

# **Magellan Pension Plan**

## **Summary Plan Description for Cash Balance Formula**

Effective January 1, 2024

## **Introduction**

This summary plan description (SPD), effective January 1, 2024, provides a summary of the provisions of the Magellan Pension Plan (the Plan), as sponsored by Magellan Midstream Holdings GP, LLC (Magellan) for eligible employees of Magellan and any affiliates that have adopted the Plan (the Company). This summary applies to participants in the cash balance formula of the Plan and is applicable to eligible participants who were:

- Hired or rehired by Magellan on or after January 1, 2016,
- Transferred from a position covered by a collective bargaining agreement that did not provide for participation in the Plan to a position that is eligible to participate in the Plan on or after January 1, 2016, or
- Eligible to participate in the Plan prior to January 1, 2016 and were younger than 35 years old on January 1, 2016.

However, as described in more detail below, the Plan was closed to participation following ONEOK's acquisition of Magellan.

The Plan is a defined benefit pension plan. By working at the Company, eligible vested employees earned the right to receive a monthly payment (a pension) upon retirement or when leaving employment. The Plan also can pay survivor benefits to your spouse following your death. This SPD is intended to answer basic questions about the Plan.

The thought of retirement can be an intimidating prospect for most people. Questions about how much money will be needed and from where that money will come are typical. The Plan, which in tandem with your contributions and the matching contributions to the Company's 401(k) plan along with your personal savings is intended to help offset these concerns.

This general summary is designed to highlight the Plan's most important provisions. However, it does not contain every detail of the Plan or its specific terms. **IF THERE IS ANY QUESTION OR CONFLICT BETWEEN WHAT IS SAID IN THIS SUMMARY AND THE LANGUAGE IN THE PLAN'S LEGAL DOCUMENT, THE LEGAL DOCUMENT WILL PREVAIL.** If you have any questions about how the terms of the Plan apply to you, you should contact the Plan Administrator as described in the Plan Administration section of this SPD.

## **Acquisition by ONEOK**

Through a corporate transaction, ONEOK, Inc. (ONEOK) acquired Magellan effective as of September 25, 2023 (which is referred to as the Acquisition Date in this SPD). In general, a Magellan employee who was participating in the Plan as of the Acquisition Date continues to be eligible to participate in the Plan so long as the employee continues to be employed in an eligible position with Magellan or ONEOK. However, the Plan was closed to new participants such that no employee of the Company may become a participant in the Plan on or after the Acquisition Date.

## **Eligibility and Participation**

If you were hired or rehired by the Company after January 1, 2016 and prior to the Acquisition Date your participation in the cash balance formula of the Plan commenced immediately upon your hire date. If you were eligible to participate in the Plan prior to January 1, 2016 and you were younger than 35 years old on January 1, 2016, your participation in the cash balance formula of the Plan commenced on January 1, 2016. You were automatically enrolled as a Plan participant.

Those who fall in one of the following categories are NOT eligible to participate in the Plan:

- (a) a leased employee;
- (b) an employee who is a member of a group of employees represented by a collective bargaining agreement which does not expressly provide for coverage by this Plan;
- (c) an employee who is not a resident of the United States and not a citizen of the United States;
- (d) a nonresident alien;
- (e) a seasonal employee, a temporary employee, a term employee, or an employee not employed on a regularly scheduled basis;
- (f) a person who has a written employment contract for services, unless such contract expressly provides that such person is an employee;
- (g) a person who is paid through the payroll of a temporary agency or similar organization or who is otherwise not classified by the Company as an employee for purposes of the Company's payroll system;
- (h) a person who has a written contract with the Company which states either that such person is not an employee or that such person is not entitled to receive employee benefits from a participating company for services under such contract; or
- (i) a person excluded by the document of adoption of the Company.

Also, as noted above, no employee of the Company may become eligible to participate in the Plan on or after the Acquisition Date.

## **Vesting**

Vesting is establishing ownership of your benefit. You become fully vested in your benefit when you complete three years of vesting service or upon employment at Normal Retirement Age (age 65). Once you are fully vested, you will be entitled to a benefit. You are credited with one year of vesting service for each calendar year during which you work at least 1,000 hours, beginning with your date of hire. If you terminate employment before you are fully vested, you will not receive a benefit from the Plan.

If you are on an authorized leave of absence, some or all of your absence period may count as hours of service even though you are not paid for the time. For more information call HR Solutions at 855-ONEOKHR (855-663-6547) or email [hrsolutions@oneok.com](mailto:hrsolutions@oneok.com).

## Pension Benefits

The Company contributes to and funds the Plan to provide a benefit for all eligible participants. Employee contributions are not required or permitted. Under the Plan's cash balance pension formula, a hypothetical cash balance account will be established for you and this account will increase over time via annual Compensation Credits during your employment as an eligible employee and monthly Interest Credits on your account balance. The cash balance pension formula uses the following terms:

**Compensation Credits:** The amount of your annual Compensation Credits will be based on your age and your Eligible Earnings. These credits will be allocated to your account as of the last day of the calendar year in which they were earned and posted in January of the following year. Based on your age as of December 31, the Compensation Credit is:

Your Age as of December 31	Annual Compensation Credits (Percentage of Total Eligible Earnings)
39 and under	5%
40 – 49	6%
50 and older	8%

Also, a partial year Compensation Credit is made for the year in which a participant terminates employment based on the date of termination.

