
Sheet Metal Workers' Local 265
Fringe Benefit Funds
205 Alexandra Way, Carol Stream, IL 60188-2080
Telephone: (630) 668-7260 FAX: (630) 668-7338

SUMMARY ANNUAL REPORT

FOR SHEET METAL WORKERS LOCAL NO 265 WELFARE FUND

This is a summary of the annual report of the SHEET METAL WORKERS LOCAL NO 265 WELFARE FUND, EIN 36-2356062, Plan No. 501, for the period July 1, 2000 through June 30, 2001. The annual report has been filed with the Pension and Welfare Benefits Administration, U.S. Department of Labor, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Basic Financial Statement

The value of plan assets, after subtracting liabilities of the plan, was \$12,426,180 as of June 30, 2001, compared to \$10,473,825 as of July 1, 2000. During the plan year the plan experienced an increase in its net assets of \$1,952,355. This increase includes unrealized appreciation and depreciation in the value of 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. During the plan year, the plan had total income of \$16,196,895 including employer contributions of \$14,539,670, employee contributions of \$466,956, and earnings from investments of \$1,190,269.

Plan expenses were \$14,244,540. These expenses included \$1,603,436 in administrative expenses and \$12,641,104 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 that report:

1. an accountant's report;
2. financial information and information on payments to service providers;
3. assets held for investment;
4. transactions in excess of 5% of the plan assets; and
5. 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 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 25 cents 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 that 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 at the U.S. Department of Labor in Washington, D.C., 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, Room N5638, Pension and Welfare Benefits Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.

Sheet Metal Workers Local 265
Welfare Fund

Summary Annual Report Attachment

Administrative Expenses

Year-Ended June 30, 2001

Expense Classification

Accounting and Audit Expense	\$	34,353
Claims Payment Fees and Pre-certification Costs		61,904
Computer Programming and Maintenance		13,404
Consulting and Actuarial		78,269
Depreciation		26,294
Dues and Subscriptions		1,958
Insurance		10,335
Investment Management Fees		694
Legal Expense		48,045
Office and Printing		52,423
Postage		36,733
Preferred Provider Fees (Blue Cross and Blue Shield)		853,984
Rent and Utilities		58,994
Salaries, Payroll Tax and Fringe Benefits		383,730
Seminars, Conferences and Meetings		6,172
Taxes Paid on Disability Payments		43,976
Telephone		4,508
Temporary Help		24,877
Less: Reimbursed Expenses		<u>(137,217)</u>
Total	\$	<u>1,603,436</u>