



## WORKERS' COMPENSATION FUNDING COMMISSION

**Andy Beshear**  
Governor

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

**Lisa Gilreath-King**  
Executive Director

July 26, 2023

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 is our agency expenditure report submitted pursuant to KRS 342.1223(2)(h) for fiscal year-to-date April 30, 2023.

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**  
**Statement of Expenses (Actual to Budget)**  
**For the Ten Months Ended April 30, 2023**

	Actual For Ten Months	Budget For Ten Months	Variance For Ten Months	Actual as % of Budget
<b>EXPENSES:</b>				
WAGES AND SALARIES	730,020.91	855,416.67	-125,395.76	85.3%
FICA	54,127.03	65,083.33	-10,956.30	83.2%
RETIREMENT	565,857.28	667,833.33	-101,976.05	84.7%
HEALTH INSURANCE	85,499.88	91,666.67	-6,166.79	93.3%
LIFE INSURANCE	111.00	166.67	-55.67	66.6%
WORKERS COMPENSATION	0.00	1,583.33	-1,583.33	0.0%
INDIRECT COSTS	142,054.14	215,166.67	-73,112.53	66.0%
UNEMPLOYMENT PAY	0.00	1,000.00	-1,000.00	0.0%
ELECTRICITY	6,268.95	7,500.00	-1,231.05	83.6%
NATURAL GAS	3,338.88	6,416.67	-3,077.79	52.0%
COPY MACHINE RENTAL	2,015.60	3,333.33	-1,317.73	60.5%
POSTAGE	3,130.67	6,500.00	-3,369.33	48.2%
ADVERTISING	0.00	416.67	-416.67	0.0%
PRINTING	0.00	416.67	-416.67	0.0%
GARBAGE	393.30	666.67	-273.37	59.0%
COMPUTER SOFTWARE	11,490.84	12,500.00	-1,009.16	91.9%
MISC. SERVICES	2,434.01	11,750.00	-9,315.99	20.7%
OFFICE SUPPLIES	1,402.90	2,500.00	-1,097.10	56.1%
IN-STATE-TRAVEL	0.00	2,500.00	-2,500.00	0.0%
OUT-OF-STATE TRAVEL	2,679.69	5,833.33	-3,153.64	45.9%
COMPUTER EQUIPMENT	34.85	1,666.67	-1,631.82	2.1%
LEGAL SERVICES	0.00	1,250.00	-1,250.00	0.0%
SUBSCRIPTIONS	2,197.75	2,500.00	-302.25	87.9%
EMPLOYEE TRAINING	4,169.97	6,666.67	-2,496.70	62.5%
AUDIT SERVICES	22,470.00	23,000.00	-530.00	97.7%
RENT	42,890.52	42,900.00	-9.48	100.0%
SECURITY GUARD	0.00	916.67	-916.67	0.0%
MISC. EXPENSES	2,815.72	3,333.33	-517.61	84.5%
ACTUARIAL SERVICES	70,000.00	70,000.00	0.00	100.0%
PUBLIC OFFICIALS INSURANCE	27,394.38	29,000.00	-1,605.62	94.5%
FURN. & FIX. UNDER \$5000	0.00	1,666.67	-1,666.67	0.0%
COT CHARGES	48,090.39	54,166.67	-6,076.28	88.8%
BOOKS DEPARTMENT USE	16.10	83.33	-67.23	19.3%
JANITORIAL	3,687.96	4,916.67	-1,228.71	75.0%
E-FILE CHARGES	5,898.50	7,500.00	-1,601.50	78.6%
<b>TOTAL EXPENSES</b>	<b><u>1,840,491.22</u></b>	<b><u>2,207,816.67</u></b>	<b><u>-367,325.45</u></b>	<b><u>83.4%</u></b>



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July 26, 2023

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 is our agency expenditure report submitted pursuant to KRS 342.1223(2)(h) for fiscal year-to-date May 31, 2023.