**Interest Credits:** In addition, your benefit will earn Interest Credits based on the greater of (1) the average 30-year U.S. Treasury rate for the month of September of the prior year, as specified by the IRS, or (2) 1.7%. The Interest Credits are compounded monthly and credited to your Plan account as of the last day of the month at the rate of 1/12th of the Plan's interest rate for the applicable calendar year.

**Eligible Earnings:** Your Eligible Earnings include regular base pay and overtime pay, paid time off (PTO), short-term disability, holiday pay, jury duty, bereavement pay, shift differentials and any payment under the Company's annual incentive plan but excludes extraordinary compensation such as geographic differentials and any payments under a Company-sponsored long-term incentive plan.

## Pension Plan Formula

### Annual Compensation Credit

Each year that you work for the Company, your account will be credited with a percentage of your Eligible Earnings based on your age as set forth in the above chart. Compensation Credits will be credited to your account as of the December 31 of the year in which they were earned.

Example Calculation of the cash balance annual Compensation Credit:

Employee Information	
Employee Age	39
Annual Compensation Credit <i>(Based on Age at Year-End)</i>	5%
Eligible Earnings	\$60,000
Annual Compensation Credit Calculation	
\$60,000 x 5%	\$3,000

The following year, you would receive a larger Compensation Credit even if your Eligible Earnings did not increase, based on the change in age and the increased annual Compensation Credit for age 40-49 of 6% (see table above).

Employee Information	
Employee Age	40
Annual Compensation Credit <i>(based on age at year-end)</i>	6%
Eligible Earnings	\$60,000
Annual Compensation Credit Calculation	
\$60,000 x 6%	\$3,600

### Interest Credits

Your account also grows with Interest Credits. Your entire cash balance will earn Interest Credits based on the 30-year U.S. Treasury securities rate published for the month of September of the prior calendar year (or, if greater, 1.7%). Interest will be compounded monthly until you take your cash balance account at any time after your termination of employment. By way of example, for 2024, the interest crediting rate is 4.47% annually.

### Cash Balance Benefit Calculation

If you were an eligible employee, you received your first Compensation Credit on December 31, 2016 based on your Eligible Earnings. Please see the following example:

Employee Information	
Employee Age	30
Annual Compensation Credit <i>(based on age at year-end)</i>	5%
Eligible Earnings	\$60,000
2016 Compensation Credit	
\$60,000 x 5%	\$3,000.00
<i>(as of December 31, 2016)</i>	
Account Balance 12/31/2016	\$3,000.00

For this example, the interest crediting rate established in September 2016 for calendar year 2017 is 2.35% annually. You will earn Interest Credits on your account balance that will be compounded on a monthly basis throughout 2017. You will also receive another Compensation

Credit added to your account as of December 31, 2017. Over the two-year period, you will see your account grow as indicated in the table below.

<b>Employee Information</b>	
Employee Age	30
Annual Compensation Credit <i>(based on age at year-end)</i>	5%
Eligible Earnings <i>(including premium pay such as overtime and payouts from the AIP)</i>	\$63,000
<b>Account Balance 12/31/2016</b>	<b>\$3,000.00</b>
<b>2017 Interest Credits</b>	
Based on 2.35% Annual Rate <i>(Compounded Monthly)</i>	\$71.26
<b>2017 Compensation Credit</b>	
\$63,000 x 5% <i>(As of December 31, 2017)</i>	\$3,150.00
<b>Account Balance 12/31/2017</b>	<b>\$6,221.26</b>

### **Special Considerations for Transitional Participants**

Participants who were hired before January 1, 2016 and who were under age 35 as of January 1, 2016 were transitioned from the Plan's legacy final average pay formula to the cash balance formula and are subject to a "greater of" benefit formula. These "Transitional Participants" received an initial credit to their cash balance account based on the value of their age-65 accrued lump sum benefit in the Plan as of December 31, 2015, under the final average pay formula. Transitional Participants are entitled to receive a benefit that is the greater of:

- their entire cash balance benefit, which includes a participant's initial credit, any subsequent Compensation Credits, and Interest Credits on both; or
- a benefit that is equal to the sum of (1) their final average pay benefit as of December 31, 2015, plus (2) their cash balance benefit for periods on and after January 1, 2016, which includes Compensation Credits and Interest Credits for periods on and after January 1, 2016, but does not include their initial credit or any related Interest Credits on the initial credit.

For more information about the Plan's final average pay formula, Transitional Participants should review the separate SPD describing the Plan's final average pay benefit or call HR Solutions at 855-ONEOKHR (855-663-6547) or email [hrsolutions@oneok.com](mailto:hrsolutions@oneok.com) contact.

### **Limitations on the Amount of your Pension**

The Plan is subject to limitations required by tax laws on the benefits that participants can receive. The operation of the limits can become complex. However, it is not expected that any participants will be impacted by these limits.

