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**JOINT COMMITTEE ON
GOVERNMENT AND FINANCE**

Materials Distributed

May 17, 2011

AGENDA
JOINT COMMITTEE ON GOVERNMENT AND FINANCE
May 17, 2011

1:00 - 2:00 p.m.

Senate Finance Room

- 1. Approval of January 11, 2011, minutes**
- 2. 2011 Interim Studies**
- 3. Monthly/Quarterly Reports Distribution:**
Status Reports on the Lottery Commission, Unemployment Compensation Trust Fund,
and General Revenue Fund
- 4. Workforce WV Unemployment Compensation Trust Fund Distribution**
- 5. Monthly/Quarterly Reports Distribution:**
PEIA
BRIM
CHIP
Real Estate Report
- 6. Monthly/Quarterly Report Distribution from Department of Health and Human Resources:**
Medicaid Report
- 7. Investment Management Board**
- 8. Workers' Compensation**
- 9. Board of Treasury Report**
- 10. Other Business**
- 11. Adjournment**

Proposed Interim Dates:

June 13-15 (Monday, Tuesday and Wednesday)
July 11-13 (Monday, Tuesday and Wednesday)
August 1-3 (Monday, Tuesday and Wednesday)
September 12-14 (Monday, Tuesday and Wednesday)
October 11-13 (Tuesday, Wednesday and Thursday)
November 14-16 (Monday, Tuesday and Wednesday)
December 12-14 (Monday, Tuesday and Wednesday)
January 8-10 (Sunday, Monday and Tuesday)

January 11, 2011

3:00 - 4:00 p.m.

Joint Committee on Government and Finance

Senate

Tomblin, Chair (absent)
Chafin
Helmick
Kessler
Plymale(absent)
Deem (absent)
Hall

House

Thompson, Chair
Boggs
Caputo
Miley
White
Armstead
Border

Speaker Thompson, Cochair, presided.

1. Approval of Minutes

Upon motion by Delegate Boggs, properly adopted, the minutes of the December 15, 2010, meeting were approved.

2. Committee Reports:

Upon motion by Delegate Boggs, properly adopted, the following committee reports for the 2010 interim period were accepted:

Agriculture and Agri-business Committee (Senator White, Chair; Delegate Butcher and Delegate Talbott, Vice-Chairs)

Joint Commission on Economic Development (Senator Browning and Delegate Kominar, Chairs)

Equal Pay Commission (Senator Palumbo and Delegate Mahan, Chairs)

Joint Standing Committee on Finance (Senator Helmick and Delegate White, Chairs)

Forest Management Review Commission (Senator Helmick and Delegate Michael, Chairs)

Joint Committee on Government Organization (Senator Bowman and Delegate Morgan, Chairs)

Legislative Oversight Commission on Health and Human Resources Accountability (Senator Perdue and Delegate Perdue, Chairs)

Commission on Interstate Cooperation (Senator Jenkins and Delegate Doyle, Chairs)

Parks, Recreation and Natural Resources Subcommittee (Senator Fanning and Delegate Eldridge, Chairs)

Joint Standing Committee on Pensions and Retirement (Senator Foster and Delegate Spencer, Chairs)

Select Committee on Children, Juveniles and Other Issues (Senator Prezioso and Delegate Mahan, Chairs)

Select Committee on Health (Senator Prezioso and Delegate Perdue, Chairs)

Select Committee on Infrastructure (Senator Unger and Delegate Martin, Chairs)

Select Committee on Minority Issues (Senator Foster and Delegate Moore, Chairs)

Select Committee on PEIA, Seniors and Long Term Care (Senator Unger and Delegate Williams, Chairs)

Select Committee on Veterans' Affairs (Senator Wells, Delegate Iaquinta and Delegate Fleischauer, Chairs)

Legislative Oversight Commission on Workforce Investment for Economic Development (Senator McCabe and Delegate Kominar, Chairs)

correct

3. **Lottery, General Revenue Reports and Unemployment Compensation Trust Fund**

Distributed to members of the Committee were the following: Lottery Commission reports for the month ended November 30, 2010; General Revenue Fund report for the month ended December 31, 2010; and the Unemployment Compensation Trust Fund report as of November 30, 2010. Distributed with each of the reports were an analysis and a summary of the reports.

4. **Workforce WV - Unemployment Compensation Trust Fund**

A report of the Workforce WV - Unemployment Compensation Trust Fund was distributed.

5. **PEIA, BRIM and CHIP Reports**

The following BRIM reports were distributed: An unaudited balance sheet and unaudited income statement for the period ending November 30, 2010.

The following reports from CHIP were distributed: A report of enrollment for December 2010 and financial statements for period ending November 30, 2010. Secretary Ferguson said the enrollment is steady.

The following monthly PEIA reports were distributed: Monthly Management Report and Prescription Drug Report for November 2010. Secretary Ferguson said prescription claims are up about 10.5% and medical claims are up about 4.2% this year over last year.

7. **Real Estate Report, Department of Administration**

A real estate report for December 1, 2010 through December 31, 2010, was distributed.

8. **Departments of Health and Human Resources (DHHR) Monthly Reports**

A Medicaid report for October 2010 data was distributed. Dr. Michael Lewis, Cabinet Secretary, DHHR said for the month of October they were below their expenditure estimate due to higher drug rebates and collections higher than anticipated.

9. **Investment Management Board**

An Investment Management Board report dated November 30, 2010, was distributed.

10. **Workers' Compensation**

A Workers' Compensation report dated January 6, 2011, was distributed.

11. **Board of Treasury Investments Report Distribution**

A Board of Treasury Investments Report dated November 30, 2010 was distributed.

12. Secretary of State

A Secretary of State letter regarding the solicitation of funds for the 2011 National Association of Secretaries of State (NASS) Conference was distributed.

13. Other Business

The meeting was adjourned.

WEST VIRGINIA LEGISLATURE
Office of the Legislative Auditor

Budget Division
Building 1, Room 314-West Wing
1900 Kanawha Blvd. East
Charleston, WV 25305-0590



, 304-347-4870

May 5, 2011

Executive Summary of Lottery, Unemployment, General Revenue and State Road Fund Reports to Joint Committee

Lottery Commission as of March 31, 2011 :

Gross profit for the months of July 2010 - March 2011 (FY 2011) was \$ 454.8 million, which is an increase of 2.39% over the same period in FY 2010..

General Revenue Fund as of April 30, 2011:

Revenue collections for the end of the tenth month of the fiscal year 2011 were ahead of the yearly estimate with severance tax, and corporate net income tax performing well ahead of the estimate.

State Road Fund as of April 30, 2011:

Fund collections were on target with the year to date estimate.

Unemployment Compensation Trust as of March 31, 2011:

Regular benefits paid for fiscal year 2011 were \$ 90.5 million less than in July - March of fiscal year 2010. Trust fund ending balance on March 30, 2011 was \$38.8 million.*

* Note: On March 18, 2011, the legislature passed Senate Bill 219, which enables the Governor to make a loan from the Revenue Center Construction Fund to the Unemployment Compensation Trust in an amount not to exceed \$ 20 million whenever the projected balance in the Unemployment Trust will be less than \$ 20 million at any time in the next thirty days. The loan does not bear interest and must be repaid in one hundred and eighty days. This loan provision expires after September 1, 2011.

Joint Committee on Government and Finance

WEST VIRGINIA LEGISLATURE
Office of the Legislative Auditor

*Budget Division
Building 1, Room 314-West Wing
1900 Kanawha Blvd. East
Charleston, WV 25305-0590*



304-347-4870

MEMORANDUM

To: Honorable Chairmen and Members of the Joint Committee on
Government and Finance

From: Ellen Clark, CPA *EC*
Director Budget Division
Legislative Auditor's Office

Date: May 5, 2011

Re: Review of West Virginia Lottery Financial Information
As of March 31, 2010 (FY 2011 end of third fiscal quarter)

We performed an analysis of the Statement of Revenues, Expenses and Retained Earnings for the months of July - March of the 2010-2011 fiscal year from monthly unaudited financial reports furnished to our office by the West Virginia Lottery Commission. The results are as follows:

Lottery Revenues:

Gross lottery revenues are receipts from on-line games, instant games, table games and video lottery. These gross receipts totaled \$ 1,042,625,000.00 for July - March of fiscal year 2011. Table games accounted for \$48.9 million of this total. Historic Resort Hotel video lottery and table games accounted for \$4.7 million of total gross receipts. These gross receipts were \$1,011,666,000.00 for July - March of the preceding fiscal year, 2009-2010. Gross lottery revenue has increased by 3.06% from the preceding fiscal year. This number does not include commission and prize deductions. Gross profit (Gross revenues minus commissions and prize costs) for July - March 2011 was

Lottery

Joint Committee on Government and Finance

Lottery continued

\$454,889,000.00; for July - March of last fiscal year it was \$444,266,000.00. Expressed as a percentage, gross profit is 2.39% higher for fiscal year 2011 than for fiscal year 2010.

Operating Income:

Operating income was \$ 436,018,000.00 for July - March 2011. For the preceding July - March it was \$ 426,766,000.00. This was a increase of 2.17%. After additions and subtractions of non-operating income and expenses, distributions to the state were \$423,813,000.00 for July - March 2011 (FY 2011).

Operating Transfers to the State of West Virginia:

A total of \$ 423,813,000.00 has been accrued to the state of West Virginia for fiscal year 2010-2011. This is on an accrual basis and may not correspond to the actual cash transfers made during the same time period. (Amounts owed to the different accounts according to the Lottery Act are calculated monthly and accrued to the state; actual cash transfers are often made based upon actual cash flow needs of the day-to-day operation of the lottery.)

