

# RICHARD J. WOLF AND COMPANY, INC.

Post Office Box 591  
Palos Park, Illinois 60464  
(708) 923-0909  
Fax (708) 923-0910



July 8, 2008

Board of Trustees of the Various  
Fringe Benefit Funds of the  
Construction Industry Funds

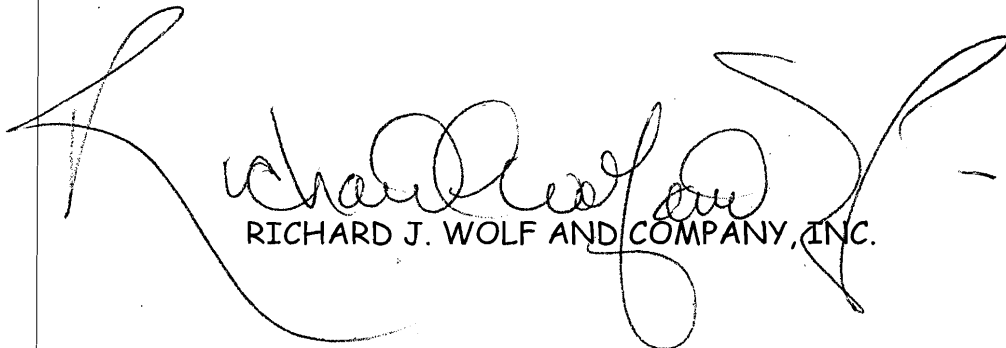
RE: MacDonald Construction Services Inc.

We have performed a fringe benefit contribution compliance audit of MacDonald Construction Services Inc., for the period from January 1, 2006 through March 31, 2008. The audit encompassed the comparison of individual earnings records to certain payroll tax and fund reports and a review of the general disbursement records.

The comparison and review indicate that the employer has not complied with its fringe benefit contribution requirements and owes the following amounts:

| <u>FUND</u>      | <u>AMOUNT</u>      |
|------------------|--------------------|
| Welfare          | \$24,561.70        |
| Defined Benefits | 2,081.50           |
| Retirement       | 33,304.00          |
| Advancement      | 1,956.63           |
| Apprentice       | 2,664.32           |
| Building Trades  | 124.91             |
| Dues             | 0.00               |
| Sub Total        | \$64,693.06        |
| 10% Liq. Damages | \$ 5,994.72        |
| TOTAL            | <u>\$70,687.78</u> |

In addition, the employer could not provide proof of a current wage and fringe benefit bond.



RICHARD J. WOLF AND COMPANY, INC.

**CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL  
MACDONALD CONSTRUCTION SERVICES, INC. - #10205**

**YEAR: 2007**

**ADDITIONAL HOURS 1/07 - 12/07**

| S. S. #                              | Flags | Type  | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug    | Sep    | Oct    | Nov  | Dec    | Total  |
|--------------------------------------|-------|-------|-----|-----|-----|-----|-----|-----|-----|--------|--------|--------|------|--------|--------|
| BLANKENHAGEN, WILLIAM<br>339-84-9601 | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 167.00 | 151.00 | 143.00 | -    | 152.50 | 613.50 |
| WEBER, MARK<br>345-90-3762           | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 134.00 | 130.50 | 87.00  | -    | 96.00  | 447.50 |
| CHANDLER, RALPH<br>344-78-6011       | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 73.00  | 101.00 | 64.00  | -    | 142.00 | 380.00 |
| JOHNSON, JAKE<br>331-80-0777         | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 72.00  | 148.50 | 39.00  | -    | 115.00 | 374.50 |
| GIARBE, SHANE<br>330-80-8567         | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 98.00  | 140.50 | 177.00 | -    | 134.00 | 549.50 |
| RAHN, JAKE<br>328-72-5723            | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 22.00  | 55.00  | 64.00  | 0.50 | 132.00 | 273.50 |
| BEAVER, JAMES<br>440-70-3513         | #     | Hours | -   | -   | -   | -   | -   | -   | -   | -      | -      | 24.00  | -    | 112.50 | 136.50 |
| DAEHLER, RICKEY<br>352-46-1551       | #     | Hours | -   | -   | -   | -   | -   | -   | -   | 20.00  | -      | -      | -    | 122.00 | 142.00 |