In general, the maximum "annual benefit" that you may be entitled to receive in any calendar year and payable beginning at your Social Security retirement age cannot exceed the lesser of a fixed dollar amount (\$275,000 for 2024), which is periodically indexed for cost-of-living adjustments, or 100% of your average compensation for your three highest-paid calendar years when you were an employee. If payment of your annual benefit begins before you reach your Social Security retirement age, your maximum annual benefit payable will be significantly reduced. In addition, benefits under the Plan and any other defined-benefit plan maintained by the Company may require reduction due to your participation in the Plan and other plans maintained by the Company.

## **Payment Options**

The Plan provides for two standard forms of pension payment (the standard forms are often referred to as **Normal** forms of benefit). One Normal form is for participants who are single when they take their benefit and the other Normal form is for married participants. In addition to the Normal forms, optional forms of benefit are also available. If you do not make an election to receive an optional form of payment, you will receive the **Normal** form of payment according to your marital status.

Please note that the form of your retirement payments **cannot be changed** in the future after you begin your pension distribution.

### **Normal Forms of Benefit:**

#### **Single Life Annuity**

If you are single when your pension begins, your pension under the normal form will be a single-life annuity. This means that you will receive a monthly payment of the amount indicated by the applicable benefit formula for your life. At your death, no additional payments will be made.

#### **Qualified Joint-and-Survivor Annuity**

If you are married at the time your pension begins, your pension must be paid in the normal form of the qualified joint-and-survivor pension, unless your spouse consents, in writing on the proper election form to your choice of another form of payment. Your spouse's consent must be witnessed by a notary public or a representative of the Plan. Under the Qualified Joint-and-Survivor option, your pension is reduced from the amount you would receive under a single life annuity and paid to you for life. At your death, your spouse at the time your pension benefits begin (if living) will receive 50% of your reduced pension for the remainder of his or her life. Your reduced pension will be the actuarial equivalent in value to the Single Life Annuity as determined under the Plan, taking into account the difference between the ages of you and your spouse.

In the event your spouse dies before you, your monthly benefit will increase back to the amount which would have been paid as a Single Life Annuity if you had elected that option at the time you began your benefits.

## **Optional Forms of Benefit:**

### **Single-Life Annuity**

If you are married, you can elect to receive your pension in the form of a Single-life Annuity, if your spouse consents in writing to this form of payment. Again, this consent must be in writing on the proper election form in order to receive this option.

### **Lump Sum**

Under this option, you will receive a lump-sum cash payment of the equivalent value of your pension based on your age when payment is made. After this payment, no other payment will be made to you or any beneficiary with respect to your pension under the Plan. If you are married, your spouse must consent to this form of payment.

### **Joint-and-Survivor Pension Options**

If you are not married when your pension begins, or if you are married and your spouse consents, you may choose any of the joint and survivor payment options described below.

You may name your spouse or another person as your joint pensioner to receive 50%, 75%, or 100% of your reduced monthly pension benefit upon your death. The Joint-and-Survivor pension payment option elected at retirement applies specifically to the participant and selected joint pensioner since the payment amount is calculated based on their respective date of birth.

#### **50% Joint-and-Survivor Pension**

If you are not married when your pension begins or if you are married and your spouse consents, you may name another person as your joint pensioner. This means that you will receive a reduced pension during your lifetime and then, if you die before the person you name as your joint pensioner, 50% of your reduced pension will be continued to your joint pensioner for the remainder of his or her life. In the event that your joint pensioner dies before you, your monthly benefit will increase back to the monthly amount which would have been paid as a Single Life Annuity if you had elected that option at the time you began your benefits.

#### **75% Joint-and-Survivor Pension**

If you are not married when your pension begins or if you are married and your spouse consents, you may name another person as your joint pensioner. If you are married, your spouse can be your joint pensioner. Under this option, you will receive a reduced pension during your lifetime and then, if you die before the person you name as your joint pensioner, 75% of your reduced pension will be continued to your joint pensioner for life. In the event that your joint pensioner dies before you, your monthly benefit will increase back to the monthly amount which would have been paid as a Single Life Annuity if you had elected that option at the time you began your benefits.



### **100% Joint-and-Survivor Pension**

If you are not married when your pension begins or if you are married and your spouse consents, you may name another person as your joint pensioner. If you are married, your spouse can be your joint pensioner. Under this option you will receive a reduced pension during your lifetime and then, if you die before the person you name as your joint pensioner, 100% of your reduced pension will be continued to your joint pensioner for life. In the event that your joint pensioner dies before you, your monthly benefit will increase back to the monthly amount which would have been paid as a Single Life Annuity if you had elected that option at the time you began your benefits.

Your age and your joint pensioner's age for purposes of the joint-and-survivor options are determined in whole years, rounded to the closest year, on the date pension payments commence.

### **Combined Lump Sum and Annuity**

As a final alternative, you can elect, to receive your pension in the form of a lump sum for 50% of its value and the remaining 50% in any of the annuities described above. If you are married your spouse must consent to this election.