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**  
**Statement of Expenses (Actual to Budget)**  
**For the Eleven Months Ended May 31, 2023**

	Actual For Eleven Months	Budget For Eleven Months	Variance For Eleven Months	Actual as % of Budget
<b>EXPENSES:</b>				
WAGES AND SALARIES	800,030.29	940,958.33	-140,928.04	85.0%
FICA	59,313.72	71,591.67	-12,277.95	82.9%
RETIREMENT	618,443.32	734,616.67	-116,173.35	84.2%
HEALTH INSURANCE	93,610.16	100,833.33	-7,223.17	92.8%
LIFE INSURANCE	121.00	183.33	-62.33	66.0%
WORKERS COMPENSATION	0.00	1,741.67	-1,741.67	0.0%
INDIRECT COSTS	150,596.13	236,683.33	-86,087.20	63.6%
UNEMPLOYMENT PAY	0.00	1,100.00	-1,100.00	0.0%
ELECTRICITY	6,731.30	8,250.00	-1,518.70	81.6%
NATURAL GAS	3,622.79	7,058.33	-3,435.54	51.3%
COPY MACHINE RENTAL	2,015.60	3,666.67	-1,651.07	55.0%
POSTAGE	4,103.66	7,150.00	-3,046.34	57.4%
ADVERTISING	0.00	458.33	-458.33	0.0%
PRINTING	0.00	458.33	-458.33	0.0%
GARBAGE	432.63	733.33	-300.70	59.0%
COMPUTER SOFTWARE	11,497.98	13,750.00	-2,252.02	83.6%
MISC. SERVICES	2,447.69	12,925.00	-10,477.31	18.9%
OFFICE SUPPLIES	1,402.90	2,750.00	-1,347.10	51.0%
IN-STATE-TRAVEL	0.00	2,750.00	-2,750.00	0.0%
OUT-OF-STATE TRAVEL	2,679.69	6,416.67	-3,736.98	41.8%
COMPUTER EQUIPMENT	34.85	1,833.33	-1,798.48	1.9%
LEGAL SERVICES	0.00	1,375.00	-1,375.00	0.0%
SUBSCRIPTIONS	2,197.75	2,500.00	-302.25	87.9%
EMPLOYEE TRAINING	5,524.40	7,333.33	-1,808.93	75.3%
AUDIT SERVICES	22,470.00	23,000.00	-530.00	97.7%
RENT	42,890.52	42,900.00	-9.48	100.0%
SECURITY GUARD	0.00	1,008.33	-1,008.33	0.0%
MISC. EXPENSES	2,900.94	3,666.67	-765.73	79.1%
ACTUARIAL SERVICES	70,000.00	70,000.00	0.00	100.0%
PUBLIC OFFICIALS INSURANCE	27,394.38	29,000.00	-1,605.62	94.5%
FURN. & FIX. UNDER \$5000	0.00	1,833.33	-1,833.33	0.0%
COT CHARGES	54,031.73	59,583.33	-5,551.60	90.7%
BOOKS DEPARTMENT USE	16.10	91.67	-75.57	17.6%
JANITORIAL	4,096.29	5,408.33	-1,312.04	75.7%
E-FILE CHARGES	7,598.50	8,250.00	-651.50	92.1%
<b>TOTAL EXPENSES</b>	<b><u>1,996,204.32</u></b>	<b><u>2,411,858.33</u></b>	<b><u>-415,654.01</u></b>	<b><u>82.8%</u></b>



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July 26, 2023

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 our agency financial reports submitted pursuant to KRS 342.1223(2)(h). This is for the fiscal year-to-date June 30, 2023. Enclosed are the following reports:

- 1) Fiscal year-to-date expenditure detail
- 2) Fiscal year-to-date Inter-Agency Transfers
- 3) Quarterly (unaudited) Balance Sheet and Income Statement.

