



## WORKERS' COMPENSATION FUNDING COMMISSION

**Andy Beshear**  
Governor

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**Lisa Gilreath-King**  
Executive Director

April 1, 2025

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 February 28, 2025 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, reading "Kim C. Hay".

Kim C. Hay  
Director of Fiscal Operations

ENCLOSURES



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**BALANCE SHEET**  
**AS OF FEBRUARY 28, 2025 AND FEBRUARY 29, 2024 (FOR COMPARISON)**

**ASSETS**

	<b><u>2025</u></b>	<b><u>2024</u></b>
<b><u>CURRENT ASSETS</u></b>		
RWBO SPECIAL FUND CASH ACCOUNT	10,283,776.71	6,267,886.25
ACCOUNTS RECEIVABLE	81,402.45	154,568.80
ASSESSMENT RECEIVABLE	16,944,861.05	16,186,931.28
RWAO KWCFC ADMN CASH ACCOUNT	14,069.00	41,136.83
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<b><u>TOTAL CURRENT ASSETS</u></b>	<b>27,324,109.21</b>	<b>22,650,523.16</b>
<b><u>FURNITURE, FIXTURES, EQUIPMENT</u></b>	<b>6,332.00</b>	<b>-</b>
<b><u>INVESTMENTS</u></b>	<b>326,891,231.47</b>	<b>306,901,916.85</b>
BOOK VALUE - disclosure only, not included in totals, hold to maturity, no real loss	354,459,097.08	340,505,053.65
<b><u>LEASE RIGHT-OF-USE</u></b>	<b>76,859.00</b>	<b>115,288.00</b>
<b><u>DEFERRED OUTFLOW PENSION</u></b>	<b>4,158,756.00</b>	<b>1,069,224.00</b>
<b><u>DEFERRED OUTFLOW OPEB</u></b>	<b>1,032,077.00</b>	<b>386,267.00</b>
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<b><u>TOTAL ASSETS</u></b>	<b><u>\$ 359,489,364.68</u></b>	<b><u>\$ 331,123,219.01</u></b>

**LIABILITIES AND CAPITAL**

<b><u>CURRENT LIABILITIES</u></b>		
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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<b><u>TOTAL CURRENT LIABILITIES</u></b>	<b>256,526.16</b>	<b>190,770.30</b>
<b><u>LONG TERM LIABILITIES</u></b>		
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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<b><u>TOTAL LONG TERM LIABILITIES</u></b>	<b>13,428,909.97</b>	<b>10,380,070.81</b>
<b><u>TOTAL LIABILITIES</u></b>	<b>13,685,436.13</b>	<b>10,570,841.11</b>
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<b><u>CAPITAL</u></b>		
RETAINED EARNINGS	323,160,023.59	304,798,002.43
NET INCOME	22,643,904.96	15,754,375.47
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<b><u>TOTAL CAPITAL</u></b>	<b>345,803,928.55</b>	<b>320,552,377.90</b>
<b><u>TOTAL LIABILITIES &amp; CAPITAL</u></b>	<b><u>\$ 359,489,364.68</u></b>	<b><u>\$ 331,123,219.01</u></b>



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**INCOME STATEMENT**  
**EIGHT MONTHS ENDING FEBRUARY 28, 2025 AND FEBRUARY 29, 2024 (COMPARED)**

	<b><u>February 28, 2025</u></b>	<b><u>February 29, 2024</u></b>
<b><u>REVENUES</u></b>		
ASSESSMENT RECEIPTS	50,524,451.32	51,418,172.20
ASSESSMENT PENALTY & INTEREST	519,182.70	43,037.23
OVERNIGHT INTEREST INCOME	293,426.00	154,353.28
INT/DIV INCOME ON INVESTMENTS	9,525,533.49	8,967,976.75
CHANGE IN FAIR VALUE ON INVESTMENTS	7,198,035.28	2,063,239.40
AUDIT REIMBURSEMENT	158,652.75	147,924.75
<b><u>TOTAL REVENUES</u></b>	<b><u>68,219,281.54</u></b>	<b><u>62,794,703.61</u></b>
<b><u>EXPENSES</u></b>		
SP FUND TRANSFERS FOR CLAIMS	19,477,000.00	21,254,200.00
UEF TRANSFERS	4,200,000.00	3,948,500.00
SP FUND TRANSFERS FOR ADMIN	19,756,000.00	19,761,700.00
KOSH ADMIN. TRANSFER	452,000.00	367,400.00
CUSTODY FEE EXPENSE-STATE STREET	0.00	4,673.80
INVESTMENT MANAGEMENT FEES	259,823.96	249,383.60
ASSESSMENT REFUNDS	10,027.76	16,142.75
PAYROLL EXPENSES	1,029,696.18	1,096,205.91
OPERATING EXPENSES	390,828.68	342,122.08
<b><u>TOTAL EXPENSES</u></b>	<b><u>45,575,376.58</u></b>	<b><u>47,040,328.14</u></b>
<b><u>NET INCOME</u></b>	<b><u>\$ 22,643,904.96</u></b>	<b><u>\$ 15,754,375.47</u></b>