### **Electing Your Form of Pension Benefit**

You may elect, change, or revoke an election only if such election, change or revocation is timely completed and filed on a form provided for such purpose during the applicable election period. Please note that the form of retirement payments cannot be changed after you begin your pension distributions. You should notify Milliman, the Plan's third-party administrator at 1-866-669-9877 at least 90 days but not more than 180 days prior to the date you would like your pension to begin. You must complete required forms and furnish proof of age and if married, proof of marriage, before your pension may begin. It is best to allow plenty of time – notify Milliman early in planning for your retirement.

### **Monthly Payments**

Your first payment from the Plan will be mailed within 10 days of the first business day of the month following your retirement if a 90-day notice was given prior to retirement and you properly complete your election forms and return them at least three weeks before commencement. If less than a 90-day retirement notice was given, it may further delay your payment. Future monthly annuity payments will be mailed no later than the first day of each month. If payment is not received by the 5th business day, the check may be cancelled and a new one issued upon request. However, this process cannot be used until the 6th business day of the month. You may also elect to have your monthly pension payment direct deposited into your checking or savings account to ensure you receive your payment each month without delays due to mail time.

### **Cashouts and Automatic Rollover**

If the actuarial present value of your vested pension benefit is more than \$1,000 but not more than \$7,000 when you terminate employment with the Company and you do not instruct otherwise, the Plan will automatically transfer your present value in a lump sum to an IRA established for you. This is known as the automatic rollover provision. The IRA provider will invest the rollover amount in a type of investment designed to preserve principal and provide a reasonable rate of return and liquidity (for example, an interest-bearing account, certificate of deposit, or money market fund). The IRA provider will charge your account for any expenses associated with the establishment and maintenance of the IRA and with the IRA investments. You may transfer the IRA funds, at any time and without cost, to any other IRA you choose. If you have questions regarding these automatic rollover IRA rules, contact the Plan Administrator.

If the actuarial present value of your vested pension benefit is \$1,000 or less when you terminate employment with the Company, you will automatically be paid that present value amount in a lump sum in lieu of any other benefits under the Plan.

### **Disability Benefits**

If you leave the Company on account of disability after completing at least five years of vesting service and prior to your normal retirement date, you will be entitled to a disability pension. You are deemed disabled under the Plan if you are entitled to receive disability benefits under the Company's long-term disability plan. Generally, you will continue to receive Compensation Credits and Interest Credits during the period you are disabled until your employment is terminated by the Company.

The amount of the benefit will be equal to the vested pension determined on the date of your disability increased by Compensation Credits and Interest Credits earned while you were disabled until your employment is terminated by the Company and Interest Credits until payment of your benefit commences.

### **Death Benefits**

The Plan may pay benefits to your spouse or other designated beneficiary if you die before your pension benefit begins. The general requirements for eligibility to receive a death benefit are described in the paragraphs that follow under this heading.

If you die before your pension benefits commence and you had been credited with at least three years of vesting service, your spouse or a beneficiary can receive a survivor pension. The amount of this pension, which is called the Survivor Pension, will be the actuarial equivalent of your pension payable as a Single Life Annuity (see **Payment Options**), determined as if your beneficiary were a participant.

Payment of the Survivor Pension to your spouse or beneficiary generally will start on the first day of the month in which you would have become age 65 (or the first day of the month following your death if you are age 65 or older when you die) and be paid monthly. However, your beneficiary can elect, on a form to be provided by the Plan, to accelerate the date for payments to

begin to the first day of any month following your death. If your beneficiary elects to begin to receive payments earlier than the first day of the month following the date you would have been 65, the monthly pension amount your beneficiary receives will be reduced due to early commencement.

In addition, the Plan contains provisions under which a spouse or beneficiary who is determined by a court of competent jurisdiction to have intentionally caused the death of a participant will be ineligible to receive any death benefit from the Plan for such participant.

### **Beneficiary Designation by Unmarried Participant**

The Plan provides that if you are not married and die before payment of your pension begins, Survivor Pension will be paid in a lump sum to your estate, unless you have designated one or more beneficiaries through Milliman. You can change your beneficiary designation(s) at any time at [www.MillimanBenefits.com](http://www.MillimanBenefits.com). You can contact Milliman at 1-866-669-9877.

Remember, if you become married all of your beneficiary designations will become null and void in favor of your spouse unless your spouse consents, on a form provided by the Plan, to your naming someone other than your spouse as a beneficiary.

### **Beneficiary Designation by Married Participant**

The Plan provides that if you are married and die before payment of your pension begins, the Survivor Pension will be payable to your surviving spouse, unless, with the notarized consent of your spouse, you have (1) waived Survivor Pension coverage for your spouse, and (2) designated one or more primary beneficiaries.