A schedule of cash transfers follows:

Bureau of Senior Services	\$ 63,732,000.00
Community and Technical College	\$4,500,000.00
Department of Education	\$ 30,275,000.00
Library Commission	\$ 10,726,000.00
Higher Education-Central Office	\$ 11,112,000.00
Tourism	\$ 7,273,000.00
Department of Natural Resources	\$ 3,317,000.00

Lottery

Lottery continued

Division of Culture and History	\$ 5,600,000.00
Department of Education and Arts	\$ 1,087,000.00
State Building Commission	\$ 7,998,000.00
School Building Authority	\$ 16,200,000.00
<u>SUBTOTAL BUDGETARY TRANSFERS</u>	\$161,820,000.00

Excess Lottery Fund

General Purpose Fund	\$ 65,000,000.00
Economic Development Fund	\$ 17,100,000.00
Excess Lottery Surplus	\$ 62,900,000.00
Education Improvement Fund	\$ 14,000,000.00
WV Infrastructure Council Fund	\$ 40,000,000.00
Higher Education Improvement Fund	\$ 29,000,000.00
Refundable Credit	\$ 4,880,000.00
State Park Improvement Fund	5,000,000.00
School Building Authority	17,100,000.00
WV Racing Commission	2,000,000.00
Dept of Education	14,454,000.00
TOTAL EXCESS LOTTERY FUND	\$271,434,000.00

Historic Resort Hotel Distributions:

State General Revenue Fund	1,257,000.00
State Debt Reduction Fund	373,000.00
Tourism Promotion Fund	60,000.00
Total Historic Hotel	1,690,000.00

Lottery

Lottery continued

Veterans Instant Ticket Fund 588,000.00

Table Games State Debt Reduction Fund 20,797,000.00

RACETRACK VIDEO LOTTERY TRANSFERS:	
Tourism Promotion Fund 1.375%	\$6,769,000.00
Development Office Promo Fund	\$1,846,000.00
Research Challenge Fund .5%	\$2,461,000.00
Capitol Renovation and Improvement Fund .6875%	\$3,384,000.00
Parking Garage Fund .0625%	\$308,000.00
Parking Garage Fund 1%	\$500,000.00
Cultural Facilities and Cap. Resources Fund .5%	\$1,500,000.00
Capitol Dome & Cap. Improvements Fund .5%	\$2,924,000.00
Workers Compensation Debt Reduction Fund 7%	\$11,000,000.00
SUBTOTAL VIDEO LOTTERY TRANSFERS:	\$30,692,000.00
TOTAL TRANSFERS	*\$487,021,000.00

* CASH BASIS

Total Accrued last FY 2010:	241,039,000.00
Total Cash Distributions FY 2011:	487,021,000.00
Applied to FY 2010:	241,039,000.00
Total Applied to FY 2011	245,982,000.00
Total Accrued for FY 2010	0
Accrued for FY 2011 as of March 31:	177,831,000.00

Lottery



WEST VIRGINIA LOTTERY

STATE OF WEST VIRGINIA

**FINANCIAL STATEMENTS
-UNAUDITED-**

March 31, 2011

LOTTERY FINANCIAL STATEMENTS ATTACHMENT (MAY 2011 INTERIMS)



P.O. BOX 2067
CHARLESTON, WV 25327

PHONE: 304-558-0500
FAX: 304-558-3321

Earl Ray Tomblin
Governor

John C. Musgrave
Director

MEMORANDUM

TO: Joint Committee on Government and Finance

FROM: John C. Musgrave, Director *John C. Musgrave*

RE: Monthly Report on Lottery Operations
Month Ending March 31, 2011

DATE: April 18, 2011

This report of the Lottery operations is provided pursuant to the State Lottery Act.

Financial statements of the Lottery for the month ending March 31, 2011 are attached. Lottery revenue, which includes on-line, instant, video lottery sales, table games, and historic resort, was \$127,011,559 for the month of March.

Transfers of lottery revenue totaling \$46,660,363 made for the month of March to the designated state agencies per Senate Bill 213, Veterans Instant Ticket Fund, Racetrack Video Lottery Act (§29-22A-10), and the Racetrack Table Games Act (§29-22C-27). The amount transferred to each agency is shown in Note 10 on pages 18 and 19 of the attached financial statements.

The number of traditional and limited retailers active as of March 31, 2011 was 1,603 and 1,583 respectively.

A listing of the names and amounts of prize winners has been provided to the Clerk of the Senate, the Clerk of the House and Legislative Services.

If any member of the Committee has questions concerning the Lottery, please call me. Also if any members of the Legislature wish to visit the Lottery offices, I would be pleased to show them our facilities and discuss the Lottery with them.

JCM/rd
Attachment

pc: Honorable Earl Ray Tomblin, Governor
Charles O. Lorenson, Cabinet Secretary – Dept. of Revenue
John Perdue, Treasurer
Glen B. Gainer III, Auditor
Members of the West Virginia Lottery Commission

www.wvlottery.com

LOTTERY FINANCIAL STATEMENTS ATTACHMENT (MAY 2011 INTERIMS)

WEST VIRGINIA LOTTERY

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**WEST VIRGINIA LOTTERY
BALANCE SHEETS
(In Thousands)
-Unaudited-**

ASSETS	March 31, 2011	June 30, 2010
Current Assets:		
Cash and cash equivalents	\$ 207,603	\$ 256,355
Accounts receivable	35,208	26,986
Inventory	943	683
Other assets	2,101	2,273
Total Current Assets	<u>245,855</u>	<u>286,297</u>
Noncurrent Assets:		
Restricted cash and cash equivalents	8,355	8,355
Capital assets	32,095	39,524
Less accumulated depreciation and amortization	<u>(8,615)</u>	<u>(16,175)</u>
Net Capital Assets	<u>23,480</u>	<u>23,349</u>
Total Noncurrent Assets	<u>31,835</u>	<u>31,704</u>
Total Assets	<u>\$ 277,690</u>	<u>\$ 318,001</u>
LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accrued nonoperating distributions to the State of West Virginia	\$ 177,831	\$ 241,039
Deferred LVL permit fees	18,629	-
Estimated prize claims	14,622	13,128
Accounts payable	2,722	3,050
Other accrued liabilities	27,503	24,401
Total Current Liabilities	<u>241,307</u>	<u>281,618</u>
Total Liabilities	<u>241,307</u>	<u>281,618</u>
Net Assets:		
Invested in capital assets	23,480	23,349
Unrestricted	4,548	4,679
Restricted assets (see note 12)	<u>8,355</u>	<u>8,355</u>
Total Net Assets	<u>36,383</u>	<u>36,383</u>
Total Liabilities and Net Assets	<u>\$ 277,690</u>	<u>\$ 318,001</u>

The accompanying notes are an integral part of these financial statements.

WEST VIRGINIA LOTTERY
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2011

(In Thousands)
 -Unaudited-

	CURRENT MONTH		YEAR TO DATE	
	2011	2010	2011	2010
Lottery revenues				
On-line games	\$ 8,177	\$ 7,412	\$ 58,933	\$ 61,679
Instant games	10,789	9,536	86,706	71,464
Racetrack video lottery	63,870	68,006	544,496	536,585
Limited video lottery	37,219	36,591	298,782	297,085
Table games	6,385	2,614	48,943	23,827
Historic resort	571	286	4,775	1,026
	<u>127,011</u>	<u>124,445</u>	<u>1,042,625</u>	<u>1,011,666</u>
Less commissions				
On-line games	572	518	4,126	4,317
Instant games	755	667	6,069	5,002
Racetrack video lottery	34,987	37,407	308,715	316,452
Limited video lottery	18,237	17,930	146,403	145,572
Table games	2,744	1,028	21,033	9,368
Historic resort	315	162	2,441	530
	<u>57,610</u>	<u>57,712</u>	<u>488,787</u>	<u>481,241</u>
Less on-line prizes	4,304	3,797	30,844	30,774
Less instant prizes	7,664	6,489	60,302	48,489
Less ticket costs	171	163	1,656	1,077
Less vendor fees and costs	721	799	6,147	5,819
	<u>12,860</u>	<u>11,248</u>	<u>98,949</u>	<u>86,159</u>
Gross profit	<u>56,541</u>	<u>55,485</u>	<u>454,889</u>	<u>444,266</u>
Administrative expenses				
Advertising and promotions	843	176	6,874	5,150
Wages and related benefits	960	884	8,743	8,084
Telecommunications	87	27	510	477
Contractual and professional	519	479	3,306	3,706
Rental	67	70	490	524
Depreciation and amortization	147	143	1,321	1,410
Other administrative expenses	67	76	1,806	772
	<u>2,690</u>	<u>1,855</u>	<u>22,250</u>	<u>20,123</u>
Other Operating Income	<u>168</u>	<u>594</u>	<u>3,379</u>	<u>2,623</u>
Operating Income	<u>54,019</u>	<u>54,224</u>	<u>436,018</u>	<u>426,766</u>
Nonoperating income (expense)				
Investment income	25	28	235	272
Distributions to municipalities and counties	(730)	(717)	(5,856)	(5,823)
Distributions -capital reinvestment	(1,416)	(1,458)	(6,584)	(6,448)
Distributions to the State of West Virginia	(51,898)	(52,070)	(423,813)	(414,702)
	<u>(54,019)</u>	<u>(54,217)</u>	<u>(436,018)</u>	<u>(426,701)</u>
Net Income	<u>-</u>	<u>7</u>	<u>-</u>	<u>63</u>
Net assets, beginning of period	<u>36,383</u>	<u>83,246</u>	<u>36,383</u>	<u>83,188</u>
Net assets, end of period	<u>\$ 36,383</u>	<u>\$ 83,253</u>	<u>\$ 36,383</u>	<u>\$ 83,253</u>

The accompanying notes are an integral part of these financial statements.