**FUNDING TO AGENCIES BY QUARTER (Actual to Budget)**  
**Eight Months Ended February 28, 2025**  
**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	\$7,462,000	\$11,641,750	-\$4,179,750	\$7,327,000	\$11,641,750	-\$4,314,750	\$4,967,000	\$11,641,750	-\$6,674,750	\$0	\$11,641,750	-\$11,641,750	\$19,756,000	\$46,567,000	-\$26,811,000
Labor Claims	\$7,583,000	\$7,750,000	-\$167,000	\$6,686,000	\$7,750,000	-\$1,064,000	\$5,208,000	\$7,750,000	-\$2,542,000	\$0	\$7,750,000	-\$7,750,000	\$19,477,000	\$31,000,000	-\$11,523,000
UEF	\$2,000,000	\$1,722,225	\$277,775	\$1,200,000	\$1,722,225	-\$522,225	\$1,000,000	\$1,722,225	-\$722,225	\$0	\$1,722,225	-\$1,722,225	\$4,200,000	\$6,888,900	-\$2,688,900
KOSH	\$182,000	\$202,275	-\$20,275	\$161,000	\$202,275	-\$41,275	\$109,000	\$202,275	-\$93,275	\$0	\$202,275	-\$202,275	\$452,000	\$809,100	-\$357,100
Funding Commission	\$376,000	\$653,150	-\$277,150	\$539,000	\$653,150	-\$114,150	\$305,000	\$653,150	-\$348,150	\$0	\$653,150	-\$653,150	\$1,220,000	\$2,612,600	-\$1,392,600
Total	\$17,603,000	\$21,969,400	-\$4,366,400	\$15,913,000	\$21,969,400	-\$6,056,400	\$11,589,000	\$21,969,400	-\$10,380,400	\$0	\$21,969,400	-\$21,969,400	\$45,105,000	\$87,877,600	-\$42,772,600



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**Statement of Expenses (Actual to Budget)**  
**For Eight Months Ended February 28, 2025**

	<b>Actual For Eight Months</b>	<b>Budget For Eight Months</b>	<b>Variance For Eight Months</b>	<b>Actual as % of Budget</b>
<b>EXPENSES:</b>				
WAGES AND SALARIES	603,278.45	826,666.67	-223,388.22	73.0%
FICA	44,449.71	61,133.33	-16,683.62	72.7%
RETIREMENT	301,631.98	479,933.33	-178,301.35	62.8%
HEALTH INSURANCE	79,816.04	101,933.33	-22,117.29	78.3%
LIFE INSURANCE	80.00	200.00	-120.00	40.0%
WORKERS COMPENSATION	440.00	666.67	-226.67	66.0%
INDIRECT COSTS	99,646.76	126,666.67	-27,019.91	78.7%
UNEMPLOYMENT PAY	0.00	666.67	-666.67	0.0%
ELECTRICITY	5,330.25	6,666.67	-1,336.42	80.0%
NATURAL GAS	1,733.78	4,000.00	-2,266.22	43.3%
COPY MACHINE RENTAL	2,349.20	3,333.33	-984.13	70.5%
POSTAGE	2,589.54	4,666.67	-2,077.13	55.5%
ADVERTISING	0.00	666.67	-666.67	0.0%
PRINTING	0.00	666.67	-666.67	0.0%
GARBAGE	389.70	933.33	-543.63	41.8%
COMPUTER SOFTWARE	11,604.45	12,000.00	-395.55	96.7%
MISC. SERVICES	916.06	4,666.67	-3,750.61	19.6%
OFFICE SUPPLIES	1,511.83	3,333.33	-1,821.50	45.4%
IN-STATE-TRAVEL	11.25	3,333.33	-3,322.08	0.3%
OUT-OF-STATE TRAVEL	910.31	3,333.33	-2,423.02	27.3%
COMPUTER EQUIPMENT	332.17	2,000.00	-1,667.83	16.6%
LEGAL SERVICES	0.00	5,933.33	-5,933.33	0.0%
SUBSCRIPTIONS	2,448.00	3,000.00	-552.00	81.6%
EMPLOYEE TRAINING	3,962.65	6,666.67	-2,704.02	59.4%
AUDIT SERVICES	35,925.00	38,000.00	-2,075.00	94.5%
RENT	32,167.89	58,666.67	-26,498.78	54.8%
SECURITY GUARD	0.00	2,000.00	-2,000.00	0.0%
MISC. EXPENSES	2,604.65	4,000.00	-1,395.35	65.1%
ACTUARIAL SERVICES	111,256.00	115,000.00	-3,744.00	96.7%
PUBLIC OFFICIALS INSURANCE	27,221.32	33,000.00	-5,778.68	82.5%
FURN. & FIX. UNDER \$5000	0.00	3,333.33	-3,333.33	0.0%
COT CHARGES	38,423.89	43,333.33	-4,909.44	88.7%
BOOKS DEPARTMENT USE	0.00	666.67	-666.67	0.0%
JANITORIAL	3,729.98	5,333.33	-1,603.35	69.9%
E-FILE CHARGES	5,764.00	6,666.67	-902.67	86.5%
<b>TOTAL EXPENSES</b>	<b><u>1,420,524.86</u></b>	<b><u>1,973,066.67</u></b>	<b><u>-552,541.81</u></b>	<b><u>72.0%</u></b>