If you want to waive the Survivor Pension payable to your spouse and designate one or more primary beneficiaries, you should read the information provided in the beneficiary designation forms available at [www.MillimanBenefits.com](http://www.MillimanBenefits.com) and follow the instructions for properly completing required sections of the form. These forms are a combined Surviving Spouse Pension Form and a Beneficiary Designation Form. As required by federal law, the Plan provides that the surviving spouse of a participant must be entitled to a Survivor Pension, unless the spouse has consented to the participant's waiver of Survivor Pension coverage after the spouse is informed concerning such coverage. Therefore, Survivor Pension coverage must be waived with spousal consent before you can designate any primary beneficiary other than your spouse to receive any portion of your vested accrued benefit as a death benefit. Even though you have waived Surviving Spouse Pension coverage, your spouse can be designated as one of your primary beneficiaries on a properly completed Beneficiary Designation Form.

If you want your spouse to receive a Survivor Pension and only want to designate contingent beneficiaries, in case your spouse does not survive you, you should read the information provided with the form and follow the instructions for properly completing your Beneficiary Designation Form.

If you are married and want your spouse to receive the maximum death benefit under the Plan in the event you die before payment of your pension begins, you do not have to take any action because your spouse automatically will receive the maximum death benefit.

If you do not designate one or more contingent beneficiaries and your spouse does not survive you, your pension will be paid as a lump sum to your estate. Such a default payment to your estate can be avoided by simply properly designating one or more contingent beneficiaries at [www.MillimanBenefits.com](http://www.MillimanBenefits.com) or by calling Milliman at 1-866-669-9877 for assistance.

You should always designate a contingent beneficiary(ies) to receive the death benefit in the event no primary beneficiary survives you. Remember also, if you are under age 35 at the time you file a Survivor Pension Form waiving coverage for your spouse, federal law requires that such waiver become null and void as of the first day of the year in which your 35th birthday occurs; new forms must be filed after such first day in order to reinstate a waiver and designate beneficiaries.

## **Leaving the Company**

If you terminate employment with the Company for any reason other than your Retirement on or after age 65, your right to receive a pension depends upon whether you are vested or not. You become vested in your right to receive your pension by completing at least three years of vesting service or by employment at age 65. You are credited with a year of vesting service if during a calendar year you complete at least 1,000 hours of service. If the actual number of hours you work are not recorded, you are deemed to work 190 hours in each month that you are employed. If you terminate employment for any reason before completing three years of service and are later rehired you will get credit for the years you worked before your termination unless there are five calendar years between the date you terminate and the date you are rehired which constitute a break in service. A calendar year will constitute a break in service if you are not credited with at least 501 hours of service. Under certain circumstances, a period of absence from work that is connected with the birth or adoption of a dependent child may be ignored as a break in service.

Effective January 1, 2016, the Plan benefit became portable. When you leave the Company, you may take the vested value of your Plan account with you as a lump sum, an annuity or any other optional form, subject to spousal consent if applicable. You may roll the value of your Plan benefit taken in a lump sum into an IRA or to your next employer's qualified retirement plan if it accepts rollovers.

## **Re-employed by the Company**

### **Before Normal Retirement**

If you are rehired as a regular employee by the Company prior to age 65, no pension payments will be made during the period of re-employment, even if you were receiving pension payments before your re-employment. If you receive any pension benefits prior to your re-employment, the pension will be suspended and you will begin earning Compensation Credits and Interest Credits under the cash balance formula.

### **After Normal Retirement**

If you are rehired as a regular employee on or after your 65th birthday, your monthly benefit payments will be suspended for each month during which you earn at least 40 hours of service.

### **After the Acquisition Date**

If you are rehired by the Company on or after the Acquisition Date, you are not eligible to accumulate any additional Compensation Credits following your rehire because the Plan was closed to new or renewed participation as of the Acquisition Date.

### **Restrictions Due to Underfunding**

The Pension Protection Act established a new way to measure the funding level of defined benefit plans, such as this Plan, which is called the Funding Target Attainment Percentage (FTAP). The FTAP is a measure of how well the plan is funded on a particular date known as the valuation date. The higher the FTAP, the better funded the plan. The FTAP, or funded status, information is communicated to you each year.

If the Plan fails to meet funding levels specified under the Internal Revenue Code (Code), restrictions will automatically occur that will limit benefit accruals, benefit distributions, and the Plan Sponsor's ability to amend the Plan. Some of the restrictions are summarized as follows:

#### **AFTAP Below 80 Percent but Greater than 60 Percent**

If the Plan's Adjusted Funding Target Attainment Percentage (AFTAP) is less than 80 percent (or would be less than 80 percent taking into account the amendment), a Plan amendment cannot take effect that increases Plan liabilities due to benefit increases, the establishment of new benefits, a change in the rate of benefit accrual, or a change in the rate of vesting. In addition, you may not be able to receive a lump sum payment of your benefit.

#### **AFTAP Below 60 Percent**

If the Plan's AFTAP is less than 60 percent, you will cease to accrue a benefit as of the Valuation Date or the Plan Year. If you are otherwise eligible, you will resume accruing a benefit, effective as of the first day of the Plan Year, once the Company has made a contribution sufficient to result in an AFTAP of 60 percent. There are also additional limitations on benefit distributions from the Plan until such time as the AFTAP is again above 60 percent.

In the event this Plan's AFTAP fell below either of these threshold levels, additional details about the restrictions required by the Code due to this underfunding will be provided to each participant.

