

**KLC WORKERS' COMPENSATION PROGRAM
APPROVED FY12 BUDGET**

	Approved Budget FY 11/12
<u>REVENUE</u>	
1	Earned Premium 11,527,060
2	Less Excess Insurance Premiums (772,059)
3	Investment Income/Net of Expenses 2,400,000
4	Other Income 30,000
5	TOTAL REVENUE 13,185,001
<u>EXPENSES - LOSSES AND LEGAL DEFENSE</u>	
6	Paid Claims 0
7	Outstanding Case Reserves 0
8	IBNR Reserves 0
9	TOTAL PROVISION FOR ULTIMATE LOSSES 8,362,013
	<i>77.75%</i>
<u>EXPENSES - ADMINISTRATIVE & CONTRACTED</u>	
10	Line of Credit Fees/ Legal Expenses 16,500
11	Claims Audit 0
12	Claims Administration 996,519
13	Program Administration Fees 1,795,061
14	KLCIS Operating Expenses 52,250
15	Travel 31,322
16	Actuarial Services 35,000
17	Auditing Services(Financial/Payroll/Regulatory) 107,293
18	Consulting (Investments/Computer/Other) 221,475
19	Agency Commissions - KLCIA 368,338
20	Local Agents Commission 394,649
21	Safety Equipment Grant Program 250,000
22	Underwriting System Maintenance & Depreciation 7,200
23	Bad Debt Expense 0
24	Other Miscellaneous Expenses 7,500
25	TOTAL ADMINISTRATIVE & CONTRACTED 4,283,107
26	TOTAL EXPENSES 12,645,120
27	<i>Gain (Loss) of Revenue over Expenses 539,881</i>
28	Underwriting Gain (Loss) (1,860,119)
29	Unrealized Gain (Loss) on Investments 0
30	Realized Gain (Loss) on Investments 0
31	Investment Income (Loss) Net of Expenses 2,400,000
32	Total Gain (Loss) from Operations 539,881
33	Fund Balance Forward From Prior Year 24,792,139
34	Other Adjustments To Fund Balance 0
35	ENDING FUND BALANCE/SURPLUS (DEFICIT) 25,332,020