**TOTAL HOURS**

|   |   |   |   |   |   |   |   |   |   |        |        |        |      |          |          |
|---|---|---|---|---|---|---|---|---|---|--------|--------|--------|------|----------|----------|
| - | - | - | - | - | - | - | - | - | - | 586.00 | 726.50 | 598.00 | 0.50 | 1,006.00 | 2,917.00 |
|---|---|---|---|---|---|---|---|---|---|--------|--------|--------|------|----------|----------|

**AMOUNT DUE TO FUNDS:**

|                 | Jan  | Feb  | Mar  | Apr  | May  | Jun  | Jul  | Aug         | Sep          | Oct         | Nov     | Dec          | Total        |
|-----------------|------|------|------|------|------|------|------|-------------|--------------|-------------|---------|--------------|--------------|
| WELFARE         | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3,457.40 | \$ 4,286.35  | \$ 3,528.20 | \$ 2.95 | \$ 5,935.40  | \$ 17,210.30 |
| DEFINED BENEFIT | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 293.00   | \$ 363.25    | \$ 299.00   | \$ 0.25 | \$ 503.00    | \$ 1,458.50  |
| RETIREMENT      | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 4,688.00 | \$ 5,812.00  | \$ 4,784.00 | \$ 4.00 | \$ 8,048.00  | \$ 23,336.00 |
| ADVANCEMENT     | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 275.42   | \$ 341.46    | \$ 281.06   | \$ 0.24 | \$ 472.82    | \$ 1,371.00  |
| APPRENTICE      | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 375.04   | \$ 464.96    | \$ 382.72   | \$ 0.32 | \$ 643.84    | \$ 1,866.88  |
| BUILDING TRADES | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 17.58    | \$ 21.80     | \$ 17.94    | \$ 0.02 | \$ 30.18     | \$ 87.52     |
| DUES            | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ -        | \$ -         | \$ -        | \$ -    | \$ -         | \$ -         |
| <b>TOTAL</b>    | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 9,106.44 | \$ 11,289.82 | \$ 9,292.92 | \$ 7.78 | \$ 15,633.24 | \$ 45,330.20 |

| Rates:       | 6/1/07 | to           | 5/31/08 |
|--------------|--------|--------------|---------|
| WELFARE      | 5.90   | APPRENTICE   | 0.64    |
| DEFINED BENE | 0.50   | BLDG. TRADES | 0.03    |
| RETIREMENT   | 8.00   | DUES         |         |
| ADVANCEMEN   | 0.47   | DUES 2       |         |

CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL

MACDONALD CONSTRUCTION SERVICES, INC. - #10205

YEAR: 2008

ADDITIONAL HOURS 1/08 - 12/08

| S. S. #                              | Flags | Type  | Jan    | Feb   | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Total  |
|--------------------------------------|-------|-------|--------|-------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|--------|
| BEAVER, JAMES<br>440-70-3513         | #     | Hours | 64.00  | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 64.00  |
| BLANKENHAGEN, WILLIAM<br>339-84-9601 | #     | Hours | 152.00 | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 152.00 |
| CHANDLER, RALPH<br>344-78-6011       | #     | Hours | 49.00  | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 49.00  |
| DAEHLER, RICKEY<br>352-46-1551       | #     | Hours | 64.00  | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 64.00  |
| GIARBE, SHANE<br>330-80-8567         | #     | Hours | 64.00  | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 64.00  |
| JOHNSON, JAKE<br>331-80-0777         | #     | Hours | 163.00 | 68.50 | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 231.50 |
| RAHN, JAKE<br>328-72-5723            | #     | Hours | 63.50  | -     | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 63.50  |
| WEBER, MARK<br>345-90-3762           | #     | Hours | 158.50 | 54.00 | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 212.50 |

TOTAL HOURS

|        |        |   |   |   |   |   |   |   |   |   |   |   |   |   |        |
|--------|--------|---|---|---|---|---|---|---|---|---|---|---|---|---|--------|
| 778.00 | 122.50 | - | - | - | - | - | - | - | - | - | - | - | - | - | 900.50 |
|--------|--------|---|---|---|---|---|---|---|---|---|---|---|---|---|--------|

