



WORKERS' COMPENSATION FUNDING COMMISSION

Andy Beshear
Governor

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Lisa Gilreath-King
Executive Director

October 1, 2024

Senator Christian McDaniel, Co-Chair
Representative Jason Petrie, Co-Chair
Interim Committee on Appropriations and Revenue
Capitol Annex
Frankfort, Kentucky 40601

Dear Committee Members:

Attached are July 31, 2024 financial reports submitted pursuant to KRS 342.1223(2)(h).

If you need additional information, please contact me at your convenience.

Sincerely,

A handwritten signature in blue ink that reads "Kim C. Hay".

Kim C. Hay
Director of Fiscal Operations

ENCLOSURES



KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION
BALANCE SHEET
AS OF JULY 31, 2024 AND 2023 (FOR COMPARISON)

ASSETS

	<u>2024</u>	<u>2023</u>
<u>CURRENT ASSETS</u>		
RWBO SPECIAL FUND CASH ACCOUNT	15,454,858.63	432,053.03
ACCOUNTS RECEIVABLE	81,402.45	154,568.80
ASSESSMENT RECEIVABLE	16,944,861.05	16,186,931.28
RWAO KWCFC ADMN CASH ACCOUNT	63,993.77	133,870.47
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<u>TOTAL CURRENT ASSETS</u>	32,545,115.90	16,907,423.58
<u>INVESTMENTS</u>		
BOOK VALUE - disclosure only, not included in totals, hold to maturity, no real loss	317,017,629.04	305,562,608.81
	345,245,343.80	341,782,619.09
<u>LEASE RIGHT-OF-USE</u>	76,859.00	115,288.00
<u>DEFERRED OUTFLOW PENSION</u>		
	4,158,756.00	1,069,224.00
<u>DEFERRED OUTFLOW OPEB</u>		
	1,032,077.00	386,267.00
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<u>TOTAL ASSETS</u>	\$ 354,830,436.94	\$ 324,040,811.39
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<u>LIABILITIES AND CAPITAL</u>		
<u>CURRENT LIABILITIES</u>		
ACCRUED EXPENSES	171,520.43	150,624.89
ACC EXP - ST COMP ABSENCES	85,005.73	40,145.41
REFUNDS PAYABLE	-	-
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<u>TOTAL CURRENT LIABILITIES</u>	256,526.16	190,770.30
<u>LONG TERM LIABILITIES</u>		
ACCRUED EXP - LT COMP ABSENCES	57,944.97	87,796.81
LEASE LIABILITY	81,372.00	119,266.00
DEFERRED INFLOW PENSION	4,224,777.00	10,040.00
NET PENSION LIABILITY	7,024,507.00	8,570,306.00
DEFERRED INFLOW OPEB	1,611,930.00	211,354.00
OPEB LIABILITY	428,379.00	1,381,308.00
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<u>TOTAL LONG TERM LIABILITIES</u>	13,428,909.97	10,380,070.81
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<u>TOTAL LIABILITIES</u>	13,685,436.13	10,570,841.11
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<u>CAPITAL</u>		
RETAINED EARNINGS	323,160,023.59	304,798,002.43
NET INCOME	17,984,977.22	8,671,967.85
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<u>TOTAL CAPITAL</u>	341,145,000.81	313,469,970.28
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<u>TOTAL LIABILITIES & CAPITAL</u>	\$ 354,830,436.94	\$ 324,040,811.39
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KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION
INCOME STATEMENT
ONE MONTH ENDING JULY 31, 2024 AND 2023 (FOR COMPARISON)

	<u>July 31, 2024</u>	<u>July 31, 2023</u>
<u>REVENUES</u>		
ASSESSMENT RECEIPTS	16,595,742.95	13,513,126.49
ASSESSMENT PENALTY & INTEREST	21,117.59	9,319.57
OVERNIGHT INTEREST INCOME	19,620.74	1,500.83
INT/DIV INCOME ON INVESTMENTS	1,163,481.37	1,089,436.19
CHANGE IN FAIR VALUE ON INVESTMENTS	5,511,629.87	(467,953.21)
AUDIT REIMBURSEMENT	28,079.23	51,837.12
<u>TOTAL REVENUES</u>	<u>23,339,671.75</u>	<u>14,197,266.99</u>
<u>EXPENSES</u>		
SP FUND TRANSFERS FOR CLAIMS	2,254,000.00	2,445,000.00
UEF TRANSFERS	500,000.00	400,000.00
SP FUND TRANSFERS FOR ADMIN	2,280,000.00	2,395,000.00
KOSH ADMIN. TRANSFER	74,000.00	50,000.00
CUSTODY FEE EXPENSE-STATE STREET	0.00	0.00
INVESTMENT MANAGEMENT FEES	84,968.86	83,632.27
ASSESSMENT REFUNDS	0.00	0.00
PAYROLL EXPENSES	143,307.28	133,516.59
OPERATING EXPENSES	18,418.39	18,150.28
<u>TOTAL EXPENSES</u>	<u>5,354,694.53</u>	<u>5,525,299.14</u>
<u>NET INCOME</u>	<u>\$ 17,984,977.22</u>	<u>\$ 8,671,967.85</u>