WEST VIRGINIA LOTTERY
STATEMENTS OF CASH FLOWS
FOR THE NINE MONTH PERIOD ENDED MARCH 31, 2011
(In Thousands)
- Unaudited -

	2011	2010
Cash flows from operating activities:		
Cash received from customers and other sources	\$ 1,056,411	\$ 1,017,239
Cash payments for:		
Personnel costs	(7,797)	(8,084)
Suppliers	(13,881)	(9,462)
Other operating costs	(574,801)	(565,500)
Cash provided by operating activities	<u>459,932</u>	<u>434,193</u>
Cash flows from noncapital financing activities:		
Nonoperating distributions to the State of West Virginia	(487,021)	(390,750)
Distributions to municipalities and counties	(5,752)	(5,740)
Distributions to racetrack from racetrack cap. reinv. fund	(14,694)	(15,822)
Cash used in noncapital financing activities	<u>(507,467)</u>	<u>(412,312)</u>
Cash flows from capital and related financing activities:		
Purchases of capital assets	<u>(1,452)</u>	<u>(275)</u>
Cash flows from investing activities:		
Investment earnings received	<u>235</u>	<u>272</u>
Cash provided by investing activities	<u>235</u>	<u>272</u>
Increase (decrease) in cash and cash equivalents	(48,752)	21,878
Cash and cash equivalents - beginning of period	264,710	295,225
Cash and cash equivalents - end of period	\$ <u>215,958</u>	\$ <u>317,103</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 436,018	\$ 426,766
Adjustments to reconcile operating income to cash provided by operating activities:		
Depreciation and amortization	1,321	1,410
Changes in operating assets and liabilities:		
(Increase) decrease in accounts receivable	(8,222)	2,950
(Increase) decrease in inventory	(260)	207
(Increase) decrease in other assets	172	194
Increase (decrease) in estimated prize claims	1,494	191
Increase (decrease) in accounts payable	(328)	484
Increase (decrease) in deferred revenue	18,629	-
Increase (decrease) in other accrued liabilities	11,108	1,991
Cash provided by operating activities	<u>\$ 459,932</u>	<u>\$ 434,193</u>

The accompanying notes are an integral part of these financial statements.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 1 - LEGISLATIVE ENACTMENT

The West Virginia Lottery (Lottery) was established by the State Lottery Act (Act) passed April 13, 1985, which created a special fund in the State Treasury designated as the "State Lottery Fund." The purpose of the Act was to establish and implement a state-operated lottery under the supervision of a state lottery commission (Commission) and a director. The Commission, consisting of seven members and the Director are appointed by the Governor. Under the Act, the Commission has certain powers and the duty to establish rules for conducting games, to select the type and number of gaming systems or games and to enter into contracts and agreements, and to do all acts necessary or incidental to the performance of its duties and exercise of its power and duty to operate the Lottery in a highly efficient manner. The Act provides that a minimum annual average of 45% of the gross amount received from each lottery shall be allocated for prizes and also provides for certain limitations on expenses necessary for operation and administration of the Lottery. To the extent available, remaining net profits are to be distributed to the State of West Virginia. As the State is able to impose its will over the Lottery, the Lottery is considered a component unit of the State and its financial statements are presented in the comprehensive annual financial report of the State as a blended proprietary fund component unit.

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A summary of the significant accounting policies of the Lottery is presented below.

BASIS OF PRESENTATION – The West Virginia Lottery is a component unit of the State of West Virginia, and is accounted for as a proprietary fund special purpose government engaged in business type activities. In accordance with Governmental Accounting Standards Board (GASB) Statement No. 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments," and with accounting principles generally accepted in the United States of America, the financial statements are prepared on the accrual basis of accounting which requires recognition of revenue when earned and expenses when incurred. As permitted by Governmental Accounting Standards Board (GASB) Statement No. 20, "Accounting and Financial Reporting for Proprietary Funds and Other Governmental Entities That Use Proprietary Fund Accounting," the Lottery has elected not to adopt Financial Accounting Standards Board (FASB) statements and interpretations issued after November 30, 1989 unless the GASB specifically adopts such FASB statements or interpretations.

The Lottery is included in the State's basic financial statements as a proprietary fund and business type activity using the accrual basic of accounting. Because of the Lottery's presentation in these financial statements as a special purpose government engaged in business type activities, there may be differences in presentation of amounts reported in these financial statements and the basic financial statements of the State as a result of major fund determination.

USE OF ESTIMATES – The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make certain estimates and develop assumptions that affect the amounts reported in the financial statements and related notes to financial statements. Actual results could differ from management's estimates.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

LOTTERY GAME OPERATIONS – The West Virginia Lottery derives its revenues from four basic types of lottery games: instant, on-line, video type games, and table games. The Lottery develops multiple game themes and prize structures to comply with its enabling legislation, including aggregate annual minimum prize provisions. All bonded retailers and agents comprised principally of grocery and convenience stores serve as the primary distribution channel for instant and on-line lottery sales to the general public.

The Lottery has contracted with a private vendor to manufacture, distribute, and provide data processing support for instant and on-line games. Under the terms of the agreements, the Lottery pays a percentage of gross revenues or gross profits for the processing and manufacture of the games.

Revenue from instant games is recognized when game tickets are sold to the retailers, and the related prize expense is recorded based on the specific game prize structure. Instant ticket sales and related prizes do not include the value of free plays issued for the purpose of increasing the odds of winning a prize.

Sales of on-line lottery tickets are made by licensed agents to the public with the use of computerized terminals. On-line games include POWERBALL®, a multi-state “jackpot” game; HOT LOTTO®, a multi-state “lotto” game; Mega Millions®, a multi-state “jackpot” game; Cash25 “lotto” game; Daily 3 and 4 “numbers” games; and Travel, a daily “keno” game. Revenue is recognized when the agent sells the tickets to the public. Prize expense is recognized on the basis of actual drawing results.

Commissions are paid to instant game retailers and on-line agents at the rate of seven percent of gross sales. A portion of the commission not to exceed one and one quarter percent of gross sales may be paid from unclaimed prize moneys. The amount paid from unclaimed prize moneys is credited against prize costs. In addition, retailers and agents are paid limited bonus incentives that include prize shares on winning tickets they sold and a ticket cashing bonus on winning tickets they cash. On a weekly basis, retailers and agents must remit amounts due to the Lottery. Retailers may not be able to order additional instant tickets if payment has not been made for the previous billing period, while an agent’s on-line terminal may be rendered inactive if payment is not received each week. No one retailer or agent accounts for a significant amount of the Lottery’s sales or accounts receivable. Historically credit losses have been nominal and no allowance for doubtful accounts receivable is considered necessary.

Video lottery is a self-activated video version of lottery games which is operated by an authorized licensee. The board-operated games allow a player to place bets for the chance to be awarded credits which can either be redeemed for cash or be replayed as additional bets. The coin operated games allow a player to use coins, currency, or tokens to place bets for the chance to receive coin or token awards which may be redeemed for cash or used for replay in the coin operated games. The video lottery games’ prize structures are designed to award prizes, or credits, at a stipulated rate of total bets played, and prize expense is netted against total video credits played. The Lottery recognizes as video lottery revenue “gross terminal income” equivalent to all wagers, net of related prizes. Amounts required by statute to be paid to the private and local government entities are reported as commissions. WV Lottery statutes have established specific requirements for video lottery and imposed certain restrictions limiting the licensing for operation of video lottery games to horse and dog racetracks in West Virginia (subject to local county elections permitting the same), limited licensed retailer areas restricted for adult amusement, and licensed historic resort hotels as defined by WV Code.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

The legislation further stipulates the distribution of revenues from video lottery games, and requires any video lottery licensee to be responsible for acquiring the necessary equipment and bearing the risk associated with the costs of operating and marketing the games.

Table games are lotteries as each game involves consideration, the possibility of a prize, and their outcome is determined predominantly by chance, which the common law of West Virginia has long held are the three essential elements of a lottery. Table games are the exclusive intangible intellectual property of the state of West Virginia. Table games legislation has established specific requirements for table games and imposed certain restrictions limiting the licensing for operation of table games to horse and dog racetracks in West Virginia (subject to local county elections permitting the same), and licensed historic resort hotels as defined by WV Code. Each licensee as an agent of the Lottery Commission to operate West Virginia table games shall have written rules of play for each table game it operates which must be approved by the Commission. All wagers and pay-offs of winning wagers shall be made according to those rules of play. For the privilege of holding a table games license, there is levied a privilege tax of thirty-five percent of each licensee's adjusted gross receipts for the operation of West Virginia Lottery table games. Amounts required by statute to be paid to private and local government entities are reported as commissions. The legislation further stipulates the distribution of revenues from West Virginia table games, and requires any licensee to be responsible for acquiring the necessary equipment and bearing the risk associated with the costs of operating and marketing the games.

CASH AND CASH EQUIVALENTS – Cash and cash equivalents primarily consist of interest-earning deposits in an external investment pool maintained by the West Virginia Board of Treasury Investments (BTI). The BTI pool is a 2a-7 like pool carried at amortized cost which approximates fair value of the underlying securities.

INVENTORY – Inventory consists of instant game tickets available for sale to approved Lottery retailers and is carried at cost as determined by the specific identification method.

OTHER ASSETS – Other assets consist of deposits restricted for payment of certain Multi-State Lottery Association activities and prepaid expenses.

CAPITAL ASSETS – The Lottery has adopted a policy of capitalizing assets with individual amounts exceeding \$25,000. These assets include leasehold improvements and purchased equipment, comprised principally of technology property, office furnishings and equipment necessary to administer lottery games, are carried at cost. Depreciation is computed by the straight-line method using three to ten year lives.

ADVERTISING AND PROMOTIONS – The Lottery expenses the costs of advertising and promotions as they are incurred.

COMPENSATED ABSENCES – The Lottery has accrued \$500,740 and \$467,815 of at June 30, 2010 and 2009, respectively, for estimated obligations that may arise in connection with compensated absences for vacation at the current rate of employee pay. Employees fully vest in all earned but unused vacation. To the extent that accumulated sick leave is expected to be converted to benefits on termination or retirement, the Lottery participates in another postemployment benefits plan (see Note 16).

**WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-**

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

DEFERRED REVENUES – Deferred revenue consists of limited video lottery permit fees collected in the current year and paid by licensees for the right to be permitted for the 10 year period beginning July 1, 2011.

NET ASSETS – Net assets are presented as restricted, unrestricted and invested in capital assets which represent the net book value of all property and equipment of the Lottery. When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, restricted resources are applied first.

OPERATING REVENUES AND EXPENSES – Operating revenues and expenses for proprietary funds such as the Lottery are revenues and expenses that result from providing services and producing and delivering goods and/or services. Operating revenues for the Lottery are derived from providing various types of lottery games. Operating expenses include commissions, prize costs, other direct costs of providing lottery games, and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

NOTE 3 - CASH AND CASH EQUIVALENTS

At March 31, 2011 the carrying amounts of deposits (overdraft) with financial institutions were \$(69) thousand with a bank balance (overdraft) of \$45 thousand. Of this balance \$250 thousand was covered by federal depository insurance with the remaining balance collateralized with securities held by the State of West Virginia's agent in the State's name.

