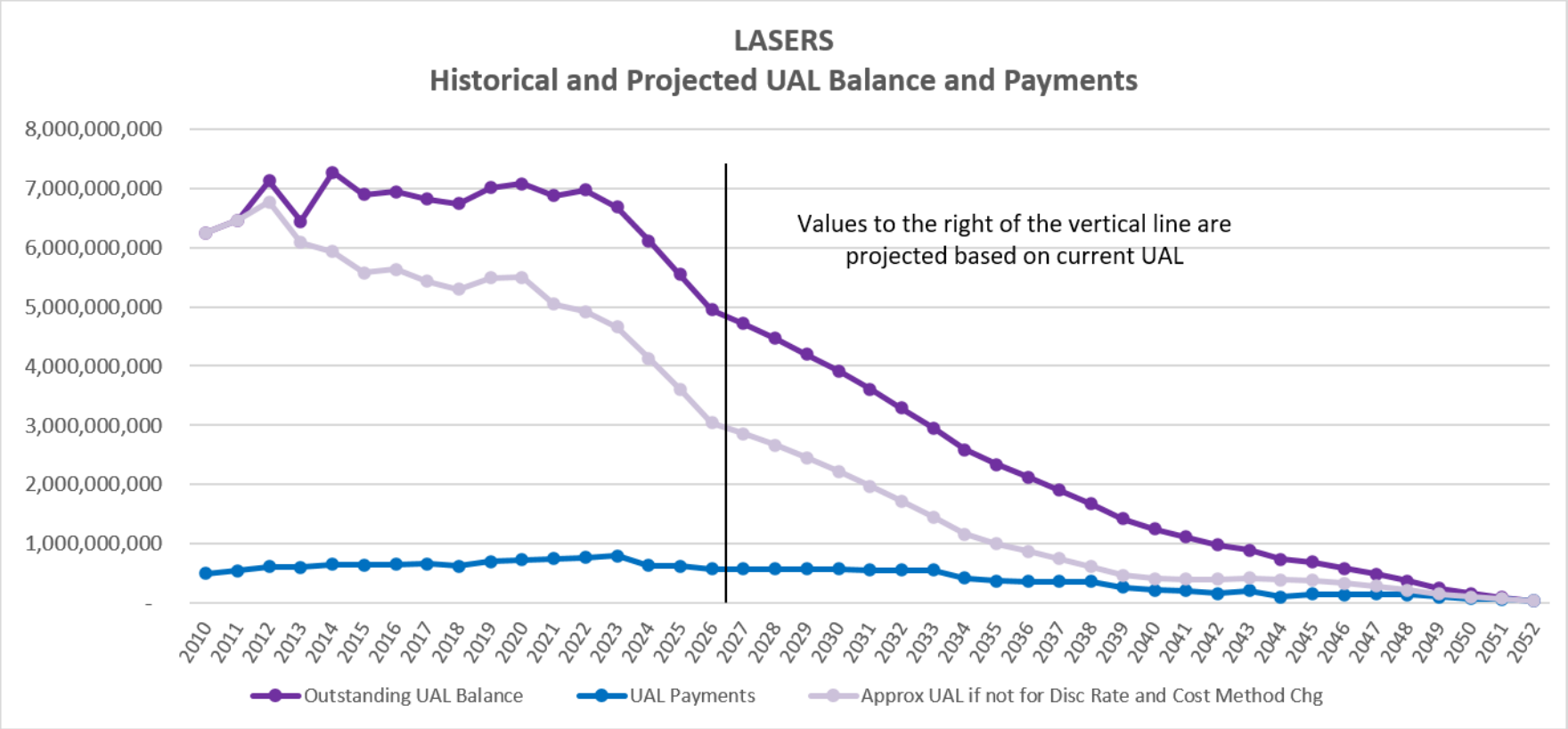
HISTORICAL AND PROJECTED UAL BALANCE AND PAYMENTS



The graph above shows recent and expected future reductions in UAL due in part to the impact of the legislative reforms since 2009, which, among other changes, have directed more investment earnings to reducing the UAL debt.

Since 2012, LASERS has reduced the discount rate from 8.25% to 7.25% and changed the actuarial cost method from projected unit credit to entry age normal, which has increased the unfunded accrued liability. However, these changes have improved the financial stability of the plan by reducing the potential for future contribution rate increases. The UAL would be reduced further if not for these recent changes in methods and assumptions.