

ACCOUNTANTS' COMPILATION REPORT

To the Board of Trustees of
National Stabilization Agreement of the
Sheet Metal Industry Trust Fund

Management is responsible for the accompanying combining financial statements of National Stabilization Agreement of the Sheet Metal Industry Trust Fund, which comprise the combining statements of net assets available for benefits as of December 31, 2019 and 2018, and the related combining statements of changes in net assets available for benefits for the years then ended. We have performed a compilation engagement in accordance with Statements on Standards for Accounting and Review Services promulgated by the Accounting and Review Services Committee of the American Institute of Certified Public Accountants. We did not audit or review the financial statements nor were we required to perform any procedures to verify the accuracy or completeness of the information provided by management. Accordingly, we do not express an opinion, a conclusion, nor provide any form of assurance on these financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Trust's combined assets, liabilities, net assets available for benefits, additions and deductions. Accordingly, these financial statements are not designed for those who are not informed about such matters.

Legacy Professionals LLP

Westchester, Illinois

October 7, 2020

**NATIONAL STABILIZATION AGREEMENT OF THE
SHEET METAL INDUSTRY TRUST FUND**

COMBINING STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS

DECEMBER 31, 2019 AND 2018

	2019			2018		
	<u>Active Plan</u>	<u>Retiree Plan</u>	<u>Total</u>	<u>Active Plan</u>	<u>Retiree Plan</u>	<u>Total</u>
ASSETS						
INVESTMENTS - at fair value						
Plan interest in master trust	\$ 731,877,823	\$ 360,298,394	\$ 1,092,176,217	\$ 608,050,585	\$ 284,865,830	\$ 892,916,415
RECEIVABLES						
Employer contributions - net	3,347,785	2,961,910	6,309,695	3,401,875	2,983,620	6,385,495
Due from related organizations - net	-	-	-	142,560	-	142,560
Total receivables	<u>3,347,785</u>	<u>2,961,910</u>	<u>6,309,695</u>	<u>3,544,435</u>	<u>2,983,620</u>	<u>6,528,055</u>
OTHER ASSETS						
Cash	173,366	-	173,366	-	-	-
Prepaid expenses	86,163	-	86,163	29,959	-	29,959
Property and equipment - net	12,737	-	12,737	9,707	-	9,707
Total other assets	<u>272,266</u>	<u>-</u>	<u>272,266</u>	<u>39,666</u>	<u>-</u>	<u>39,666</u>
Total assets	<u>735,497,874</u>	<u>363,260,304</u>	<u>1,098,758,178</u>	<u>611,634,686</u>	<u>287,849,450</u>	<u>899,484,136</u>
LIABILITIES AND NET ASSETS						
LIABILITIES						
Cash overdraft	-	-	-	10,743	-	10,743
Accounts payable and accrued expenses	880,139	-	880,139	814,000	-	814,000
Due to related organizations - net	27,567	-	27,567	-	-	-
Total liabilities	<u>907,706</u>	<u>-</u>	<u>907,706</u>	<u>824,743</u>	<u>-</u>	<u>824,743</u>
NET ASSETS AVAILABLE FOR BENEFITS	<u>\$ 734,590,168</u>	<u>\$ 363,260,304</u>	<u>\$ 1,097,850,472</u>	<u>\$ 610,809,943</u>	<u>\$ 287,849,450</u>	<u>\$ 898,659,393</u>

See Accountants' Compilation Report.

**NATIONAL STABILIZATION AGREEMENT OF THE
SHEET METAL INDUSTRY TRUST FUND**

COMBINING STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

YEARS ENDED DECEMBER 31, 2019 AND 2018

	2019			2018		
	<u>Active Plan</u>	<u>Retiree Plan</u>	<u>Total</u>	<u>Active Plan</u>	<u>Retiree Plan</u>	<u>Total</u>
ADDITIONS						
Change in plan interest in master trust	\$ 110,772,493	\$ 54,239,414	\$ 165,011,907	\$ (21,865,535)	\$ (10,736,243)	\$ (32,601,778)
Employer contributions - net	<u>37,714,175</u>	<u>33,055,841</u>	<u>70,770,016</u>	<u>35,826,009</u>	<u>31,330,027</u>	<u>67,156,036</u>
Total additions	<u>148,486,668</u>	<u>87,295,255</u>	<u>235,781,923</u>	<u>13,960,474</u>	<u>20,593,784</u>	<u>34,554,258</u>
DEDUCTIONS						
Cost of benefits						
Severance	10,843,250	-	10,843,250	12,138,019	-	12,138,019
HCRA distributions	-	10,069,293	10,069,293	-	9,352,707	9,352,707
Supplemental unemployment and underemployment	9,211,744	-	9,211,744	9,845,608	-	9,845,608
Supplemental health and welfare premiums	2,537,558	-	2,537,558	2,781,696	-	2,781,696
Retiree health premium reimbursements	-	537,415	537,415	-	1,260,458	1,260,458
Death	493,583	-	493,583	755,000	-	755,000
Travel	<u>143,271</u>	<u>-</u>	<u>143,271</u>	<u>136,032</u>	<u>-</u>	<u>136,032</u>
Total cost of benefits	23,229,406	10,606,708	33,836,114	25,656,355	10,613,165	36,269,520
Administrative expenses - net	<u>1,477,037</u>	<u>1,277,693</u>	<u>2,754,730</u>	<u>1,362,288</u>	<u>1,176,123</u>	<u>2,538,411</u>
Total deductions	<u>24,706,443</u>	<u>11,884,401</u>	<u>36,590,844</u>	<u>27,018,643</u>	<u>11,789,288</u>	<u>38,807,931</u>
NET INCREASE (DECREASE)	123,780,225	75,410,854	199,191,079	(13,058,169)	8,804,496	(4,253,673)
NET ASSETS AVAILABLE FOR BENEFITS						
Beginning of year	<u>610,809,943</u>	<u>287,849,450</u>	<u>898,659,393</u>	<u>623,868,112</u>	<u>279,044,954</u>	<u>902,913,066</u>
End of year	<u>\$ 734,590,168</u>	<u>\$ 363,260,304</u>	<u>\$ 1,097,850,472</u>	<u>\$ 610,809,943</u>	<u>\$ 287,849,450</u>	<u>\$ 898,659,393</u>

See Accountants' Compilation Report.