

AGC-International Union of Operating Engineers Local 701 Trust Funds

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Administered by
Welfare & Pension Administration Service, Inc.

SUMMARY ANNUAL REPORT FOR AGC-INTERNATIONAL UNION OF OPERATING ENGINEERS LOCAL 701 HEALTH AND WELFARE TRUST FUND

This is the summary annual report for the **AGC-International Union of Operating Engineers Local 701 Health and Welfare Trust Fund, EIN 93-6022485, Plan number 501**, a medical, dental, vision, weekly disability income, life, and accidental death and dismemberment insurance welfare benefit plan, for the period **January 1, 2023 through December 31, 2023**. The annual report has been filed with the Employee Benefits Security Administration, as required under Employee Retirement Income Security Act of 1974 (ERISA).

The Board of Trustees of the AGC-International Union of Operating Engineers Local 701 Health and Welfare Trust Fund has committed itself to pay certain medical and all dental, vision, and weekly disability income claims incurred under the terms of the Plan.

INSURANCE INFORMATION

The plan has contracts with **Kaiser Foundation Health Plan** to pay certain medical claims, with **LifeMap Assurance Company** to pay all life and accidental death and dismemberment claims incurred under the terms of the plan, with **Willamette Dental Group** to pay dental claims, with **Vision Service Plan** to pay vision claims, and with **Union Labor Insurance Company** to provide stop loss coverage. Total premiums paid during the plan year were **\$5,814,589**.

Because the contract with **Willamette Dental Group** is a so called “experience-rated” contract, the premium costs are affected by, among other things, the number and size of claims. Of the total insurance premiums paid for the plan year ending **December 31, 2023**, the premiums paid under such “experience-rated” contract was **\$267,786**, the total of all benefit claims paid under this “experience-rated” contract during the plan year was **\$268,135**, and an administrative service fee of **\$24,104** was charged.

BASIC FINANCIAL STATEMENT

The value of plan assets, after subtracting liabilities of the plan, was **\$66,403,091** as of **December 31, 2023**, compared to **\$64,176,468** as of **January 1, 2023**. During the year, the plan experienced an **increase** in its net assets of **\$2,226,623**. This increase includes unrealized 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 **\$37,057,972** including employer contributions of **\$33,150,315**, participant contributions of **\$107,294**, realized losses of **\$(1,000,812)** from the sale of assets, earnings from investments of **\$4,726,775**, and other income of **\$74,400**. Plan expenses were **\$34,831,349**. These expenses included **\$2,144,469** in administrative and operating expenses, and **\$32,686,880** in benefits paid to participants and beneficiaries. (Administrative expenses include administration fees, investment fees, auditing fees, attorney fees, banking fees, consulting fees and miscellaneous expenses.)

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

To obtain a copy of the full annual report, or any part thereof, write or call the office of Welfare & Pension Administration Service, Inc., which is the plan's administrative agent, **P.O. Box 34203, Seattle, WA 98124**, telephone **(503) 657-9740** or **(866) 697-5750**. The charge to cover copying costs will be **\$9.00** 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 given above does not include a charge for the copying of these portions of the report because these portions of the report are furnished without charge.

You also have the legally protected right to examine the annual report at the main office of the plan: Board of Trustees of AGC-International Union of Operating Engineers, Local 701 Health and Welfare Trust Fund, c/o Welfare & Pension Administration Service, Inc., **7525 SE 24th Street, Suite 200, Mercer Island, WA 98040**, at the Local Union Office: IUOE Local 701, 555 E 1st St, Gladstone, OR 97027, 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: U.S. Department of Labor, Employee Benefits Security Administration, Public Disclosure Room, 200 Constitution Avenue, NW, Room N-1513, Washington, DC 20220.

ADDITIONAL INFORMATION

To comply with the Department of Labor instructions the nonvested accumulated eligibility credits of **\$11,315,000** was not included in the Form 5500 on **December 31, 2023**, and has not been included in this Summary Annual Report. The exclusion of the accumulated eligibility credits increased net assets reflected in this Summary Annual Report at **December 31, 2023**, by **\$11,315,000**.

NOTICE OF PRIVACY PRACTICES

In accordance with regulations issued under the Health Insurance Portability and Accountability Act of 1996, the Trust has developed a Notice of Privacy Practices which describes how medical information about you may be used and disclosed, how you can get access to this medical information, and your rights in regard to such health information. If you would like to obtain a copy of the Notice, please contact: Claims Manager, Welfare & Pension Administration Service, Inc., PO Box 34203, Seattle, WA 98124, 866-697-5750, or Fax 206-441-9110, or you can access the website at www.agciue701trusts.com.

NOTICE REGARDING YOUR RIGHTS UNDER THE WOMAN'S HEALTH & CANCER RIGHTS ACT OF 1998

Pursuant to the Woman's Health and Cancer Rights Act of 1998, the Plan provides benefits for mastectomy-related services including reconstruction and surgery to achieve symmetry between breasts, prostheses, and complications resulting from a mastectomy (including lymphedema). Consult your Plan booklet or contact the Trust Administration Office at **(503) 657-9740** or **(866) 697-5750** if you have questions.