

TO: Contributing Employers to the
Carpenters Benefit Funds

DATE: July 24, 2013

FROM: Board of Trustees

SUBJECT: Contribution Due Dates and Late Payment Interest (LPI)

In response to a number of recent inquiries, please find below a summary of the rules regarding contribution due dates and LPI charges. LPI charges are incurred when benefit contributions are received by the NYCDCC Benefit Funds (the Funds) after the afforded grace period, accruing from the day after the due date. The rules are as follows:

1. Unless specifically addressed in your Collective Bargaining Agreement (CBA), benefit contributions are due 7 days from the end of the work week.
2. There is a grace period of 7 days from the contribution due date during which no interest is charged. Therefore, for most employers, if contributions are received by the Funds 15 days from the end of the work week or later, LPI will be charged.
3. For employers who submit benefits by check, the date that the check is received by the Funds' Remittance Department will be used to calculate LPI.

We urge all employers who currently pay by check to change to electronic remittance through iRemit. To enroll in iRemit, please contact Contractor Services at the number listed below.

4. Effective September 1st, for employers who use iRemit, the date selected as the payment date – and not the date that the remittance report is submitted - will be used to calculate LPI. The payment date is the date that the Funds actually receive the contributions. Since this represents a change from the way LPI was calculated using ADP, and in order to give sufficient time for all employers to adjust their processes to ensure that contributions are received by the Funds within the grace period, the date that the remittance report was submitted will be used to calculate LPI from the inception of iRemit through August 31st, 2013.

If you have any questions regarding this letter, please call the Contractor Services Hotline at 212-366-7386.

Thank you,

NYCDCC Benefit Funds