

SUMMARY ANNUAL REPORTS

**PHOENIX PAINTING INDUSTRY
TRUST FUND**

January 1 - December 31, 2005

**NOTICIA: SI NECESITA ASISTENCIA PARA INTERPRETAR
LA INFORMACION CONTENIDA EN ESTE
REPORTE, FAVOR DE PONERSE EN CONTACTO
CON LA OFICINA DE ADMINISTRACION AL
NUMERO 602-249-3582.**

Phoenix Painting Industry Trust Fund

HEALTH AND WELFARE

ADMINISTRATIVE OFFICE

PENSION

2400 W. Dunlap Avenue
Phoenix, AZ 85021
(602) 249-3582
December 2006

Summary Annual Report for the Phoenix Painting Industry Trust Fund

This is a summary of the annual report of the Phoenix Painting Industry Trust Fund, Employer Identification No. 86-6051048, multiemployer plan for the period January 1 through December 31, 2005. The annual report has been filed with the Employee Benefits Security Administration, as required under the Employee Retirement Income Security Act of 1974 (ERISA).

Insurance Information

The plan has a contract with Trustmark Life Insurance Company to pay all major medical, life and accidental death and dismemberment claims incurred under the terms of the plan. For the period January 1 through December 31, 2005, the total premium paid was \$2,273,985.

Because it was 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 plan year ending December 31, 2005, the premiums paid under such "experience-rated" contract were \$2,064,196.

The plan has a contract with Sightcare to pay certain vision claims incurred under the terms of the plan. The total premiums paid for the contract year January 1 through December 31, 2005 were \$38,695.

Basic Financial Statement

The value of the plan assets, after subtracting liabilities of the plan, was \$405,853 as of December 31, 2005, compared to \$162,857 as of January 1, 2005. During the plan year, the plan experienced an increase in its net assets of \$242,996. This increase includes unrealized appreciation and depreciation in the value of the 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 \$2,599,995, including employer contributions of \$2,538,354, employee contributions of \$44,704, losses of \$6,806 from the sale of assets and gains from investments of \$23,743.

Plan expenses were \$2,356,999. These expenses included \$89,012 in administrative expenses and \$2,267,987 in benefits paid to participants and beneficiaries.

Additional Information

As noted above, administrative expenses for all professional services totaled \$89,012 for the 2005 fiscal year. Contract administrative fees for the same period totaled \$45,988.

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 accountant's report;
2. financial information and information on payments to service providers;
3. assets held for investment;
4. fiduciary information, including non-exempt transactions between the plan and parties-in-interest (that is, persons who have certain relationships with the plan);
5. transactions in excess of five percent of plan assets; and
6. insurance information including sales commissions paid by the insurance carrier.

To obtain a copy of the full annual report, or any part thereof, write or call the office of Southwest Service Administrators, Inc., who is the plan administrator, located at 2400 West Dunlap, Suite 250, Phoenix, Arizona 85021-2811, 602-249-3582. The charge to cover copying costs will be 25¢ per page plus postage 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, 2400 West Dunlap, Suite 250, Phoenix, Arizona, and at the U.S. Department of Labor in Washington, DC, or to obtain a copy from the U.S. Department of Labor upon payment of copying costs. Requests to the Department of Labor should be addressed to:

Public Disclosure Room, N1513
Employee Benefits Security Administration
U.S. Department of Labor
200 Constitution Avenue, N.W.
Washington, D. C. 20210

Phoenix Painting Industry Trust Fund

HEALTH AND WELFARE ADMINISTRATIVE OFFICE PENSION

2400 W. Dunlap Avenue
Phoenix, AZ 85021
(602) 249-3582

December 2006

TO: Participants in the Phoenix Painting Industry Trust Fund
FROM: The Board of Trustees
RE: Important Plan Information

Dear Participant:

This is to inform you of federal legislation which affects your health care coverage.

Women's Health and Cancer Rights Act of 1998

Under the Women's Health and Cancer Rights Act of 1998, group health plans that provide medical and surgical benefits in connection with a mastectomy must provide benefits for certain reconstructive surgery. In the case of a participant or beneficiary who is receiving benefits in connection with a mastectomy, coverage will be provided in a manner determined in consultation with the attending physician and patient, for:

- All stages of reconstruction of the breast on which the mastectomy was performed;
- Surgery and reconstruction of the other breast to produce a symmetrical appearance; and
- Prosthesis and physical complications of mastectomy, including lymphedemas.

This coverage is subject to any plan copayments, referral requirements, annual deductibles and coinsurance provisions that may be applicable consistent with those established for other benefits under the plan. These provisions are generally described in the Plan's Summary Plan Description (SPD).

If you have any questions about whether your plan covers mastectomies or reconstructive surgery, please contact the Administrative Office at the number below.

Privacy Notice

The Health Insurance Portability and Accountability Act (HIPAA) of 1996 requires health plans to comply with privacy rules. These rules are intended to protect your personal health information (PHI) from being inappropriately disclosed. They also give you additional rights concerning your healthcare information.

The Trust Fund's HIPAA Privacy Notice explains how the group health plan and your employer handle your PHI. You can request a copy of this Notice from the Administrative Office at 602-249-3582.

PHOENIX PAINTING INDUSTRY TRUST FUND
ADMINISTRATIVE OFFICE
2400 WEST DUNLAP, SUITE 250
PHOENIX, ARIZONA 85021-2811

RETURN SERVICE REQUESTED