

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

September 24, 2025

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 September 24, 2025, Frankfort, Kentucky. Madam Chair Judy Long called the meeting to order.
2. Ms. Angela Calloway announced the recording of the meeting 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
Deven Richardson, Designee for Secretary Jeff Noel, Cabinet for Economic Development
Tim Feld, Insurance Advisory Organization Representative
Mark Isaacs, Labor Representative

Approval of Minutes:

5. Mr. Daniel Auxier made a motion to approve the July 23, 2025, Regular Meeting Minutes. Mr. Scott Wilhoit seconded the motion. Motion carried.

Financial Audit for Fiscal Year 2025: Allen Norvell, Blue & Co., LLC (report on file for referral)

6. Mr. Allen Norvell thanked the Board for the opportunity to conduct the audit and expressed his appreciation to the Funding Commission and staff for their cooperation. Mr. Norvell added he will be retiring at the end of the calendar year. He introduced Mr. Ryan Graham as his replacement. Commissioner Scott Wilhoit thanked Mr. Norvell for his service.
7. Mr. Norvell reported Blue & Co. issued an unmodified opinion on the financial statements of the Funding Commission for the fiscal year ending June 30, 2025. The audit disclosed no instances of noncompliance material to the Funding Commission's financial statements.

8. Mr. Daniel Auxier made a motion to accept the fiscal year 2025 audit as presented by Blue & Co. Mr. Tim Feld seconded the motion. Motion carried.

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

9. Mr. Kim Hay reviewed the year-to-date budget versus actual expenses for KWCFC, the year-to-date internal financial statements, and fiscal year-to-date interagency transfers made by KWCFC for the period ending August 31, 2025. Mr. Hay also presented the year-to-date internal financial statements for the Self-Insurance Fund for the period ending August 31, 2025.
10. Mr. Daniel Auxier made a motion to accept the financial reports as presented to the Board. Mr. Tim Feld seconded the motion. Motion carried.

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

11. Mr. David Rogan joined remotely, and Mr. Jason Murray, Senior Portfolio Manager, attended in person. Mr. David Rogan presented an update on the investment portfolio through August 31, 2025. He also discussed the current economic and future capital market outlook. Mr. Rogan also reported on the Self-Insurance Fund as of August 31, 2025.
12. Mr. Daniel Auxier made a motion to accept the investment report as presented to the Board. Mr. Tim Feld seconded the motion. Motion carried.

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

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

Actuary Report: Rod Morris, Deloitte Consulting (report on file for referral)

15. Mr. Rod Morris greeted Board members and presented the actuarial analysis of the Special Fund and Uninsured Employers' Fund, as well as a limited scope study on the Self-Insurance Fund. The presentation provided analysis and trends to assist the Board with its requirement to set the 2026 Special Fund Assessment Rate.
16. Mr. Daniel Auxier made a motion to accept the Fiscal Year End 2025 Actuarial Report as presented to the Board. Mr. Tim Feld seconded the motion. Motion carried.

2026 Assessment Rate Recommendation: Lisa King

17. Ms. Lisa King made a presentation detailing the statutory requirements followed to establish the 2026 rate. Based upon the actuarial information and statutory requirements, Ms. King recommended that the 2026 Special Fund Assessment Rate be 5.53%. The rate will be effective on January 1, 2026.

18. Mr. Scott Wilhoit made a motion to approve the 2026 calendar year Special Fund Assessment Rate of 5.53%. Mr. Daniel Auxier seconded the motion. Motion carried.

Executive Session:

19. No executive session.

New Business:

20. Ms. Lisa King updated the Board that the committee approved the work to be done on the Funding Commission offices. The cost will be amortized in the lease. She does not have an exact start date, but said the work is expected to take 6-12 weeks. Staff is expected to work remotely during this time. If necessary, the November board meeting may be held at an alternate location.

Adjournment:

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



Board Chair