



## WORKERS' COMPENSATION FUNDING COMMISSION

**Andy Beshear**  
Governor

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**Lisa Gilreath-King**  
Executive Director

December 3, 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 October 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 OCTOBER 31, 2024 AND 2023 (FOR COMPARISON)**

**ASSETS**

	<b><u>2024</u></b>	<b><u>2023</u></b>
<b><u>CURRENT ASSETS</u></b>		
RWBO SPECIAL FUND CASH ACCOUNT	16,303,213.55	13,152,393.48
ACCOUNTS RECEIVABLE	81,402.45	154,568.80
ASSESSMENT RECEIVABLE	16,944,861.05	16,186,931.28
RWAO KWCFK ADMN CASH ACCOUNT	8,555.38	33,525.70
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<b><u>TOTAL CURRENT ASSETS</u></b>	<b>33,338,032.43</b>	<b>29,527,419.26</b>
<b><u>FURNITURE, FIXTURES, EQUIPMENT</u></b>	<b>6,332.00</b>	
<b><u>INVESTMENTS</u></b>	<b>319,595,298.33</b>	<b>285,937,170.08</b>
BOOK VALUE - disclosure only, not included in totals, hold to maturity, no real loss	348,856,267.92	335,676,399.91
<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>\$ 358,207,354.76</b>	<b>\$ 317,035,368.34</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>
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<b><u>TOTAL LIABILITIES</u></b>	<b>13,685,436.13</b>	<b>10,570,841.11</b>
<b><u>CAPITAL</u></b>		
RETAINED EARNINGS	323,160,023.59	304,798,002.43
NET INCOME	21,361,895.04	1,666,524.80
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<b><u>TOTAL CAPITAL</u></b>	<b>344,521,918.63</b>	<b>306,464,527.23</b>
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<b><u>TOTAL LIABILITIES &amp; CAPITAL</u></b>	<b>\$ 358,207,354.76</b>	<b>\$ 317,035,368.34</b>



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**INCOME STATEMENT**  
**FOUR MONTHS ENDING OCTOBER 31, 2024 AND 2023 (FOR COMPARISON)**

	<u>October 31, 2024</u>	<u>October 31, 2023</u>
<b><u>REVENUES</u></b>		
ASSESSMENT RECEIPTS	34,761,492.77	35,238,686.77
ASSESSMENT PENALTY & INTEREST	204,355.59	14,567.10
OVERNIGHT INTEREST INCOME	136,294.64	15,539.52
INT/DIV INCOME ON INVESTMENTS	4,724,197.56	4,469,191.96
CHANGE IN FAIR VALUE ON INVESTMENTS	4,528,582.97	(14,085,307.91)
AUDIT REIMBURSEMENT	62,273.06	81,932.34
<b><u>TOTAL REVENUES</u></b>	<b><u>44,417,196.59</u></b>	<b><u>25,734,609.78</u></b>
<b><u>EXPENSES</u></b>		
SP FUND TRANSFERS FOR CLAIMS	9,869,000.00	10,746,600.00
UEF TRANSFERS	2,200,000.00	2,000,000.00
SP FUND TRANSFERS FOR ADMIN	10,034,000.00	10,339,200.00
KOSH ADMIN. TRANSFER	242,000.00	170,300.00
CUSTODY FEE EXPENSE-STATE STREET	0.00	4,673.80
INVESTMENT MANAGEMENT FEES	84,968.86	166,798.27
ASSESSMENT REFUNDS	0.00	3,301.17
PAYROLL EXPENSES	523,326.13	533,079.97
OPERATING EXPENSES	102,006.56	104,131.77
<b><u>TOTAL EXPENSES</u></b>	<b><u>23,055,301.55</u></b>	<b><u>24,068,084.98</u></b>
<b><u>NET INCOME</u></b>	<b><u>\$ 21,361,895.04</u></b>	<b><u>\$ 1,666,524.80</u></b>