AMOUNT DUE TO FUNDS:

|                      | Jan                 | Feb                | Mar         | Apr         | May         | Jun         | Jul         | Aug         | Sep         | Oct         | Nov         | Dec         | Total               |
|----------------------|---------------------|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|---------------------|
| WELFARE              | \$ 4,590.20         | \$ 722.75          | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 5,312.95         |
| DEFINED BENEFIT      | \$ 389.00           | \$ 61.25           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 450.25           |
| RETIREMENT           | \$ 6,224.00         | \$ 980.00          | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 7,204.00         |
| ADVANCEMENT          | \$ 365.66           | \$ 57.58           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 423.24           |
| APPRENTICE           | \$ 497.92           | \$ 78.40           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 576.32           |
| BUILDING TRADES DUES | \$ 23.34            | \$ 3.68            | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 27.02            |
|                      | \$ -                | \$ -               | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -                |
| <b>TOTAL</b>         | <b>\$ 12,090.12</b> | <b>\$ 1,903.66</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ 13,993.78</b> |

| Rates:          | 6/1/07 | to           | 5/31/08 |
|-----------------|--------|--------------|---------|
| WELFARE         | 5.90   | APPRENTICE   | 0.64    |
| DEFINED BENEFIT | 0.50   | BLDG. TRADES | 0.03    |
| RETIREMENT      | 8.00   | DUES         |         |
| ADVANCEMENT     | 0.47   | DUES 2       |         |

**CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL  
MACDONALD CONSTRUCTION SERVICES, INC. - #10205**

**YEAR: 2007**

**UNREPORTED HOURS 1/07 to 12/07**

| S. S. #                        | Flags | Type  | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep   | Oct | Nov | Dec   | Total  |
|--------------------------------|-------|-------|-----|-----|-----|-----|-----|-----|-----|-----|-------|-----|-----|-------|--------|
| EDWARDS, JAMES<br>999-99-9999  | #     | Hours | -   | -   | -   | -   | -   | -   | -   | -   | 77.00 | -   | -   | 41.50 | 118.50 |
| RIZLERIS, MIKE<br>999-99-9999  | #     | Hours | -   | -   | -   | -   | -   | -   | -   | -   | -     | -   | -   | 53.50 | 53.50  |
| SCHIFFERER, KEN<br>999-99-9999 | #     | Hours | -   | -   | -   | -   | -   | -   | -   | -   | -     | -   | -   | 53.50 | 53.50  |
| SINGER, DAN<br>999-99-9999     | #     | Hours | -   | -   | -   | -   | -   | -   | -   | -   | 48.00 | -   | -   | -     | 48.00  |

**TOTAL HOURS**

|   |   |   |   |   |   |   |   |   |   |   |        |   |   |        |        |
|---|---|---|---|---|---|---|---|---|---|---|--------|---|---|--------|--------|
| - | - | - | - | - | - | - | - | - | - | - | 125.00 | - | - | 148.50 | 273.50 |
|---|---|---|---|---|---|---|---|---|---|---|--------|---|---|--------|--------|

**AMOUNT DUE TO FUNDS:**

|                 | Jan  | Feb  | Mar  | Apr  | May  | Jun  | Jul  | Aug  | Sep         | Oct  | Nov  | Dec         | Total      |
|-----------------|------|------|------|------|------|------|------|------|-------------|------|------|-------------|------------|
| WELFARE         | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 737.50   | \$ - | \$ - | \$ 876.15   | \$1,613.65 |
| DEFINED BENEFIT | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 62.50    | \$ - | \$ - | \$ 74.25    | \$ 136.75  |
| RETIREMENT      | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,000.00 | \$ - | \$ - | \$ 1,188.00 | \$2,188.00 |
| ADVANCEMENT     | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 58.75    | \$ - | \$ - | \$ 69.80    | \$ 128.55  |
| APPRENTICE      | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 80.00    | \$ - | \$ - | \$ 95.04    | \$ 175.04  |
| BUILDING TRADES | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 3.75     | \$ - | \$ - | \$ 4.46     | \$ 8.21    |
| DUES            | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ -        | \$ - | \$ - | \$ -        | \$ -       |
| <b>TOTAL</b>    | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ - | \$ 1,942.50 | \$ - | \$ - | \$ 2,307.70 | \$4,250.20 |

| Rates:       | 6/1/07 | to           | 5/31/08 |
|--------------|--------|--------------|---------|
| WELFARE      | 5.90   | APPRENTICE   | 0.64    |
| DEFINED BENE | 0.50   | BLDG. TRADES | 0.03    |
| RETIREMENT   | 8.00   | DUES         |         |
| ADVANCEMEN   | 0.47   | DUES 2       |         |

**CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL  
MACDONALD CONSTRUCTION SERVICES, INC. - #10205**

**YEAR: 2008**

**UNREPORTED HOURS 1/08 to 12/08**

| S. S. #                        | Flags | Type  | Jan   | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | Total |
|--------------------------------|-------|-------|-------|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-----|-------|
| EDWARDS, JAMES<br>999-99-9999  | #     | Hours | 64.00 | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 64.00 |
| SCHIFFERER, KEN<br>999-99-9999 | #     | Hours | 8.00  | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | -   | 8.00  |

|                    |              |          |          |          |          |          |          |          |          |          |          |          |          |          |              |
|--------------------|--------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|--------------|
| <b>TOTAL HOURS</b> | <b>72.00</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>-</b> | <b>72.00</b> |
|--------------------|--------------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|----------|--------------|

**AMOUNT DUE TO FUNDS:**

|                 | Jan                | Feb         | Mar         | Apr         | May         | Jun         | Jul         | Aug         | Sep         | Oct         | Nov         | Dec         | Total              |
|-----------------|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|--------------------|
| WELFARE         | \$ 424.80          | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 424.80          |
| DEFINED BENEFIT | \$ 36.00           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 36.00           |
| RETIREMENT      | \$ 576.00          | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 576.00          |
| ADVANCEMENT     | \$ 33.84           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 33.84           |
| APPRENTICE      | \$ 46.08           | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 46.08           |
| BUILDING TRADES | \$ 2.16            | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ 2.16            |
| DUES            | \$ -               | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -        | \$ -               |
| <b>TOTAL</b>    | <b>\$ 1,118.88</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ -</b> | <b>\$ 1,118.88</b> |

| Rates:          | 6/1/07 | to           | 5/31/08 |
|-----------------|--------|--------------|---------|
| WELFARE         | 5.90   | APPRENTICE   | 0.64    |
| DEFINED BENEFIT | 0.50   | BLDG. TRADES | 0.03    |
| RETIREMENT      | 8.00   | DUES         |         |
| ADVANCEMENT     | 0.47   | DUES 2       |         |

CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL  
 MACDONALD CONSTRUCTION SERVICES, INC. - #10205

RICHARD J. WOLF AND COMPANY, INC.

SUMMARY REPORT TOTAL

|                 | <u>ADDITIONAL</u>   | <u>UNREPORTED</u>  | <u>TOTAL</u>        |
|-----------------|---------------------|--------------------|---------------------|
| WELFARE         | \$ 22,523.25        | \$ 2,038.45        | \$ 24,561.70        |
| DEFINED BENEFIT | \$ 1,908.75         | \$ 172.75          | \$ 2,081.50         |
| RETIREMENT      | \$ 30,540.00        | \$ 2,764.00        | \$ 33,304.00        |
| ADVANCEMENT     | \$ 1,794.24         | \$ 162.39          | \$ 1,956.63         |
| APPRENTICE      | \$ 2,443.20         | \$ 221.12          | \$ 2,664.32         |
| BUILDING TRADES | \$ 114.54           | \$ 10.37           | \$ 124.91           |
| DUES            | \$ -                | \$ -               | \$ -                |
| <b>TOTAL</b>    | <u>\$ 59,323.98</u> | <u>\$ 5,369.08</u> | <u>\$ 64,693.06</u> |

CONSTRUCTION INDUSTRY FUNDS - GROUP #300 - CARPENTER #792 - COMMERCIAL

MACDONALD CONSTRUCTION SERVICES, INC. - #10205

RICHARD J. WOLF AND COMPANY, INC.

**\*\* GRAND TOTAL \*\***

|                        |                     |
|------------------------|---------------------|
| <b>WELFARE</b>         | \$ 24,561.70        |
| <b>DEFINED BENEFIT</b> | \$ 2,081.50         |
| <b>RETIREMENT</b>      | \$ 33,304.00        |
| <b>ADVANCEMENT</b>     | \$ 1,956.63         |
| <b>APPRENTICE</b>      | \$ 2,664.32         |
| <b>BUILDING TRADES</b> | \$ 124.91           |
| <b>DUES</b>            | \$ -                |
| <b>TOTAL</b>           | <u>\$ 64,693.06</u> |