

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Net Position
June 30, 2025
Unaudited

ASSETS

Cash and investments	\$ 22,341,709
Accrued interest	255,787
Due from city	167,283
Total assets	<u>22,764,779</u>

LIABILITIES

Claims payable	41,000
Accounts payable	471
Total liabilities	<u>41,471</u>

NET POSITION

Unrestricted	22,723,308
Total net position ⁽²⁾	<u><u>\$ 22,723,308</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 6/30/24	\$ 11,708,406
Weighted Projected Ultimate Losses & ALAE	3,042,000
Reserve Goal Based on 6/30/24 Actuarial Report	<u><u>\$ 14,750,406</u></u>

Nominal "Central" Value

CITY OF CHANDLER
Chandler Workers Compensation and Employer Liability Trust
Statement of Revenues, Expenses and Changes in Net Position
For the Year Ended June 30, 2025
Unaudited

	FY 2024-25 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	\$ 5,401,725	\$ 5,226,836	\$ (174,889)
Recovery of prior year expense	-	136,406	136,406
Refunds and reimbursements	-	153,497	153,497
Total operating revenues	<u>5,401,725</u>	<u>5,516,739</u>	<u>115,014</u>
OPERATING EXPENSES			
Personnel services	614,769	612,323	(2,446)
Professional services	231,210	115,404	(115,806)
Operating supplies and maintenance	9,200	4,298	(4,902)
Communication and transportation	2,100	920	(1,180)
Excess insurance	700,000	664,917	(35,083)
Premium insurance	70,000	41,456	(28,544)
Other insurance	750,000	705,659	(44,341)
Claims paid	3,000,000	2,422,186	(577,814)
Other:			
Education and training	2,100	1,274	(826)
Computer software	6,389	3,187	(3,202)
Total operating expenses	<u>5,385,768</u>	<u>4,571,624</u>	<u>(814,144)</u>
OPERATING INCOME (LOSS)	<u>15,957</u>	<u>945,115</u>	<u>929,158</u>
NONOPERATING REVENUES (EXPENSES):			
Interest income (loss)	415,000	823,109	408,109
Transfers out to technology fund	(3,845)	(3,845)	-
Transfers in from Municipal Utilities for safety position	72,888	72,888	-
Total nonoperating revenues (expenses)	<u>484,043</u>	<u>892,152</u>	<u>408,109</u>
Change in net position	<u>500,000</u>	<u>1,837,267</u>	<u>1,337,267</u>
NET POSITION:			
Total net position, as of July 1, 2024	<u>20,886,041</u>	<u>20,886,041</u>	<u>-</u>
Total net position, as of June 30, 2025	<u>\$ 21,386,041</u>	<u>\$ 22,723,308</u>	<u>\$ 1,337,267</u>

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Cash Flows
For the Year Ended June 30, 2025
Unaudited

CASH FLOWS FROM OPERATING ACTIVITIES:

Cash received for premiums	\$ 5,958,236
Cash received for refunds and reimbursements	153,497
Cash payments for claims	(2,381,186)
Cash payments to suppliers for other services	(1,606,390)
Cash payments to employees for services	(612,323)
Net cash provided (used) by operating activities	<u>1,511,834</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	72,888
Net cash provided (used) by noncapital financing activities	<u>72,888</u>

CASH FLOWS FROM INVESTING ACTIVITIES:

Investment income	711,027
Net cash used from investing activities	<u>711,027</u>

Net increase (decrease) in cash and cash equivalents	<u>2,291,904</u>
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CASH AND CASH EQUIVALENTS:

Beginning of year	20,049,805
As of June 30, 2025	<u>\$ 22,341,709</u>

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

Operating income (loss)	\$ 945,115
(Increase) decrease in due from city	594,994
(Increase) decrease in claims payable	41,000
Increase (decrease) in accounts payable	(19,275)
Increase (decrease) in miscellaneous payables	(50,000)
Total adjustments	<u>566,719</u>
Net cash provided (used) by operating activities	<u>\$ 1,511,834</u>