

**UNITE HERE LOCAL 25 AND
HOTEL ASSOCIATION OF WASHINGTON, D.C.
PENSION FUND
THIRD QUARTER
2013**

ADMINISTRATIVE MANAGER'S REPORT

THIRD QUARTER 2013 CONTRIBUTIONS					
COMPANY	RATE	CBA EXP DATE	PARTICIPANTS	CONTRIBUTIONS	HOURS
HOTEL ASSOCIATION CONTRACTS					
BEACON HOTEL	\$1.6500	09-15-17	35	\$26,182	15,868
CAPITAL HILTON	1.6500	09-15-17	255	191,410	116,006
CAPITOL SKYLINE HOTEL	1.6500	09-15-17	59	38,321	23,225
EMBASSY SUITES WASHINGTON D.C.-CONV. CTR	1.6500	09-15-17	134	108,723	65,893
FAIRFAX AT EMBASSY ROW	1.6500	09-15-17	121	84,424	51,166
FOUR POINTS HOTEL BY SHERATON	1.6500	09-15-17	44	31,588	19,144
HAY-ADAMS HOTEL	1.6500	09-15-17	150	107,337	65,053
HILTON WASH. EMBASSY ROW HOTEL	1.6500	09-15-17	57	43,118	26,132
HOLIDAY INN GEORGETOWN	1.6500	09-15-17	37	28,599	17,333
HYATT REGENCY WASHINGTON ON CAPITOL HILL	1.6500	09-15-17	371	268,747	162,877
JEFFERSON HOTEL	1.6500	09-15-17	71	52,828	32,017
L'ENFANT PLAZA HOTEL	1.6500	09-15-17	180	126,256	76,519
LIAISON CAPITOL HILL	1.6500	09-15-17	152	113,893	69,026
MADISON HOTEL	1.6500	09-15-17	157	120,000	72,727
MANDARIN ORIENTAL	1.6500	09-15-17	228	160,045	96,997
MARRIOTT WARDMAN PARK	1.6500	09-15-17	626	428,149	259,484
OMNI-SHOREHAM HOTEL	1.6500	09-15-17	366	276,753	167,729
PHOENIX PARK HOTEL	1.6500	09-15-17	34	24,550	14,879
RENAISSANCE MAYFLOWER HOTEL	1.6500	09-15-17	284	210,644	127,663
ST. REGIS WASHINGTON D.C	1.6500	09-15-17	143	101,508	61,520
WASHINGTON COURT HOTEL	1.6500	09-15-17	129	87,212	52,856
WASHINGTON HILTON HOTEL & TOWERS	1.6500	09-15-17	603	379,193	229,814
W HOTEL	1.6500	09-15-17	219	156,565	94,888
SIGNATORY TO HOTEL ASSOCIATION CONTRACT					
HARRINGTON HOTEL	1.6500	09-15-17	31	22,151	13,425
POWERSCOURT RESTAURANT	1.6500	09-15-17	15	5,217	3,162
INDEPENDENTS					
ARAMARK @ VERIZON CENTER	2.0000	12-02-13	5	1,914	957
DOUBLETREE HOTEL CRYSTAL CITY-AIRPORT	1.6500	10-15-10	211	178,124	107,954
EMBASSY SUITES CRYSTAL CITY-NATL. AIRPORT	1.6500	10-15-10	71	55,173	33,438
GAYLORD NATL.RESORT AND CONFERENCE CTR.	1.6500	10-31-13	1,035	683,656	414,337
HILTON CRYSTAL CITY HOTEL ¹	1.6500	11-14-17	109	80,292	48,662
HILTON MCLEAN TYSONS CORNER	1.6500	10-15-10	191	135,173	81,923
LEVY RESTAURANTS AT VERIZON CENTER	1.5000	12-02-12	18	5,498	3,665
NATIONAL DEMOCRATIC CLUB	1.0000	02-28-10	21	7,927	7,927
RESTAURANT ASSOC./KENNEDY CENTER	1.6500	07-15-16	110	54,361	32,946
SHERATON PREMIERE HOTEL AT TYSONS CORNER	1.6500	11-15-17	129	95,274	57,742
UNITE HERE LOCAL 23	1.7600		2	1,859	1,056
UNITE HERE LOCAL 25	1.7600		17	14,025	7,969
UNITE HERE LOCAL 25 TEMP. EMP.	1.6500		4	2,554	1,548
WOODNER HOTEL	1.6500	11-30-17	8	6,683	4,050
			6,432	\$4,515,926	2,739,577