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**  
**Statement of Expenses (Actual to Budget)**  
**For the Twelve Months Ended June 30, 2023**

	Actual For Twelve Months	Budget For Twelve Months	Variance For Twelve Months	Actual as % of Budget
<b>EXPENSES:</b>				
WAGES AND SALARIES	867,699.79	1,026,500.00	-158,800.21	84.5%
FICA	64,316.07	78,100.00	-13,783.93	82.4%
RETIREMENT	671,225.56	801,400.00	-130,174.44	83.8%
HEALTH INSURANCE	101,720.44	110,000.00	-8,279.56	92.5%
LIFE INSURANCE	131.00	200.00	-69.00	65.5%
WORKERS COMPENSATION	0.00	1,900.00	-1,900.00	0.0%
INDIRECT COSTS	177,670.68	258,200.00	-80,529.32	68.8%
UNEMPLOYMENT PAY	0.00	1,200.00	-1,200.00	0.0%
ELECTRICITY	7,295.68	9,000.00	-1,704.32	81.1%
NATURAL GAS	3,798.26	7,700.00	-3,901.74	49.3%
COPY MACHINE RENTAL	2,015.60	4,000.00	-1,984.40	50.4%
POSTAGE	4,346.42	7,800.00	-3,453.58	55.7%
ADVERTISING	0.00	500.00	-500.00	0.0%
PRINTING	0.00	500.00	-500.00	0.0%
GARBAGE	471.96	800.00	-328.04	59.0%
COMPUTER SOFTWARE	11,512.26	15,000.00	-3,487.74	76.7%
MISC. SERVICES	2,415.37	14,100.00	-11,684.63	17.1%
OFFICE SUPPLIES	1,530.62	3,000.00	-1,469.38	51.0%
IN-STATE-TRAVEL	0.00	3,000.00	-3,000.00	0.0%
OUT-OF-STATE TRAVEL	2,679.69	7,000.00	-4,320.31	38.3%
COMPUTER EQUIPMENT	34.85	2,000.00	-1,965.15	1.7%
LEGAL SERVICES	0.00	1,500.00	-1,500.00	0.0%
SUBSCRIPTIONS	2,197.75	2,500.00	-302.25	87.9%
EMPLOYEE TRAINING	7,731.13	8,000.00	-268.87	96.6%
AUDIT SERVICES	22,470.00	23,000.00	-530.00	97.7%
RENT	42,890.52	42,900.00	-9.48	100.0%
SECURITY GUARD	0.00	1,100.00	-1,100.00	0.0%
MISC. EXPENSES	3,903.58	4,000.00	-96.42	97.6%
ACTUARIAL SERVICES	70,000.00	70,000.00	0.00	100.0%
PUBLIC OFFICIALS INSURANCE	27,394.38	29,000.00	-1,605.62	94.5%
FURN. & FIX. UNDER \$5000	0.00	2,000.00	-2,000.00	0.0%
COT CHARGES	59,449.51	65,000.00	-5,550.49	91.5%
BOOKS DEPARTMENT USE	16.10	100.00	-83.90	16.1%
JANITORIAL	4,702.02	5,900.00	-1,197.98	79.7%
E-FILE CHARGES	8,023.50	9,000.00	-976.50	89.2%
<b>TOTAL EXPENSES</b>	<b><u>2,167,642.74</u></b>	<b><u>2,615,900.00</u></b>	<b><u>-448,257.26</u></b>	<b><u>82.9%</u></b>



