



## WORKERS' COMPENSATION FUNDING COMMISSION

**Andy Beshear**  
Governor

42 Mill Creek Park  
Frankfort, Kentucky 40601  
Phone: (502) 573-3505  
Fax: (502) 573-4923  
[www.kwcfc.ky.gov](http://www.kwcfc.ky.gov)

**Lisa Gilreath-King**  
Executive Director

October 21, 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 July 31, 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 that reads "Kim C. Hay".

Kim C. Hay  
Director of Fiscal Operations

ENCLOSURES



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**BALANCE SHEET**  
**AS OF JULY 31, 2025 AND JULY 31, 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	10,392,813.92	15,454,858.63
ACCOUNTS RECEIVABLE	74,054.14	81,402.45
ASSESSMENT RECEIVABLE	13,273,058.55	16,944,861.05
RWAO KWCFC ADMN CASH ACCOUNT	928.16	63,993.77
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<b><u>TOTAL CURRENT ASSETS</u></b>	<b>23,740,854.77</b>	<b>32,545,115.90</b>
<b><u>FURNITURE, FIXTURES, EQUIPMENT</u></b>	<b>1,005.00</b>	<b>-</b>
<b><u>INVESTMENTS</u></b>	<b>330,135,284.35</b>	<b>317,017,629.04</b>
BOOK VALUE - disclosure only, not included in totals, hold to maturity, no real loss	357,463,479.98	345,245,343.80
<b><u>LEASE RIGHT-OF-USE</u></b>	<b>38,430.00</b>	<b>76,859.00</b>
<b><u>DEFERRED OUTFLOW PENSION</u></b>	<b>537,981.00</b>	<b>4,158,756.00</b>
<b><u>DEFERRED OUTFLOW OPEB</u></b>	<b>585,813.00</b>	<b>1,032,077.00</b>
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<b><u>TOTAL ASSETS</u></b>	<b><u>\$ 355,039,368.12</u></b>	<b><u>\$ 354,830,436.94</u></b>

**LIABILITIES AND CAPITAL**

<b><u>CURRENT LIABILITIES</u></b>		
ACCRUED EXPENSES	157,786.84	171,520.43
ACC EXP - ST COMP ABSENCES	112,629.73	85,005.73
REFUNDS PAYABLE	-	-
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<b><u>TOTAL CURRENT LIABILITIES</u></b>	<b><u>270,416.57</u></b>	<b><u>256,526.16</u></b>
<b><u>LONG TERM LIABILITIES</u></b>		
ACCRUED EXP - LT COMP ABSENCES	117,226.97	57,944.97
LEASE LIABILITY	43,478.00	81,372.00
DEFERRED INFLOW PENSION	532,512.00	4,224,777.00
NET PENSION LIABILITY	5,920,001.00	7,024,507.00
DEFERRED INFLOW OPEB	985,768.00	1,611,930.00
OPEB LIABILITY	349,065.00	428,379.00
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<b><u>TOTAL LONG TERM LIABILITIES</u></b>	<b><u>7,948,050.97</u></b>	<b><u>13,428,909.97</u></b>
<b><u>TOTAL LIABILITIES</u></b>	<b><u>8,218,467.54</u></b>	<b><u>13,685,436.13</u></b>
<b><u>CAPITAL</u></b>		
RETAINED EARNINGS	340,769,878.39	323,160,023.59
NET INCOME	6,051,022.19	17,984,977.22
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<b><u>TOTAL CAPITAL</u></b>	<b><u>346,820,900.58</u></b>	<b><u>341,145,000.81</u></b>
<b><u>TOTAL LIABILITIES &amp; CAPITAL</u></b>	<b><u>\$ 355,039,368.12</u></b>	<b><u>\$ 354,830,436.94</u></b>



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**INCOME STATEMENT**  
**FOR ONE MONTH ENDED JULY 31, 2025 AND 2024 (FOR COMPARISON)**

	<u>July 31, 2025</u>	<u>July 31, 2024</u>
<b><u>REVENUES</u></b>		
ASSESSMENT RECEIPTS	12,174,272.20	16,595,742.95
ASSESSMENT PENALTY & INTEREST	0.00	21,117.59
OVERNIGHT INTEREST INCOME	16,073.00	19,620.74
INT/DIV INCOME ON INVESTMENTS	1,248,308.83	1,163,481.37
CHANGE IN FAIR VALUE ON INVESTMENTS	(1,252,015.65)	5,511,629.87
AUDIT REIMBURSEMENT	450.00	28,079.23
<b><u>TOTAL REVENUES</u></b>	<b><u>12,187,088.38</u></b>	<b><u>23,339,671.75</u></b>
<b><u>EXPENSES</u></b>		
SP FUND TRANSFERS FOR CLAIMS	3,394,000.00	2,254,000.00
UEF TRANSFERS	500,000.00	500,000.00
SP FUND TRANSFERS FOR ADMIN	1,950,000.00	2,280,000.00
KOSH ADMIN. TRANSFER	58,000.00	74,000.00
CUSTODY FEE EXPENSE-STATE STREET	0.00	0.00
INVESTMENT MANAGEMENT FEES	89,175.73	84,968.86
ASSESSMENT REFUNDS	0.00	0.00
PAYROLL EXPENSES	126,551.87	143,307.28
OPERATING EXPENSES	18,338.59	18,418.39
<b><u>TOTAL EXPENSES</u></b>	<b><u>6,136,066.19</u></b>	<b><u>5,354,694.53</u></b>
<b><u>NET INCOME</u></b>	<b><u>\$ 6,051,022.19</u></b>	<b><u>\$ 17,984,977.22</u></b>



