

APPENDIX TO § 2520.104b-10—THE SUMMARY ANNUAL REPORT (SAR) UNDER ERISA: A CROSS-REFERENCE TO THE ANNUAL REPORT—Continued

| SAR Item  | Form 5500 Large Plan Filer Line Items                      | Form 5500 Small Plan Filer Line Items             |
|---|--|---|
| 11. Funding deficiency:   |  |   |
| a. Defined benefit plans .....  | Sch. B—10 .....  | Same.   |
| b. Defined contribution plans .....                                       | Sch. R—6c, if more than zero .....                         | Same.   |
| <b>B. WELFARE PLAN</b>  |  |   |
| 1. Name of insurance carrier .....  | All Schs. A—1(a) .....                                     | Same.   |
| 2. Total (experience rated and non-experienced rated) insurance premiums. | All Schs. A—Sum of 8a(4) and 9(a) .....                    | Same.   |
| 3. Experience rated premiums .....  | All Schs. A—8a(4) .....                                    | Same.   |
| 4. Experience rated claims .....  | All Schs. A—8b(4) .....                                    | Same.   |
| 5. Value of plan assets (net):  |  |   |
| a. End of plan year .....   | Sch. H—11 [Col. (b)] .....                                 | Sch. I—1c [Col. (b)].                             |
| b. Beginning of plan year .....   | Sch. H—11 [Col. (a)] .....                                 | Sch. I—1c [Col. (a)].                             |
| 6. Change in net assets .....   | Sch. H—Subtract 11 [Col. (a)] from 11 [Col. (b)].          | Sch. I—Subtract 1c [Col. (a)] from 1c [Col. (b)]. |
| 7. Total income .....   | Sch. H—2d .....  | Sch. I—2d.  |
| a. Employer contributions .....   | Sch. H—2a(1)(A) & 2a(2) if applicable ...                  | Sch. I—2a(1) & 2b if applicable.                  |
| b. Employee contributions .....   | Sch. H—2a(1)(B) & 2a(2) if applicable ...                  | Sch. I—2a(2) & 2b if applicable.                  |
| c. Gains (losses) from sale of assets.                                    | Sch. H—2b(4)(C) .....                                      | Not applicable.                                   |
| d. Earnings from investments .....  | Sch. H—Subtract the sum of 2a(3), 2b(4)(C) and 2c from 2d. | Sch. I—2c.  |
| 8. Total plan expenses .....  | Sch. H—2j .....  | Sch. I—2i.  |
| 9. Administrative expenses .....  | Sch. H—2i(5) .....   | Not applicable.                                   |
| 10. Benefits paid .....   | Sch. H—2e(4) .....   | Sch. I—2e.  |
| 11. Other expenses .....  | Sch. H—Subtract the sum of 2e(4) & 2i(5) from 2j.          | Sch. I—2h.  |

[44 FR 19403, Apr. 3, 1979, as amended at 44 FR 31640, June 1, 1979; 47 FR 31873, July 23, 1982; 54 FR 8629, Mar. 1, 1989; 65 FR 21085, Apr. 19, 2000; 65 FR 35568, June 5, 2000; 68 FR 16400, Apr. 3, 2003]

§ 2520.104b-30 Charges for documents.

(a) *Application.* The plan administrator of an employee benefit plan may impose a reasonable charge to cover the cost of furnishing to participants and beneficiaries upon their written request as required under section 104(b)(4) of the Act, copies of the following information, statements or documents: The latest updated summary plan description, and the latest annual report, any terminal report, the bargaining agreement, trust agreement, contract, or other instruments under which the plan is established or operated. No charge may be assessed for furnishing information, statements or documents as required by other provisions of the Act, which include, in part 1 of title I, sections 104(b)(1), (2), (3) and (c) and 105(a) and (c).

(b) *Reasonableness.* The charge assessed by the plan administrator to cover the costs of furnishing documents is reasonable if it is equal to the actual cost per page to the plan for the least expensive means of acceptable re-

production, but in no event may such charge exceed 25 cents per page. For example, if a plan printed a large number of pamphlets at \$1.00 per 50-page pamphlet, the actual cost of reproduction for the entire pamphlet (\$1.00) would be equal to 2 cents per page. If only one page of such a pamphlet were requested, the actual cost of providing that page from the printed copy would be \$1.00, since the copy would no longer be complete. In such a case, the least expensive means of acceptable reproduction would be individually reproducing the page requested at a charge of no more than 25 cents. On the other hand, if six pages of the same plan document were requested and each page cost 20 cents to be reproduced, the actual cost of providing those pages would be \$1.20. In such a case, if a printed copy is available, the least expensive means of acceptable reproduction would be to use pages from the printed copy at a charge of no more than \$1.00. No other charge for furnishing documents, such as handling or

postage charges, will be deemed reasonable. The plan administrator shall provide information to a plan participant or beneficiary, upon request, about the charge that would be made to provide a copy of material described in this paragraph.

[41 FR 16964, Apr. 23, 1976, as amended at 41 FR 37575, Sept. 7, 1976]

**Subpart G—Recordkeeping Requirements**

**§ 2520.107-1 Use of electronic media for maintenance and retention of records.**

(a) *Scope and purpose.* Sections 107 and 209 of the Employee Retirement Income Security Act of 1974, as amended (ERISA), contain certain requirements relating to the maintenance of records for reporting and disclosure purposes and for determining the pension benefits to which participants and beneficiaries are or may become entitled. This section provides standards applicable to both pension and welfare plans concerning the use of electronic media for the maintenance and retention of records required to be kept under sections 107 and 209 of ERISA.

(b) *General requirements.* The record maintenance and retention requirements of sections 107 and 209 of ERISA are satisfied when using electronic media if:

(1) The electronic recordkeeping system has reasonable controls to ensure the integrity, accuracy, authenticity and reliability of the records kept in electronic form;

(2) The electronic records are maintained in reasonable order and in a safe and accessible place, and in such manner as they may be readily inspected or examined (for example, the recordkeeping system should be capable of indexing, retaining, preserving, retrieving and reproducing the electronic records);

(3) The electronic records are readily convertible into legible and readable paper copy as may be needed to satisfy reporting and disclosure requirements

or any other obligation under Title I of ERISA;

(4) The electronic recordkeeping system is not subject, in whole or in part, to any agreement or restriction that would, directly or indirectly, compromise or limit a person's ability to comply with any reporting and disclosure requirement or any other obligation under Title I of ERISA; and

(5) Adequate records management practices are established and implemented (for example, following procedures for labeling of electronically maintained or retained records, providing a secure storage environment, creating back-up electronic copies and selecting an off-site storage location, observing a quality assurance program evidenced by regular evaluations of the electronic recordkeeping system including periodic checks of electronically maintained or retained records, and retaining paper copies of records that cannot be clearly, accurately or completely transferred to an electronic recordkeeping system).

(c) *Legibility and readability.* All electronic records must exhibit a high degree of legibility and readability when displayed on a video display terminal or other method of electronic transmission and when reproduced in paper form. The term "legibility" means the observer must be able to identify all letters and numerals positively and quickly to the exclusion of all other letters or numerals. The term "readability" means that the observer must be able to recognize a group of letters or numerals as words or complete numbers.

(d) *Disposal of original paper records.* Original paper records may be disposed of any time after they are transferred to an electronic recordkeeping system that complies with the requirements of this section, except such original records may not be discarded if the electronic record would not constitute a duplicate or substitute record under the terms of the plan and applicable federal or state law.

[67 FR 17275, Apr. 9, 2002]