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PBGC PROPOSES SIMPLIFIED WITHDRAWAL LIABILITY CALCULATIONS

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PBGC [proposed regulations](#) aim to simplify determining an employer's withdrawal liability and annual withdrawal liability payments under a multiemployer pension plan. The proposal would provide guidance and simplified methods for a plan sponsor to disregard:

- Reductions and suspensions of nonforfeitable benefits when determining the plan's unfunded vested benefits to calculate withdrawal liability
- Certain contribution increases when determining unfunded vested benefits allocated to an employer
- Certain contribution increases when determining an employer's annual withdrawal liability payment

The proposal would reduce a multiemployer plan sponsor's administrative burden to comply with changes made by the [Multiemployer Pension Reform Act of 2014](#). Comments on the proposal are due April 8.

RELATED RESOURCES

- [Proposed Regulations: Methods for Computing Withdrawal Liability, Multiemployer Pension Reform Act of 2014](#) (Federal Register, Feb. 6, 2019)
- [What's New for Employers & Practitioners](#) (PBGC, Feb. 6, 2019)
- [Multiemployer Pension Reform Act of 2014](#) (PBGC, Nov. 30, 2017)

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