<u>5,812,526</u>
<b>Short-term Investments</b>						
	COLLECTIVE US GOVT STIF 20	USD	10,244,802	1	10,244,802	10,244,802
	<b>Total Investments</b>				<u>\$ 70,324,744</u>	<u>\$ 80,883,448</u>

**SCHEDULE MB  
(Form 5500)**

Department of the Treasury  
Internal Revenue Service  
Department of Labor  
Employee Benefits Security Administration  
Pension Benefit Guaranty Corporation

**Multiemployer Defined Benefit Plan and Certain  
Money Purchase Plan Actuarial Information**

This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code).

► File as an attachment to Form 5500 or 5500-SF.

OMB No. 1210-0110

**2013**

This Form is Open to Public Inspection

For calendar plan year 2013 or fiscal plan year beginning 09/01/2013 and ending 08/31/2014

► Round off amounts to nearest dollar.

► Caution: A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

<b>A</b> Name of plan  The Road Carriers - Local 707 Pension Plan	<b>B</b> Three-digit plan number (PN) ►  001
<b>C</b> Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF  Board Of Trustees Road Carriers Local 707 Pension Fund	<b>D</b> Employer Identification Number (EIN)  51-6106510

**E** Type of plan: (1)  Multiemployer Defined Benefit (2)  Money Purchase (see instructions)

**1a** Enter the valuation date: Month 9 Day 1 Year 2013

<b>b</b> Assets		
(1) Current value of assets .....	<b>1b(1)</b>	115,338,672
(2) Actuarial value of assets for funding standard account .....	<b>1b(2)</b>	114,727,566
<b>c</b> (1) Accrued liability for plan using immediate gain methods .....	<b>1c(1)</b>	676,414,928
(2) Information for plans using spread gain methods:		
(a) Unfunded liability for methods with bases .....	<b>1c(2)(a)</b>	
(b) Accrued liability under entry age normal method .....	<b>1c(2)(b)</b>	
(c) Normal cost under entry age normal method .....	<b>1c(2)(c)</b>	
(3) Accrued liability under unit credit cost method .....	<b>1c(3)</b>	676,414,928
<b>d</b> Information on current liabilities of the plan:		
(1) Amount excluded from current liability attributable to pre-participation service (see instructions) .....	<b>1d(1)</b>	
(2) "RPA '94" information:		
(a) Current liability .....	<b>1d(2)(a)</b>	893,583,171
(b) Expected increase in current liability due to benefits accruing during the plan year .....	<b>1d(2)(b)</b>	4,327,532
(c) Expected release from "RPA '94" current liability for the plan year .....	<b>1d(2)(c)</b>	
(3) Expected plan disbursements for the plan year .....	<b>1d(3)</b>	47,367,089

**Statement by Enrolled Actuary**

To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

<b>SIGN HERE</b>	Redacted by the U.S. Department of the Treasury	Date <u>3/17/2015</u>
Craig A. Voelker	Signature of actuary	14-05537
Redacted by the U.S. Department of the Treasury	Type or print name of actuary	Most recent enrollment number Redacted by the U.S.
	Firm name	Telephone number (including area code)
	Address of the firm NJ 08034	

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions

For Paperwork Reduction Act Notice and OMB Control Numbers, see the instructions for Form 5500 or Form 5500-SF.

Schedule MB (Form 5500) 2013  
v 130118

Schedule MB (2013)  
Statement By Enrolled Actuary

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

***Employer Contributions (line 3)***

The employer contributions shown in line 3 of the Schedule MB were contributed or accrued throughout the plan year for work performed during the plan year and were assumed to be paid at the end of the month.

***Illustration Supporting Actuarial Certification of Status (line 4a)***

Attached is a copy of the PPA Zone Certification along with a graph showing the Plan's funded percentage and a projection of the funding standard account.

***Documentation Regarding Progress under Rehabilitation Plan (line 4c)***

See attached.

***Reorganization Status Explanation and Worksheet (line 5)***

Attached is documentation regarding the Plan's reorganization status.

***Actuarial Assumptions and Methods (line 6)***

Attached is a summary of the actuarial assumptions and methods used to perform the most recent valuation. The actuarial assumptions and methods used in this valuation differ from those used in the prior valuation in the following respects:

- The interest rate assumption was changed from 6.5% to 5.75%.
- Administrative expenses were decreased from \$1,400,000 to \$1,300,000.

***Plan Provisions (line 6)***

Attached is a summary of the plan provisions valued. The plan provisions underlying this valuation do not differ from those underlying the prior valuation.

***Schedule of Active Participant Data (line 8b)***

Attached is a schedule of active participant data.

***Schedule of Funding Standard Account Bases (line 9)***

Attached is a schedule of minimum funding amortization bases maintained pursuant to IRC Section 431.

***Justification for Change in Actuarial Assumption (line 11)***

***Actuary's Statement of Reliance***

In completing this Schedule MB, the enrolled actuary has relied upon the correctness of the financial information presented in the pension fund audit and upon the accuracy and completeness of participant census data provided by the Plan administrator.

Schedule MB (2013), Line 4c --  
Documentation Regarding Progress Under Rehabilitation Plan

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Therefore, after considering and rejecting as unfeasible various scenarios intended to meet the benchmarks of the Pension Protection Act, the Trustees selected a Rehabilitation Plan intended to comply with the provisions of IRC §432(e)(3)(A)(ii) in order to forestall insolvency. The Plan has taken reasonable measures to improve its funding status.

As per IRC §432(b)(3)(A)(ii), we have certified the Plan is meeting its scheduled progress.

Schedule MB (2013), Line 5 -  
 Reorganization Status Worksheet  
 Road Carriers Local 707 Pension Plan  
 EIN: 51-6106510 PN: 001

**Reorganization (IRC Section 418)**

Reorganization status is determined based on whether or not the amortization of unfunded vested benefits is greater than the net charge to the Funding Standard Account. The unfunded vested benefits are calculated using adjusted assets and the vested benefit liability as of the end of the Base Year. The Base Year is determined based on a two prong test:

Test

1. The Plan year ending at least six months prior a "relevant CBA" start date. A relevant CBA is one in effect for at least six months of the current Plan year but not in effect for more than 36 months. Or, if there is no relevant CBA,
2. The Plan year ending at least 12 months prior to the beginning of the current Plan year, (8/31/2012 for the Plan Year ending 8/31/2014)

The earliest relevant CBA is with Hudson News Newburgh, effective 3/1/2013. Therefore the Base Plan Year is the Plan Year ending 8/31/2012.

As of 8/31/2012 (End of the Base Year)

	Vested Benefit Liability	Adjusted Assets	Unfunded Vested Benefit Liability	Vested Benefits Amortization Charge
A. Retired	\$436,689,007	\$136,694,135	\$299,994,872	\$38,088,219
B. Non-retired	<u>188,319,463</u>	<u>-</u>	<u>188,319,463</u>	<u>13,601,414</u>
C. Total	\$ 625,008,470	\$136,694,135	\$488,314,335	\$51,689,633

Net charge to the Funding Standard Account

D. Normal Cost	\$ 4,394,659
E. Amortization Charges	59,861,926
F. Amortization Credits	<u>(12,999,215)</u>
G. Total	\$51,257,370
H. Reorganization Index (C - G)	\$ 432,263

Schedule MB (2013), Line 11 –  
Justification For Change In Actuarial Assumptions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

The interest rate assumption was changed from 6.5% to 5.75% in order to better reflect anticipated returns on investments.

