FELRA & UFCW
Pension Fund

Classic Values, Innovative Advice.

2014 Actuarial Valuation Results

February 13, 2015

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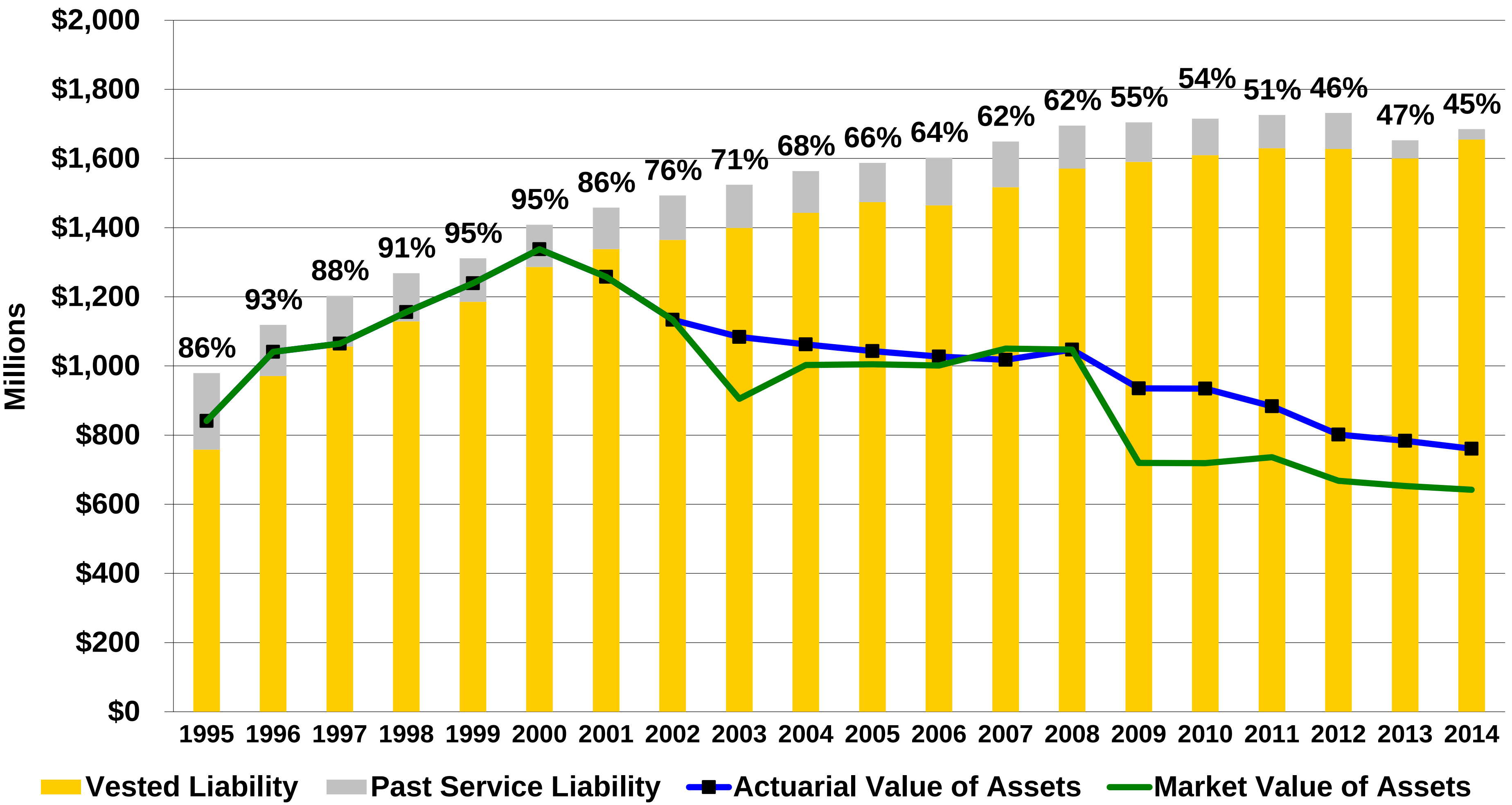
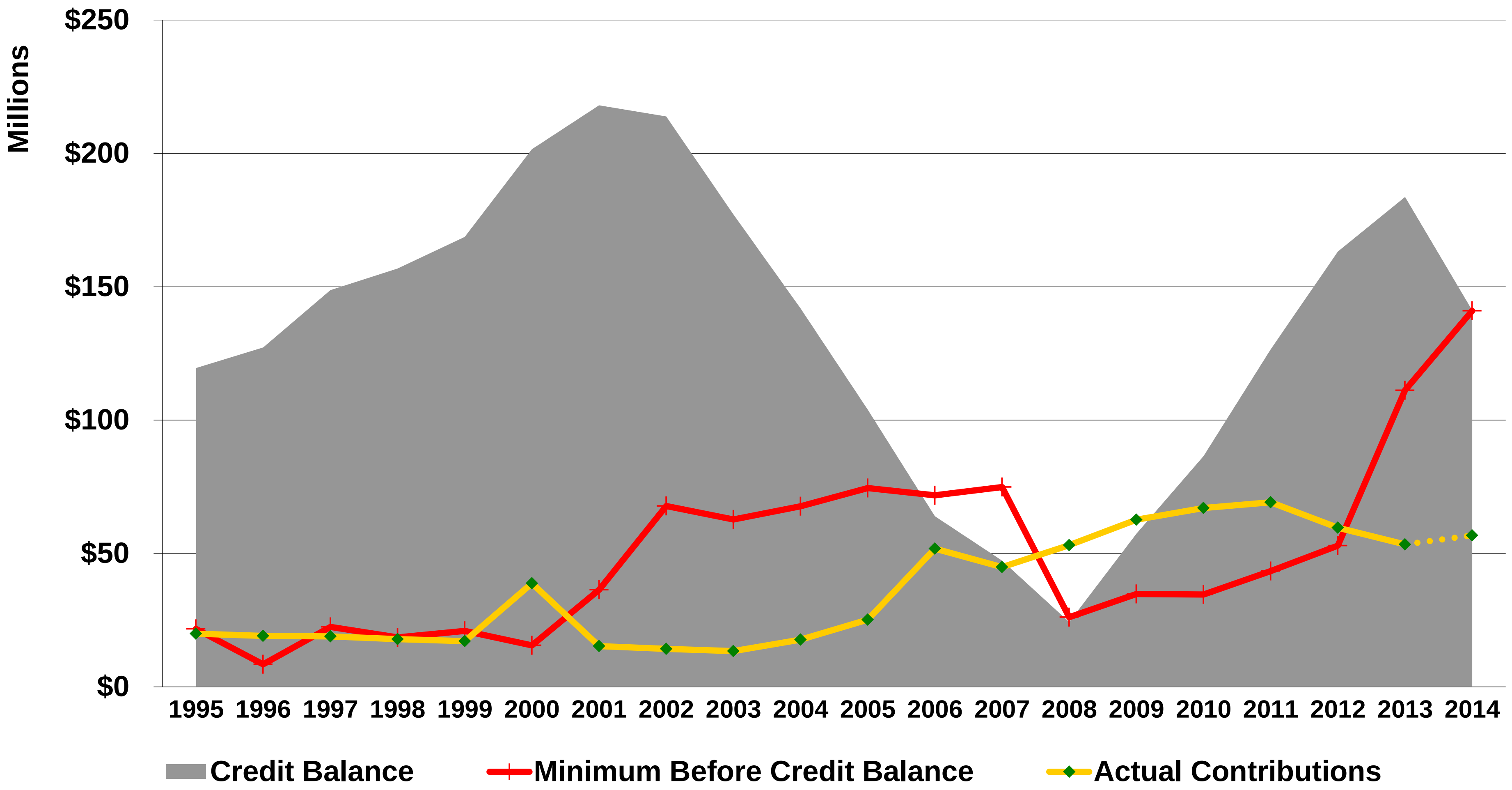
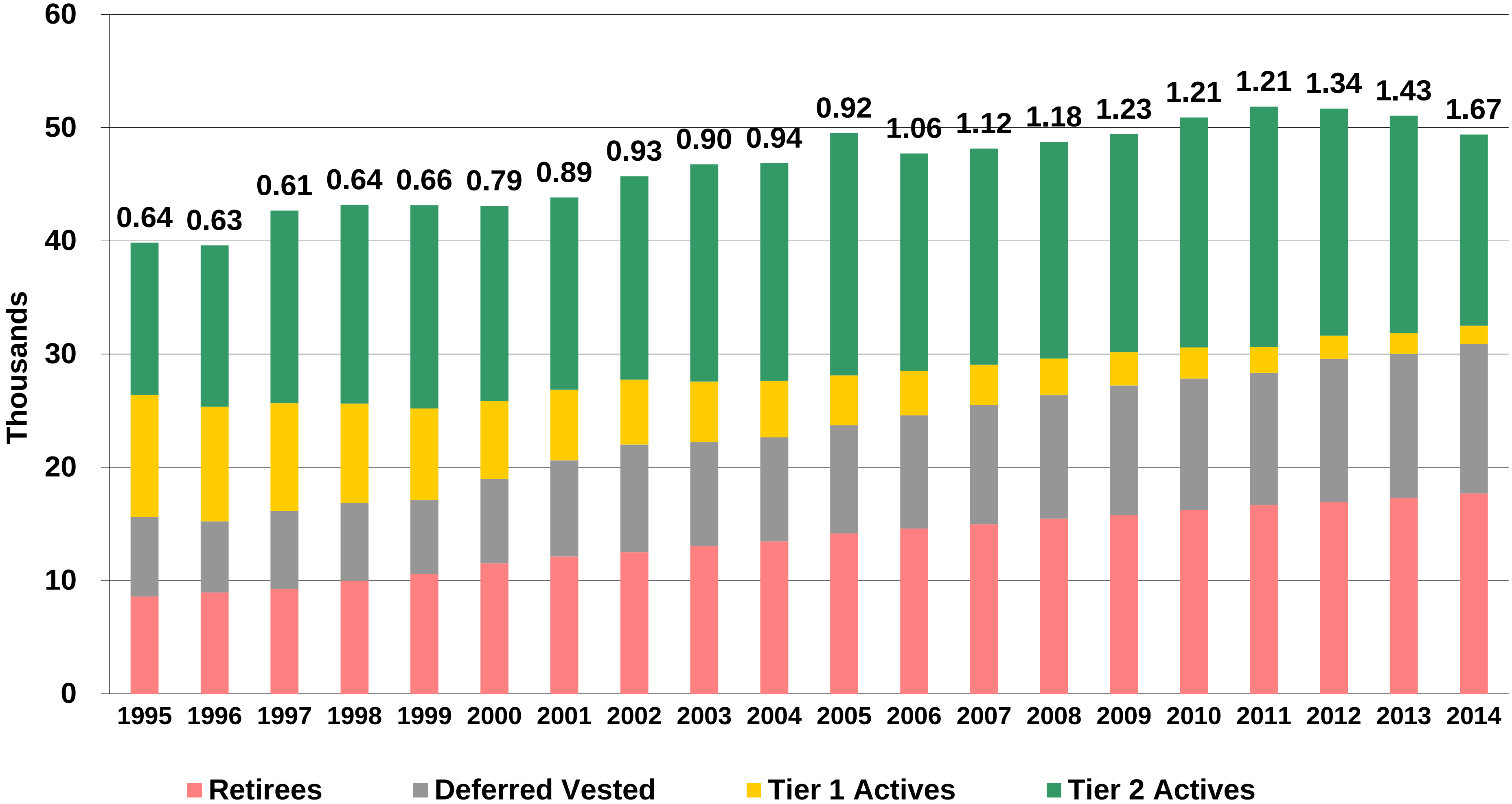
Historical Review - Assets and Liabilities



