

SUMMARY ANNUAL REPORT FOR

OPERATING ENGINEERS LOCAL #49 HEALTH AND WELFARE FUND

This is a summary of the annual report of Operating Engineers Local #49 Health and Welfare Fund (the Plan) EIN 23-7015120 for the year ended May 31, 2019. The annual report has been filed with the Employee Benefits Security Administration as required under the Employee Retirement Income Security Act of 1974 (ERISA).

The Board of Trustees has committed itself to pay medical and prescription drug, death, dental, vision and disability claims incurred under the terms of the Plan.

INSURANCE INFORMATION

The Plan has contracts with BlueCross BlueShield and Delta Dental to pay retiree claims incurred under the terms of the Plan. Total premiums paid for the policy period ended December 31, 2018 were \$11,325,693.

BASIC FINANCIAL STATEMENT

The value of plan assets, after subtracting liabilities of the Plan was \$245,984,178 as of May 31, 2019, compared to \$249,016,077 as of June 1, 2018. During the year, the Plan experienced a decrease in its net assets of \$3,031,899. This decrease included 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 year, the Plan had total income of \$199,088,911 including, but not limited to, employer contributions of \$177,525,876; participant contributions of \$13,478,311; earnings from investments of \$3,780,581; and other income of \$4,304,143.

Plan expenses were \$202,120,810. These expenses included \$4,493,769 in administrative expenses, \$179,500,213 in benefits paid to participants or beneficiaries, \$3,559,126 in benefit administration fees, and \$14,567,702 in premiums paid to insurance carriers for the provision of benefits.

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:

- Insurance information including sales commissions paid by insurance carriers
- Financial information and information on payments to service providers
- An auditors' report
- Assets held for investment
- Transactions in excess of 5 percent of plan assets

To obtain a copy of the full annual report, or any part thereof, write or call the office of Wilson-McShane Corporation, who is the Plan Administrator, 3001 Metro Drive, Suite 500, Bloomington, MN 55425, (952) 854-0795. The charge to cover copying costs will be \$6.75 for the full annual report or \$.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 that report. The charge to cover the 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.

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You also have the legally protected right to examine the annual report at the main office of the Plan at Wilson-McShane Corporation, 3001 Metro Drive, Suite 500, Bloomington, MN 55425 and at the U.S. Department of Labor in Washington, D.C. or to obtain a copy from the Department of Labor upon payment of copying costs. Requests to the Department of Labor should be addressed to:

Public Disclosure Room, N 1513
Employee Benefits Security Administration
U.S. Department of Labor
200 Constitution Avenue N.W.
Washington, D.C. 20210