The administrative expense assumption was changed from \$1,400,000 to \$1,300,000 in order to better model future expenses.

Schedule MB (2013) Lines 9c and 9h -  
Schedule of Funding Standard Account Bases

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Amortization Charges as of September 1, 2013**

Date Established: <u>September 1</u>	<u>Base Type</u>	Outstanding <u>Balance</u>	Years <u>Remaining</u>	Amortization <u>Amount</u>
1990	Combined Bases	\$ 33,587,511	6	\$ 6,408,403
1991	Plan Amendment	13,992,864	13	1,472,940
1991	Method Change	3,928,570	8	592,337
1992	Plan Amendment	5,749,231	14	575,879
1992	Assumption Change	1,841,196	14	184,426
1994	Plan Amendment	6,054,754	16	556,867
1994	Loss	337,648	1	337,648
1996	Plan Amendment	4,289,963	18	367,661
1997	Plan Amendment	4,608,354	19	382,950
1997	Assumption Change	1,528,142	19	126,987
1998	Plan Amendment	15,804,698	20	1,276,683
1998	Assumption Change	12,674,273	20	1,023,812
1998	Loss	6,412,418	5	1,429,737
1999	Plan Amendment	3,255,545	21	256,213
2000	Plan Amendment	29,854,431	22	2,293,762
2000	Assumption Change	388,937	22	29,883
2001	Loss	41,006,763	8	6,182,861
2002	Loss	37,529,323	9	5,161,007
2004	Loss	22,595,799	11	2,674,675
2005	Loss	21,254,019	12	2,364,526
2006	Loss	12,530,743	13	1,319,032
2007	Loss	1,493,051	14	149,553
2008	Loss	2,578,970	15	247,014
2008	Assumption Change	21,866,524	15	2,094,379
2009	Loss	37,141,836	11	4,396,496
2010	Loss	14,177,437	12	1,577,251
2010	Assumption Change	20,749,959	12	2,308,449
2011	Loss	10,789,766	13	1,135,770
2011	Assumption Change	65,680,718	13	6,913,792
2012	Loss	10,414,487	14	1,043,179
2013	Loss	5,098,103	15	488,297
2013	Assumption Change	<u>46,872,520</u>	15	<u>4,489,457</u>
<b>Total Charges</b>		<b>\$ 516,088,553</b>		<b>\$ 59,861,926</b>

Schedule MB (2013) Lines 9c and 9h  
Schedule of Funding Standard Account Bases

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Amortization Credits as of September 1, 2013**

Date Established: <u>September 1</u>	<u>Base Type</u>	<u>Outstanding Balance</u>	<u>Years Remaining</u>	<u>Amortization Amount</u>
1991	Assumption Change	\$(12,239,495)	8	\$(1,845,430)
1999	Gain	(2,447,847)	1	(2,447,847)
1999	Assumption Change	(3,031,186)	16	(278,784)
2000	Gain	(3,645,291)	2	(1,873,582)
2003	Gain	(1,273,659)	5	(283,980)
2004	Plan Amendment	(6,001,051)	21	(472,286)
2005	Plan Amendment	(7,485,321)	22	(575,109)
2008	Method Change	(18,543,590)	10	(2,354,348)
2009	Plan Amendment	<u>(24,227,746)</u>	11	<u>(2,867,849)</u>
Total Credits		\$(78,895,186)		\$(12,999,215)
Net Charges/(Credits)		\$ 437,193,367		\$ 46,862,711

**Equation of Balance**

A. Net Outstanding Balance of Bases	\$ 437,193,367
B. Credit Balance	<u>\$ (124,493,995)</u>
C. Unfunded Actuarial Accrued Liability (A-B)	\$ 561,687,362



Schedule MB (2013), Line #6  
Summary of Plan Provisions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

<b>Plan Year:</b>	September 1 through August 31.
<b>Participant</b>	Entry date on January 1st following completion of 250 hours of service in covered employment in a calendar year.
<b>Vesting Service</b>	
<u>Time Period</u>	<u>Vesting Service Earned</u>
Before 8/1/1976	One year for each plan year in which at least 1,000 hours of service were completed.
8/1/1976 and After	One for each plan year in which at least 1,000 hours of service or related service were completed.
<b>Pension Service</b>	
<u>Time Period</u>	<u>Benefit Service Earned</u>
9/1/1950 to 7/31/1954	1/4 of a year for each plan year quarter in which the employer was required to contribute for at least 36 days worked.
8/1/1954 to 7/31/1976	1/4 of a year for each plan year quarter in which the employer was required to contribute for at least 25 days worked.
8/1/1976 to 7/31/1982	1/4 of a year for each 250 hours of pension service in a plan year, up to one year.
8/1/1982 to 12/1/1982	1/4 of a year for each 200 hours of pension service in a plan year, up to a half year.
1/1/1983 and After	1/4 of a year for each 250 hours of pension service in a plan year, up to one year.
<b>Vesting</b>	100% after 5 years of vesting service.
<b>Break Year</b>	<p>A break year is a year in which fewer than 250 hours of vesting service are credited. A non-vested participant who incurs a break year forfeits participation and service (subject to ERISA restoration rights).</p> <p>A permanent break in service is after consecutive break years that equal the greater of five years or the years of vesting service before the first of those break years. Service earned previously can then be restored only if the participant subsequently earns ten consecutive years of pension service under only the Local 707 Pension Plan.</p> <p>The benefit unit is "frozen" after a break year for his pre-break pension service until the participant earns more pension service under only the Local 707 Pension Plan than his break years. However, if the participant first incurs a permanent break in service the benefit unit is "frozen" until he subsequently earns ten consecutive years of pension service under only the Local 707 Pension Plan.</p>

Schedule MB (2013), Line #6  
Summary of Plan Provisions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Normal Retirement Pension:**

**Eligibility** Age 65 with 5 years of plan participation.

**Amount** As accrued through 12/31/2004 plus 0.6% of hourly contributions with no cap and decreasing annually. When combined with the required contribution increases, target accruals increase 4% per year until equivalent to \$115 per hour as follows:

<u>Eff.</u>	<u>Accrual</u>
<u>Jan. 1</u>	<u>Rate</u>
2009	0.6000%
2010	0.5694%
2011	0.5445%
2012	0.5241%
2013	0.5072%
2014	0.4979%
2015	0.4903%
2016	0.4842%
2017	0.4610%
2018	0.4399%

**Normal Form** Life only

**Early Pension:**

**Eligibility** Age 55 with 15 years of pension service. Must have at least two quarters under Local 707.

**Amount** Normal Retirement Pension benefit reduced 1/2 of 1% for each month prior to Normal Pension date.

**Service Pension:**

**Eligibility** 25 Pension Credits who have attained age 57 or Participants with 30 Pension Credits at any age.

**Amount** Normal Retirement Pension benefit unreduced at age 57. Reduced by 1/2% for each month by which retirement precedes age 57.

**Bridge Benefit:**

**Eligibility** Must meet one of the two rules below:

- 30 years of pension service
- Age 57 and 25 years of pension service

At least 18 years of service must be under Local 707.

**Amount** \$200 plus \$100 for each full year of pension service after the later of eligibility or 1/1/2005. Payable until age 65 or death if earlier.

Schedule MB (2013), Line #6  
Summary of Plan Provisions

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

**Disability:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Vested Pension:**

Eligibility 5 years of vesting service.

Amount Normal Retirement Pension deferred to Normal Retirement Pension age.

**Pre-Pension Surviving Spouse Pension:**

Eligibility Vested and married for one year at death.

