

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Net Position
June 30, 2022 (Unaudited) ⁽¹⁾

ASSETS

Cash and investments	\$ 14,872,215
Accrued interest	24,809
Due from City	976,960
Total assets	<u>15,873,984</u>

LIABILITIES

Claims payable	<u>40,000</u>
Total current liabilities	<u>40,000</u>

NET POSITION

Unrestricted	<u>15,833,984</u>
Total net position ⁽²⁾	<u><u>\$ 15,833,984</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 6/30/21	\$ 10,458,761
Weighted Projected Ultimate Losses & ALAE	<u>2,700,000</u>
Reserve Goal Based on 6/30/21 Actuarial Report	<u><u>\$ 13,158,761</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, 2022 ⁽¹⁾

	FY 2021-22 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	\$ 4,383,700	\$ 4,448,476	\$ 64,776
Total operating revenues	<u>4,383,700</u>	<u>4,448,476</u>	<u>64,776</u>
OPERATING EXPENSES			
Personnel services	490,952	470,550	(20,402)
Professional services	339,875	49,399	(290,476)
Operating supplies and maintenance	4,200	2,818	(1,382)
Communication and transportation	2,100	317	(1,783)
Excess insurance	371,130	392,736	21,606
Premium insurance	95,000	44,853	(50,147)
Other insurance	676,429	676,429	-
Claims paid	4,595,110	2,204,720	(2,390,390)
Other:			
Education and training	2,100	639	(1,461)
Computer Software	16,389	9,396	(6,993)
Fiduciary Liability Insurance	-	-	-
Total operating expenses	<u>6,593,285</u>	<u>3,851,857</u>	<u>(2,741,428)</u>
OPERATING INCOME (LOSS)	<u>(2,209,585)</u>	<u>596,619</u>	<u>2,806,204</u>
NONOPERATING REVENUES (EXPENSES):			
Interest income (loss)	166,000	38,481	(127,519)
Transfers out to technology fund	(3,845)	(3,845)	-
Transfers in from City	-	676,429	676,429
Transfers in from Municipal Utilities for Safety Position	58,922	58,922	-
Total nonoperating revenues (expenses)	<u>221,077</u>	<u>769,987</u>	<u>548,910</u>
Change in net position	<u>(1,988,508)</u>	<u>1,366,606</u>	<u>3,355,114</u>
NET POSITION:			
Total net position, as of July 1, 2021	<u>14,467,378</u>	<u>14,467,378</u>	<u>-</u>
Total net position, as of June 30, 2022	<u><u>\$ 12,478,870</u></u>	<u><u>\$ 15,833,984</u></u>	<u><u>\$ 3,355,114</u></u>

Notes:

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CITY OF CHANDLER
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Statement of Cash Flows
For the Year Ended June 30, 2022 ⁽¹⁾

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received for premiums	\$ 4,165,760
Cash payments for claims	(2,195,720)
Cash payments to suppliers for other services	(1,251,452)
Cash payments to employees for services	(470,550)
Net cash provided (used) by operating activities	<u>248,038</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	735,351
Net cash provided (used) by noncapital financing activities	<u>735,351</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment Income	31,155
Net cash used from investing activities	<u>31,155</u>

Net increase (decrease) in cash and cash equivalents	<u>1,010,699</u>
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CASH AND CASH EQUIVALENTS:

Beginning of year	13,861,516
End of year	<u>\$ 14,872,215</u>

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

Operating income (loss)	\$ 596,619
(Increase) decrease in due from City	(282,716)
Increase (decrease) in claims payable	9,000
Increase (decrease) in accounts payable	(22,117)
Increase (decrease) in miscellaneous payables	(52,748)
Total adjustments	<u>(348,581)</u>
Net cash provided (used) by operating activities	<u>\$ 248,038</u>

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