Historical Review - Minimum Funding



Historical Review - Plan Membership



Historical Review - Gains and (Losses)

Year	Liability Amount	Liability %	MVA Amount	MVA %	Other* Amount	Other* %	Total Amount
1995	$ 36.92	3.8%	$ 167.47	19.9%	$ (146.27)	(14.9%)	$ 58.12
1996	(42.81)	(3.8%)	(20.90)	(2.0%)	(1.11)	(0.1%)	(64.82)
1997	(24.32)	(2.0%)	54.13	5.1%	(0.56)	(0.0%)	29.25
1998	(6.41)	(0.5%)	47.15	4.1%	1.39	0.1%	42.13
1999	(22.67)	(1.7%)	66.07	5.3%	(67.17)	(5.1%)	(23.77)
2000	(24.86)	(1.8%)	(102.75)	(7.7%)	-	0.0%	(127.61)
2001	(6.02)	(0.4%)	(141.36)	(11.2%)	-	0.0%	(147.38)
2002	(10.95)	(0.7%)	(44.79)	(4.0%)	179.15	15.8%	123.41
2003	(15.51)	(1.0%)	119.00	13.1%	-	0.0%	103.49
2004	(1.65)	(0.1%)	16.68	1.7%	-	0.0%	15.03
2005	1.57	0.1%	9.59	1.0%	-	0.0%	11.16
2006	6.56	0.4%	40.52	4.0%	(39.45)	(2.5%)	7.63
2007	(5.49)	(0.3%)	(3.83)	(0.4%)	(31.84)	(1.9%)	(41.16)
2008	(71.65)	(4.2%)	(333.60)	(31.9%)	71.93	4.2%	(333.32)
2009	(39.16)	(2.3%)	11.30	1.6%	38.17	2.2%	10.31
2010	52.00	3.0%	29.52	4.1%	(56.66)	(3.3%)	24.86
2011	(3.42)	(0.2%)	(55.80)	(7.6%)	-	0.0%	(59.22)
2012	16.91	1.0%	15.08	2.3%	61.99	3.6%	93.98
2013	4.92	0.3%	28.04	4.3%	(49.68)	(3.0%)	(16.72)
Total	$ (156.05)	(9.4%)	$ (98.47)	(15.1%)	$ (40.10)	(2.4%)	$ (294.63)