Amount 50% of the benefit the participant would have received had he or she retired the day before he or she died and elected the joint and 50% survivor option. If the participant died prior to eligibility for an early retirement pension, the spouse's benefit is deferred to the participant's earliest retirement date.

**Post-Pension \$10,000 Death Benefit:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Post-Pension \$2,500 Death Benefit:**

Eligibility Eliminated as of 1/1/2009 pursuant to Rehabilitation Plan.

**Grandfathering:** A participant with pension service earned after 2004 has all optional forms reduced for actuarial equivalence using 7% interest and unisex mortality as in Revenue Ruling 95-6 (except lump sums calculated on the Code Section 417(e)(3) basis). In no event is the optional form less than that calculated as of 1/1/05.

A participant who has no pension service earned after 2004 has husband and wife options calculated using the formula stated in the plan document.

**Optional Forms of Benefit:** The following optional forms of benefit are actuarial equivalent to the normal form of benefit

- 50% J&S
- 50% J&S with "Pop-Up"
- 75% J&S
- 75% J&S with "Pop-Up"
- 100% J&S
- 100% J&S with "Pop-Up"

Schedule MB (2013), Line #6 –  
Statement of Actuarial Assumptions & Methods

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Summary of Assumptions

Mortality																													
Healthy	RP-2000 healthy mortality set forward three years using Scale BB improvement from 2000																												
Disability	RP-2000 disabled mortality set forward three years using Scale BB improvement from 2000																												
Withdrawal	Crocker-Sarason-Straight T-3																												
Disability	SOA 1973 Transactions, XXVI																												
Retirement Age																													
Actives	Sample rates as follows with an additional 70% when participant is first eligible for an unreduced Early Retirement:																												
	<table border="0" style="margin-left: auto; margin-right: auto;"> <thead> <tr> <th style="text-decoration: underline;">Age</th> <th style="text-decoration: underline;">Rate</th> <th style="text-decoration: underline;">Age</th> <th style="text-decoration: underline;">Rate</th> </tr> </thead> <tbody> <tr> <td>55</td> <td>2%</td> <td>61</td> <td>10%</td> </tr> <tr> <td>56</td> <td>2%</td> <td>62</td> <td>30%</td> </tr> <tr> <td>57</td> <td>20%</td> <td>63</td> <td>10%</td> </tr> <tr> <td>58</td> <td>5%</td> <td>64</td> <td>10%</td> </tr> <tr> <td>59</td> <td>5%</td> <td>65</td> <td>100%</td> </tr> <tr> <td>60</td> <td>10%</td> <td></td> <td></td> </tr> </tbody> </table>	Age	Rate	Age	Rate	55	2%	61	10%	56	2%	62	30%	57	20%	63	10%	58	5%	64	10%	59	5%	65	100%	60	10%		
Age	Rate	Age	Rate																										
55	2%	61	10%																										
56	2%	62	30%																										
57	20%	63	10%																										
58	5%	64	10%																										
59	5%	65	100%																										
60	10%																												
Inactive Vested	Based upon Pension Service as follows: <ul style="list-style-type: none"> <li>• Less than 15 years: age 65</li> <li>• 15-25 years: age 60</li> <li>• 25 or more years: age 57 or immediately if over age 57</li> </ul>																												
Future Employment	1,629,375 total hours (1,875 per active)																												
Definition of Active	Any participant completing 250 hours of service in covered employment in a calendar year, excluding those who have retired as of the valuation date																												
Percent Married	80%																												
Age of Spouse	Females are 3 years younger than their spouses																												
Net Investment Return	5.75%																												
Administrative Expenses	\$1,300,000 payable in the middle of the year																												
Load	A 5% load to active liabilities and normal cost to cover reciprocal retirements.																												

Schedule MB (2013), Line #6 -  
Statement of Actuarial Assumptions & Methods

Road Carriers Local 707 Pension Plan  
EIN: 51-6106510 PN: 001

Actuarial Value of Assets      The market value of assets less unrecognized returns in each of the last four years. Unrecognized return is equal to the difference between the actual market return and the expected return on the market value, and is recognized over a four year period. The actuarial value is further adjusted, if necessary, to be within 20% of the market value.

Actuarial Cost Method      Traditional Unit Credit.

RPA '94 Current Liability Assumptions

Interest      3.61%

Mortality

Healthy      Mortality: RP-2000 per IRC §1.430(h)(3)-1  
Disabled      Mortality: RP-2000 per IRC §1.430(h)(3)-1

Assumption Changes

Net Investment Return      From 6.5% last year to 5.75%.

Schedule MB (2013), Line 5 -  
 Reorganization Status Worksheet  
 Road Carriers Local 707 Pension Plan  
 EIN: 51-6106510 PN: 001

**Reorganization (IRC Section 418)**

Reorganization status is determined based on whether or not the amortization of unfunded vested benefits is greater than the net charge to the Funding Standard Account. The unfunded vested benefits are calculated using adjusted assets and the vested benefit liability as of the end of the Base Year. The Base Year is determined based on a two prong test:

Test

1. The Plan year ending at least six months prior a "relevant CBA" start date. A relevant CBA is one in effect for at least six months of the current Plan year but not in effect for more than 36 months. Or, if there is no relevant CBA,
2. The Plan year ending at least 12 months prior to the beginning of the current Plan year, (8/31/2012 for the Plan Year ending 8/31/2014)

The earliest relevant CBA is with Hudson News Newburgh, effective 3/1/2013. Therefore the Base Plan Year is the Plan Year ending 8/31/2012.

As of 8/31/2012 (End of the Base Year)

	Vested Benefit <u>Liability</u>	Adjusted <u>Assets</u>	Unfunded Vested Benefit <u>Liability</u>	Vested Benefits Amortization <u>Charge</u>
A. Retired	\$436,689,007	\$136,694,135	\$299,994,872	\$38,088,219
B. Non-retired	<u>188,319,463</u>	-	<u>188,319,463</u>	<u>13,601,414</u>
C. Total	\$ 625,008,470	\$136,694,135	\$488,314,335	\$51,689,633

Net charge to the Funding Standard Account

D. Normal Cost	\$ 4,394,659
E. Amortization Charges	59,861,926
F. Amortization Credits	<u>(12,999,215)</u>
G. Total	\$51,257,370
H. Reorganization Index (C - G)	\$ 432,263

Schedule MB (2013), LINE #4a –  
Illustration Supporting Actuarial Certification of Status

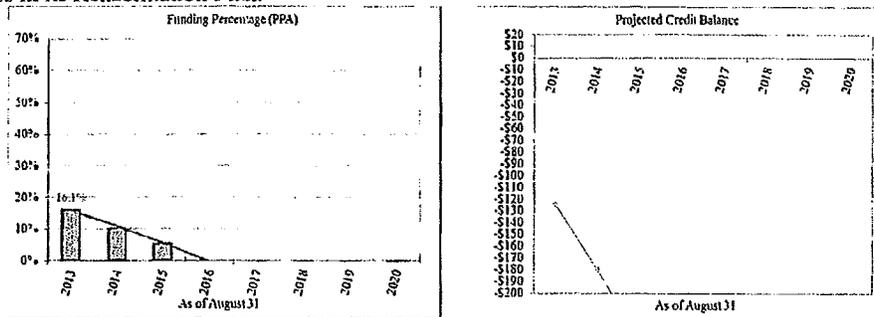
**Zone Certification**  
**as of September 1, 2013 for**  
**Road Carriers Local 707 Pension Plan**  
**EIN: 51-6106510/PN: 001**

Initial Critical Zone Certification: September 1, 2008  
Adoption Period: 11/30/2008 – 8/31/2011  
Rehabilitation Period: 9/1/2011 – 8/31/2024

Based on the following actuarial measures, the Plan is classified as “Critical” (Red Zone) as per the Pension Protection Act.