### **Cost of Plan**

The Plan is funded by the Company. This means that you are neither required nor permitted to make contributions to the Plan. Funds contributed to the Plan are paid to the Trustee, which places them in a trust fund managed exclusively for the benefit of participants. The money in the

trust fund is invested by investment managers in stocks, bonds, government-insured obligation and other investments. Your pension will be paid from this trust fund. The Trustee of the trust fund is U.S. Bank, N.A.

## **PBGC Coverage**

Your pension benefits under this Plan are insured by the PBGC, a federal insurance agency. If the plan terminates (ends) without enough money to pay all benefits, the PBGC will step in to pay pension benefits. Most people receive all of the pension benefits they would have received under their plan, but some people may lose a portion of their benefit.

If the Plan is terminated, in most cases the Company (and its affiliates) will be obligated to make contributions to the Plan in amounts sufficient to allow the Plan to pay benefits upon termination. To the extent the Company is unable to adequately fund the Plan upon plan termination; most of the benefits under the Plan are insured by the federal government's Pension Benefit Guaranty Corporation (PBGC).

The PBGC guarantee generally covers: (1) normal and early retirement benefits; (2) disability benefits if you become disabled before the Plan terminates; and (3) certain benefits for your survivors.

The PBGC guarantee generally does not cover: (1) benefits greater than the maximum guaranteed amount set by law for the year in which the Plan terminates; (2) some or all of benefit increases and new benefits based on Plan provisions that have been in place for fewer than 5 years at the time the plan terminates; (3) benefits that are not vested because you have not worked long enough for the Company; (4) benefits for which you have not met all of the requirements at the time the Plan terminates; (5) certain early retirement payments (such as supplemental benefits that stop when you become eligible for Social Security) that result in an early retirement monthly benefit greater than your monthly benefit at the Plan's normal retirement age; and (6) non-pension benefits, such as health insurance, life insurance, certain death benefits, vacation pay, and severance pay.

Even if certain of your benefits are not guaranteed, you still may receive some of those benefits from the PBGC depending on how much money the Plan has and on how much the PBGC collects from the Company.

For more information about the PBGC and the benefits it guarantees, ask your Plan Administrator or contact the PBGC's Technical Assistance Division, 1200 K Street N.W., Suite 930, Washington, D.C. 20005-4026 or call 1-202-326-4000 (not a toll-free number). TTY/TDD users may call the federal relay service toll-free at 1-800-877-8339 and ask to be connected to 202-326-4000. Additional information about the PBGC's pension insurance program is available through the PBGC's website on the Internet at [www.pbgc.gov](http://www.pbgc.gov).

## **Additional Information**

### **Losing My Pension**

Under certain circumstances, you or a beneficiary may lose some or all Plan benefits you may

have expected to receive. These circumstances include:

- If you leave the Company before becoming vested (see **Leaving the Company**).
- If you are re-employed by the Company after age 65, payment of your pension will be suspended for each month in which you earn at least 40 hours of service (see **Re-Employed by the Company**).
- If your pension, when added to your benefits under other former Company pension plans, exceeds the limit set by the Code, your benefits will be reduced to stay within those limits.
- If the Plan is terminated without sufficient assets to meet all expenses and claims, you or your beneficiary may lose some or all of the Plan benefits you otherwise would have received (see **Amending or Terminating the Plan and Cost of Plan**).
- If your surviving spouse or beneficiary is determined by a court to have intentionally caused your death, such person will be ineligible to receive benefit payments and shall be deemed to have died before you.

### **Claims Against Your Interest in the Plan**

Generally, your interest in the Plan is not subject to sale, transfer, assignment, pledge, garnishment or other encumbrance by you or anyone else other than the Internal Revenue Service. Your Plan interest or right to receive distributions cannot be taken voluntarily to pay debts or other obligations or claims against you. However, federal law requires that your Plan benefits may be paid out in accordance with the requirements of certain final orders issued by a court in connection with a divorce or marital or child support proceeding in which you may be involved, called qualified domestic relations orders (QDROs). Any amount paid or set aside under such a final order would reduce your benefits under the Plan.

Note that the Plan requires specific provisions in a court order to divide a Plan benefit for any of the purposes described above.

Any participant or beneficiary who anticipates that a court order that will affect the participant's interest in the Plan may be entered in connection with a divorce, marital or child support proceeding is advised to notify the Plan Administrator as soon as possible for specific information. You may obtain a copy of the Plan's QDRO procedures from the Plan Administrator.

### **Pension Requests**

All requests for pension benefits should be made through Milliman. You may call Milliman at 1-866-669-9877. You will be given forms to complete and file.

If any retirement benefit is ever denied, in whole or in part, or if you want to clarify your right to future benefits, you must follow the claims procedures for the Plan which is outlined in the Claim for Benefits section below.

### **Claim for Benefits**

A properly filed claim for benefits will be evaluated by the Plan Administrator (or by such person as may be designated by the Plan Administrator) which can be contacted at the address

set forth below for the Plan Administrator. You will have no right to seek review of a denial of benefits under the Plan prior to having filed a claim for benefits.