¹PARTICIPATING AS OF JULY 1, 2013

AVG HR CONTRIBUTION \$1.648

AVG HRS PER MONTH
PER PARTICIPANT 141.98

THIRD QUARTER 2013 EXPENSES

BENEFIT EXPENSES	AMOUNT	AVG. HOURLY COST	PERCENTAGE
PENSION BENEFITS	\$2,271,541	\$0.829	91.595%
DEATH BENEFITS	0	0.000	0.000%
SUBTOTAL	\$2,271,541	\$0.829	91.595%

OPERATING EXPENSES	AMOUNT	AVG. HOURLY COST	PERCENTAGE
ACCURINT	\$2,468	\$0.001	0.100%
ACTUARIAL FEE	20,925	0.008	0.844%
ADMINISTRATION	72,561	0.026	2.926%
AUDITOR	7,800	0.003	0.315%
BANK FEE	4,086	0.001	0.165%
BREDHOFF & KAISER	4,027	0.001	0.162%
FIDUCIARY LIAB. PREMIUM	39,620	0.014	1.598%
INVESTMENT MGMT. FEES	43,942	0.016	1.772%
MEETING	1,649	0.001	0.066%
PAYROLL AUDITOR	8,648	0.003	0.349%
POSTAGE	428	0.000	0.017%
PRINTING	256	0.000	0.010%
SEYFARTH SHAW	2,031	0.001	0.082%
SUBTOTAL	\$208,441	\$0.075	8.406%
TOTAL EXPENSES	\$2,479,982	\$0.904	100.00%

RETIREEES	2,168	AVERAGE MONTHLY PAYOUT	\$349.25
DEATH CLAIMS	-	AVERAGE COST/CLAIM	\$2,000.00

THIRD QUARTER 2013
QUARTERLY RECAP

	FIRST 2013	SECOND 2013	THIRD 2013	FOURTH 2013	TOTAL
CONTRIBUTIONS	\$3,299,879	\$4,291,260	\$4,515,926		\$12,107,065
MISCELLANEOUS INCOME ¹	148,166	2,707	6,154		157,027
INTEREST & DIVIDENDS	75	36	58		169
INVESTMENT INCOME	4,648,342	(1,253,538)	3,391,758		6,786,562
WITHDRAWAL LIABILITY	0	0	0		0

TOTAL INCOME	\$8,096,462	\$3,040,465	\$7,913,896		\$19,050,823
--------------	-------------	-------------	-------------	--	--------------

BENEFIT EXPENSES					
PENSION BENEFITS	\$1,914,374	\$2,460,771	\$2,271,541		\$6,646,686
DEATH BENEFITS	20,000	6,000	0		26,000
SUBTOTAL	\$1,934,374	\$2,466,771	\$2,271,541		\$6,672,686

OPERATING EXPENSES					
ADMINISTRATION	\$56,465	\$60,034	\$72,561		\$189,060
MISCELLANEOUS	218,751	132,936	135,880		487,567
SUBTOTAL	\$275,216	\$192,970	\$208,441		\$676,627

TOTAL EXPENSES	\$2,209,590	\$2,659,741	\$2,479,982		\$7,349,313
----------------	-------------	-------------	-------------	--	-------------

TOTAL INCOME	\$8,096,462	\$3,040,465	\$7,913,896		\$19,050,823
TOTAL EXPENSES	2,209,590	2,659,741	2,479,982		7,349,313
SURPLUS (DEFICIT)	\$5,886,872	\$380,724	\$5,433,914		\$11,701,510

TOTAL PARTICIPANTS	5,386	6,018	6,432	
--------------------	-------	-------	-------	--

¹ MISCELLANEOUS INCOME: UNITE HERE LOCAL 25 PAYROLL AUDIT \$58.28 AND INTEREST \$132.26.
WOODNER HOTEL PAYROLL AUDIT \$2,702.29 AND INTEREST \$2,011.51.
RESTAURANT ASSOCIATES/KENNEDY CENTER WITHDRAWAL LIABILITY ESTIMATE FEE PAYMENT \$1,250.00.