- The Plan has not passed the “Emergence Test.” The Plan is projected to have a funding deficiency within the nine years succeeding the current Plan year.

After considering and rejecting as unreasonable various scenarios intended to meet the benchmarks of the Pension Protection Act, the Trustees selected a Rehabilitation Plan intended to comply with the provisions of IRC §432(e)(3)(A)(ii). Based upon the provisions of IRC §432(e)(3)(A)(ii), the Plan is making required progress in its Rehabilitation Plan.



This certification was prepared on behalf of the Road Carriers Local 707 Pension Plan based on employee data, asset statements and plan documents provided by the Plan Sponsor or its representatives. We relied upon the data as submitted, without formal audit. However, the data was tested for reasonableness, and we have no reason to believe that any other information which would have had a material effect on the results of this valuation was overlooked.

Therefore, to the best of our knowledge and belief, the information presented in this certification is complete and accurate, and each assumption used represents our best estimate of anticipated experience under the Plan.

The assumptions used are those used in the August 31, 2012 actuarial valuation.

**Certified by:**  
Redacted by the U.S.  
Department of the Treasury

Craig A. Voelker, FSA, MAAA, EA  
Redacted by the U.S. Department  
of the Treasury

November 29, 2013

**On Behalf of Plan Sponsor:**

Board of Trustees  
Road Carriers Local 707 Pension Plan  
14 Front Street  
Hempstead, NY 11550  
Phone (516) 560-8501

## Road Carriers Local 707 Pension Fund

Supplemental Schedule Required Under ERISA and  
Department of Labor Regulations  
Schedule H  
August 31, 2014

### Line 4j - Schedule of Reportable Transactions

(b)/(c) Identity of Party Involved/ Description of Assets	(c) Purchase Price	(d) Selling Price	(g) Cost	(h) Current Value of Assets on Transaction Date	(i) Net Gain or (Loss)
<b>Single Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 7,755,903	\$ -	\$ 7,755,903	\$ 7,755,903	\$ -
Collective US Govt Stif 4	6,766,000		6,766,000	6,766,000	-
Collective US Govt Stif 4	-	5,652,706	5,652,706	5,652,706	-
Collective US Govt Stif 4	9,679,897	-	9,679,897	9,679,897	-
Collective US Govt Stif 4	6,448,721	-	6,448,721	6,448,721	-
Collective US Govt Stif 4	9,243,481	-	9,243,481	9,243,481	-
Collective US Govt Stif 4	-	19,243,481	19,243,481	19,243,481	-
<b>Series of Transactions Exceeding 5% of Plan Assets:</b>					
Collective US Govt Stif 4	\$ 9,637,108	\$ -	\$ 9,637,108	\$ 9,637,108	\$ -
Collective US Govt Stif 4	-	18,194,436	18,194,436	18,194,436	-
Collective US Govt Stif 4	104,266,817	-	104,266,817	104,266,817	-
Collective US Govt Stif 4	-	94,022,017	94,022,017	94,022,017	-
Commit to Pur Mutual Fund	10,000,000	-	10,000,000	10,000,000	-
Commit to Pur Mutual Fund	-	10,000,000	10,000,000	10,000,000	-

See Independent Auditor's Report.

# Road Carriers Local 707 Pension Fund

## Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

### Line 4i - Schedule of Assets (Held at end of Year)

(a)	(b)(e) Identify of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Corporate Bonds</b>						
	APPLE INC	USD	425,000	98	\$ 411,421	\$ 416,657
	BANK OF MONTREAL	USD	420,000	99	418,567	416,303
	BANK OF NEW YORK MELLON CORP/T	USD	360,000	115	414,468	412,912
	BANK OF NOVA SCOTIA	USD	420,000	99	413,721	415,888
	BERKSHIRE HATHAWAY FINANCE COR	USD	360,000	113	414,823	407,203
	CATERPILLAR INC	USD	305,000	124	399,583	378,128
	CHARLES SCHWAB CORP/THE	USD	400,000	102	405,904	406,703
	CI IUBB CORP/THE	USD	355,000	114	436,648	404,446
	CISCO SYSTEMS INC	USD	410,000	101	410,275	412,836
	CORP ANDINA DE FOMENTO	USD	390,000	104	409,752	404,713
	EMC CORP/MA	USD	415,000	100	413,988	416,071
	GENERAL ELECTRIC CAPITAL CORP	USD	350,000	118	413,763	412,138
	INTEL CORP	USD	400,000	100	393,404	399,755
	JOHN DEERE CAPITAL CORP	USD	375,000	103	388,553	385,530
	ORACLE CORP	USD	400,000	100	401,668	401,200
	SIMON PROPERTY GROUP LP	USD	400,000	101	405,040	404,728
	STATE STREET CORP	USD	375,000	104	393,690	388,185
	TORONTO-DOMINION BANK	USD	410,000	100	409,000	409,094
	TRAVELERS COS INC/THE	USD	2,125% 07/02/2019 DD 07/02/14	114	408,142	385,978
	WACHOVIA CORP	USD	340,000	114	404,699	386,458
	WESTPAC BANKING CORP	USD	400,000	102	407,699	407,180
	Total Corporate Bonds				<u>6,573,983</u>	<u>8,472,106</u>
<b>Common Stocks</b>						
	ABBOTT LABORATORIES	USD	2,360,000	42.2400	85,542	99,686
	ACCENTURE PLC	USD	2,793,000	81.0600	173,730	226,401
	ACE LIMITED SHS	USD	684,000	106.3300	37,432	72,730
	ACTIVISION BLIZZARD INC	USD	2,420,000	23.5400	54,406	56,967
	ADVANCE AUTO PARTS INC	USD	972,000	136.4200	79,945	132,600
	AGRILUM INC	USD	400,000	94.6300	26,902	37,852
	ALASKA AIR GROUP INC	USD	2,058,000	46.3400	81,207	95,388
	ALLEGION PLC	USD	933,000	51.4300	20,334	47,984
	ALLERGAN INC/UNITED STATES	USD	1,267,000	163.6800	155,030	207,383
	ALLERGAN INC/UNITED STATES	USD	570,000	163.6800	55,474	93,298
	ALLSTATE CORP/THE	USD	814,000	61.4900	41,707	50,053
	AMERICAN EXPRESS CO	USD	1,098,000	89.5500	45,199	98,326
	AMETEK INC	USD	1,030,000	52.9400	91,340	96,880
	AMPHENOL CORP	USD	493,000	103.0100	39,663	50,784
	ANIXTER INTERNATIONAL INC	USD	2,500,000	89.2300	164,521	223,075
	APACHE CORP	USD	1,824,000	101.8300	161,861	195,921
	APPLE INC	USD	1,999,000	102.5000	127,522	204,898
	APPLE INC	USD	1,134,000	102.5000	37,533	116,235
	ARCHER-DANIELS-MIDLAND CO	USD	2,162,000	49.8600	88,162	107,797
	ARROW ELECTRONICS INC	USD	4,635,000	62.2500	122,349	288,529
	ARROW ELECTRONICS INC	USD	1,720,000	62.2500	105,850	107,070
	ASPEN TECHNOLOGY INC	USD	1,001,000	41.0900	30,444	41,131
	AUTOZONE INC	USD	181,000	538.8400	19,009	97,530
	AVERY DENNISON CORP	USD	3,800,000	48.1300	117,878	182,894
	AXA SA	USD	2,125,000	24.8290	34,326	52,762
	BAKER HUGHES INC	USD	1,374,000	69.1400	102,412	94,998
	BASF SE	USD	1,250,000	103.1230	67,735	128,904
	BAXTER INTERNATIONAL INC	USD	2,072,000	74.9800	138,305	155,359
	BECTON DICKINSON AND CO	USD	851,000	117.1700	78,437	99,712
	BERKSHIRE HATHAWAY INC	USD	1,553,000	137.2500	143,135	213,149
	BERKSHIRE HATHAWAY INC	USD	1,535,000	137.2500	122,216	210,679