A summary of the amount on deposit with the West Virginia Board of Treasury Investments (BTI) is as follows (in thousands):

	March 31, 2011	June 30, 2010
Deposits with financial institutions	\$ (69)	\$ (60)
Cash on hand at the Treasurer's Office	27,342	40,006
Investments with BTI reported as cash equivalents	188,685	224,764
	<u>\$ 215,958</u>	<u>\$ 264,710</u>

The deposits with the BTI are part of the State of West Virginia's consolidated investment cash liquidity pool. Investment income is pro-rated to the Lottery at rates specified by the BTI based on the balance of the deposits maintained in relation to the total deposits of all state agencies participating in the pool. Such funds are available to the Lottery with overnight notice.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 4 – CAPITAL ASSETS

A summary of capital asset activity for the month ended March 31, 2011 is as follows (in thousands):

Capital Assets:

	Historical Cost At June 30, 2010	Additions	Deletions	Historical Cost At March 31, 2011
Construction in Progress	\$ -	\$ 1,323	\$ -	\$ 1,323
Buildings	20,174	-	-	20,174
Land	1,434	-	-	1,434
Improvements	1,170	-	-	1,170
Equipment	16,746	129	(8,881)	7,994
	<u>\$ 39,524</u>	<u>\$ 1,452</u>	<u>\$ (8,881)</u>	<u>\$ 32,095</u>
Accumulated Depreciation:				
	Historical Cost At June 30, 2010	Additions	Deletions	Historical Cost At March 31, 2011
Improvements	\$ 1,131	\$ 9	\$ -	\$ 1,140
Equipment	15,044	1,312	(8,881)	7,475
	<u>\$ 16,175</u>	<u>\$ 1,321</u>	<u>\$ (8,881)</u>	<u>\$ 8,615</u>

NOTE 5 - PARTICIPATION IN THE MULTI-STATE LOTTERY

The Lottery is a member of the Multi-State Lottery (MUSL), which operates the semi-weekly POWERBALL® jackpot lotto game, the HOT LOTTO® game, and the MEGA MILLIONS® jackpot game on behalf of participating state lotteries. MUSL is currently comprised of 33 member state lotteries, including the District of Columbia and the United States Virgin Islands. MUSL is managed by a Board of Directors, which is comprised of the lottery directors or their designee from each of the party states. The Board of Directors' responsibilities to administer the Multi-State Lottery Powerball, Hot Lotto, and Mega Millions games are performed by advisory committees or panels staffed by officers and independent contractors appointed by the board. These officers and consultants serve at the pleasure of the board and the board prescribes their powers, duties and qualifications. The Executive Committee carries out the budgeting and financing of MUSL, while the board contracts the annual independent audit. A copy of the audit may be obtained by writing to the Multi-State Lottery Association, 1701-48th Street, Suite 210, West Des Moines, Iowa 50266-6723.

Each MUSL member sells game tickets through its agents and makes weekly wire transfers to the MUSL in an amount equivalent to the total prize pool less the amount of prizes won in each state. Lesser prizes are paid directly to the winners by each member lottery. The prize pool for POWERBALL®, HOT LOTTO® and MEGA MILLIONS® is 50% of each drawing period's sales, with minimum jackpot levels. The Lottery's revenues and expenses from MUSL games participation for the month ended March 31, 2011 and fiscal year-to-date is as follows:

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
- Unaudited -

NOTE 5 - PARTICIPATION IN THE MULTI-STATE LOTTERY (continued)

<u>Revenues</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 3,263,270	\$ 26,610,663
Hot Lotto	506,458	4,531,707
Mega Millions	2,072,944	8,674,503
Total	\$ 5,842,672	\$ 39,816,873
<u>Expenses (Prizes)</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 1,621,729	\$ 13,273,014
Hot Lotto	254,081	2,261,276
Mega Millions	1,090,913	4,525,229
Total	\$ 2,966,723	\$ 20,059,519

MUSL places a percentage of game sales from each game in separate prize reserve funds that serve as a contingency reserve to protect the respective MUSL Product Groups from unforeseen prize liabilities. These funds can only be used at the discretion of the respective MUSL Product Group. Once the prize reserve funds exceed the designated limit, the excess becomes part of that particular prize pool. Prize reserve fund monies are refundable to MUSL Product Group members if the MUSL disbands or, after one year, if a member leaves the MUSL. The applicable sales percentage contribution as well as the reserve fund limit for the MUSL games is as follows:

	<u>PowerBall</u>	<u>Hot Lotto</u>	<u>Mega Millions</u>
Required Contribution (% of sales)	2%	3%	1%
Reserve Fund Cap	\$125,000,000	\$9,000,000	N/A

At March 31, 2011, the Lotteries share of the prize reserve fund balances were as follows:

<u>Game</u>	<u>Total Prize Reserve</u>	<u>Lottery Share</u>
Powerball	\$ 120,300,686	\$ 2,389,260
Hot Lotto	7,383,507	472,846
Mega Millions	5,350,664	122,594
Total	\$ 133,034,857	\$ 2,984,700

Lottery prize reserves held by the MUSL are invested according to a Trust agreement the Lottery has with MUSL outlining investment policies. The policies restrict investments to direct obligations of the United States Government, perfected repurchase agreements, and obligations issued or guaranteed as to payment of principal and interest by agencies or instrumentalities of the United States Government, and mutual funds of approved investments. The average portfolio maturity is never more than one year, except that up to one third of the portfolio may have an average maturity of up to two years. The maximum maturity for any one security does not exceed five years.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 5 - PARTICIPATION IN THE MULTI-STATE LOTTERY (continued)

The interest earned on prize reserve fund monies is used to pay MUSL operating expenses and any amounts over and above that are credited to an unreserved fund. The Lottery records this as interest when earned. This fund had a balance of \$14,463,105 at March 31, 2011, of which the Lottery's share was \$1,667,210.

NOTE 6 - RACETRACK VIDEO LOTTERY

The Racetrack Video Lottery legislation stipulates the distribution of racetrack video lottery revenues. This legislation has been amended since inception to restate revenue distribution based on revenue benchmarks. Initially, four percent (4%) of gross terminal revenue is allocated for lottery administrative costs. Sixty-six percent (66%) of net terminal revenue (gross less 4%) is allocated in lieu of commissions to: the racetracks (47%); other private entities associated with the racing industry (17%); and the local county and municipal governments (2%). The remaining revenues (34%) of net terminal revenue is allocated for distribution to State as specified in the Racetrack Video Lottery Act or subsequent State budget, as described in the Note 10 titled "Nonoperating Distributions to the State of West Virginia."

The first benchmark occurs when the current year net terminal revenue meets the fiscal year 1999 net terminal revenue. The counties and incorporated municipalities split 50/50 the two percent (2%) net terminal revenue.

The second benchmark occurs when the current year gross terminal revenue meets the fiscal year 2001 gross terminal revenue. The four percent (4%) is no longer allocated for lottery administrative costs; instead the State receives this for distribution as specified by legislation or the State budget.

The final benchmark occurs when the current year net terminal revenue meets the fiscal year 2001 net terminal revenue. At this point a 10% surcharge is applied to net terminal revenue, with 58% of the surcharge allocated for distribution to the State as specified by legislation or the State budget, and 42% of the surcharge allocated to separate capital reinvestment funds for each licensed racetrack.

After deduction of the surcharge, 55% of net terminal revenue is allocated in lieu of commissions to: the racetracks (42%); other private entities associated with the racing industry (11%); and the local county and incorporated municipality governments (2%). The remaining net terminal revenue (45%) is allocated for distribution to the State as specified in the Racetrack Video Lottery Act or subsequent State budget, as described in Note 10. Amounts from the capital reinvestment fund may be distributed to each racetrack if qualifying expenditures are made within the statutory timeframe; otherwise amounts accumulated in the fund revert to the state excess lottery revenue fund.

The WV Lottery, along with the Rhode Island and Delaware lotteries, participate in Multi-Jurisdictional Wide Area Progressive (MWAP) video games. This allows each of the lotteries to offer a higher progressive jackpot than they could generate alone. MUSL manages the progressive games and charges each participant a MWAP contribution fee of 4% of the amount wagered. A summary of racetrack video lottery revenues for the month ended March 31, 2011 and fiscal year-to-date follows (in thousands):

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
- Unaudited -

NOTE 6 - RACETRACK VIDEO LOTTERY (continued)

	Current Month		Year-to-Date	
	2011	2010	2011	2010
Total credits played	\$ 705,057	\$ 773,197	\$ 5,971,689	\$ 6,058,488
Credits (prizes) won	(633,454)	(696,179)	(5,363,804)	(5,456,293)
Promotional credits played	(7,425)	(8,721)	(60,882)	(42,737)
MWAP Contributions	(308)	(291)	(2,517)	(2,873)
Gross terminal income	63,870	68,006	544,486	556,585
Administrative costs	(1,171)	(1,286)	(15,231)	(15,733)
Net Terminal Income	62,699	66,720	529,255	540,852
Less distribution to agents	(34,987)	(37,407)	(308,715)	(316,452)
Racetrack video lottery revenues	<u>\$ 27,712</u>	<u>\$ 29,313</u>	<u>\$ 220,540</u>	<u>\$ 224,400</u>

A summary of video lottery revenues paid or accrued for certain state funds to conform with the legislation follows (in thousands):

	March 31, 2011	Year-to-Date
State Lottery Fund	\$ 8,428	\$ 110,864
State Excess Lottery Revenue Fund	15,570	71,947
Capital Reinvestment Fund	1,395	6,433
Tourism Promotion Fund 1.375%	797	6,977
Development Office Promotion Fund .375 %	217	1,903
Research Challenge Fund .5 %	290	2,537
Capitol Renovation & Improvement Fund .6875 %	399	3,488
Parking Garage Fund .0625 %	36	317
Parking Garage Fund 1 %	-	500
Cultural Facilities & Capitol Resources Fund .5 %	-	1,500
Capitol Dome & Capitol Improvements Fund .5 %	580	3,074
Worker's Compensation Debt Reduction Fund 7 %	-	11,000
Total nonoperating distributions	<u>\$ 27,712</u>	<u>\$ 220,540</u>

NOTE 7 - LIMITED VIDEO LOTTERY

Limited video lottery legislation passed in 2001 has established specific requirements imposing certain restrictions limiting the licensing for the operation of limited video lottery games to 9,000 terminals placed in licensed retailers. These licensed retailers must hold a qualifying permit for the sale and consumption on premises of alcohol or non-intoxicating beer. The Lottery has been charged with the administration, monitoring and regulation of these machines. The legislation further stipulates the distribution of revenues from the limited video lottery games, and requires any licensees to comply with all related rules and regulations of the Lottery in order to continue its retailer status. The Limited Video Lottery legislation stipulates that 2% of gross terminal income be deposited into the state lottery fund for administrative costs. Then, the state share percentage of gross profit is to be transferred to the State Excess Lottery Revenue Fund. Such percentage is between 30 and 50 percent and is subject to change on a quarterly basis. Two percent is distributed to counties and incorporated municipalities in the manner prescribed by the statute. The remaining amount of gross profit is paid to retailers and/or operators as prescribed in the Act, and is recorded as limited

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 7 - LIMITED VIDEO LOTTERY (continued)

video lottery commissions in the financial statements. Municipal and county distributions are accounted for as nonoperating expenses. A summary of limited video lottery revenues for the month ended March 31, 2011 and fiscal year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2011	2010	2011	2010
Total credits played	\$ 436,835	\$ 429,644	\$ 3,511,413	\$ 3,486,184
Credits (prizes) won	(399,616)	(393,053)	(3,212,631)	(3,189,099)
Gross terminal income	\$ 37,219	\$ 36,591	\$ 298,782	\$ 297,085
Administrative costs	(744)	(732)	(5,976)	(5,941)
Gross Profit	36,475	35,859	292,806	291,144
Commissions	(18,237)	(17,930)	(146,403)	(145,572)
Municipalities and Counties	(730)	(717)	(5,856)	(5,823)
Limited video lottery revenues	<u>\$ 17,508</u>	<u>\$ 17,212</u>	<u>\$ 140,547</u>	<u>\$ 139,749</u>

NOTE 8 -- TABLE GAMES

Table Games legislation passed in 2007 per House Bill 2718. Table games include blackjack, roulette, craps, and various types of poker. Each racetrack licensee is subject to a privilege tax of thirty five percent (35%) of adjusted gross receipts which will be deposited weekly into the Racetrack Table Games Fund.

