

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Net Position
June 30, 2023 (Unaudited) ⁽¹⁾

ASSETS

Cash and investments	\$ 17,545,030
Accrued interest	88,892
Due from City	681,428
Total assets	<u>18,315,350</u>

LIABILITIES

Claims payable	50,000
Accounts payable	7,336
Total liabilities	<u>57,336</u>

NET POSITION

Unrestricted	18,258,014
Total net position ⁽²⁾	<u><u>\$ 18,258,014</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 6/30/22	\$ 10,504,362
Weighted Projected Ultimate Losses & ALAE	2,907,000
Reserve Goal Based on 6/30/22 Actuarial Report	<u><u>\$ 13,411,362</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
June 30, 2023 (Unaudited) ⁽¹⁾

	FY 2022-23 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	\$ 4,383,700	\$ 4,792,705	\$ 409,005
Other:			
Recovery of prior year expense	-	409	409
Total operating revenues	<u>4,383,700</u>	<u>4,793,114</u>	<u>409,414</u>
OPERATING EXPENSES			
Personnel services	525,840	524,308	(1,532)
Professional services	261,175	53,811	(207,364)
Operating supplies and maintenance	9,200	6,218	(2,982)
Communication and transportation	2,100	601	(1,499)
Excess insurance	700,000	492,354	(207,646)
Premium insurance	70,000	32,716	(37,284)
Other insurance	676,429	719,159	42,730
Claims paid	3,000,000	1,476,205	(1,523,795)
Other:			
Education and training	2,100	400	(1,700)
Computer Software	6,389	2,447	(3,942)
Total operating expenses	<u>5,253,233</u>	<u>3,308,219</u>	<u>(1,945,014)</u>
OPERATING INCOME (LOSS)	<u>(869,533)</u>	<u>1,484,895</u>	<u>2,354,428</u>
NONOPERATING REVENUES (EXPENSES):			
Miscellaneous Revenue	-	4,596	4,596
Interest income (loss)	87,000	200,509	113,509
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	61,446	61,446	-
Total nonoperating revenues (expenses)	<u>821,030</u>	<u>939,135</u>	<u>118,105</u>
Change in net position	<u>(48,503)</u>	<u>2,424,030</u>	<u>2,472,533</u>
NET POSITION:			
Total net position, as of July 1, 2022	<u>15,833,984</u>	<u>15,833,984</u>	<u>-</u>
Total net position, as of June 30, 2023	<u>\$ 15,785,481</u>	<u>\$ 18,258,014</u>	<u>\$ 2,472,533</u>

Notes:

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CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Cash Flows
June 30, 2023 (Unaudited) ⁽¹⁾

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received for premiums	\$ 5,094,871
Cash payments for claims	(1,426,205)
Cash payments to suppliers for other services	(1,346,595)
Cash payments to employees for services	(524,308)
Net cash provided (used) by operating activities	<u>1,797,763</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:

Miscellaneous Revenues	4,596
Cash received from the City	737,875
Net cash provided (used) by noncapital financing activities	<u>742,471</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment Income	136,426
Net cash used from investing activities	<u>136,426</u>

Net increase (decrease) in cash and cash equivalents	<u>2,672,815</u>
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CASH AND CASH EQUIVALENTS:

Beginning of year	14,872,215
As of June 30, 2023	<u>\$ 17,545,030</u>

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

Operating income (loss)	\$ 1,484,895
(Increase) decrease in due from City	301,757
Increase (decrease) in claims payable	50,000
Increase (decrease) in accounts payable	1,111
Increase (decrease) in miscellaneous payables	(40,000)
Total adjustments	<u>312,868</u>
Net cash provided (used) by operating activities	<u>\$ 1,797,763</u>

Notes:

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