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

### Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

#### Line 4i - Schedule of Assets (Held at end of Year) - Continued

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<u>Common Stocks - Continued</u>						
	BHP BILLITON LTD	USD	3,300,000	68.6300	222,171	226,478
	BIOGEN IDEC INC	USD	384,000	343.0400	71,352	131,726
	BIOGEN IDEC INC	USD	332,000	343.0400	82,277	113,888
	BLACKROCK INC	USD	300,000	330.5300	67,424	99,158
	BLACKROCK INC	USD	327,000	330.5300	61,840	108,082
	BOEING CO/THE	USD	956,000	126.8000	80,113	121,220
	BOEING CO/THE	USD	751,000	126.8000	51,271	95,226
	BORGWARNER INC	USD	1,561,000	62.1900	79,959	97,078
	BRITISH AMERICAN TOBACCO PLC	USD	1,225,000	118.4200	73,889	145,065
	BROADRIDGE FINANCIAL SOLUTIONS	USD	7,350,000	42.5400	158,899	312,669
	BROOKFIELD ASSET MANAGEMENT IN	USD	4,016,000	47.7500	132,842	191,764
	BROOKFIELD ASSET MANAGEMENT IN	USD	1,275,000	47.7500	31,836	60,881
	BROWN & BROWN INC	USD	3,713,000	32.6200	117,336	121,116
	CAMERON INTERNATIONAL CORP	USD	1,497,000	74.3300	95,798	111,272
	CANADIAN NATIONAL RAILWAY CO	USD	4,200,000	71.8600	128,690	301,812
	CANADIAN NATURAL RESOURCES LTD	USD	3,750,000	43.6500	134,690	163,313
	CANADIAN PACIFIC RAILWAY LTD	USD	1,800,000	200.6000	100,043	361,080
	CAPITAL ONE FINANCIAL CORP	USD	445,000	82.0600	36,189	36,517
	CARLISLE COS INC	USD	1,575,000	82.9000	43,034	130,568
	CARMAX INC	USD	2,910,000	52.4000	111,414	152,484
	CIMAREX ENERGY CO	USD	950,000	145.1600	54,981	137,902
	CINTAS CORP	USD	3,025,000	66.1400	73,012	200,074
	COMCAST CORP	USD	3,932,000	54.7200	94,431	215,159
	COMPASS MINERALS INTERNATIONAL	USD	1,800,000	89.0700	130,763	160,326
	COPA HOLDINGS S A CL A	USD	681,000	122.0800	94,807	83,749
	COPART INC	USD	4,641,000	34.4300	126,076	159,790
	CORE LABORATORIES NV	USD	500,000	157.9900	35,479	78,995
	COSTCO WHOLESALE CORP	USD	815,000	121.0800	92,671	98,680
	CULLEN/FROST BANKERS INC	USD	2,800,000	78.6000	163,131	220,080
	CUMMINS INC	USD	656,000	145.1100	83,835	95,192
	CVS HEALTH CORPORATION	USD	2,145,000	79.4500	101,466	170,420
	CVS HEALTH CORPORATION	USD	1,297,000	79.4500	50,341	103,047
	DANAHER CORP	USD	723,000	76.6100	46,450	55,389
	DANAHER CORP	USD	2,268,000	76.6100	143,965	173,139
	DANAHER CORP	USD	1,345,000	76.6100	71,766	103,040
	DELTA AIR LINES INC	USD	1,447,000	39.5800	50,803	57,272
	DIGITAL REALTY TRUST INC	USD	876,000	65	42,076	57,159
	DIAGEO PLC	USD	1,780,000	119.8700	189,085	213,389
	DIAGEO PLC	USD	1,250,000	119.8700	79,340	149,838
	DRESSER-RAND GROUP INC	USD	1,175,000	69.3000	67,652	81,428
	DUN & BRADSTREET CORP	USD	1,275,000	117.3800	94,245	149,660
	EATON CORP PLC	USD	2,125,000	69.8100	116,686	148,346
	EBAY INC	USD	4,215,000	55.5000	216,487	233,933
	ELI LILLY & CO	USD	1,701,000	63.5600	99,497	108,116
	EMC CORP/MA	USD	1,208,000	29.5300	35,726	35,672
	EMC CORP/MA	USD	3,779,000	29.5300	47,874	111,594
	ENSCO PLC	USD	1,950,000	50.4800	113,603	98,436
	EXPRESS SCRIPTS HOLDING CO	USD	1,352,000	73.9300	105,426	99,953
	EXXON MOBIL CORP	USD	1,745,000	99.4600	125,891	173,558
	F5 NETWORKS INC	USD	419,000	124.1900	44,572	52,036
	F5 NETWORKS INC	USD	946,000	124.1900	84,281	117,484
	FLIR SYSTEMS INC	USD	3,425,000	33.7900	103,249	115,731
	FORWARD AIR CORP	USD	1,875,000	46.2900	60,012	86,794
	FRANKLIN RESOURCES INC	USD	1,843,000	56.5200	73,092	104,166
	GAP INC/THE	USD	2,452,000	46.1500	110,862	113,160
	GENERAL ELECTRIC CO	USD	3,558,000	25.9800	95,088	92,437
	GENPACT LTD	USD	13,550,000	17.4000	231,650	235,770
	GILEAD SCIENCES INC	USD	2,188,000	107.5600	123,120	235,341
	GILEAD SCIENCES INC	USD	976,000	107.5600	17,332	104,979
	GILEAD SCIENCES INC	USD	157,000	571.6000	57,089	89,741
	GOOGLE INC	USD	94,000	582.3600	26,179	54,742
	GOOGLE INC	USD	94,000	571.6000	28,116	53,790
	GREAT PLAINS ENERGY INC	USD	1,863,000	25.6700	47,249	50,390
	GREENLIGHT CAPITAL RE LTD CL A	USD	3,775,000	34.2100	93,180	129,143
	HANESBRANDS INC	USD	1,198,000	102.6800	59,189	123,011
	HANGER INC	USD	1,950,000	22.4000	66,075	43,680

See Independent Auditor's Report.