The Plan Administrator (or its designee) shall have the power, including, without limitation, discretionary power, to make all determinations that the Plan requires for its administration, and to construe and interpret the Plan whenever necessary to carry out its intent and purpose and to facilitate its administration, including, but not by way of limitation, the discretion to grant or to deny claims for benefits under the Plan. All such rules, regulations, determinations, constructions and interpretations made by the Plan Administrator shall be conclusive and binding.

You will be notified of the approval or denial of your claim within 90 days after the receipt of such claim unless special circumstances require an extension of time for processing the claim. If such an extension of time for processing is required, written notice of the extension shall be furnished to you prior to the termination of the initial 90-day period that will specify the special circumstances requiring an extension and the date by which a final decision will be reached (that date will not be later than 180 days after the date on which the claim was filed).

You will be given a written or electronic notice as to whether the claim is granted or denied, in whole or in part. If you do not receive a written or electronic notice within the time periods stated above, you shall be deemed to have exhausted the claim review procedures available under the Plan and shall be entitled to pursue any available remedies under Section 502(a) of the Employee Retirement Income Security Act of 1974 (ERISA). If the claim is denied, in whole or in part, you will be given written or electronic notice that shall contain:

1. the specific reasons for the denial,
2. reference(s) to the specific Plan provisions upon which the denial is based,
3. a description of any additional material or information necessary to perfect the claim and an explanation of why such material or information is necessary, and
4. a description of the Plan's appeal procedures and the time limits applicable to such procedures, including a statement of your right to bring a civil action under Section 502(a) of ERISA following a denial of an appeal.

### **Review of Claim Denial**

If your claim is denied, in whole or in part, you will have the right to request that the Plan Administrator (or its designee) review the denial, provided you file a written request for review with the Plan Administrator within 60 days after the date on which you received written or electronic notification of the denial.

You (or your duly authorized representative) may submit written comments, documents, records and other information relating to the claim for benefits. You also shall be provided, upon request and free of charge, reasonable access to, and copies of, all documents, records and other information relevant to your claim for benefits. Review of your claim will take into account all comments, documents, records and other information you submit without regard to whether such information was considered with your initial claim for benefits.



Within 60 days after a request for review is received, the review shall be made and you will be given written or electronic notice of the decision on review unless special circumstances require an extension of time for processing the review, in which case you will be given a written notification within such initial 60-day period specifying the reasons for the extension and when such review will be completed (provided that such review will be completed within 120 days after the date on which the request for review was filed). In the event that a period of time is extended as permitted due to your failure to submit information necessary to decide your claim, the period for deciding the appeal will be suspended until the date on which you respond to the request for additional information.

You will be given written or electronic notice of the decision on review and, if your appeal is denied, it shall include: 1) the specific reasons for the denial; 2) reference to the specific Plan provisions upon which the denial is based; 3) a statement that you are entitled to receive, upon request and free of charge, reasonable access to, and copies of, all documents, records and other information relevant to your claim for benefits; and 4) a statement of your right to bring an action under Section 502(a) of ERISA or any other voluntary alternative dispute resolution options, such as mediation. If notice of the decision on review is not furnished within the time periods stated above, the appeal shall be deemed denied.

### **Exhaustion of Review Remedies**

You must properly file a claim for benefits and request a review of any complete or partial denial prior to seeking a review of your claim for benefits in a court of law or any other voluntary alternative dispute resolution option, such as mediation. You may find out if these voluntary options are available by contacting your local U.S. Department of Labor Office and your State insurance regulatory agency. A decision on a Review of Claim Denial (see previous paragraph) shall be the final decision of the Plan Administrator. After this final decision is provided by the Plan Administrator, you may seek judicial remedies in accordance with your rights under ERISA (see **ERISA Information**).

### **Effect of Plan Administrator's Decision on Claims**

The Plan Administrator shall have the power, including, without limitation, discretionary power, to make all determinations that the Plan requires for its administration, and to construe and interpret the Plan whenever necessary to carry out its intent and purpose and to facilitate its administration, including, but not by way of limitation, the discretion to grant or to deny claims for benefits under the Plan. All such rules, regulations, determinations, constructions and interpretations made by the Plan Administrator shall be conclusive and binding.

### **Amending or Terminating the Plan**

While the Plan is intended to be permanent, ONEOK (acting through ONEOK's Benefit Plan Sponsor Committee or other authorized party), has the right to amend or terminate the Plan, in whole or in part, at any time. To the extent the Plan is funded, the rights of all affected employees to accrued benefits on the date of termination will be 100% vested. After termination, distributions will be made to participants to the extent of their accrued benefits.

Distributions may be made in cash, securities or other assets. In the event the assets in the Plan are greater than the liabilities, the excess assets will be returned to the Plan Sponsor. Most benefits under the Plan are insured by the federal government's PBGC, in the event the Plan terminates (see **PBGC Coverage**).

## **Plan Administration**

The Plan is administered by the ONEOK Benefit Plan Administration Committee (the Plan Administrator) solely for your benefit.

The Plan Administrator has complete authority and discretion to administer the Plan, interpret the Plan document, make findings of fact, make determinations regarding eligibility and benefits and establish procedures and rules for the administration of the Plan but it does not have custody of any of the assets of the Plan.

