

Trust Fund Office
OCU Health & Welfare Trust
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October 15, 2018

**SUMMARY ANNUAL REPORT
OCU HEALTH AND WELFARE TRUST
DECEMBER 31, 2017**

This is a summary of the annual report of the OCU Health and Welfare Trust (the "Plan"), Employer Identification No. 26-1574455, for the year ended December 31, 2017. The annual report has been filed with the Internal Revenue Service, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

The Board of Trustees has committed itself to pay certain medical, dental, prescription and vision claims incurred under the terms of the Plan.

INSURANCE INFORMATION

The Plan has contracts with Kaiser Health Foundation to provide medical services and Reliastar Insurance Company to provide stop-loss insurance to eligible participants under the terms of the Plan. The total premiums paid for the Plan year ended December 31, 2017 were \$2,661,584 to Kaiser for medical services and \$900,148 to Reliastar Insurance Company for stop loss insurance.

BASIC FINANCIAL STATEMENT

The value of Plan assets, after subtracting liabilities of the Plan, was \$185,725,903 as of December 31, 2017, compared to \$154,388,953 as of January 1, 2017. During the Plan year, the Plan experienced an increase in its net assets of \$31,336,950. This increase includes unrealized appreciation or depreciation in the value of Plan assets, that is, the difference between the value of Plan 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 \$51,503,130 including employer contributions of \$31,981,381 and earnings from investments of \$19,521,749. Plan expenses were \$20,166,180. These expenses included \$1,216,947 in administrative expenses and \$18,949,233 in benefits paid to and 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 auditor's report;
2. assets held for investment;
3. transactions in excess of 5% of plan assets;
4. 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 Robert Glaza, Account Executive, Pacific Southwest Administrators, 4399 Santa Anita Avenue, Suite 150, El Monte, California 91731, telephone number (626) 434-2469. The charge to cover copying costs will be \$6.25 for the full annual 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 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 at 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, N-5507, Pension and Welfare Benefits Administration, Department of Labor, 200 Constitution Avenue, N.W., Washington, D.C. 20210.