2012
RECAP

	FIRST 2012	SECOND 2012	THIRD 2012	FOURTH 2012	TOTAL
CONTRIBUTIONS	\$3,109,303	\$3,507,865	\$3,297,762	\$3,371,048	\$13,285,978
MISCELLANEOUS INCOME ¹	63,908	10,882	25,780	67,710	168,280
INTEREST & DIVIDENDS	156	100	93	85	434
INVESTMENT INCOME	10,606,236	(5,134,207)	4,714,030	2,056,659	12,242,718

TOTAL INCOME	\$13,779,603	(\$1,615,360)	\$8,037,665	\$5,495,502	\$25,697,410
--------------	--------------	---------------	-------------	-------------	--------------

BENEFIT EXPENSES					
PENSION BENEFITS	\$1,849,903	\$1,788,800	\$1,873,015	\$1,938,028	\$7,449,746
DEATH BENEFITS	16,000	20,000	6,000	6,000	48,000
SUBTOTAL	\$1,865,903	\$1,808,800	\$1,879,015	\$1,944,028	\$7,497,746

OPERATING EXPENSES					
ADMINISTRATION	\$55,971	\$57,357	\$60,544	\$54,928	\$228,800
MISCELLANEOUS	160,391	72,433	194,161	101,807	528,792
SUBTOTAL	\$216,362	\$129,790	\$254,705	\$156,735	\$757,592

TOTAL EXPENSES	\$2,082,265	\$1,938,590	\$2,133,720	\$2,100,763	\$8,255,338
----------------	-------------	-------------	-------------	-------------	-------------

TOTAL INCOME	\$13,779,603	(\$1,615,360)	\$8,037,665	\$5,495,502	\$25,697,410
TOTAL EXPENSES	2,082,265	1,938,590	2,133,720	2,100,763	8,255,338
SURPLUS (DEFICIT)	\$11,697,338	(\$3,553,950)	\$5,903,945	\$3,394,739	\$17,442,072

TOTAL PARTICIPANTS	5,374	5,639	5,368	5,390
--------------------	-------	-------	-------	-------

¹ MISCELLANEOUS INCOME: CAPITOL SKYLINE HOTEL PAYROLL AUDIT \$132.38. FOUR POINTS HOTEL BY SHERATON PAYROLL AUDIT \$4,860.38 AND INTEREST \$666.22. RENAISSANCE MAYFLOWER HOTEL PAYROLL AUDIT \$48,596.78 AND INTEREST \$9,702.22. RESTAURANT ASSOCIATES/KENNEDY CENTER WITHDRAWAL LIABILITY ESTIMATE FEE PAYMENT \$1,250.00. PBGC PREMIUM REFUND \$2,502.00.

THIRD QUARTER 2013
HOURLY RECAP

	FIRST 2013	SECOND 2013	THIRD 2013	FOURTH 2013	AVG. TOTAL
CONTRIBUTIONS	\$1.51485	\$1.64025	\$1.64840		\$1.6012
MISCELLANEOUS INCOME	0.06802	0.00103	0.00225		0.0238
INTEREST PNC	0.00003	0.00001	0.00002		0.0000
WITHDRAWAL LIABILITY	0.00000	0.00000	0.00000		0.0000

TOTAL INCOME	\$1.5829	\$1.6413	\$1.6507		\$1.6250
--------------	----------	----------	----------	--	----------

BENEFIT EXPENSES					
PENSION BENEFITS	\$0.879	\$0.941	\$0.829		\$0.883
DEATH BENEFITS	0.009	0.002	0.000		0.004
SUBTOTAL	\$0.888	\$0.943	\$0.829		\$0.887

OPERATING EXPENSES					
ADMINISTRATION	\$0.026	\$0.023	\$0.026		\$0.025
MISCELLANEOUS	0.100	0.051	0.049		0.067
SUBTOTAL	\$0.126	\$0.074	\$0.075		\$0.092

TOTAL EXPENSES	\$1.014	\$1.017	\$0.904		\$0.979
----------------	---------	---------	---------	--	---------

TOTAL INCOME	\$1.583	\$1.641	\$1.651		\$1.625
TOTAL EXPENSES	1.014	1.017	0.904		0.979
SURPLUS (DEFICIT)	\$0.569	\$0.624	\$0.747		\$0.646