If you have any questions about the information in this Plan summary or about your coverage or benefits in the Plan, please do not hesitate to contact the Plan Administrator.

The address and phone number of the Plan Administrator is:

ONEOK, Inc.  
Benefit Plan Administration Committee  
c/o Human Resources – Benefits  
100 West Fifth Street  
Tulsa, OK 74103  
918-588-7000

## **Technical Information**

The name and address of the Plan sponsor is:

Magellan Midstream Holdings GP, LLC  
100 West Fifth Street  
Tulsa, OK 74103

The name of the person designated as agent for service of legal process is:

National Registered Agents, Inc.  
115 SW 89 Street  
Oklahoma City, OK 73139  
800-730-6724

You may also serve the Plan Administrator at the address above or the trustee at:

U.S. Bank, N.A.  
190 S. LaSalle Street, 9<sup>th</sup> Floor  
Chicago, IL 60603

The Plan is a defined-benefit plan that provides benefits from the general assets of the Trust. For identification purposes, the assigned Plan number is 001. The Plan Year is a calendar year. Its records are maintained on a calendar year basis. Magellan's federal tax identification number is 20-0019326.

The Company reserves the right to discharge any employee without regard to whether that employee is a participant in, or entitled to a benefit under, the terms of the Plan. The Plan is not an employment contract and does not give any employee any right to continued employment by the Company.

## **ERISA Information**

As a participant in the Plan you are entitled to certain rights and protections under ERISA. ERISA provides that all plan participants shall be entitled to:

### **Receive Information about Your Plan and Benefits**

Examine, without charge, at the Plan Administrator's office and at other specified locations, such as worksites and union halls, all documents governing the Plan, including insurance contracts and collective bargaining agreements, and a copy of the latest annual report (Form 5500 Series) filed by the Plan with the U.S. Department of Labor and available at the Public Disclosure Room of the Employee Benefits Security Administration.

Obtain, upon written request to the Plan Administrator, copies of documents governing the operation of the plan, including insurance contracts and collective bargaining agreements, and copies of the latest annual report (Form 5500 Series) and updated summary plan description. The administrator may make a reasonable charge for the copies.

Receive a summary of the Plan's annual financial report. The Plan Administrator is required by law to furnish each participant with a copy of this summary annual report.

Obtain a statement telling you whether you have a right to receive a pension at normal retirement age (age 65) and if so, what your benefits would be at normal retirement age if you stop working under the Plan now. If you do not have a right to a pension, the statement will tell you how many more years you have to work to get a right to a pension. This statement must be requested in writing and is not required to be given more than once every twelve (12) months. The plan must provide the statement free of charge.

### **Require Prudent Actions by Plan Fiduciaries**

In addition to creating rights for plan participants ERISA imposes duties upon the people who are responsible for the operation of the employee benefit plan. The people who operate your Plan, called "fiduciaries" of the Plan, have a duty to do so prudently and in the interest of you and other Plan participants and beneficiaries. No one, including your employer, your union, or any other person, may fire you or otherwise discriminate against you in any way to prevent you from obtaining a pension benefit or exercising your rights under ERISA.

### **Enforce Your Rights**

If your claim for a pension benefit is denied or ignored, in whole or in part, you have a right to know why this was done, to obtain copies of documents relating to the decision without charge, and to appeal any denial, all within certain time schedules.

Under ERISA, there are steps you can take to enforce the above rights. For instance, if you request a copy of Plan documents or the latest annual report from the Plan and do not receive them within 30 days, you may file suit in a Federal court. In such a case, the court may require the Plan Administrator to provide the materials and pay you up to \$110 a day until you receive the materials, unless the materials were not sent because of reasons beyond the control of the administrator. If you have a claim for benefits which is denied or ignored, in whole or in part, you may file suit in a state or Federal court. In addition, if you disagree with the Plan's decision or lack thereof concerning the qualified status of a domestic relations order or a medical child support order, you may file suit in Federal court. If it should happen that Plan fiduciaries misuse the Plan's money, or if you are discriminated against for asserting your rights, you may seek assistance from the U.S. Department of Labor, or you may file suit in a Federal court. The court will decide who should pay court costs and legal fees. If you are successful, the court may order the person you have sued to pay these costs and fees. If you lose, the court may order you to pay these costs and fees, for example, if it finds your claim is frivolous.

### **Assistance with Your Questions**

If you have any questions about your plan, you should contact the Plan Administrator. If you have any questions about this statement or about your rights under ERISA, or if you need assistance in obtaining documents from the Plan Administrator, you should contact the nearest office of the Employee Benefits Security Administration, U.S. Department of Labor, listed in your telephone directory or the Division of Technical Assistance and Inquiries, Employee Benefits Security Administration, U.S. Department of Labor, 200 Constitution Avenue N.W., Washington, D.C. 20210. You may also obtain certain publications about your rights and responsibilities under ERISA by calling the publications hotline of the Employee Benefits Security Administration at +1 (866) 444-3272 or via the Internet at <https://www.dol.gov/ebsa>.