**FUNDING TO AGENCIES BY QUARTER (Actual to Budget)**  
**Four Months Ended October 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	\$7,462,000	\$11,641,750	-\$4,179,750	\$2,572,000	\$11,641,750	-\$9,069,750	\$0	\$11,641,750	-\$11,641,750	\$0	\$11,641,750	-\$11,641,750	\$10,034,000	\$46,567,000	-\$36,533,000
Labor Claims	\$7,583,000	\$7,750,000	-\$167,000	\$2,286,000	\$7,750,000	-\$5,464,000	\$0	\$7,750,000	-\$7,750,000	\$0	\$7,750,000	-\$7,750,000	\$9,869,000	\$31,000,000	-\$21,131,000
UEF	\$2,000,000	\$1,722,225	\$277,775	\$200,000	\$1,722,225	-\$1,522,225	\$0	\$1,722,225	-\$1,722,225	\$0	\$1,722,225	-\$1,722,225	\$2,200,000	\$6,888,900	-\$4,688,900
KOSH	\$182,000	\$202,275	-\$20,275	\$60,000	\$202,275	-\$142,275	\$0	\$202,275	-\$202,275	\$0	\$202,275	-\$202,275	\$242,000	\$809,100	-\$567,100
Funding Commission	\$376,000	\$653,150	-\$277,150	\$140,000	\$653,150	-\$513,150	\$0	\$653,150	-\$653,150	\$0	\$653,150	-\$653,150	\$516,000	\$2,612,600	-\$2,096,600
<b>Total</b>	<b>\$17,603,000</b>	<b>\$21,969,400</b>	<b>-\$4,366,400</b>	<b>\$5,258,000</b>	<b>\$21,969,400</b>	<b>-\$16,711,400</b>	<b>\$0</b>	<b>\$21,969,400</b>	<b>-\$21,969,400</b>	<b>\$0</b>	<b>\$21,969,400</b>	<b>-\$21,969,400</b>	<b>\$22,861,000</b>	<b>\$87,877,600</b>	<b>-\$65,016,600</b>



**KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION**  
**Statement of Expenses (Actual to Budget)**  
**For Four Months Ended October 31, 2024**

	Actual For Four Months	Budget For Four Months	Variance For Four Months	Actual as % of Budget
<b>EXPENSES:</b>				
WAGES AND SALARIES	304,595.49	413,333.33	-108,737.84	73.7%
FICA	22,470.82	30,566.67	-8,095.85	73.5%
RETIREMENT	156,024.06	239,966.67	-83,942.61	65.0%
HEALTH INSURANCE	39,755.76	50,966.67	-11,210.91	78.0%
LIFE INSURANCE	40.00	100.00	-60.00	40.0%
WORKERS COMPENSATION	440.00	333.33	106.67	132.0%
INDIRECT COSTS	43,758.13	76,666.67	-32,908.54	57.1%
UNEMPLOYMENT PAY	0.00	333.33	-333.33	0.0%
ELECTRICITY	3,025.33	3,333.33	-308.00	90.8%
NATURAL GAS	299.34	2,000.00	-1,700.66	15.0%
COPY MACHINE RENTAL	1,335.08	1,666.67	-331.59	80.1%
POSTAGE	1,465.40	2,333.33	-867.93	62.8%
ADVERTISING	0.00	333.33	-333.33	0.0%
PRINTING	0.00	333.33	-333.33	0.0%
GARBAGE	173.20	466.67	-293.47	37.1%
COMPUTER SOFTWARE	3,675.74	5,666.67	-1,990.93	64.9%
MISC. SERVICES	497.34	2,333.33	-1,835.99	21.3%
OFFICE SUPPLIES	1,068.56	1,666.67	-598.11	64.1%
IN-STATE-TRAVEL	11.25	1,666.67	-1,655.42	0.7%
OUT-OF-STATE TRAVEL	0.00	1,666.67	-1,666.67	0.0%
COMPUTER EQUIPMENT	190.00	1,333.33	-1,143.33	14.3%
LEGAL SERVICES	0.00	2,966.67	-2,966.67	0.0%
SUBSCRIPTIONS	2,448.00	1,000.00	1,448.00	244.8%
EMPLOYEE TRAINING	990.00	3,333.33	-2,343.33	29.7%
AUDIT SERVICES	0.00	12,666.67	-12,666.67	0.0%
RENT	21,445.26	29,333.33	-7,888.07	73.1%
SECURITY GUARD	0.00	1,000.00	-1,000.00	0.0%
MISC. EXPENSES	1,342.26	2,000.00	-657.74	67.1%
ACTUARIAL SERVICES	0.00	23,333.33	-23,333.33	0.0%
PUBLIC OFFICIALS INSURANCE	0.00	11,000.00	-11,000.00	0.0%
FURN. & FIX. UNDER \$5000	0.00	1,666.67	-1,666.67	0.0%
COT CHARGES	16,087.51	23,333.33	-7,245.82	68.9%
BOOKS DEPARTMENT USE	0.00	333.33	-333.33	0.0%
JANITORIAL	2,070.16	2,666.67	-596.51	77.6%
E-FILE CHARGES	2,124.00	3,333.33	-1,209.33	63.7%
<b>TOTAL EXPENSES</b>	<b>625,332.69</b>	<b>955,033.33</b>	<b>-329,700.64</b>	<b>65.5%</b>