

**KLC INSURANCE SERVICES LIABILITY PROGRAM
FY13 APPROVED BUDGET**

	Approved Budget <u>FY 12/13</u>
<u>REVENUE</u>	
1 Earned Premium	17,391,025
2 Less Excess Insurance Premiums	(1,253,856)
3 Investment Income/Net of Expenses	1,050,000
4 Other Income	0
5 TOTAL REVENUE	17,187,170
<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	10,771,561
	66.75%
<u>EXPENSES - ADMINISTRATIVE & CONTRACTED</u>	
10 Line of Credit Fees/ Legal Expenses	0
11 Claims Audit	0
12 Claims Administration	866,473
13 Program Administration Fees	2,676,331
14 KLCIS Operating Expenses	78,000
15 Travel	40,500
16 Actuarial Services	35,362
17 Auditing Services(Financial/Payroll/Regulatory)	33,440
18 Consulting (Investments/Computer/Other)	130,350
19 Agency Commissions - KLCIA	551,113
20 Local Agents Commission	1,174,289
21 Safety Equipment Grant Program	250,000
22 Underwriting System Maintenance & Depreciation	58,250
23 Bad Debt Expense	0
24 Other Miscellaneous Expenses	5,000
25 TOTAL ADMINISTRATIVE & CONTRACTED	5,899,107
26 TOTAL EXPENSES	16,670,668
27 <i>Gain (Loss) of Revenue over Expenses</i>	<i>516,502</i>
28 Underwriting Gain (Loss)	(533,498)
29 Unrealized Gain (Loss) on Investments	0
30 Realized Gain (Loss) on Investments	0
31 Interest and Dividend Income (net of investment expenses)	1,050,000
32 Total Gain (Loss) from Operations	516,502
33 Fund Balance Forward From Prior Year	5,897,199
34 Other Adjustments To Fund Balance	
35 ENDING FUND BALANCE/SURPLUS (DEFICIT)	6,413,701