

**MINUTES OF A MEETING
KENTUCKY WORKERS' COMPENSATION FUNDING COMMISSION
BOARD OF DIRECTORS**

July 24, 2024

Opening of Meeting:

1. A regular meeting of the Board of Directors, Kentucky Workers' Compensation Funding Commission was held in person and via video conference on July 24, 2024, Frankfort, Kentucky. Madam Chair Judy Long called the meeting to order.
2. Ms. Angela Calloway announced the meeting recording and confirmed the press notice.
3. Madam Chair Long asked for a roll call.

Directors Present:

4. Judy Long, Self-Insured Employers Representative
Scott Wilhoit, Designee for Secretary Jamie Link, Education & Labor Cabinet
Daniel Auxier, Designee for Secretary Holly M. Johnson, Finance & Administration Cabinet
Matt Wingate, Designee for Secretary Jeff Noel, Cabinet for Economic Development
Mark Isaacs, Labor Representative
Tim Feld, Insurance Advisory Organization Representative

Approval of Minutes:

5. Mr. Scott Wilhoit made a motion to approve the May 22, 2024 Regular Meeting Minutes. Mr. Daniel Auxier seconded the motion. Motion carried.

Investment Report: David Rogan, Conning, Inc. (report on file for referral)

6. Mr. David Rogan presented an update on the investment portfolio through June 30, 2024. He also discussed the current economic and future capital market outlook. Mr. Rogan also reported on the Self-Insurance Fund investments as of June 30, 2024.
7. Mr. Scott Wilhoit made a motion to accept the investment report as presented to the Board. Mr. Daniel Auxier seconded the motion. Motion carried.

Financial Report: Kim Hay (report on file for referral)

8. Mr. Kim Hay reviewed the year-to-date internal financial statements, budget versus actual expenses and the fiscal interagency transfers for the period ending June 30, 2024. Mr. Hay also presented the year-to-date internal financial statements for the Self-Insurance Fund for the period ending June 30, 2024.
9. Mr. Daniel Auxier made a motion to accept the financial reports as presented to the Board. Mr. Scott Wilhoit seconded the motion. Motion carried.

Audit & Collections Report: Lisa King (report on file for referral)

10. Ms. Lisa King presented an update on the number of audits ongoing and completed.
11. Mr. Daniel Auxier made a motion to accept the audit and collections report as presented to the Board. Mr. Scott Wilhoit seconded the motion. Motion carried.

Executive Director Update: Lisa King

12. Ms. Lisa King gave an update on the Fiscal Year 2025 Priorities, Policies and Procedures, Functional Analysis and the Special Fund Sunset Date Committee update.
13. Ms. King added there was a motion in the last board meeting to form a committee regarding the Funding Commission's function beyond 2029. She stated the committee will meet monthly.
14. Mr. Tim Feld made a motion to authorize the Funding Commission staff to obtain an extended actuarial report through modification of the existing actuarial contract or execution of a sole-source agreement up to a fee of \$40,000. If those options are not feasible, then staff has the authority to issue a new RFP to solicit proposals and select a vendor to conduct the actuarial analysis. Mr. Scott Wilhoit seconded the motion. Motion carried.

Executive Session:

15. Mr. Daniel Auxier made a motion to go into Executive Session under KRS 61.810 (1) (c), (f) and (j) to discuss litigation, personnel and penalty waivers. Mr. Scott Wilhoit seconded the motion. Motion carried.

Open Session:

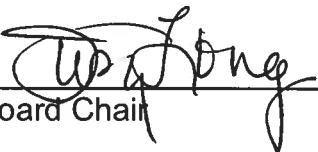
16. Mr. Scott Wilhoit made a motion to waive the penalty in full for the 2019-2020 audit of QBE Insurance Group, on a one-time only basis, and on the condition the audit assessment, interest and expenses will be paid within thirty (30) days. Mr. Daniel Auxier seconded the motion. Motion carried.

New Business:

17. No new business.

Adjournment:

18. Mr. Scott Wilhoit made a motion to adjourn. Mr. Daniel Auxier seconded the motion. Motion carried.


Board Chair