FUNDING TO AGENCIES BY QUARTER (Actual to Budget)
For One Month Ended July 31, 2024
Fiscal Year 2025

AGENCY	Q1 July - Sept 24			Q2 Oct - Dec 24			Q3 Jan - March 25			Q4 April - June 25			FYTD 2025		
	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
Labor Administration	\$2,280,000	\$11,641,750	-\$9,361,750	\$0	\$11,641,750	-\$11,641,750	\$0	\$11,641,750	-\$11,641,750	\$0	\$11,641,750	-\$11,641,750	\$2,280,000	\$46,567,000	-\$44,287,000
Labor Claims	\$2,254,000	\$7,750,000	-\$5,496,000	\$0	\$7,750,000	-\$7,750,000	\$0	\$7,750,000	-\$7,750,000	\$0	\$7,750,000	-\$7,750,000	\$2,254,000	\$31,000,000	-\$28,746,000
UEF	\$500,000	\$1,722,225	-\$1,222,225	\$0	\$1,722,225	-\$1,722,225	\$0	\$1,722,225	-\$1,722,225	\$0	\$1,722,225	-\$1,722,225	\$500,000	\$6,888,900	-\$6,388,900
KOSH	\$74,000	\$202,275	-\$128,275	\$0	\$202,275	-\$202,275	\$0	\$202,275	-\$202,275	\$0	\$202,275	-\$202,275	\$74,000	\$809,100	-\$735,100
Funding Commission	\$136,000	\$653,150	-\$517,150	\$0	\$653,150	-\$653,150	\$0	\$653,150	-\$653,150	\$0	\$653,150	-\$653,150	\$136,000	\$2,612,600	-\$2,476,600
Total	\$5,244,000	\$21,969,400	-\$16,725,400	\$0	\$21,969,400	-\$21,969,400	\$0	\$21,969,400	-\$21,969,400	\$0	\$21,969,400	-\$21,969,400	\$5,244,000	\$87,877,600	-\$82,633,600

from ELC



KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION
Statement of Expenses (Actual to Budget)
For One Month Ended July 31, 2024

	Actual For One Month	Budget For One Month	Variance For One Month	Actual as % of Budget
EXPENSES:				
WAGES AND SALARIES	80,583.27	103,333.33	-22,750.06	78.0%
FICA	5,956.95	7,641.67	-1,684.72	78.0%
RETIREMENT	46,818.12	59,991.67	-13,173.55	78.0%
HEALTH INSURANCE	9,938.94	12,741.67	-2,802.73	78.0%
LIFE INSURANCE	10.00	25.00	-15.00	40.0%
WORKERS COMPENSATION	0.00	83.33	-83.33	0.0%
INDIRECT COSTS	0.00	19,166.67	-19,166.67	0.0%
UNEMPLOYMENT PAY	0.00	83.33	-83.33	0.0%
ELECTRICITY	846.54	833.33	13.21	101.6%
NATURAL GAS	0.00	500.00	-500.00	0.0%
COPY MACHINE RENTAL	314.83	416.67	-101.84	75.6%
POSTAGE	757.36	583.33	174.03	129.8%
ADVERTISING	0.00	83.33	-83.33	0.0%
PRINTING	0.00	83.33	-83.33	0.0%
GARBAGE	43.30	116.67	-73.37	37.1%
COMPUTER SOFTWARE	2,896.70	1,416.67	1,480.03	204.5%
MISC. SERVICES	27.36	583.33	-555.97	4.7%
OFFICE SUPPLIES	1,019.43	416.67	602.76	244.7%
IN-STATE-TRAVEL	0.00	416.67	-416.67	0.0%
OUT-OF-STATE TRAVEL	0.00	416.67	-416.67	0.0%
COMPUTER EQUIPMENT	0.00	333.33	-333.33	0.0%
LEGAL SERVICES	0.00	741.67	-741.67	0.0%
SUBSCRIPTIONS	816.00	250.00	566.00	326.4%
EMPLOYEE TRAINING	0.00	833.33	-833.33	0.0%
AUDIT SERVICES	0.00	3,166.67	-3,166.67	0.0%
RENT	10,722.63	22,000.00	-11,277.37	48.7%
SECURITY GUARD	0.00	250.00	-250.00	0.0%
MISC. EXPENSES	0.00	500.00	-500.00	0.0%
ACTUARIAL SERVICES	0.00	5,833.33	-5,833.33	0.0%
PUBLIC OFFICIALS INSURANCE	0.00	2,750.00	-2,750.00	0.0%
FURN. & FIX. UNDER \$5000	0.00	416.67	-416.67	0.0%
COT CHARGES	390.91	5,833.33	-5,442.42	6.7%
BOOKS DEPARTMENT USE	0.00	83.33	-83.33	0.0%
JANITORIAL	408.33	666.67	-258.34	61.2%
E-FILE CHARGES	175.00	833.33	-658.33	21.0%
TOTAL EXPENSES	161,725.67	253,425.00	-91,699.33	63.8%