**Road Carriers Local 707 Pension Fund**  
 Supplemental Schedule Required Under ERISA and  
 Department of Labor Regulations  
 Schedule H  
 August 31, 2014

**Line 4i - Schedule of Assets (Held at end of Year) - Continued**

LINE 4I - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

(a)	(b)(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Common Stocks - Continued</b>						
	HB FULLER CO	USD	4,250	47	155,517	199,920
	HESS CORP	USD	851	101	85,600	86,036
	HOME DEPOT INC/THE	USD	1,191	94	67,111	111,359
	HOME DEPOT INC/THE	USD	1,179	94	88,416	110,237
	INGERSOLL-RAND PUBLIC LIMITED	USD	2,800	60	80,474	168,560
	INNOVOPHOS HOLDINGS INC	USD	2,100	58	104,256	122,115
	INTEL CORP	USD	1,785	35	54,489	61,285
	INTERPUBLIC GROUP OF COS INC/T	USD	9,850	20	175,920	192,371
	JACOBS ENGINEERING GROUP INC	USD	4,195	54	216,318	226,152
	JOHNSON & JOHNSON	USD	965	104	58,348	100,099
	JOHNSON & JOHNSON	USD	536	104	51,623	55,599
	KENNAMETAL INC	USD	2,500	45	100,805	112,025
	KIRBY CORP	USD	882	119	100,192	105,214
	KIRBY CORP	USD	1,350	119	60,733	161,042
	KLA-TENCOR CORP	USD	1,521	76	75,941	116,235
	LAM RESEARCH CORP	USD	1,709	72	91,762	122,894
	LIBERTY INTERACTIVE CORP	USD	1,960	30	29,201	57,859
	LINDSAY CORP	USD	1,575	78	124,871	122,504
	LINEAR TECHNOLOGY CORP	USD	1,234	45	56,539	55,666
	LOWE'S COS INC	USD	2,059	53	98,440	108,118
	M&T BANK CORP	USD	964	124	76,288	119,179
	MACY'S INC	USD	1,649	62	55,850	102,716
	MANULIFE FINANCIAL CORP	USD	1,850	20	32,875	37,333
	MARATHON OIL CORP	USD	2,173	42	81,660	90,592
	MARKEL CORP	USD	290	660	115,781	191,342
	MARKEL CORP	USD	1,804	94	165,869	169,071
	MCDONALD'S CORP	USD	565	195	43,884	110,192
	MCKESSON CORP	USD	1,556	64	95,852	99,351
	MEDTRONIC INC	USD	1,641	64	61,842	104,778
	MEDTRONIC INC	USD	1,483	60	68,104	89,143
	MERCK & CO INC	USD	2,340	45	67,095	106,306
	MICROSOFT CORP	USD	2,365	45	68,470	107,442
	MICROSOFT CORP	USD	2,018	45	80,776	91,678
	MICROSOFT CORP	USD	3,975	34	107,157	134,912
	MKS INSTRUMENTS INC	USD	782	88	42,444	69,137
	MONSTER BEVERAGE CORP	USD	1,225	90	97,051	110,422
	MSC INDUSTRIAL DIRECT CO	USD	7,225	27	139,305	196,592
	NABORS INDUSTRIES LTD SHS	USD	1,225	86	86,784	105,877
	NATIONAL OILWELL VARCO INC	USD	2,850	78	132,236	221,721
	NESTLE SA	USD	2,370	78	146,975	104,379
	NESTLE SA	USD	2,535	42	81,587	106,876
	NETAPP INC	USD	5,575	28	176,131	158,665
	NOBLE CORP PLC	USD	2,345	69	143,848	162,391
	NORSTROM INC	USD	344	107	36,724	36,808
	NORFOLK SOUTHERN CORP	USD	2,307	69	113,950	159,990
	NORTHERN TRUST CORP	USD	1,425	90	67,716	128,022
	NOVARTIS AG	USD	3,078	19	55,740	59,067
	NVIDIA CORP	USD	116	1,173	116,792	136,090
	NVR INC	USD	494	104	47,440	51,243
	OCCIDENTAL PETROLEUM CORP	USD	4,733	42	152,472	196,561
	ORACLE CORP	USD	2,399	42	34,768	99,630
	ORACLE CORP	USD	648	156	59,559	101,075
	O'REILLY AUTOMOTIVE INC	USD	2,795	63	150,951	175,554
	PACCAR INC	USD	1,449	68	92,072	98,518
	PACKAGING CORP OF AMERICA	USD	1,858	9	25,101	17,317
	PARAGON OFFSHORE PLC	USD	425	112	31,099	47,486
	PARTNERRE HLDGS LTD BERMUDA	USD	5,075	40	122,694	204,370
	PATTERSON COS INC	USD	5,696	29	171,073	167,405
	PFIZER INC	USD	1,622	86	144,886	138,811
	PHILIP MORRIS INTERNATIONAL IN	USD	327	145	34,482	47,539
	POLARIS INDUSTRIES INC	USD	4,225	35	142,304	148,551
	POTASH CORP OF SASKATCHEWAN IN	USD	496	206	50,738	102,107
	PFS INDUSTRIES INC	USD	4,050	23	89,806	93,798
	PROGRESS SOFTWARE CORP	USD	7,004	25	170,032	175,240
	PROGRESSIVE CORP/THE	USD	5,159	19	110,619	99,156
	PULTEGROUP INC	USD	1,228	76	66,136	93,451
	QUALCOMM INC	USD	1,535	76	73,629	116,814
	QUALCOMM INC	USD	1,123	96	104,198	108,190
	RAYTHEON CO	USD				

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

### Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

#### Line 4i - Schedule of Assets (Held at end of Year) - Continued

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<b>Common Stocks - Continued</b>						
	ROBERT HALF INTERNATIONAL INC	USD	409	50	52,359	100,420
	ROCKWELL AUTOMATION INC	USD	1,829	117	35,379	42,329
	ROCKWELL COLLINS INC	USD	868	77	150,822	154,422
	ROYAL CARIBBEAN CRUISES LTD	USD	423	64	37,560	37,618
	RPX CORP	USD	4,300	15	135,839	122,659
	RYDER SYSTEM INC	USD	2,027	90	64,900	130,993
	SANDISK CORP	USD	1,450	98	59,444	100,605
	SCANSOURCE INC	USD	3,250	39	107,227	150,384
	SCHLUMBERGER LTD	USD	3,145	110	178,984	306,992
	SCRIPPS NETWORKS INTERACTIVE I	USD	5,200	80	29,015	42,167
	SKYWORKS SOLUTIONS INC	USD	1,675	57	47,086	122,612
	SOCIEDAD QUIMICA Y MINERA DE C	USD	3,900	27	205,339	186,184
	SOUTHWEST AIRLINES CO	USD	7,261	32	108,151	113,860
	STURM RUGER & CO INC	USD	9,000	50	46,907	47,890
	SUNCOR ENERGY INC	USD	1,103	41	178,639	235,240
	SYNOPEYS INC	USD	1,430	41	87,173	106,667
	TALISMAN ENERGY INC	USD	2,765	10	32,343	18,888
	TD AMERITRADE HOLDING CORP	USD	1,100	33	99,912	109,230
	TE CONNECTIVITY LTD	USD	3,015	63	71,601	97,593
	TECK RESOURCES LTD	USD	7,225	23	65,441	42,069
	TENARIS SA	USD	693	44	165,432	182,705
	TEXAS INSTRUMENTS INC	USD	4,959	48	99,386	102,238
	THE PRICELINE GROUP INC/THE	USD	3,150	1,244	61,236	99,545
	THE PRICELINE GROUP INC/THE	USD	3,025	1,244	61,101	108,255
	TIME WARNER CABLE INC	USD	2,089	148	109,522	119,232
	TIME WARNER INC	USD	2,535	77	38,215	47,692
	TJX COS INC	USD	1,569	60	174,631	193,733
	UBS AG SHS NEW	USD	1,523	18	58,355	42,069
	UNIFIRST CORP/MA	USD	4,200	97	84,225	60,594
	UNILEVER NV	USD	2,777	42	73,388	109,305
	UNION PACIFIC CORP	USD	4,250	105	38,726	107,165
	UNITED PARCEL SERVICE INC	USD	6,175	97	96,273	95,091
	UNITEDHEALTH GROUP INC	USD	871	87	111,436	174,574
	US BANCORP	USD	493	42	97,295	165,103
	VALE SA	USD	2,550	13	217,483	99,583
	VALMONT INDUSTRIES INC	USD	2,737	141	174,781	165,381
	VARIAN MEDICAL SYSTEMS INC	USD	1,575	85	179,498	206,174
	VARIAN MEDICAL SYSTEMS INC	USD	900	85	117,795	135,607
	VERIZON COMMUNICATIONS INC	USD	2,815	50	181,532	183,537
	VIACOM INC	USD	3,300	81	30,473	45,687
	VISA INC	USD	6,648	213	140,344	158,327
	VISA INC	USD	2,248	213	76,306	101,585
	VISA INC	USD	857	213	17,901	52,917
	WALT DISNEY CO/THE	USD	270	90	51,033	58,512
	WALT DISNEY CO/THE	USD	5,204	90	98,413	109,654
	WEATHERFORD INTL PLC ORD SHS	USD	4,425	24	210,185	318,038
	WELLPOINT INC	USD	1,400	117	106,976	107,539
	WELLS FARGO & CO	USD	2,200	51	83,935	135,442
	WESTERN DIGITAL CORP	USD	1,200	103	22,984	112,693
	WISCONSIN ENERGY CORP	USD	475	45	53,768	54,804
	WOODWARD INC	USD	6,475	52	137,149	167,136
	WR BERKLEY CORP	USD	1,650	48	42,016	44,047
	WR BERKLEY CORP	USD	937	48	98,344	186,148
	WYNDHAM WORLDWIDE CORP	USD	1,495	81	54,440	57,953
	XEROX CORP	USD	1,240	14	54,567	56,041
	YARA INTERNATIONAL ASA	USD	1,479	50	6,518	10,069
	ZIONS BANCORPORATION	USD	1,708	29	76,268	98,348
	<b>Total Common Stocks</b>				<b>20,543,039</b>	<b>27,591,519</b>

