

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Net Position
June 30, 2021 (Unaudited) ⁽¹⁾

ASSETS

Cash and investments	\$ 13,861,516
Accrued interest	17,483
Due from City	694,244
Total assets	<u>14,573,243</u>

LIABILITIES

Claims payable	31,000
Accounts payable	74,865
Total current liabilities	<u>105,865</u>
Total liabilities	<u>105,865</u>

NET POSITION

Unrestricted	14,467,378
Total net position ⁽²⁾	<u><u>\$ 14,467,378</u></u>

Notes:

⁽¹⁾ Fiscal year end audit had not been performed by Heinfeld, Meech & Co., P.C. as of the date this preliminary report was prepared.

⁽²⁾ Net Position as compared to Reserve Goal:

Estimated Unpaid Losses & ALAE, as of 6/30/20	\$ 8,795,715
Weighted Projected Ultimate Losses & ALAE	2,555,000
Reserve Goal Based on 6/30/20 Actuarial Report	<u><u>\$ 11,350,715</u></u>

Nominal "Central" Value

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2021 ⁽¹⁾

	FY 2020-21 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	\$ 4,383,700	\$ 4,581,388	\$ 197,688
Other:			
Recovery of claims	-	9,575	9,575
Recovery of prior year expense	-	877	877
Total operating revenues	<u>4,383,700</u>	<u>4,591,840</u>	<u>208,140</u>
OPERATING EXPENSES			
Personnel services	478,070	431,158	(46,912)
Professional services	292,607	53,533	(239,074)
Operating supplies and maintenance	4,200	2,614	(1,586)
Communication and transportation	2,100	250	(1,850)
Excess insurance	361,130	346,514	(14,616)
Premium insurance	50,000	33,323	(16,677)
Claims paid	4,179,069	1,836,434	(2,342,635)
Other:			
Education and training	2,100	503	(1,597)
Computer Software	16,389	2,099	(14,290)
Total operating expenses	<u>5,385,665</u>	<u>2,706,428</u>	<u>(2,679,237)</u>
OPERATING INCOME (LOSS)	<u>(1,001,965)</u>	<u>1,885,412</u>	<u>2,887,377</u>
NONOPERATING REVENUES (EXPENSES):			
Interest income (loss)	201,000	203,243	2,243
Transfers out to technology fund	(3,845)	(3,845)	-
Transfers in from Municipal Utilities for Safety Position	57,286	57,286	-
Total nonoperating revenues (expenses)	<u>254,441</u>	<u>256,684</u>	<u>2,243</u>
Change in net position	<u>(747,524)</u>	<u>2,142,096</u>	<u>2,889,620</u>
NET POSITION:			
Total net position, as of July 1, 2020	<u>12,325,282</u>	<u>12,325,282</u>	<u>-</u>
total net position, as of June 30, 2021 ⁽¹⁾	<u>\$ 11,577,758</u>	<u>\$ 14,467,378</u>	<u>\$ 2,889,620</u>

Notes:

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CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Cash Flows
For the Year Ended June 30, 2021 ⁽¹⁾

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received for premiums	\$ 4,543,680
Cash payments for claims	(1,805,434)
Cash payments to suppliers for other services	(409,027)
Cash payments to employees for services	(431,158)
Net cash provided (used) by operating activities	<u>1,898,061</u>

CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:

Cash paid to City for technology replacement	(3,845)
Net cash provided (used) by capital financing activities	<u>(3,845)</u>

CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:

Cash received from the City	57,286
Net cash provided (used) by noncapital financing activities	<u>57,286</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment Income	228,522
Net cash used from investing activities	<u>228,522</u>

Net increase (decrease) in cash and cash equivalents	<u>2,180,024</u>
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CASH AND CASH EQUIVALENTS:

Beginning of year	11,681,492
End of year	<u>\$ 13,861,516</u>

RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:

Operating income (loss)	\$ 1,885,412
(Increase) decrease in due from City	(48,160)
Increase (decrease) in accounts payable	29,809
Total adjustments	<u>12,649</u>
Net cash provided (used) by operating activities	<u>\$ 1,898,061</u>

Notes:

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