International Union of Operating Engineers Local 487 Health And Welfare Trust Fund Board of Trustees Meeting November 9 , 2023

Dina Bellows-Levine, CPA
Bellows Associates PA

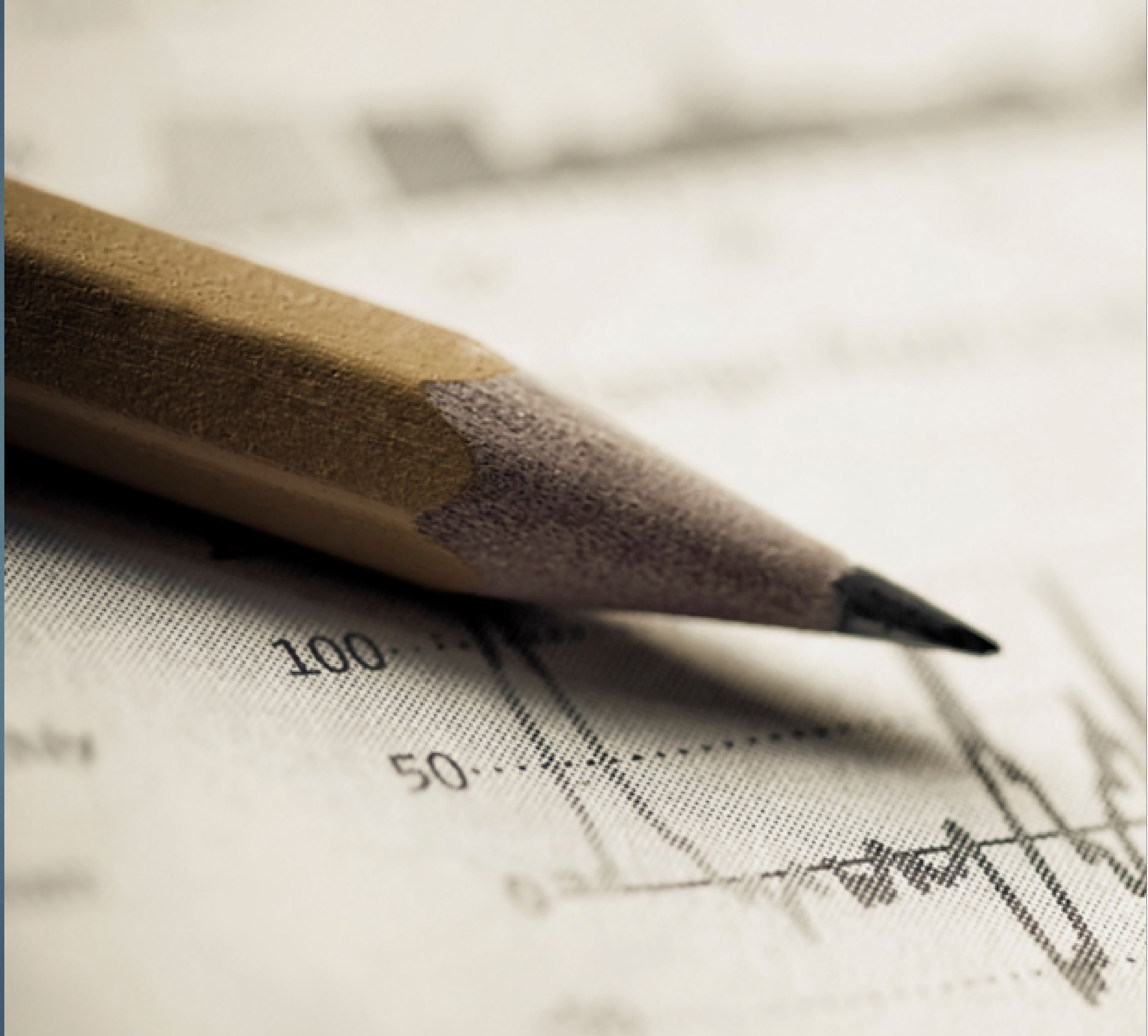
Topics For Discussion

OVERVIEW

FINANCIAL OVERVIEW

OTHER MATTERS

Overview



Audit team

Dina Bellows-Levine, CPA	Partner
Jennifer R. Koffman, CPA	Partner
Kyle Nelson, CPA	Senior Manager
Michael Modreck, CPA	Manager
Gio Ferrer	Staff

INTERNATIONAL UNION
OF OPERATING ENGINEERS
LOCAL 487
HEALTH AND WELFARE TRUST FUND

FINANCIAL STATEMENTS AND
SUPPLEMENTAL INFORMATION

FOR THE YEARS ENDED
MARCH 31, 2023 AND 2022

Overview
Basis of Presentation

Basis of the Presentation

Financial Statements have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) .