From the gross amounts deposited into the Racetrack Table Games Fund, the Commission, on a monthly basis shall:

Retain 3% of the adjusted gross receipts for administrative expenses of which at least \$100,000 and not more than \$500,000 annually will be transferred to the Compulsive Gambling Treatment Fund. Transfer two and one-half percent of adjusted gross receipts from all thoroughbred racetracks with West Virginia Lottery table games to the special funds established by each thoroughbred racetrack table games licensee for the payment of regular racetrack purses to be divided equally among each licensee and transfer two and one-half percent of adjusted gross receipts from all greyhound racetracks with West Virginia Lottery table games to the special funds established by each greyhound racetrack table games licensee for the payment of regular racetrack purses to be divided equally among each licensee. Transfer two percent of the adjusted gross receipts from all licensed racetracks to the Thoroughbred Development Fund and the Greyhound Breeding Development Fund to be divided pro rata among the development funds. Transfer one percent of the adjusted gross receipts from each licensed racetrack to the county commissions of the counties where racetracks with West Virginia Lottery table games are located to be divided pro rata among the counties. Transfer two percent of the adjusted gross receipts from each licensed racetrack to the governing bodies of municipalities within counties where racetracks with West Virginia Lottery table games are located as prescribed by statute. And transfer one-half of one percent of the adjusted gross receipts to the governing bodies of municipalities in which a racetrack table games licensee is located to be divided equally among the municipalities. The Commission will distribute the remaining amounts, hereinafter referred to as the net amounts in the Racetrack Table Games Funds as follows:

**WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-**

NOTE 8 – TABLE GAMES (continued)

- 1) Transfer four percent into a special fund to be established by the Racing Commission to be used for payment into the pension plan for all employees of each licensed racing association;
- 2) Transfer ten percent, to be divided and paid in equal shares, to each county commission in the state where table games are not located;
- 3) Transfer ten percent, to be divided and paid in equal shares, to the governing bodies of each municipality in the state where table games are not located; and
- 4) Transfer seventy-six percent to the State Debt Reduction Fund.

The cash transferred to the State Debt Reduction Fund in the current month is included in Note 10- Nonoperating Distributions to the State of West Virginia. The table games adjusted gross receipts for the month ended March 31, 2011 and fiscal year-to-date were \$18,243,116 and \$139,837,311, respectively. The following table shows the month and year totals of the privilege tax and the accrued distributions (in thousands) to be transferred in the subsequent month:

	Current Month		Year-to-Date	
	2011	2010	2011	2010
Table Games Privilege Tax	\$ 6,385	\$ 2,614	\$ 48,943	\$ 23,827
Interest on Table Games Fund	1	-	5	2
Administrative costs	(730)	(223)	(5,593)	(2,042)
Total Available for Distribution	5,656	2,391	43,355	21,787
<u>Less Distributions:</u>				
Racetrack Purse Funds	456	187	3,496	1,702
Thoroughbred & Greyhound Development Funds	365	149	2,797	1,361
Racing Association Pension Plan	153	72	1,175	654
Municipalities/ Counties	1,770	620	13,565	5,651
Total Distributions	2,744	1,028	21,033	9,368
State Debt Reduction Fund	\$ 2,912	\$ 1,363	\$ 22,322	\$ 12,419

NOTE 9 – HISTORIC RESORT HOTEL

In 2009, the Legislature passed Senate Bill 575 which permits video lottery and table games at a licensed historic resort hotel which is defined as “a resort hotel registered with the United States Department of the Interior as a national historic landmark in its National Registry of Historic Places having not fewer than five hundred guest rooms under common ownership and having substantial recreational guest amenities in addition to the gaming facility.”

Historic Resort Video Lottery

According to Senate Bill 575, thirty six percent (36%) of gross terminal income is allocated to Historic Resort Hotel Fund and seventeen percent (17%) of gross terminal income is allocated to the Human Resource Benefit Fund. The remaining forty-seven percent (47%) of gross terminal income is then subject to a ten percent (10%) surcharge which is allocated to separate capital reinvestment funds for each licensed historic resort hotel. The remaining forty-two and three-tenths percent (42.3%) of gross terminal income is retained by the

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 9 – HISTORIC RESORT HOTEL (continued)

historic resort hotel. A summary of historic resort hotel video lottery revenues for the month ended March 31, 2011 and fiscal year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2011	2010	2011	2010
Total credits played	\$ 5,349	\$ 2,288	\$ 38,260	\$ 6,938
Credits (prizes) won	(4,849)	(2,053)	(34,805)	(6,225)
Promotional credits played	(52)	-	(203)	-
Gross terminal income	448	235	3,252	713
Capital reinvestment	(21)	(11)	(153)	(34)
Administrative costs	(24)	(13)	(176)	(38)
Hotel commissions	(189)	(99)	(1,376)	(302)
Net terminal income	214	112	1,547	339
Historic Resort Hotel Fund	138	72	994	218
Human Resource Benefit Fund	76	40	553	121

Historic Resort Table Games

Each historic resort hotel licensee is subject to a privilege tax of thirty five percent (35%) of adjusted gross receipts, of which thirty percent (30%) is deposited directly into the Historic Resort Hotel Fund and five percent (5%) is deposited directly into the Human Resource Benefit Fund. The historic resort hotel table games adjusted gross receipts for the month ended March 31, 2011 and fiscal year-to-date were \$352,170 and \$4,350,980, respectively.

The following table shows the month and fiscal year -to- date totals of the privilege tax and the accrued distributions (in thousands) to be transferred in the subsequent month:

	Current Month		Year-to-Date	
	2011	2010	2011	2010
Table games privilege tax	\$ 123	\$ 51	\$ 1,523	\$ 313
Administrative Costs	(16)	(7)	(196)	(40)
Total Available for Distribution	107	44	1,327	273
Historic Resort Hotel Fund	89	37	1,109	228
Human Resource Benefit Fund	18	7	218	45

Historic Resort Hotel Fund

Of the monies deposited into the Historic Resort Hotel Fund, fifteen percent (15%) is allocated for lottery administrative costs. The remaining Historic Resort Hotel Fund net income (gross deposits less 15%) is distributed as follows:

**WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-**

NOTE 9 – HISTORIC RESORT HOTEL. (continued)

- 1) Sixty-four percent (64%) is paid to the State of West Virginia General Revenue Fund;
- 2) Nineteen percent (19%) is paid to the State Debt Reduction Fund;
- 3) Three percent (3%) is paid to the State of West Virginia Tourism Promotion Fund;
- 4) Four percent (4%) is paid to the county where the gaming facility is located;
- 5) Two and one-half percent (2.5%) is paid to the municipality where the gaming facility is located as prescribed by statute;
- 6) Two and one-half percent (2.5%) is divided and paid in equal shares to the remaining municipalities in the county where the gaming facility is located;
- 7) Two and one-half percent (2.5%) is divided and paid in equal shares, to each county commission in the state where the gaming facility is not located;
- 8) Two and one-half percent (2.5%) is divided and paid in equal shares, to each municipality in the state not already receiving a distribution as described in item five (5) or item six (6) above.

A summary of Historic Resort Hotel Fund revenues and related distributions is as follows (in thousands):

	<u>Current Month</u>	<u>Year-to-Date</u>
Historic Resort Hotel Video Lottery	\$ 138	\$ 994
Historic Resort Table Games	89	1,109
Interest on Historic Resort Hotel Fund	-	-
Historic Resort Hotel Fund Net Income	<u>227</u>	<u>2,103</u>
Municipalities/Counties	32	295
State General Revenue Fund	145	1,347
State Debt Reduction Fund	43	400
State Tourism Promotion Fund	7	61
Total Distributions	<u>\$ 227</u>	<u>\$ 2,103</u>

NOTE 10- NONOPERATING DISTRIBUTIONS TO THE STATE OF WEST VIRGINIA

The Lottery periodically distributes surplus funds, exclusive of amounts incurred and derived from limited video lottery and a portion of racetrack video lottery funds, to the State of West Virginia in accordance with the legislation. For the year ending June 30, 2011 the State Legislature budgeted \$166,121,854 of estimated profits of the Lottery for distributions to designated special revenue accounts of the State of West Virginia. With regard to the State Lottery Fund, legislation stipulates that debt service payments be given a priority over all other transfers in instances where estimated profits are not sufficient to provide for payment of all appropriated distributions. Debt service payments of \$1,800,000, \$1,000,000, and \$500,000 per month for the first ten months of each fiscal year currently have such priority. Transfers made pursuant to the State Excess Lottery Revenue Fund have similar requirements; currently payments are \$4,800,000 per month for the first ten months of each fiscal year. In addition, Legislation provides that, if in any month, there is a shortage of funds in the State Excess Lottery Revenue Fund to make debt service payments, the necessary amount shall be transferred from the State Lottery Fund to cover such shortfall, after the State Lottery Fund debt service payments have been made. Repayments to the State Lottery Fund are required to be made in subsequent months as funds become available. During the month ended March 31, 2011 the Lottery made such distributions and accrued additional distributions of \$46,471,274. The Lottery is a non-appropriated state

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
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NOTE 10- NONOPERATING DISTRIBUTIONS TO THE STATE OF WEST VIRGINIA
(continued)

agency and therefore does not have a budget adopted by the Legislature. Since the enactment of the Racetrack Video Lottery Act, the Lottery is also statutorily required to distribute income from racetrack video lottery operations as described in Note 6. For the month ended March 31, 2011, the Lottery accrued additional distributions relating to racetrack video lottery, table games, and historic resort operations of \$832,491, \$2,912,078, and \$195,073, respectively.