**FUNDING TO AGENCIES BY QUARTER (Actual to Budget)**  
**One Month Ended July 31, 2025**  
**Fiscal Year 2026**

AGENCY	Q1 July - Sept 25			Q2 Oct - Dec 25			Q3 Jan - March 26			Q4 April - June 26			FYTD 2026		
	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
Labor Administration	\$1,950,000	\$12,395,625	-\$10,445,625	\$0	\$12,395,625	-\$12,395,625	\$0	\$12,395,625	-\$12,395,625	\$0	\$12,395,625	-\$12,395,625	\$1,950,000	\$49,582,500	-\$47,632,500
Labor Claims	\$3,394,000	\$7,000,000	-\$3,606,000	\$0	\$7,000,000	-\$7,000,000	\$0	\$7,000,000	-\$7,000,000	\$0	\$7,000,000	-\$7,000,000	\$3,394,000	\$28,000,000	-\$24,606,000
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	\$58,000	\$205,550	-\$147,550	\$0	\$205,550	-\$205,550	\$0	\$205,550	-\$205,550	\$0	\$205,550	-\$205,550	\$58,000	\$822,200	-\$764,200
Funding Commission	\$140,000	\$687,775	-\$547,775	\$0	\$687,775	-\$687,775	\$0	\$687,775	-\$687,775	\$0	\$687,775	-\$687,775	\$140,000	\$2,751,100	-\$2,611,100
Total	\$6,042,000	\$22,011,175	-\$15,969,175	\$0	\$22,011,175	-\$22,011,175	\$0	\$22,011,175	-\$22,011,175	\$0	\$22,011,175	-\$22,011,175	\$6,042,000	\$88,044,700	-\$82,002,700



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**Statement of Expenses (Actual to Budget)**  
**For One Month Ended July 31, 2025**

	<b>Actual For One Month</b>	<b>Budget For One Month</b>	<b>Variance For One Month</b>	<b>Actual as % of Budget</b>
<b>EXPENSES:</b>				
WAGES AND SALARIES	75,790.85	111,666.67	-35,875.82	67.9%
FICA	5,570.46	8,208.33	-2,637.87	67.9%
RETIREMENT	34,649.36	51,050.83	-16,401.47	67.9%
HEALTH INSURANCE	10,091.20	12,741.67	-2,650.47	79.2%
LIFE INSURANCE	10.00	25.00	-15.00	40.0%
WORKERS COMPENSATION	440.00	83.33	356.67	528.0%
INDIRECT COSTS	0.00	16,333.33	-16,333.33	0.0%
UNEMPLOYMENT PAY	0.00	83.33	-83.33	0.0%
ELECTRICITY	761.56	833.33	-71.77	91.4%
NATURAL GAS	137.35	500.00	-362.65	27.5%
COPY MACHINE RENTAL	372.82	416.67	-43.85	89.5%
POSTAGE	679.86	750.00	-70.14	90.6%
ADVERTISING	0.00	83.33	-83.33	0.0%
PRINTING	0.00	83.33	-83.33	0.0%
GARBAGE	93.48	116.67	-23.19	80.1%
COMPUTER SOFTWARE	3,076.50	2,624.17	452.33	117.2%
MISC. SERVICES	1,629.08	2,500.00	-870.92	65.2%
OFFICE SUPPLIES	0.00	1,416.67	-1,416.67	0.0%
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	666.67	-666.67	0.0%
LEGAL SERVICES	0.00	741.67	-741.67	0.0%
SUBSCRIPTIONS	375.00	250.00	125.00	150.0%
EMPLOYEE TRAINING	0.00	833.33	-833.33	0.0%
AUDIT SERVICES	0.00	3,500.00	-3,500.00	0.0%
RENT	10,722.63	6,000.00	4,722.63	178.7%
SECURITY GUARD	0.00	250.00	-250.00	0.0%
MISC. EXPENSES	23.99	1,000.00	-976.01	2.4%
ACTUARIAL SERVICES	0.00	10,000.00	-10,000.00	0.0%
PUBLIC OFFICIALS INSURANCE	0.00	2,833.33	-2,833.33	0.0%
FURN. & FIX. UNDER \$5000	0.00	2,083.33	-2,083.33	0.0%
COT CHARGES	391.32	5,833.33	-5,442.01	6.7%
BOOKS DEPARTMENT USE	0.00	83.33	-83.33	0.0%
JANITORIAL	0.00	666.67	-666.67	0.0%
E-FILE CHARGES	75.00	833.33	-758.33	9.0%
<b>TOTAL EXPENSES</b>	<b>144,890.46</b>	<b>245,925.00</b>	<b>-101,034.54</b>	<b>58.9%</b>