
Sheet Metal Workers' Local 265

Fringe Benefit Funds

205 Alexandra Way, Carol Stream, IL 60188-2080

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Summary Annual Report for SHEET METAL WORKERS LOCAL NO. 265 WELFARE FUND

This is a summary of the annual report for SHEET METAL WORKERS LOCAL NO. 265 WELFARE FUND, EIN 36-2356062, Plan Number 501, for the period July 1, 2001 to June 30, 2002. The annual report has been filed with the Department of Labor, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Basic Financial Statement

The value of the assets, after subtracting liabilities of the plan, was \$13,457,289 as of June 30, 2002, compared to \$12,426,180 as of July 1, 2001. During the plan year the plan experienced a change in its net assets of \$1,031,109. This change includes unrealized appreciation or depreciation in the value of the plan assets; that is, the difference between the value of the plan's assets at the end of the year and the value of the assets at the beginning of the year or the cost of assets acquired during the year. The plan had total income of \$17,858,207 which included employer contributions of \$16,141,865, employee contributions of \$616,117, and earnings from investments of \$1,100,225.

Total plan expenses were \$16,827,098. These expenses included \$1,978,228 in administrative expenses and \$14,848,870 in benefits paid to participants and beneficiaries.

Your Rights To Additional Information

You have the right to receive a copy of the full annual report, or any part thereof, on request. The items listed below are included in the report:

- An accountant's report
- Financial information and information on payments to service providers
- Assets held for investment
- Transactions in excess of 5% of plan assets
- Information regarding any common or collective trusts, pooled separate accounts, master trusts, or 103-12 investment entities in which the plan participates.

To obtain a copy of the full annual report, or any part thereof, write or call the office of:

TRUSTEES OF THE SHEET METAL WORKERS
LOCAL 265 WELFARE FUND
205 ALEXANDRA WAY
CAROL STREAM, IL 60188
(630)668-7260

The charge to cover copying costs will be \$7.50 for the full annual report, or \$0.25 per page for any part thereof.

You also have the right to receive from the plan administrator, on request and at no charge, a statement of the assets and liabilities of the plan and accompanying notes, or a statement of income and expenses of the plan and accompanying notes, or both. If you request a copy of the full annual report from the plan administrator, these two statements and accompanying notes will be included as part of the report. The charge to cover copying costs given above does not include a charge for the copying of these portions of the report because these portions are furnished without charge.

You also have the legally protected right to examine the annual report at the main office of the plan:

TRUSTEES OF THE SHEET METAL WORKERS
LOCAL 265 WELFARE FUND
205 ALEXANDRA WAY
CAROL STREAM, IL 60188

and the U.S. Department of Labor in Washington, DC, or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department should be addressed to:

Public Disclosure Room
N5638
Pension and Welfare Benefits Administration
U.S. Department of Labor
200 Constitution Avenue, N.W.
Washington, DC 20210

SUMMARY ANNUAL REPORT ATTACHMENT

ADMINISTRATIVE EXPENSES

YEAR ENDED JUNE 30, 2002

EXPENSE CLASSIFICATION

ACCOUNTING AND AUDIT EXPENSE	\$ 35,518
CLAIMS PAYMENT FEES AND PRE-CERTIFICATION COSTS	94,059
COMPUTER PROGRAMMING AND MAINTENANCE	16,792
CONSULTING AND ACTUARIAL	80,093
DEPRECIATION	30,088
DUES AND SUBSCRIPTIONS	2,848
INSURANCE	9,946
INVESTMENT MANAGEMENT FEES	7,262
LEGAL EXPENSE	68,308
OFFICE AND PRINTING	45,584
POSTAGE	27,656
PREFERRED PROVIDER EXPENSE	1,092,712
RENT AND UTILITIES	58,410
SALARIES, PAYROLL TAX AND FRINGE BENEFITS	457,705
SEMINARS, CONFERENCES, AND MEETINGS	5,051
TAX, DISABILITY PAYROLL	54,965
TELEPHONE	4,385
TEMPORARY HELP	2,269
LESS: REIMBURSED EXPENSES	<u>(115,423)</u>
TOTAL	<u>\$1,978,228</u>