

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY
Statement of Admitted Assets, Liabilities and Policyholder Equity
as of March 31, 2019
Statutory Basis of Accounting

ASSETS

Long-term bonds	\$ 840,687,044
Common stocks	78,985,690
Cash and short-term investments	47,451,798
Real estate	5,020,818
Other invested assets	13,082,901
Receivable for securities	1,156,706
Investment income due and accrued	6,259,787
Premiums in course of collection	18,300,153
Premiums deferred and not yet due	49,969,805
Non-admitted premiums receivable	(5,503,899)
Reinsurance recoverable	87,226
Receivables for retroactive reinsurance reserves assumed	9,017,539
Electronic data processing equipment, net of depreciation	15,513

TOTAL ASSETS **\$ 1,064,531,081**

LIABILITIES AND POLICYHOLDER EQUITY

Loss reserves	\$ 591,432,837
Loss adjustment expense reserves	50,628,537
Commissions payable	13,665,379
Other expenses payable	3,825,879
Unearned premiums	76,148,317
Ceded reinsurance premiums payable	(900,210)
Funds withheld under reinsurance treaties	807,930
Amounts withheld or retained for others	11,652,964
Unallocated cash	776,867
Provision for reinsurance	0
Payable for securities	8,188,589
Retroactive reinsurance reserves assumed	64,264,896
Retroactive reinsurance reserves ceded	(15,706,439)
Funds withheld on retroactive reinsurance ceded	19,963,519
Liability for projected pension benefits	9,919,820
Liability for projected retiree health insurance	105,207

TOTAL LIABILITIES **834,774,092**

POLICYHOLDER EQUITY (beginning) **215,802,919**

Net income / (loss)	5,697,817
Unrealized capital gain / (loss)	7,243,390
Change in non-admitted assets	185,550
Change in provision for reinsurance	0
Change in projected pension benefits	733,818
Change in projected retiree health insurance	93,495

POLICYHOLDER EQUITY (ending) **229,756,989**

TOTAL LIABILITIES AND POLICYHOLDER EQUITY **\$ 1,064,531,081**

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY
Statement of Income
for the three months ended March 31, 2019
Statutory Basis of Accounting

Net premiums earned	\$ 40,421,966
Deductions	
Losses incurred	28,078,709
Loss expenses incurred	7,120,201
Underwriting expenses incurred	6,934,270
Total deductions	42,133,180
Net underwriting gain / (loss)	(1,711,214)
Net investment income earned	6,972,029
Net realized investment gains / (losses)	1,330,842
Net periodic pension and postretirement benefit cost	(711,617)
Bad debts and other income / (expenses)	(182,223)
NET INCOME / (LOSS)	\$ 5,697,817

KENTUCKY EMPLOYERS' MUTUAL INSURANCE AUTHORITY
Statement of Solvency
for the three months ended March 31, 2019
Statutory Basis of Accounting

POLICYHOLDER EQUITY (beginning)	\$ 215,802,919
Net income / (loss)	5,697,817
Unrealized capital gain / (loss)	7,243,390
(Increase) / decrease in non-admitted portion of furniture, fixtures, EDP equipment and software	5,150
(Increase) / decrease in uncollected premiums and agents' balances over 90 days past due	(509,140)
(Increase) / decrease in other non-admitted assets	689,540
Change in provision for reinsurance	0
Change in projected pension benefits	733,818
Change in projected retiree health insurance	<u>93,495</u>
POLICYHOLDER EQUITY (ending)	\$ <u><u>229,756,989</u></u>