** Plan, assumption and funding method changes*

Summary of Principal Results

FELRA and UFCW Pension Fund
Summary of Principal Results

	1/1/2013	1/1/2014	Change
Participant Counts			
Actives* Tier I	1,823	1,624	(10.92%)
Tier II	19,192	16,889	(12.00%)
Total	21,015	18,513	(11.91%)
Terminated Vesteds	12,719	13,190	3.70%
In Pay Status	17,310	17,698	2.24%
Total	51,044	49,401	(3.22%)
Financial Information			
(1) Market Value of Assets (MVA)	$ 652,897,338	$ 641,765,217	(1.71%)
(2) Actuarial Value of Assets (AVA)	783,476,806	760,146,729	(2.98%)
(3) Actuarial Liability	$ 1,652,793,158	$ 1,682,971,393	1.83%
(4) Surplus (Unfunded Actuarial Liability) [(2) - (3)]	(869,316,352)	(922,824,664)	N/A
(5) Funding Ratio [(2) ÷ (3)]	47.4%	45.2%	N/A
(6) Present Value of Accrued Benefits / PPA Liability	$ 1,650,999,249	$ 1,682,971,393	1.94%
(7) Accrued Benefit Surplus (Unfunded) [(2) - (6)]	(867,522,443)	(922,824,664)	N/A
(8) Funding Ratio [(2) ÷ (6)]	47.5%	45.2%	N/A
Plan Experience			
Investment Gain/(Loss)	$ 1,443,583	$ 5,390,707	N/A
Liability Gain/(Loss)	16,912,745	4,921,194	N/A
Total Gain/(Loss)	$ 18,356,328	10,311,901	N/A
Contributions and Cash Flows			
Employer Contributions (Actual / Estimated)	$ 53,364,355	$ 57,000,000	6.81%
ERISA minimum required contribution	0	0	0.00%
ERISA credit balance at start of year	183,622,984	141,101,772	(23.16%)
Prior Year Benefit Payouts	$ 138,082,930	$ 139,810,162	1.25%
Prior Year Total Investment Return (Net)	68,229,612	79,560,434	N/A

* Effective January 1, 2013, benefit accruals were ceased for active participants employed by Giant and Safeway.

Assumptions and Methods/Reliance

The purpose of this presentation is to present the January 1, 2014 actuarial valuation results to the FELRA & UFCW Pension Fund Board of Trustees. This presentation is not intended to benefit any third party, and Cheiron assumes no duty or liability to any such party.

The assumptions reflect our understanding of the likely future experience of the Plan and the assumptions taken individually represent our best estimate for the future experience of the Plan. The results of this presentation are dependent upon future experience conforming to these assumptions. To the extent that future experience deviates from the actuarial assumptions, the true cost of the Plan could vary from our results. For complete details on the assumptions and methods, refer to the final January 1, 2014 actuarial valuation report.

In preparing our presentation, we relied on information (some oral and some written) supplied by the auditor and Fund Office. This information includes, but is not limited to, the plan provisions, employee data, and financial information. We performed an informal examination of the obvious characteristics of the data for reasonableness and consistency in accordance with Actuarial Standard of Practice #23.

To the best of my knowledge, this presentation and its contents have been prepared in accordance with generally recognized and accepted actuarial principles and practices which are consistent with the Code of Professional Conduct and applicable Actuarial Standards of Practice set out by the Actuarial Standards Board. Furthermore, as a credentialed actuary, I meet the Qualification Standards of the American Academy of Actuaries to render the opinion contained in herein. This presentation does not address any contractual or legal issues. I am not an attorney and our firm does not provide any legal services or advice.

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