

## **Day Care Council – Local 205 Welfare and Group Legal Funds**

### **Summary Annual Reports**

#### **Day Care Council – Local 205, D.C. 1707 Welfare Fund**

This is a summary of the annual report of the Day Care Council – Local 205, D.C. 1707 Welfare Fund, Employer Identification Number 13-2672380, for the fiscal year beginning July 1, 2013 and ending June 30, 2014. The annual report has been filed with the Department of Labor, as required under the **Employee Retirement Income Security Act of 1974 (ERISA)**.

The Board of Trustees of the Fund has committed itself to pay service benefits for certain health insurance premiums and certain dental claims incurred under terms of the plan. Hospital and basic dental service benefits are provided through insurance contracts. All other benefits were terminated as of September 30, 2012.

#### **Insurance Information**

The Fund has contracts with Hip Prime HMO, Inc. to pay certain hospitalization claims and with Group Health, Inc., to pay certain dental claims incurred under the terms of the plan. The total premiums paid for the plan year ending June 30, 2014 were **\$13,665,910**. Because the Group Health, Inc. policy is a so-called “experience rated contract”, the premium cost is affected by, among other things, the number and size of claims. The total insurance premiums paid for the plan year ending June 30, 2014, under such experience-rated contracts were **\$299,153** and the total of all benefit claims paid under these experience-rated contracts during the plan year was **\$299,153**. The Hip Prime HMO, Inc. policy is not a so-called “experience rated contract”. The premiums paid for the plan year ending June 30, 2014 was **\$13,366,757**.

#### **Basic Financial Statement**

The value of the plan assets, after subtracting liabilities of the plan, was **\$27,205,774** as of June 30, 2014, compared to **\$26,088,062** as of July 1, 2013. During the plan year the plan experienced an increase in its net assets of **\$1,117,712**. This increase includes unrealized appreciation or 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 **\$15,489,875**, including employer contributions of **\$2,454**, employer premiums of **\$11,216,140**, employee premiums of **\$1,979,319**, income from investments of **\$2,092,117**, and other income of **\$199,845**. Total plan expenses were **\$14,372,163**. These expenses included **\$1,065,961** in administrative expenses, **\$13,306,202** in benefits paid to insurance companies for the provision of benefits or to participants and dependents, and **“zero”** dollars allocated to the Group Legal Fund.

## **Day Care Council – Local 205, D.C. 1707 Group Legal Fund**

This is a summary of the annual report of the Day Care Council – Local 205, D.C. 1707 Group Legal Fund, Employer Identification Number 13-6772380, for the fiscal year beginning July 1, 2013 and ending June 30, 2014. The annual report has been filed with the Department of Labor, as required under the **Employee Retirement Income Security Act of 1974 (ERISA)**.

The Board of Trustees of the Fund terminated the legal services benefit as of September 30, 2012 except for those participants who had an active case prior to termination.

### **Basic Financial Statement**

The value of plan assets, after subtracting liabilities of the plan was “zero” dollars as of June 30, 2014. During the plan year the plan experienced “zero” increase in its net assets. During the plan year, the plan had total income of **\$33**, including **\$31** dollars in refund of fees and earnings from investments of **\$2**, administrative income of “zero” dollars, employer and employee contributions of “zero” dollars, realized gains of “zero” dollars from the sale of assets.

Plan expenses were **\$33**. These expenses included **\$33** dollars in other expenses. “Zero” dollars in administrative expenses, “zero” dollars in legal service benefits to participants .

### **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:

An accountant’s report

Assets held for investment

Insurance information including sales commissions paid by insurance carriers

Financial information and information on payments to service providers

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 the Fund, ask for Iris N. Jusino, who is the Fund Administrator, at **420 West 45<sup>th</sup> street, 3<sup>rd</sup> Floor, New York, NY 10036-3501**, (212) 925-0005. The charge to cover copying costs will be \$4.75 for the full 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 copying costs 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, **420 west 45<sup>th</sup> Street, 3<sup>rd</sup> Floor, New York, NY 10036-3501** and at the U.S. Department of Labor in Washington, D.C. or 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, N-1513, Employee Benefits Security Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.