See Independent Auditor's Report.

## Road Carriers Local 707 Pension Fund

### Supplemental Schedule Required Under ERISA and Department of Labor Regulations Schedule H August 31, 2014

#### Line 4i - Schedule of Assets (Held at end of Year) - Continued

LINE 4i - SCHEDULE OF ASSETS (HELD AT END OF YEAR)

(a)	(b)/(c) Identity of Issue, Borrower, Lessor, or Similar Party Description of Investment Including Maturity Date, Rate of Interest, Collateral, or Par	Currency	Par Value/ Shares	Market Price	(d) Cost Value	(e) Market Value
<u>U.S. Government and Governmental Agencies Obligations</u>						
	FEDERAL HOME LN MTG CORP	USD	400,000	101	415,150	404,832
	FEDERAL NATL MTG ASSN	USD	825,000	103	875,780	850,649
	FEDERAL NATL MTG ASSN	USD	1,350,000	100	1,351,086	1,351,472
	FEDERAL NATL MTG ASSN	USD	1,100,000	100	1,100,232	1,101,188
	FEDERAL NATL MTG ASSN	USD	725,000	99	709,776	714,995
	FEDERAL NATL MTG ASSN	USD	550,000	98	534,012	539,616
	FEDERAL NATL MTG ASSN	USD	1,120,000	102	1,174,780	1,142,176
	FEDERAL NATL MTG ASSN	USD	528,670	101	533,709	536,092
	FHLMC POOL #G1-4649	USD	532,576	101	536,736	540,053
	FHLMC POOL #J2-3303	USD	1,200,000	104	1,259,373	1,244,292
	U S TREASURY NOTE	USD	1,300,000	101	1,319,957	1,319,396
	U S TREASURY NOTE	USD	820,000	104	863,008	853,636
	U S TREASURY NOTE	USD	900,000	101	906,750	908,082
	U S TREASURY NOTE	USD	1,350,000	100	1,350,316	1,356,116
	VANGUARD SHORT-TERM TREASURY F	USD	469,278	11	5,005,893	5,010,572
	<b>Total U.S. Government and Governmental Agencies Obligations</b>				<u>17,936,559</u>	<u>17,873,167</u>
<u>Mutual Fund</u>						
	VANGUARD INSTITUTIONAL INDEX F	USD	31,644	184	4,019,730	5,830,653
	FIDELITY ADV INFL	USD	404,694	13	5,002,035	5,058,675
	<b>Total Mutual Funds</b>				<u>9,021,765</u>	<u>10,889,328</u>
<u>REIT</u>						
	EQUITY REAL ESTATE SECURITIES	USD	51,420	113	4,004,596	5,812,526
					<u>4,004,596</u>	<u>5,812,526</u>
<u>Short-term investments</u>						
	COLLECTIVE US GOV'T STIF 20	USD	10,244,802	1	10,244,802	10,244,802
	<b>Total Investments</b>				<u>\$ 70,324,744</u>	<u>\$ 80,883,489</u>

**ROAD CARRIERS – LOCAL 707 PENSION FUND  
PARTITION APPLICATION**

**EXHIBIT 7**

## **NOTICE OF APPLICATION FOR PARTITION FOR ROAD CARRIERS – LOCAL 707 PENSION FUND**

[Insert Date]

This notice is to inform you that, on February 19, 2016, the Board of Trustees of the Road Carriers – Local 707 Pension Fund (“Board of Trustees”) filed a complete application with the Pension Benefit Guaranty Corporation (“PBGC”) requesting approval for a partition of the Road Carriers – Local 707 Pension Fund, EIN 51-6106510, and Plan Number 001 (the “Plan”).

The Board of Trustees of the Plan has also submitted an application for the suspension of benefits with the U.S. Department of the Treasury on [DATE STILL TO BE DETERMINED] under section 305(e)(9)(G) of ERISA, and you may obtain a copy of the application and notice required by section 305(e)(9)(F) of ERISA by contacting the Fund office in writing at 14 Front Street, Suite 301, Hempstead, NY 11550 or by calling telephone number (516) 560-8500.

### ***What is partition?***

A multiemployer plan that is in critical and declining status may apply to PBGC for an order that separates (*i.e.*, partitions) and transfers the PBGC-guaranteed portion of certain participants’ and beneficiaries’ benefits to a newly-created successor plan. The total amount transferred from the original plan to the successor plan is the minimum amount needed to keep the original plan solvent. While the Board of Trustees will administer the successor plan, PBGC will provide financial assistance to the successor plan to pay the transferred benefits.

PBGC guarantees benefits up to a legal limit. However, if the PBGC-guaranteed amount payable by the successor plan is less than the benefit payable under the original plan after taking into account benefit reductions or any plan amendments after the effective date of the partition, Federal law requires the original plan to pay the difference. Therefore, partition will not further change the total amount payable to any participant or beneficiary.

### ***What are the rules for partition?***

Federal law permits, but does not require, PBGC to approve an application for partition. PBGC generally will make a decision on the application for partition within 270 days. A plan is eligible for partition if certain requirements are met, including:

1. The pension plan is in critical and declining status. A plan is in critical and declining status if it is in critical status (which generally means the plan’s funded percentage is less than 65%) and is projected to run out of money within 15 years (or 20 years if there are at least twice as many inactive as active participants, or if the plan’s funded percentage is less than 80%).