THIRD QUARTER 2013 DELINQUENT EMPLOYERS
--

EMPLOYER	CONTRIBUTION MONTH	FIRST LETTER SENT	REFERRED TO COUNSEL
NONE TO REPORT			

HERE 25 PENSION FUND

Balance Sheet

September 30, 2013

ASSETS

Current Assets

UNITED BANK BENEFIT ACC	\$	806,023.37
PREPAID INSURANCE		<u>24,524.00</u>

Total Current Assets 830,547.37

Total Property and Equipment 0.00

Other Assets

LONGVIEW CORP STOCK	7,834,720.14
CORPORATE STOCKS VALUATION	15,704,274.47
PNC SHORT TERM INVEST / MM	1,373,928.21
STIF MSD&T 3338209	153,706.44
BUILDING INVESTMENT TRUST	8,894,373.73
HOUSING INVESTMENT TRUST	3,459,685.64
LONGVIEW 600 SMALL CAP	1,056,182.32
MV APPR LONGVIEW 600	2,322,903.36
MANNING & NAPIER	6,782,988.24
MV APPR MANNING & NAPIER	1,135,301.05
PIMCO FDS	9,825,624.10
MV APPR PIMCO FDS	(38,061.79)
VANGUARD VIPIX	12,551,663.85
MV APPR VANGUARD VIPIX	(956,087.18)
SHMDX STONE HARBOR	3,687,816.65
SHMDX STONE HARBOR MARKET VALU	(228,290.73)
SHLMX STONE HARBOR MARKET FUND	3,808,127.52
SHLMX STONE HARBOR MARKET VALU	(389,328.67)
DFA EMERGING EQUITY	5,749,544.62
DFA EMERGING EQUITY MV	(445,377.19)
VONTOBEL GLOBAL EMERGING MARKE	5,814,067.73
SSGA S&P GLOBAL LARGE MID CAP	5,500,000.00
SSGA S&P GLOBAL LARGE CAP MV	(387,655.54)
SKY HARBOR CAP MGMT	5,021,438.00
SKY HARBOR CAP MGMT MONEY MKT	865,031.00
VANGUARD VICBX	5,153,955.76
VANGUARD VICBX MKT VALUE	(300,659.86)
VANGUARD DEVELOPED MKTS VDMAX	4,453,647.64
VANGUARD DEVELOPED MV VDMAX	659,914.74
LOOMIS SAYLES (LSFYX)	4,679,932.21
LOOMIS SAYLES MV (LSFYX)	(34,960.36)
VANGUARD (VDIGX)	7,708,196.63
VANGUARD MV (VDIGX)	1,046,732.75
VANGUARD (VGRSX)	2,053,843.58
VANGUARD MV (VGRSX)	(26,288.78)
REALITY ASSOC FUND	875,000.00
LONGVIEW MID CAP .3	4,599,063.11
LONGVIEW MID CAP .3 MV	744,542.58
RIDGEMONT EQUITY PARTNERS	731,696.38

ULLICO PREFERRED 8%	1,947,577.52	
CORPORATE STOCK VALUATION	(1,020,085.92)	
MULTI. EMP TRUST	(0.01)	
ACCRUED INT. AND OTHER	<u>131,811.27</u>	
Total Other Assets		<u>132,500,495.21</u>
Total Assets		<u><u>\$ 133,331,042.58</u></u>

LIABILITIES AND CAPITAL

Current Liabilities		
DUE TO FROM H & W	<u>(\$ 0.06)</u>	
Total Current Liabilities		(0.06)
Total Liabilities		(0.06)
Capital		
FUND BALANCE	122,772,857.55	
Net Income	<u>10,558,185.09</u>	
Total Capital		<u>133,331,042.64</u>
Total Liabilities & Capital		\$ 133,331,042.58

HERE 25 PENSION FUND
Income Statement
For the Nine Months Ending September 30, 2013