**FUNDING TO AGENCIES BY QUARTER (Actual to Budget)**  
**For Twelve Months Ended June 30, 2023**  
**Fiscal Year 2023**

AGENCY	Q1 July - Sept 22			Q2 Oct - Dec 22			Q3 Jan - March 23			Q4 April - June 23			FYTD 2023		
	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance	Actual	Budget	Variance
Labor Administration	\$7,365,000	\$9,696,050	-\$2,331,050	\$7,305,000	\$9,696,050	-\$2,391,050	\$7,012,500	\$9,696,050	-\$2,683,550	\$7,096,845	\$9,696,050	-\$2,599,205	\$28,779,345	\$38,784,200	-\$10,004,855
Labor Claims	\$9,025,000	\$10,145,775	-\$1,120,775	\$7,520,000	\$10,145,775	-\$2,625,775	\$8,631,000	\$10,145,775	-\$1,514,775	\$7,490,700	\$10,145,775	-\$2,655,075	\$32,666,700	\$40,583,100	-\$7,916,400
UEF	\$1,300,000	\$1,780,325	-\$480,325	\$1,500,000	\$1,780,325	-\$280,325	\$1,760,000	\$1,780,325	-\$20,325	\$1,652,000	\$1,780,325	-\$128,325	\$6,212,000	\$7,121,300	-\$909,300
KOSH	\$200,000	\$192,850	\$7,150	\$194,400	\$192,850	\$1,550	\$100,000	\$192,850	-\$92,850	\$234,000	\$192,850	\$41,150	\$728,400	\$771,400	-\$43,000
Funding Commission	\$515,000	\$594,700	-\$79,700	\$649,000	\$594,700	\$54,300	\$478,000	\$594,700	-\$116,700	\$415,200	\$594,700	-\$179,500	\$2,057,200	\$2,378,800	-\$321,600
<b>Total</b>	<b>\$18,405,000</b>	<b>\$22,409,700</b>	<b>-\$4,004,700</b>	<b>\$17,168,400</b>	<b>\$22,409,700</b>	<b>-\$5,241,300</b>	<b>\$17,981,500</b>	<b>\$22,409,700</b>	<b>-\$4,428,200</b>	<b>\$16,888,745</b>	<b>\$22,409,700</b>	<b>-\$5,520,955</b>	<b>\$70,443,645</b>	<b>\$89,638,800</b>	<b>-\$19,195,155</b>



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**INCOME STATEMENT**  
**TWELVE MONTHS ENDING JUNE 30, 2023 AND 2022 (FOR COMPARISON)**

	<u>June 30, 2023</u>	<u>June 30, 2022</u>
<b><u>REVENUES</u></b>		
ASSESSMENT RECEIPTS	71,730,300.10	67,703,290.30
ASSESSMENT PENALTY & INTEREST	209,661.88	845,889.45
OVERNIGHT INTEREST INCOME	11,380.24	978.24
INT/DIV INCOME ON INVESTMENTS	12,782,137.24	12,137,783.72
CHANGE IN FAIR VALUE ON INVESTMENTS	(12,420,373.10)	(48,982,846.00)
AUDIT REIMBURSEMENT	204,680.52	737,694.59
<b><u>TOTAL REVENUES</u></b>	<b><u>72,517,786.88</u></b>	<b><u>32,442,790.30</u></b>
<b><u>EXPENSES</u></b>		
SP FUND TRANSFERS FOR CLAIMS	32,666,700.00	34,395,687.52
UEF TRANSFERS	6,212,000.00	5,733,800.00
SP FUND TRANSFERS FOR ADMIN	28,779,345.20	29,974,059.27
KOSH ADMIN. TRANSFER	728,400.00	671,833.53
CUSTODY FEE EXPENSE-STATE STREET	27,134.40	19,013.99
INVESTMENT MANAGEMENT FEES	295,011.10	400,277.01
ASSESSMENT REFUNDS	188,697.28	2,067,199.07
PAYROLL EXPENSES	1,705,092.86	1,791,989.32
OPERATING EXPENSES	462,549.88	496,320.51
<b><u>TOTAL EXPENSES</u></b>	<b><u>71,064,930.72</u></b>	<b><u>75,550,180.22</u></b>
<b><u>NET INCOME</u></b>	<b><u>\$ 1,452,856.16</u></b>	<b><u>\$ (43,107,389.92)</u></b>





**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**INCOME STATEMENT**  
**TWELVE MONTHS ENDING JUNE 30, 2023 AND 2022 (FOR COMPARISON)**

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