## **NOTICE OF APPLICATION FOR PARTITION FOR ROAD CARRIERS – LOCAL 707 PENSION FUND**

[Insert Date]

This notice is to inform you that, on March x, 2016, the Board of Trustees of the Road Carriers – Local 707 Pension Fund (“Board of Trustees”) filed a complete application with the Pension Benefit Guaranty Corporation (“PBGC”) requesting approval for a partition of the Road Carriers – Local 707 Pension Fund, EIN 51-6106510, and Plan Number 001 (the “Plan”).

The Board of Trustees of the Plan has also submitted an application for the suspension of benefits with the U.S. Department of the Treasury on [DATE STILL TO BE DETERMINED] under section 305(e)(9)(G) of ERISA, and you may obtain a copy of the application and notice required by section 305(e)(9)(F) of ERISA by contacting the Fund office in writing at 14 Front Street, Suite 301, Hempstead, NY 11550 or by calling telephone number (516) 560-8500.

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PBGC guarantees benefits up to a legal limit. However, if the PBGC-guaranteed amount payable by the successor plan is less than the benefit payable under the original plan after taking into account benefit reductions or any plan amendments after the effective date of the partition, Federal law requires the original plan to pay the difference. Therefore, partition will not further change the total amount payable to any participant or beneficiary.

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1. The pension plan is in critical and declining status. A plan is in critical and declining status if it is in critical status (which generally means the plan’s funded percentage is less than 65%) and is projected to run out of money within 15 years (or 20 years if there are at least twice as many inactive as active participants, or if the plan’s funded percentage is less than 80%).

2. PBGC determines, after consulting with the PBGC Participant and Plan Sponsor Advocate, that the Board of Trustees has taken (or is taking) all reasonable measures to avoid insolvency, including reducing benefits to the maximum allowed under the law.
3. PBGC determines that: (1) providing financial assistance in a partition will be significantly less than providing financial assistance in the event the plan becomes insolvent; and (2) partition is necessary for the plan to remain solvent.
4. PBGC certifies to Congress that its ability to meet existing financial assistance obligations to other multiemployer plans (including plans that are insolvent or projected to become insolvent within 10 years) will not be impaired by the partition.
5. The cost of the partition is paid exclusively from PBGC's multiemployer insurance fund.

### ***Why are partition and benefit reductions needed?***

The Plan is in critical and declining status, is approximately 3.7% funded, and is projected to become insolvent by February 2017. The Board of Trustees has taken reasonable measures to avoid insolvency, but has determined that these measures are insufficient and that the proposed partition and reduction of benefits combined are necessary for the Plan to avoid insolvency.

In consideration of the Plan's projected date of insolvency, the Trustees' proposed effective date of the Plan's partition is July 1, 2016. The Trustees intend to partition (that is, transfer) all of the guaranteed benefit liabilities of retirees in pay status as well as all of the guaranteed benefit liabilities of deferred vested terminated employees not yet in pay status to the successor plan. This represents approximately 30% of the Plan's current benefit liabilities and 72% of the Plan's post-suspension liabilities (approximately \$200 million of benefit liabilities). The Trustees have determined that this is the minimum amount of liabilities that must be partitioned for the Plan to remain solvent. The Plan's remaining liabilities would include an ongoing benefit payment obligation by the Plan to participants in the successor plan.

The Plan's large ratio of retirees and terminated vesteds to participants currently employed (approximately 5 to 1), coupled with the fact that the benefits liabilities with respect to a retiree or terminated vested are usually larger than the benefit liabilities with respect to a currently employed active participant, mandates that the benefit liabilities of the retirees and terminated vesteds, as opposed to the currently employed participants, be partitioned in order for the Plan to remain solvent. If instead, the Plan is allowed to become insolvent, the benefits of all participants and beneficiaries whose benefits exceed the PBGC-guaranteed amount would be reduced to the PBGC-guaranteed amount.

### ***What is PBGC's multiemployer plan guarantee?***

Federal law sets the maximum that PBGC may guarantee. For multiemployer plan benefits, 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. PBGC's maximum guarantee, therefore, is \$35.75 per month times a participant's years of credited service.

PBGC guarantees vested pension benefits payable at normal retirement age, early retirement benefits, and certain survivor benefits, if the participant met the eligibility requirements for a benefit before plan termination or insolvency. A benefit or benefit increase that has been in effect for less than 60 months is not eligible for PBGC's guarantee. PBGC also 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.

***How will I know when PBGC has made a decision on the application for partition?***

If PBGC approves the Board of Trustees' application for partition, PBGC will issue a notice to affected participants and beneficiaries whose benefits will be transferred to the successor plan no later than 14 days after it issues the order of partition. You may also visit [www.pbgc.gov/MPRA](http://www.pbgc.gov/MPRA) for a list of applications for partition received by PBGC and the status of those applications.

***How do I obtain information on the application for approval to reduce benefits?***

The application for approval of the proposed reduction of benefits will be publicly available within 30 days after the Treasury Department receives the application. See [www.treasury.gov](http://www.treasury.gov) for a copy of the application, instructions on how to send comments on the application, and how to contact the Treasury Department for further information and assistance.

***Your Rights to Receive Information about Your Plan and its Benefits***

Your Plan's Summary Plan Description ("SPD") will include information on the procedures for claiming benefits, which will apply to both the original and successor plans until the Plan provides you a new SPD. You also have the legal right to request documents from the original plan to help you understand the partition and your rights such as:

- The plan document, trust agreement, and other documents governing the Plan (e.g., collective bargaining agreements);
- The latest SPD and summaries of material modification;
- The Plan's Form 5500 annual reports, including audited financial statements, filed with the U.S. Department of Labor during the last six years;
- The Plan's annual funding notices for the last six years;
- Actuarial reports (including reports submitted in support of the application for partition) furnished to the Plan within the last six years;
- The Plan's current rehabilitation plan, including contribution schedules; and
- Any quarterly, semi-annual or annual financial reports prepared for the Plan by an investment manager, fiduciary or other advisor and furnished to the Plan within the last six years.

If your benefits are transferred to the successor plan, you will be furnished a successor plan SPD within 120 days of the partition; and the plan document, trust agreement, and other documents governing the successor plan will be available for review following the partition.

The plan administrator must respond to your request for these documents within 30 days, and may charge you the cost per page for the least expensive means of reproducing documents, but cannot charge more than 25 cents per page. The Plan's Form 5500 annual reports are also available free of charge at <http://www.dol.gov/ebsa/5500main.html>. Some of the documents also may be available for examination, without charge, at the plan administrator's office, your worksite, or union hall.

***Plan Contact Information***

For more information about this Notice, you may contact:

Kevin McCaffrey, Fund Manager  
Road Carriers – Local 707 Pension Fund  
14 Front Street, Suite 301, Hempstead, NY 11550

Redacted by the U.S. Department of  
the Treasury

***PBGC Contact Information***

Multiemployer Program Division, PBGC, 1200 K Street, NW, Washington, DC 20005-4026

Email: [Multiemployerprogram@pbgc.gov](mailto:Multiemployerprogram@pbgc.gov)

Phone: (202) 326-4000 "0", or 1-800-400-7242, or 202-326-4000 x6804

***PBGC Participant and Plan Sponsor Advocate Contact Information***

Constance Donovan, PBGC, 1200 K Street, NW, Washington, DC 20005-4026

Email: [Advocate@pbgc.gov](mailto:Advocate@pbgc.gov)

Phone: (202) 326-4448

**ROAD CARRIERS – LOCAL 707 PENSION FUND  
PARTITION APPLICATION**

**EXHIBIT 8**