INDEPENDENT AUDITOR'S REPORT

To the Board of Trustees of
International Union of Operating Engineers
Local 487 Health and Welfare Trust Fund

Opinion

We have audited the accompanying financial statements of International Union of Operating Engineers Local 487 Health and Welfare Trust Fund, an employee benefit plan subject to the Employee Retirement Income Security Act of 1974 (ERISA), which comprise the statements of net assets available for benefits and of benefit obligations as of March 31, 2023 and 2022, and the related statements of changes in net assets available for benefits and of changes in benefit obligations for the years then ended, and the related notes to the financial statements.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits and benefit obligations of International Union of Operating Engineers Local 487 Health and Welfare Trust Fund as of March 31, 2023 and 2022, and the changes in its net assets available for benefits and changes in benefit obligations for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of International Union of Operating Engineers Local 487 Health and Welfare Trust Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

FINANCIAL OVERVIEW

INTERNATIONAL UNION OF OPERATING ENGINEERS
LOCAL 487 HEALTH AND WELFARE TRUST FUND
STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
MARCH 31, 2023 AND 2022

	2023	2022
ASSETS:		
Cash:		
Cash	$ 2,256,257	$ 931,737
Contributions escrow	952,471	759,042
Total cash	3,208,728	1,690,779
Receivables:		
Employer contributions	1,214,608	829,529
Other receivables	248	18,316
Total receivables	1,214,856	847,845
Prepaid expenses	7,755	8,165
Total assets	4,431,339	2,546,789
LIABILITIES:		
Accounts payable and other liabilities	77,285	26,972
Loan payable	1,418,833	1,500,000
Total liabilities	1,496,118	1,526,972
NET ASSETS AVAILABLE FOR BENEFITS	$ 2,935,221	$ 1,019,817

INTERNATIONAL UNION OF OPERATING ENGINEERS
LOCAL 487 HEALTH AND WELFARE TRUST FUND
STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022

	2023	2022
ADDITIONS:		
Contributions:		
Employer	$ 10,954,454	$ 8,784,167
Employee	46,761	51,712
Retiree	16,132	9,531
Total contributions	11,017,347	8,845,410
Total additions	11,017,347	8,845,410
DEDUCTIONS:		
Benefit payments	8,820,837	7,962,630
Interest expense	27,493	-
Administrative expenses	253,613	215,810
Total deductions	9,101,943	8,178,440
NET CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS	1,915,404	666,970
NET ASSETS AVAILABLE FOR BENEFITS:		
Beginning of year	1,019,817	352,847
End of year	$ 2,935,221	$ 1,019,817

INTERNATIONAL UNION OF OPERATING ENGINEERS
LOCAL 487 HEALTH AND WELFARE TRUST FUND
STATEMENTS OF BENEFIT OBLIGATIONS
MARCH 31, 2023 AND 2022

	2023	2022
AMOUNTS CURRENTLY PAYABLE:		
Participants accumulated eligibility credits	$ 2,361,623	$ 1,971,323
POSTRETIREMENT BENEFIT OBLIGATION, NET OF AMOUNTS CURRENTLY PAYABLE:		
Current retirees, beneficiaries, and dependents	921,463	1,002,248
Other participants fully eligible for benefits	594,398	598,022
Other participants not yet fully eligible for benefits	835,236	766,772
TOTAL POSTRETIREMENT BENEFIT OBLIGATION, NET OF AMOUNTS CURRENTLY PAYABLE	2,351,097	2,367,042
TOTAL BENEFIT OBLIGATIONS	$ 4,712,720	$ 4,338,365

INTERNATIONAL UNION OF OPERATING ENGINEERS
LOCAL 487 HEALTH AND WELFARE TRUST FUND
STATEMENTS OF CHANGES IN BENEFIT OBLIGATIONS
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022