	Current Quarter	Year to Date
Revenues		
WASHINGTON COURT	\$ 94,274.93	\$ 229,003.78
HAY - ADAMS HOTEL	120,093.44	286,717.89
RENAISSANCE MAYFLOWER	218,304.08	604,957.88
PHOENIX PARK HOTEL	24,000.42	64,320.71
HILTON WASH. EMBASSY ROW	57,866.87	105,416.16
HARRINGTON HOTEL	25,022.67	62,762.41
L'ENFANT PLAZA HOTEL	128,973.53	330,029.91
WASHINGTON HILTON	387,904.00	1,001,374.92
HYATT REGENCY	302,025.87	738,055.80
WOODNER HOTEL	4,069.32	14,216.83
NATIONAL DEMOCRATIC	11,463.59	22,621.17
RESTAURANT ASSOC./KENNEDY CTR	62,391.61	158,880.70
BEACON HOTEL	27,051.62	72,503.04
HOLIDAY INN ON THE HILL	115,710.39	283,070.46
LEVY@VERIZON CENTER	8,699.96	20,862.48
HOLIDAY INN-GEORGETOWN	29,183.07	71,076.98
ST. REGIS WASHINGTON	104,176.73	277,869.39
OMNI-SHOREHAM HOTEL	295,855.99	725,488.62
CAPITAL HILTON	197,582.48	491,788.55
MADISON HOTEL	121,725.35	307,853.32
FOUR POINTS HOTEL BY SHERATON	21,610.55	73,426.73
CAPITOL SKYLINE HOTEL	11,901.45	60,963.42
FAIRFAX AT EMBASSY ROW	84,516.39	226,967.90
JEFFESON HOTEL	55,436.81	139,668.17
MARRIOTT WARDMAN PARK	448,456.81	1,154,402.59
UNITE HERE LOCAL 25	29,140.33	57,067.91
ARAMARK@VERIZON CENTER	1,663.90	8,364.58
POWERSCOURT RESTAURANT	5,703.99	13,628.14
SHERATON PREMIER@TYSON	81,051.73	213,944.11
MANDARIN ORIENTAL	159,644.02	404,391.65
EMBASSY SUITES CONV CTR	96,853.47	194,457.24
W HOTEL	167,018.09	394,177.08
HILTON MCLEAN @ TYSON CORNER	141,642.09	356,219.49
DOUBLETREE HOTEL	181,983.68	415,346.21
GAYLORD NATL. RESORT	378,400.90	627,809.70
HILTON CRYSTAL CITY @REAGAN	53,351.89	53,351.89
UNITE HERE LOCAL 23	1,830.40	4,770.24
OTHER INCOME	105,073.81	105,319.47
INTEREST & DIV. INC.	392,477.68	1,328,393.35
UNREALIZED G/L ON INV	2,210,834.31	(6,640,021.12)
REALIZED GAIN LOSS	788,503.85	12,473,875.98
P/R AUDIT INCOME	2,760.57	132,727.55
HILTON EMBASSY CRYSTAL CITY	50,049.67	126,254.96
WITHDRAWAL LIABILITY ESTIMATE	1,250.00	3,750.00
PAYROLL AUDIT INTEREST INCOME	2,143.77	20,344.05
Total Revenues	7,809,676.08	17,818,472.29
Gross Profit	7,809,676.08	17,818,472.29

For Management Purposes Only

	Current Quarter	Year to Date
Expenses		
PENSIONS PAID TO MEMBERS	2,270,964.45	6,674,213.90
INVESTMENT MANAGEMENT FEES	23,028.13	44,982.59
INV. CUSTODIAL FEES	65.72	131.44
INVESTMENT CONSULTANT	24,999.99	66,666.64
ACTUARIAL FEES	20,925.25	38,900.75
ADMINISTRATOR FEES	72,561.43	186,595.08
AUDIT FEE FINANCIAL	7,800.00	15,800.00
AUDIT FEES PAYROLL	8,648.17	23,185.33
LEGAL FEE	6,058.54	58,154.45
INSURANCE AND BONDING	15,096.00	135,671.81
IFEBP	0.00	507.00
MEETING EXPENSE	1,649.39	1,649.39
BANK FEE	1,202.98	2,930.28
PRINTING, POSTAGE & OFFICE	3,151.87	10,898.54
Total Expenses	2,456,151.92	7,260,287.20
Net Income	\$ 5,353,524.16	\$ 10,558,185.09

