



International Union of Operating Engineers

Local 487 Health & Welfare Fund

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**MINUTES OF THE MEETING OF THE
BOARD OF TRUSTEES OF THE
INTERNATIONAL UNION OF OPERATING ENGINEERS
HEALTH & WELFARE FUND
TUESDAY, AUGUST 13, 2024
VIA VIDEOCONFERENCE
(DRAFT)**

The following Trustees were present:

LABOR TRUSTEES

M. Schaunaman, Chairman
J. Kammer
C. Potter
W. Utreras

MANAGEMENT TRUSTEES

J. Turk, Secretary-Treasurer
S. Alfele

Also present were:

T. Dubose – Legacy Wealth Management
J. Herron - Associated Administrators, LLC
J. Ianniello - Associated Administrators, LLC
E. Naegele - Segal
K. Phillips - Phillips, Richard & Rind, PA

I. CALL TO ORDER

A quorum being present, and Chairman Schaunaman called the meeting to order.

II. MINUTES

The Trustees reviewed the minutes of the regular meeting held on May 9, 2024, which were circulated to the Trustees in advance of the meeting.

After discussion, on Motion made and seconded, the Trustees voted unanimous approval of the following resolution:

RESOLVED to approve the minutes of the regular Board meeting held on May 9, 2024.

III. INVESTMENT CONSULTANT'S REPORT

1. Performance Report

Mr. DuBose reviewed a report titled "Portfolio Review," which is attached to and made a part of these minutes as Exhibit A. Mr. DuBose discussed information from the report with the Trustees. As of August 1, 2024, the portfolio's market value was \$1,035,819. The portfolio had an investment gain of \$9,762 for the period April 25, 2024, through August 1, 2024.

Mr. DuBose said that the asset allocation as of August 1, 2024, was 53.36% in bonds, 29.91% in cash, 10.80% in U.S. stocks, 5.04% in non-classified, 0.20% in non-U.S. stocks, and .68% in other.

The Trustees thanked Mr. Dubose for his report and excused him from the meeting.

IV. ATTORNEY'S REPORT

Ms. Phillips distributed the "Trustees Report" dated August 13, 2024, a copy of which is attached to and included in these minutes as Exhibit B.

A. Delinquency and Collections

Ms. Phillips provided an update on delinquency and collection matters involving Florida Rigging & Crane Company, Maxim Crane Works, Concrete Erectors, Inc., and PCI Energy Services, LLC.

1. **Florida Rigging & Crane Company** – Paid late fees but still need to pay attorney's fee.
2. **Maxim Crane Works** – made all outstanding payments, and no monies are due.
3. **Concrete Erectors, Inc.** – made all outstanding payments, and no monies are due.
4. **PCI Energy Services, LLC** – Owes \$5,461.89 late fees for March 2024 contributions and Attorney's fees. Payment has not been received as of August 8, 2024.

B. Payroll Audits

Ms. Phillips provided an update on the current Payroll Audits being conducted on B & M Marine Construction, Inc. Shoreline Foundation, Inc., Maxim Crane Works, Union Temp Service, Inc., and R & S Concrete South, Inc. Bellows has received a response from every company and is reviewing the information submitted by the Employers.

V. ADMINISTRATIVE MANAGER'S REPORT

A. Income and Expense Statement

Mr. Ianniello reviewed the Income and Expense Statement for June 30, 2024, a copy of which is attached to and made a part of these minutes as Exhibit C. He reported that total assets for June 2024 were \$3,979,440.92 compared to \$3,905,571.03 for June 2023. He reported that for June 2024, the Fund had total receipts of \$1,020,885.55 and total expenses of \$927,971.35, resulting in a gain of \$92,914.20.

B. Excess Reserves

After careful consideration, the Trustees concluded that it may not be in the best interest to continue holding almost three million dollars in the escrow and checking account.

On Motion made and seconded, the Trustees voted unanimous approval of the following resolution:

RESOLVED, to pay \$500,000 from the checking account towards the Union Loan.

C. Disbursements

Mr. Ianniello presented the expense check register for June 2024, which indicated total disbursements of \$941,863.61.

On Motion made and seconded, the Trustees voted unanimous approval of the following resolution:

RESOLVED to accept the Administrative Manager's Report as presented.

D. Death Benefit Claims Report

Mr. Ianniello reported that one death benefit claim had been reported since the previous Board meeting.

E. Retirees Who Qualified for Free Life Insurance Report

Since the previous board meeting, Mr. Ianniello reported that four members remain qualified for free life insurance coverage under the Health & Welfare Plan.

VI. OTHER FUND BUSINESS

A. UHC Update

All eligibility files are being sent to UHC, and everything is running smoothly.

VII. MEETING DATES AND LOCATION

The next quarterly Board meeting was scheduled for Thursday, November 14, 2024, at 9 a.m., via videoconference.

VIII. ADJOURNMENT

There being no further business to come before the Board of Trustees, the meeting was adjourned.

Respectfully submitted,

Jonathan Turk, Fund Secretary

These Minutes were adopted on _____.

Attachments:

Exhibit A: Legacy Wealth Management Investment Report August 5, 2024

Exhibit B: Trustees Report from Fund Counsel, August 13, 2024

Exhibit C: Income and Expense Statement, June 30, 2024