CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Net Position
June 30, 2026

ASSETS	
Cash and investments	$ 23,729,996
Accrued interest	264,254
Due from city	352,825
Total assets	24,347,075
LIABILITIES	
Claims payable	155,896
Accounts payable	34,234
Total liabilities	190,130
NET POSITION	
Unrestricted	24,156,945
Total net position [1]	$ 24,156,945

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

[1] Net Position as compared to Reserve Goal:	Nominal "Central" Value
Estimated Unpaid Losses & ALAE, as of 6/30/25	$ 11,349,762
Weighted Projected Ultimate Losses & ALAE	3,012,000
Reserve Goal Based on 6/30/25 Actuarial Report	$ 14,361,762

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, 2026

	FY 2025-26 Budget	Actuals	Budget to Actual Difference
OPERATING REVENUES			
Contributions:			
Employer self insurance premiums	$ 5,060,100	$ 5,262,675	$ 202,575
Recovery of prior year expense		30,860	30,860
Refunds and reimbursements		47,620	47,620
Total operating revenues	5,060,100	5,341,155	281,055
OPERATING EXPENSES			
Personnel services	621,953	626,856	4,903
Professional services	145,150	97,000	(48,150)
Operating supplies and maintenance	9,200	42,696	33,496
Communication and transportation	2,100	662	(1,438)
Excess insurance	700,000	651,555	(48,445)
Premium insurance	70,000	90,354	20,354
Other insurance	750,000	677,085	(72,915)
Claims paid	3,000,000	2,739,101	(260,899)
Other:			
Education and training	2,100	2,097	(3)
Computer software	20,801	-	(20,801)
Total operating expenses	5,321,304	4,927,406	(393,898)
OPERATING INCOME (LOSS)	(261,204)	413,749	674,953
NONOPERATING REVENUES (EXPENSES):			
Interest income (loss)	865,000	980,945	115,945
Transfers out to technology fund	(3,845)	(3,845)	-
Transfers in from Municipal Utilities for safety position	76,854	76,854	-
Total nonoperating revenues (expenses)	938,009	1,053,954	115,945
Change in net position	676,805	1,467,703	790,898
NET POSITION:			
Total net position, as of July 1, 2025	22,689,242	22,689,242	-
Total net position, as of June 30, 2026	$ 23,366,047	$ 24,156,945	$ 790,898

CITY OF CHANDLER
Chandler Worker's Compensation and Employer Liability Trust
Statement of Cash Flows
For the Year Ended June 30, 2026

CASH FLOWS FROM OPERATING ACTIVITIES:		
Cash received for premiums	$	5,073,927
Cash received for refunds and reimbursements		47,620
Cash payments for claims		(2,624,205)
Cash payments to suppliers for other services		(1,527,686)
Cash payments to employees for services		(626,856)
Net cash provided (used) by operating activities		342,800
CASH FLOWS FROM CAPITAL FINANCING ACTIVITIES:		
Cash paid to city for technology replacement		(3,845)
Net cash provided (used) by capital financing activities		(3,845)
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:		
Cash received from the city		76,854
Net cash provided (used) by noncapital financing activities		76,854
CASH FLOWS FROM INVESTING ACTIVITIES:		
Investment income		972,478
Net cash used from investing activites		972,478
Net increase (decrease) in cash and cash equivalents		1,388,287
CASH AND CASH EQUIVALENTS:		
Beginning of year		22,341,709
As of June 30, 2026	$	23,729,996
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:		
Operating income (loss)	$	413,749
(Increase) decrease in due from city		(219,608)
(Increase) decrease in claims payable		114,896
Increase (decrease) in accounts payable		33,763
Total adjustments		(70,949)
Net cash provided (used) by operating activities	$	342,800