

**SUMMARY ANNUAL REPORT
FOR
SOUTHERN CALIFORNIA PAINTING & DRYWALL
INDUSTRIES HEALTH AND WELFARE TRUST FUND**

This is a summary of the annual report of the Southern California Painting & Drywall Industries Health and Welfare Trust Fund, E.I.N. 95-1731374, Plan No. 501, for the year ended December 31, 2018. The annual report has been filed with the Employee Benefits Security Administration, U.S. Department of Labor, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

The Board of Trustees of the Southern California Painting & Drywall Industries Health and Welfare Trust Fund has committed itself to provide certain medical - hospital, dental, prescription, vision, death and accidental death and dismemberment benefits incurred under the terms of the plan.

Insurance Information

The plan has contracts with Kaiser Foundation Health Plan, Inc., Aetna Health, Inc., Aetna Life Insurance Company, Delta Dental of California and Westport Insurance Corporation to provide certain medical - hospital, dental, prescription, vision, and stop loss insurance benefits incurred under the terms of the plan. The total premiums paid for the plan year ended December 31, 2018 was \$27,593,964.

Because they are so called "experience-rated" contracts, 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 ended December 31, 2018, the premiums paid under such "experience-rated" contracts were \$1,550,282 and the total of all benefits claims paid under these experience-rated contracts during the plan year was \$1,164,065.

Basic Financial Statement

The value of plan assets, after subtracting liabilities of the plan, was \$42,914,051 as of December 31, 2018, compared to \$36,084,729 as of January 1, 2018. During the plan year, the plan experienced an increase in its net assets of \$6,829,322. During the plan year, the plan had total income of \$42,804,665 including employer contributions of \$42,951,299, participant contributions of \$304,168, loss from investments of \$527,993 and other income of \$77,191.

Plan expenses were \$35,975,343. These expenses included \$1,097,393 in administrative expenses and \$34,877,950 in benefits paid to or for participants and beneficiaries.

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:

1. An independent auditors' report;
2. financial information and information on payments to service providers;
3. assets held for investment;
4. transactions in excess of 5% of the plan assets; and
5. 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 Pacific Southwest Administrators, who is the contract administrator, 4399 Santa Anita Avenue, Suite 150, El Monte, California 91731, (626) 279-3020. The charge to cover copying costs will be \$11.00 for the full annual report, or 25 cents 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 are furnished without charge.

You also have the legally protected right to examine the annual report at the main office of the plan (4399 Santa Anita Avenue, Suite 150, El Monte, California 91731) 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: Public Disclosure Room, Room N1513, Employee Benefits Security Administration, U.S. Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.