Note 7 describes the Limited Video Lottery Act and the statutory distributions required to be made from limited video lottery operations. Note 8 describes the Table Games Act and the statutory distributions required to be made from table games operations. Note 9 describes the Historic Resort Hotel statutory distributions to be made from historic resort operations.

A summary of the cash distributions made to certain state agencies to conform to the legislation follows (in thousands):

<u>BUDGETARY DISTRIBUTIONS</u>	<u>March 31, 2011</u>	<u>Year-to-Date</u>
<u>State Lottery Fund:</u>		
Community and Technical College	\$ 500	\$ 4,500
Bureau of Senior Services	3,662	63,732
Department of Education	1,740	30,275
Library Commission	616	10,726
Higher Education-Policy Commission	639	11,112
Tourism	418	7,273
Natural Resources	191	3,317
Division of Culture & History	322	5,600
Department of Education & Arts	62	1,087
Building Commission	-	7,998
School Building Authority	1,800	16,200
Total State Lottery Fund	\$ 9,950	\$ 161,820

WEST VIRGINIA LOTTERY
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NOTE 10- NONOPERATING DISTRIBUTIONS TO THE STATE OF WEST VIRGINIA
(continued)

State Excess Lottery Revenue Fund:

Economic Development Fund	\$ 1,900	\$ 17,100
Higher Education Improvement Fund	1,000	14,000
General Purpose Account	-	65,000
Higher Education Improvement Fund	-	29,000
State Park Improvement Fund	-	5,000
School Building Authority	1,900	17,100
Refundable Credit	1,735	4,880
WV Racing Commission	-	2,000
Department of Education	14,454	14,454
Excess Lottery Surplus	10,684	62,900
West Va. Infrastructure Council	-	40,000
Total State Excess Lottery Revenue Fund	\$ 31,673	\$ 271,434
Total Budgetary distributions:	\$ 41,623	\$ 433,254
Veterans Instant Ticket Fund	\$ 39	\$ 588

Other Racetrack Video Lottery distributions:

Tourism Promotion Fund 1.375%	\$ 758	\$ 6,769
Development Office Promotion Fund .375%	207	1,846
Research Challenge Fund .5%	275	2,461
Capitol Renovation & Improvement Fund .6875%	378	3,384
Parking Garage Fund .0625 %	35	308
Parking Garage Fund 1 %	-	500
Cultural Facilities & Cap. Resources Fund .5%	-	1,500
Capitol Dome & Cap. Improvements Fund .5%	551	2,924
Workers Compensation Debt Reduction Fund 7%	-	11,000
Total	\$ 2,204	\$ 30,692

Table-Games State Debt Reduction Fund	\$ 2,499	\$ 20,797
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Historic Resort Hotel distributions:

State General Revenue Fund	\$ 220	\$ 1,257
State Debt Reduction Fund	65	373
Tourism Promotion Fund	10	60
Total	\$ 295	\$ 1,690

Total nonoperating distributions to the State of West Virginia (cash basis)	\$ 46,660	\$ 487,021
Accrued nonoperating distributions, beginning	(172,593)	(241,039)
Accrued nonoperating distributions, end	177,831	177,831
	\$ 51,898	\$ 423,813

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 11 – LEASES

The Lottery leases, under a cancelable operating lease, its office and warehouse facilities. The Lottery also leases various office equipment under agreements considered to be cancelable operating leases. Rental expense for the fiscal year-to-date ended March 31, 2011 and March 31, 2010 approximated \$490,257 and \$524,348 respectively.

The Lottery leases office space under the terms of a non-cancellable operating lease to various tenants. Rental revenues for the month ended March 31, 2011 and year-to-date were \$83,070 and \$780,258, respectively. Future rental receipts (in thousands) are as follows:

Year Ended June 30	Rental Receipts
2011	\$ 230
2012	939
2013	962
2014	986
2015	248
Total	\$ 3,365

NOTE 12 – RESTRICTED NET ASSETS

On June 14, 2006, House Bill 106 was enacted by the West Virginia State Legislature to set aside unexpended administrative expenses of the Lottery up to the limits for such expenses established by the enabling legislation of traditional, racetrack video lottery, and limited video lottery games in an amount not to exceed \$20,000,000 beginning in fiscal year 2006 and each year through fiscal year 2012. These assets are to be set aside for the design and construction of a building for the use of the Lottery and certain other State of West Virginia governmental entities. Contributions to the fund for fiscal years ending June 30, 2010 and June 30, 2009 were as follows:

	June 30, 2010	June 30, 2009
Beginning balance	\$ 69,870	\$ 58,487
Additions		
Enabling legislation additions		10,817
Interest earned on restricted net assets	93	566
Deductions		
Asset acquisition	(21,608)	-
Surplus of excess funds	(40,000)	-
Ending balance	\$ 8,355	\$ 69,870

**WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-**

NOTE 13 – COMMITMENTS

For the year ended June 30, 2010, the Lottery Commission has designated \$3,031,185 of unexpended administrative funds for the acquisition of capital assets. As of June 30, 2010 and 2009, \$5,921,057 and \$12,817,601, respectively, are included in unrestricted net assets and invested in capital assets for this purpose.

NOTE 14 - RETIREMENT BENEFITS

All full-time Lottery employees are eligible to participate in the State of West Virginia Public Employees' Retirement System (PERS), a cost-sharing multiple-employer defined benefit public employee retirement system. The PERS is one of several plans administered by the West Virginia Consolidated Public Retirement (CPRB) under the direction of its Board of Trustees, which consists of the Governor, State Auditor, State Treasurer, Secretary of the Department of Administration, and nine members appointed by the Governor. CPRB prepares separately issued financial statements covering all retirement systems it administers, which can be obtained from Consolidated Public Retirement Board, 4101 MacCorkle Ave. S.E., Charleston, West Virginia 25304-1636.

Employees who retire at or after age sixty with five or more years of contributory service or who retire at or after age fifty-five and have completed twenty-five years of credited service with age and credited service equal to eighty or greater are eligible for retirement benefits as established by State statute. Retirement benefits are payable monthly for life, in the form of a straight-line annuity equal to two percent of the employee's average annual salary from the highest 36 consecutive months within the last 10 years of employment, multiplied by the number of years of the employee's credited service at the time of retirement. Covered employees are required to contribute 4.5% of their salary to the PERS. The Lottery is required to contribute 12.5% of covered employees' salaries to the PERS. The required employee and employer contribution percentages have been established and changed from time to time by action of the State Legislature. The required contributions are not actuarially determined; however, actuarial valuations are performed to assist the Legislature in determining appropriate contributions. The Lottery and employee contributions, for the month ending March 31, 2011 and fiscal year-to-date are as follows (in thousands):

	March 31, 2011	Year-to-Date
Lottery contributions	\$ 77	\$ 704
Employee contributions	28	253
Total contributions	\$ 105	\$ 957

NOTE 15 - RISK MANAGEMENT

The Lottery is exposed to various risks of loss related to torts; theft of, or damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Lottery participates in several risk management programs administered by the State of West Virginia. Each of these risk pools has issued separate audited financial reports on their operations. Those reports include the required supplementary information concerning the reconciliation of claims liabilities by type of contract and ten-year claim development information. Complete financial statements of the individual insurance enterprise funds can be obtained directly from their respective administrative offices.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 15 - RISK MANAGEMENT (continued)

WORKERS' COMPENSATION INSURANCE

The Lottery carries workers compensation insurance coverage through a privatized business entity, BrickStreet Mutual Insurance Company (BrickStreet), established January 1, 2006, and named the administrator of former state workers' compensation fund activities. BrickStreet is paid a monthly administrative fee and rated premium to provide compensations for injuries sustained in the course of employment. The monthly administrative fee for the Lottery has been set at levels consistent with prior year payments and any rate or premium increases will be established on an experience rated basis.

The Lottery participates in the BrickStreet experience rated pool, which is rate adjusted on a quarterly basis. The BrickStreet risk pool retains all risk related to the compensation of injured employees under the program in exchange for the premiums paid.

PUBLIC EMPLOYEES' INSURANCE AGENCY (PEIA)

The Lottery participates in the Public Employees' Insurance Agency which provides an employee benefit insurance program to employees. PEIA was established by the State of West Virginia for State agencies, institutions of higher education, Boards of Education and component units of the State. In addition, local governmental entities and certain charitable and public service organizations may request to be covered by PEIA. PEIA provides a base employee benefit insurance program which includes hospital, surgical, major medical, prescription drug and basic life and accidental death. Underwriting and rate setting policies are established by PEIA. The cost of all coverage as determined by PEIA shall be paid by the participants. Premiums are established by PEIA and are paid monthly, and are dependent upon, among other things, coverage required, number of dependents, state vs. non state employees and active employees vs. retired employees and level of compensation. Coverage under these programs is limited to \$1 million lifetime for health and \$10,000 of life insurance coverage.

The PEIA risk pool retains all risks for the health and prescription features of its indemnity plan. PEIA has fully transferred the risks of coverage to the Managed Care Organization (MCO) Plan to the plan provider, and has transferred the risks of the life insurance coverage to a third party insurer. PEIA presently charges equivalent premiums for participants in either the indemnity plan or the MCO Plan. Altogether, PEIA insures approximately 205,000 individuals, including participants and dependents.