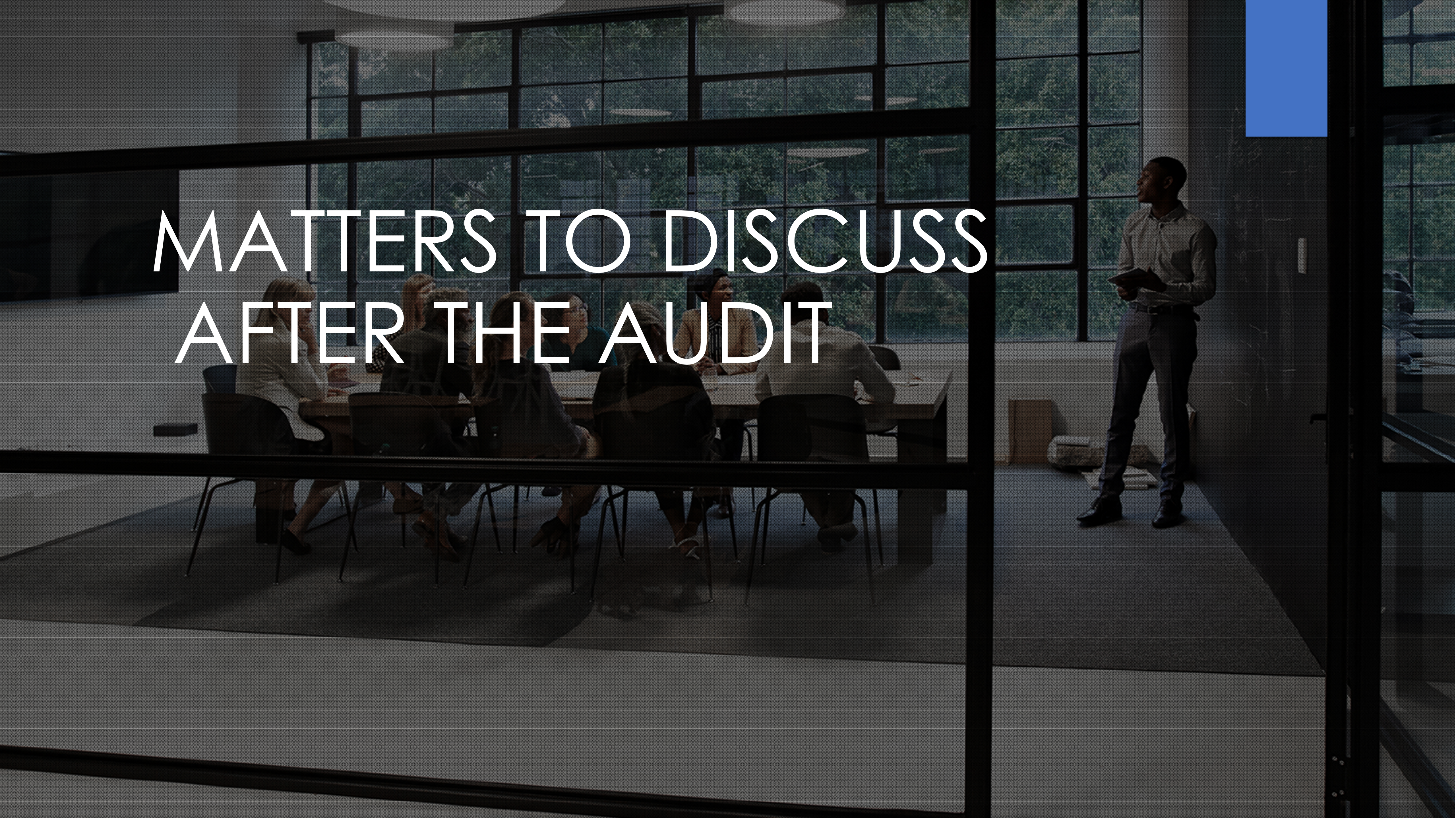
	2023	2022
AMOUNTS CURRENTLY PAYABLE - BEGINNING	$ 1,971,323	$ 1,913,356
Change in participants accumulated eligibility credits	390,300	57,967
AMOUNTS CURRENTLY PAYABLE - ENDING	2,361,623	1,971,323
POSTRETIREMENT BENEFIT OBLIGATION, NET OF AMOUNTS CURRENTLY PAYABLE - BEGINNING:	2,367,042	2,482,955
Actuarial experience loss	392,781	-
Changes in actuarial assumptions	(470,961)	(198,387)
Benefits earned and other changes	62,235	82,474
POSTRETIREMENT BENEFIT OBLIGATION, NET OF AMOUNTS CURRENTLY PAYABLE - ENDING	2,351,097	2,367,042
TOTAL BENEFIT OBLIGATIONS - ENDING	$ 4,712,720	$ 4,338,365

INTERNATIONAL UNION OF OPERATING ENGINEERS
LOCAL 487 HEALTH AND WELFARE TRUST FUND
SCHEDULES OF ADMINISTRATIVE EXPENSES
FOR THE YEARS ENDED MARCH 31, 2023 AND 2022

	2023	2022
Auditing and accounting fees	$ 38,708	$ 7,954
Administrative fees	128,607	122,484
Bank charges	4,039	3,693
Consulting	43,000	43,000
Insurance expenses	9,838	9,902
Legal fees	24,027	24,503
Miscellaneous	4,290	3,762
Printing	1,104	512
Total administrative expenses	$ 253,613	$ 215,810

Other Matters

MATTERS TO DISCUSS AFTER THE AUDIT



MANAGEMENT TEAM COOPERATIVE WITH REQUESTED INFORMATION

POST AUDIT COMMUNICATIONS

POST COMMUNICATION

- *Qualitative Aspects of Accounting Practices*
- *Difficulties Encountered in Performing the Audit*
- *Corrected and Uncorrected Misstatements.*
- *Disagreements with Management*
- *Management Representations*
- *Management Consultations with Other Independent Accountants*
- *Other Audit Findings or Issues*
- *Other Matters*

Thank you!