



## WORKERS' COMPENSATION FUNDING COMMISSION

**Andy Beshear**  
Governor

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**Lisa Gilreath-King**  
Executive Director

December 3, 2024

Representative Josh Branscum, Chair  
Representative Thomas Huff, Vice Chair  
House Standing Committee on Economic Development and Workforce Investment  
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 KWFC 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><u>\$ 358,207,354.76</u></b>	<b><u>\$ 317,035,368.34</u></b>
 <b><u>LIABILITIES AND CAPITAL</u></b>		
<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	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><u>\$ 358,207,354.76</u></b>	<b><u>\$ 317,035,368.34</u></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>