BOARD OF RISK AND INSURANCE MANAGEMENT (BRIM)

The Lottery participates in the West Virginia Board of Risk and Insurance Management (BRIM), a common risk pool currently operating as a common risk management and insurance program for all State agencies, component units, and other local governmental agencies who wish to participate. The Lottery pays an annual premium to BRIM for its general insurance coverage. Fund underwriting and rate setting policies are established by BRIM. The cost of all coverage as determined by BRIM shall be paid by the participants. The BRIM risk pool retains the risk of the first \$1 million per property event and purchases excess insurance on losses above that level. Excess coverage, through an outside insurer under this program is limited to \$200 million per event, subject to limits on certain property. BRIM has \$1 million per occurrence coverage maximum on all third-party liability-claims.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 16- OTHER POSTEMPLOYMENT BENEFITS (OPEB)

The Lottery participates in the West Virginia Other Postemployment Benefits Plan (OPEB Plan) of the West Virginia Retiree Health Benefit Trust Fund (Trust), a cost-sharing multiple-employer defined benefit postemployment healthcare plan administered by the West Virginia Public Employee Insurance Agency (WVPEIA). The OPEB Plan provides retiree post-employment health care benefits for participating state and local government employers. The provisions of the Code of West Virginia, 1931, as amended (the Code), assigns the authority to establish and amend benefit provisions to the WVPEIA board of trustees. The WVPEIA issues a publicly available financial report that includes financial statements and required supplementary information for the OPEB Plan. That report may be obtained by writing to Public Employees Insurance Agency, 601 57th Street, South East, Suite 2, Charleston, West Virginia, or by calling 1-888-680-7342.

Funding Policy

The Code requires the OPEB Plan bill the participating employers 100% of the annual required contribution (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) of the plan over a period not to exceed thirty years. State of West Virginia plan employers are billed per active health policy per month.

The ARC rate is \$903 and \$901 per employee per month for the years ending June 30, 2011 and 2010 respectively. Through June 30, 2010 and 2009, the Lottery has paid premiums of \$226,212 and \$185,563. As of June 30, 2010 and 2009, the Lottery has recorded a liability of \$1,484,546 and \$251,867 on its balance sheet for OPEB.

WEST VIRGINIA LEGISLATURE
Office of the Legislative Auditor


*Budget Division
Building 1, Room 314-West Wing
1900 Kanawha Blvd. East
Charleston, WV 25305-0590*



, 304-347-4870

Memorandum

To: Honorable Chairmen and Members of the Joint Committee on
Government and Finance

From: Ellen Clark, C.P.A. 
Director Budget Division
Legislative Auditor's Office

Date: May 2, 2011

Re: Status of General Revenue Fund and State Road Fund
April 30, 2011

We have reviewed the cash revenue flows of the West Virginia general revenue fund for fiscal year 2010-2011. The status of the fund collections are as follows:

The net collections were ahead of the estimate for the fiscal year as of April 30, 2011.

Total general revenue collections were approximately 110 percent of the estimate for the fiscal year as of April 30, 2011.

Personal Income Tax collections were approximately 3 percent over the estimate for the fiscal year.

Consumer sales and use tax collections were approximately 101% of the estimate for the fiscal year.

Joint Committee on Government and Finance

Severance tax collections were approximately 114% of the estimate as of April 30, 2011.

Corporate Income and Business Franchise Tax collections were over the estimate as of April 30, 2011.

State Road Fund

The state road fund collections were on target with the estimate as of April 30, 2011. Privilege tax collections were higher than the estimate.

Rainy Day and Personal Income Tax Reserve

Revenue Shortfall Reserve Fund A (Rainy Day Fund) had a cash balance of \$ 336,805,292.71 as of April 30, 2011.

Balance July 1, 2010	276,949,590.37
Cash flow loan to General Revenue on July 1, 2010. To be repaid 90 days. This is a normal occurrence in July due to cash flow demands; repaid in September. Repaid September 2010.	- 56,000,000.00 + 56,000,000.00
Revenues (Surplus previous fiscal year)	51,314,324.75
Earnings	8,541,377.59
Balance April 30, 2011	336,805,292.71

Revenue Shortfall Reserve Fund B (Tobacco Settlement Monies) had a cash balance of \$ 308,949,470.66 as of April 30, 2011.

Balance July 1, 2010	279,073,099.52
Earnings	29,876,371.14
Balance April 30, 2011	308,949,470.66

The Special Income Tax Reserve Fund had a cash balance of \$45,019,319.21 as of April 30, 2011.

Balance July 1, 2010	45,019,319.21
Revenues	-0-
Balance April 30, 2011	45,019,319.21

Monthly Revenue Estimates

as of April 29, 2011 WV FIMS

	MONTH ESTIMATES	NET MONTH COLLECTIONS	UNDER ESTIMATES VS ACTUAL COLLECTIONS	YTD ESTIMATES	NET YTD COLLECTIONS	YEARLY OVER UNDER ESTIMATES VS ACTUAL COLLECTIONS
Personal Income Tax	234,500,000	253,120,201	18,620,201	1,227,000,000	1,300,612,174	73,612,174
Consumer Sales Tax & Use Tax	96,900,000	89,136,519	-7,763,481	943,100,000	961,000,706	17,900,706
Severance Tax	22,000,000	32,552,958	10,552,958	291,050,000	341,307,046	50,257,046
Corp Income /Business Franchise	32,900,000	30,205,360	-2,694,640	163,100,000	239,974,816	76,874,816
Business and Occupation	8,500,000	9,673,186	1,173,186	100,600,000	102,225,585	1,625,585
Tobacco Products Tax	9,230,000	7,780,304	-1,449,696	93,210,000	90,541,577	-2,668,423
Insurance Tax	19,000,000	23,909,604	4,909,604	98,400,000	105,286,085	6,886,085
HB 102 - Lottery Transfers	30,000,000	0	-30,000,000	95,000,000	127,900,000	32,900,000
Departmental Collections	900,000	796,498	-103,502	12,670,000	13,805,382	1,135,382
Interest Income	1,500,000	281,016	-1,218,984	12,800,000	10,222,316	-2,577,684
Liquor Profit Transfers	1,300,000	1,315,875	15,875	10,950,000	11,345,333	395,333
Miscellaneous Recelpts	630,000	252,595	-377,405	9,190,000	11,265,989	2,075,989
Property Transfer Tax	540,000	651,899	111,899	6,660,000	6,821,584	161,584
Liquor License Renewal	40,000	0	-40,000	5,920,000	14,498,499	8,578,499
Beer Tax and Licenses	780,000	747,192	-32,808	6,450,000	6,511,619	61,619
Property Tax	680,000	705,971	25,971	5,710,000	5,683,323	-26,677
Senior Tax Credit Reimbur Lot	3,400,000	2,929,157	-470,843	7,900,000	7,809,288	-90,712
Business Franchise Fees	20,000	61,490	41,490	530,000	941,509	411,509
Miscellaneous Transfers	100,000	0	-100,000	580,000	331,589	-248,411
Racing Fees	0	0	0	0	20,810	20,810
Charter Tax	0	5,511	5,511	0	130,332	130,332
Telecommunications Tax	0	7,908	7,908	0	5,648	5,648
Estate and Inheritance Tax	0	0	0	0	3,193	3,193
Video Lottery Transfers	0	15,596	15,596	0	342,969	342,969
Cash Flow Transfer	0	0	0	0	0	0
TOTALS	462,920,000	454,148,840	-8,771,160	3,090,820,000	3,358,587,374	267,767,374
Minus Cash Flow Transfer	0	0	0	0		
Percent of Estimates		98.11%			108.66%	
TOTALS	462,920,000	454,148,840	-8,771,160	3,090,820,000	3,358,587,374	267,767,374
Percent of Estimates		98.11%			108.66%	
Collections this day		57,139,894				

STATE ROAD FUND FY 2010-2011
 Monthly Revenue Estimates
 as of April 29, 2011 WVFIMS

FINAL

	MONTH ESTIMATES	NET MONTH COLLECTIONS	MONTHLY OVER UNDER ESTIMATES VS ACTUAL COLLECTIONS	YTD ESTIMATES	NET YTD COLLECTIONS	YEARLY OVER UNDER ESTIMATES VS ACTUAL COLLECTIONS
Gasoline & Motor Carrier Rd Tax	23,700,000	15,623,174	-8,076,826	307,300,000	314,531,494	7,231,494
Privilege Tax	14,497,000	15,008,908	511,908	126,670,000	140,341,136	13,671,136
Licenses & Registration	7,374,000	6,210,137	-1,163,863	66,526,000	65,261,751	-1,264,249
Highway Litter Control	141,000	155,550	14,550	1,270,000	1,447,823	177,823
TOTALS	45,712,000	36,997,768	-8,714,232	501,766,000	521,582,205	19,816,205
Percent of Estimates		80.94%			103.95%	
Collections this day		12,108,895				

REVENUE SHORTFALL RESERVE FUND 7005, Part A AS OF April 1, 2011 : \$335,332,277.66

REVENUE SHORTFALL RESERVE FUND 7006, Part B AS OF April 1, 2011 : \$307,303,477.69

PERSONAL INCOME TAX REFUND RESERVE FUND AS OF April 1, 2011: \$45,019,319.21

WEST VIRGINIA LEGISLATURE
Office of the Legislative Auditor

Budget Division
Building 1, Room 314-West Wing
1900 Kanawha Blvd. East
Charleston, WV 25305-0590



304-347-4870

To: Honorable Chairmen and Members of the Joint Committee on
Government and Finance

From: Ellen Clark, C.P.A. *EC*
Director Budget Division
Legislative Auditor's Office

Date: May 5, 2011

Re: West Virginia Unemployment Compensation Trust Fund

We have reviewed the March 31, 2011 monthly report of the Unemployment Compensation Trust Fund we received from WorkForce West Virginia. March is the end of the third quarter for fiscal year 2011 and the end of the first calendar quarter of 2011.

For July 1, 2010 to March 31, 2011 of fiscal year 2010-2011, the trust fund cash flow was as follows:

Trust Fund Beginning Cash Balance 7-1-2010	\$95,528,960.38
Receipts July 1, 2010 thru June 30, 2011	\$306,536,783.94
Disbursements July 1, 2010 thru June 30, 2011	\$363,167,283.83
Balance March 31, 2011	\$38,898,460.49

ITEMS OF NOTE:

Regular benefits paid for July - March 2011 were \$90.5 million less than July - March 2010.

Federal emergency benefits totaled \$ 138.5 million for the July - March 2011; for July - March 2010 federal emergency benefits

Unemployment *Joint Committee on Government and Finance*

totaled \$ 144.9 million.

Total disbursements were \$ 106.4 million less in July - March 2011 than the preceding July - March 2010.

Receipts for July - March 2011 were \$ 30 million less than in July - March 2010. Overall ending trust fund balance was \$ 22 million less on March 31, 2011 than on March 31, 2010.

West Virginia's unemployment rate for the month of March 2011 was 9.7 percent. National unadjusted employment rate was 9.2 percent.

Seasonally adjusted unemployment rates were 9.1 percent for West Virginia and 8.8 percent nationally.

