

SUMMARY ANNUAL REPORT
FOR NORTHERN ILLINOIS BENEFIT FUND

This is a summary of the annual report of the Northern Illinois Benefit Fund, EIN 36-2522076, Plan No. 501, for period July 01, 2010 through June 30, 2011. 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).

Northern Illinois Benefit Fund has committed itself to pay medical and other benefit claims incurred under the terms of the plan.

Insurance Information

The plan has contracts with Vision Service Plan and the Union Labor Life Insurance Company to pay vision, life insurance and pooled AD & D claims incurred under the terms of the plan. The total premiums paid for the contract years ending December 31, 2010 and June 30, 2011 were \$550,571.

Because one of the contracts is a so called "experience-rated" contract, the premium costs are affected by, among other things, the number and size of claims. Of the total insurance premiums paid for the contract year ended June 30, 2011, the premiums paid under such "experience-rated" contracts were \$177,671 and the total of all benefit claims paid under this contract during the contract year was \$108,000.

Basic Financial Statement

The value of plan assets, after subtracting liabilities of the plan, was \$66,514,108 as of June 30, 2011, compared to \$66,741,484 as of July 01, 2010. During the plan year the plan experienced a decrease in its net assets of \$227,376. This decrease includes unrealized appreciation and depreciation in the value of plan assets; that is, the difference between the value of the plan's 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 \$22,856,337, including employer contributions of \$16,827,248, employee contributions of \$1,176,623, realized gains of \$574,103 from the sale of assets, earnings from investments of \$3,582,407, and other income of \$695,956.

Plan expenses were \$23,083,713. These expenses included \$1,494,973 in administrative expenses, and \$21,588,740 in benefits paid to 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:

- an accountant's report;
- financial information;
- information on payments to service providers;
- assets held for investment;
- transactions in excess of 5% of the plan assets;
- insurance information, including sales commissions paid by insurance carriers;
- information regarding any common or collective trusts, pooled separate accounts, master trusts or 103-12 investment entities in which the plan participates;

To obtain a copy of the full annual report, or any part thereof, write or call the office of Mr. Robert Niksa, who is the Administrative Manager, Board of Trustees -Northern Illinois Benefit Fund, 1295 Butterfield Road, Aurora, Illinois 60502, (630) 978-4600. The charge to cover copying costs will be \$16.75 for the full annual report, or \$0.25 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 (Northern Illinois Benefit Fund, 1295 Butterfield Road, Aurora, Illinois 60502) 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.

NORTHERN ILLINOIS BENEFIT FUND
SUMMARY ANNUAL REPORT ATTACHMENT
ADMINISTRATIVE EXPENSES
YEAR ENDED JUNE 30, 2011

<u>Expense Classification</u>	<u>Amount</u>
Salaries	\$ 567,486
Payroll taxes	78,154
Allocated salaries and payroll expenses - Union	25,187
Employee benefits	242,934
Legal fees – general	51,263
Legal fees – compliance	98,930
Audit and accounting fees – general	18,500
Audit and accounting fees - compliance	43,676
Computer consulting fees	2,138
Consulting	50,140
Investment expenses	188,519
Investment consulting services	11,659
Other professional fees	69,160
Utilities	4,883
Telephone	8,073
Postage	39,701
Rent	36,414
Real estate taxes	7,144
Repairs and maintenance	58,083
Outside services	151
Insurance	31,870
Meetings and conventions	12,093
Employee education	1,217
Printing, supplies, and other administrative expenses	71,783
Depreciation	<u>16,003</u>
 Total administrative expenses	 1,735,161
 Less administrative expenses allocated to the Pension Fund	 (217,446)
Less administrative expenses allocated to the Retirement Fund	<u>(22,742)</u>
 Net administrative expenses	 <u>\$1,494,973</u>