Since March 2010 employment has increased by 4,600. Employment gains were as follows: 2,900 in professional and business services; 2,300 in educational and health services; 1,700 in leisure and hospitality; 1,700 in mining and logging; 1,100 in trade, transportation, and utilities; 900 in manufacturing; 400 in other services; and 200 in information. Declines were as follows: 3,800 in construction; 2,300 in government; and 500 in financial activities.

* Note: On March 18, 2011, the legislature passed Senate Bill 219, which enables the Governor to make a loan from the Revenue Center Construction Fund to the Unemployment Compensation Trust in an amount not to exceed \$ 20 million whenever the projected balance in the Unemployment Trust will be less than \$ 20 million at any time in the next thirty days. The loan does not bear interest and must be repaid in one hundred and eighty days. This loan provision expires after September 1, 2011.

Unemployment

**MONTHLY STATUS REPORT FOR THE JOINT COMMITTEE ON GOVERNMENT AND FINANCE
FOR THREE MONTHS STARTING JANUARY 2010 AND JANUARY 2011**

	<u>JANUARY 2010</u>	<u>FEBRUARY 2010</u>	<u>MARCH 2010</u>	<u>JANUARY 2011</u>	<u>FEBRUARY 2011</u>	<u>MARCH 2011</u>	<u>THREE MONTH TOTAL VARIANCE *</u>
Balance Forward	<u>\$123,608,132.93</u>	<u>\$97,497,175.53</u>	<u>\$65,916,762.90</u>	<u>\$76,901,111.45</u>	<u>\$69,078,991.94</u>	<u>\$55,890,504.42</u>	<u>(\$116,148,463.66)</u>
Add Receipts:							
1. Bond Assessment	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
2. Regular Contributions	\$8,628,345.68	\$16,276,982.28	\$1,403,388.11	\$9,202,601.98	\$17,550,395.22	\$2,221,106.42	\$2,665,306.87
3. Federal Emergency Benefits (EUIOB)	\$19,672,649.12	\$21,057,309.18	\$25,080,716.96	\$14,874,645.72	\$13,956,274.30	\$14,239,098.38	(\$23,720,653.66)
4. Federal Share Extended Benefits (EB)	\$1,426,647.86	\$726,980.38	\$332,375.99	\$3,493,195.40	\$2,844,970.23	\$3,311,684.08	\$7,163,825.48
5. Temp Federal Additional Comp (FAC)	\$4,856,728.00	\$4,829,018.00	\$5,661,837.00	\$31,129.15	\$9,767.69	\$5,671.69	(\$15,301,014.57)
6. UCFE (Federal Agencies)	\$243,696.16	\$230,031.31	\$227,720.89	\$313,890.28	\$340,318.80	\$333,308.44	\$286,069.28
7. Special Administrative Transfer **	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
8. Reed Act Funds	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
9. UC Modernization Incentive	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
10. Treasury Interest Credits	\$0.00	\$0.00	\$1,055,895.47	\$0.00	\$0.00	\$0.00	\$0.00
11. UCK (Military Agencies)	\$280,781.94	\$275,783.33	\$372,298.85	\$512,836.84	\$475,124.89	\$654,828.97	(\$401,068.50)
12. WV Insurance Committee-Senate Bill 248	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$457,816.17	\$508,906.28
13. CIA Receipts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Monthly Receipts	<u>\$35,118,759.16</u>	<u>\$43,389,104.46</u>	<u>\$35,114,211.37</u>	<u>\$28,428,201.47</u>	<u>\$35,176,851.13</u>	<u>\$21,223,492.18</u>	<u>(\$28,800,579.24)</u>
Less Disbursements:							
Debt Bond Repayment	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)
Regular Benefits:	\$31,578,293.85	\$27,789,021.77	\$30,188,246.04	\$25,494,155.12	\$21,179,124.14	\$21,188,340.03	(\$21,708,942.37)
Federal Emergency Benefits (EUIOB)	\$22,258,103.12	\$21,080,285.25	\$23,463,540.84	\$18,089,434.67	\$13,528,772.60	\$13,414,778.08	(\$23,768,952.66)
Federal Share Extended Benefits (EB)	\$1,405,169.79	\$695,477.86	\$328,900.77	\$3,789,304.53	\$2,936,650.28	\$2,905,088.57	\$7,270,495.14
Emergency Benefits (TEUC)	(\$284.00)	(\$315.00)	(\$380.00)	(\$970.78)	(\$1,249.39)	(\$1,228.07)	(\$2,509.22)
Temp Federal Additional Comp (FAC)	\$5,310,196.00	\$4,827,662.00	\$5,164,585.00	\$26,402.14	\$9,897.80	\$5,481.69	(\$15,250,881.57)
UCFE (Federal Workers) Benefits	\$328,181.91	\$288,004.47	\$260,187.66	\$333,989.17	\$300,450.11	\$281,050.78	\$69,149.02
UCK (Military Workers) Benefits	\$348,028.79	\$326,381.04	\$408,465.09	\$525,343.49	\$405,989.92	\$387,684.35	\$238,102.84
Reed Act Funds	\$0.00	\$0.00	\$328,395.86	\$0.00	\$0.00	\$0.00	(\$328,395.86)
Special Administrative Transfer**	\$0.00	\$0.00	\$8,547.71	\$4,662.62	\$6,753.41	\$37,363.65	\$42,231.87
Total Monthly Disbursements	<u>\$61,227,716.46</u>	<u>\$54,976,517.19</u>	<u>\$80,124,489.97</u>	<u>\$48,249,320.89</u>	<u>\$39,366,338.65</u>	<u>\$38,216,536.08</u>	<u>(\$53,497,609.91)</u>
Trust Fund Balance	<u>\$97,497,175.93</u>	<u>\$5,919,762.90</u>	<u>\$80,906,905.30</u>	<u>\$59,078,991.94</u>	<u>\$55,890,504.42</u>	<u>\$38,998,460.49</u>	<u>(\$90,451,498.99)</u>

* Three month total variance column is the difference between the sum of the previous year's three months data for each category and the current year's three months data. The purpose of the report is to show significant changes in receipts, disbursements, or balances.

**The Assistance for Unemployed Workers and Struggling Families Act, Title II of Division B of Public Law No. 111-5, enacted February 17, 2009, provided a special administrative transfer to states' accounts of \$509 million to be used for certain administrative purposes. On February 27, 2009, the U.S. Treasury distributed West Virginia's amount of \$2,369,759 to the Unemployment Insurance Trust Fund. Attachment IV to the Unemployment Insurance Program Letter No. 14-09 issued by the U.S. Department of Labor on February 26, 2009 specifies the permissible uses of the administrative transfer. The special administrative transfer is not available for the payment of Unemployment Compensation (UC) benefits; therefore the Trust Fund Balance must be reduced by the Special Administrative Transfer on line 7 to obtain the balance available for UC benefits.

UC TRUST FUND PROJECTIONS - 2011

May 12, 2011

Month	Revenues	Benefits	Trust Fund Balance
Balance 12/31/2009			123,000,000
January	6,034,000	31,578,000	97,456,000
February	16,419,000	28,000,000	85,875,000
March	5,220,000	30,188,000	60,907,000
April	28,559,000	22,300,000	67,266,000
May	64,119,000	22,992,000	108,393,000
June	6,529,000	19,393,000	95,529,000
July	18,050,000	18,710,000	94,869,000
August	32,111,000	21,480,000	105,500,000
September	2,679,000	14,347,000	93,832,000
October	9,869,000	17,734,000	85,967,000
November	22,516,000	15,218,000	93,265,000
December	2,090,000	18,454,000	76,901,000
Totals	214,295,000	260,394,000	76,901,000

2011

January	9,202,000	27,024,000	59,079,000
February	17,990,000	21,179,000	55,890,000
March	4,193,000	21,185,000	38,898,000
April	25,704,431	15,160,000	49,442,431
May	81,990,723	18,393,000	113,040,154
June	1,693,777	15,514,000	99,219,931
July	16,938,000	14,968,000	101,189,931
August	31,091,000	17,184,000	115,096,931
September	1,470,000	11,477,000	105,089,931
October	10,502,000	14,187,000	101,404,931
November	20,179,000	12,174,000	109,409,931
December	1,232,000	14,763,000	95,878,931
Totals - 2011	222,185,931	203,208,000	95,878,931

Executive Division
112 California Avenue
Charleston, WV 25305

An agency of the Department of Commerce

An equal opportunity employer/program and auxiliary aids are available upon request to individuals with disabilities.

www.workforcewv.org



Financial Statements

March 2011

West Virginia Legislative Interims
May 2011

West Virginia Public Employees Insurance Agency
 For the Nine Months Ending March 31, 2011
 (Dollars in Thousands)

(\$ 0 0 ' s)		BUDGET VARIANCE		PRIOR YR VARIANCE	
ACTUAL	BUDGET	\$	%	\$	%
OPERATING REVENUE					
PREMIUM REVENUE					
Health Insurance - State Gov. - Employers	\$266,665	\$269,960	1%	(\$966)	(0%)
Health Insurance - State Gov. - Employees	67,779	67,112	2%	2,313	3%
Health Insurance - Local Gov. - All	54,315	63,249	11%	(2,689)	(4%)
Life Insurance	4,413	4,218	(9%)	(213)	(5%)
Other Premium Revenue	1,228	1,248	(4%)	(65)	(5%)
404,167	394,400	9,767	2%	(1,620)	(0%)
PREMIUM REVENUE DEDUCTIONS					
Payments to Managed Care Org.	(27,543)	(41,379)	(5%)	13,836	(33%)
Life Insurance Expense	(4,005)	(4,217)	(9%)	212	(5%)
372,619	361,074	11,545	3%	12,428	3%
Administrative Fees, Net of Refunds	3,548	3,500	1%	48	1%
376,167	364,583	11,584	3%	12,476	3%
OPERATING EXPENSES					
Claims Expense - Medical	252,947	267,653	5%	(16,777)	(7%)
Claims Expense - Drugs	86,406	87,566	1%	(9,809)	(13%)
Administrative Service Fees	12,604	12,967	3%	51	0%
Wellness and Disease Management	1,220	1,593	23%	214	15%
Other Operating Expenses	4,794	4,700	(2%)	1,008	17%
357,971	374,479	16,508	4%	(25,313)	(8%)
OPERATING SURPLUS					
18,196	(9,896)	28,092	(284%)	(12,837)	(41%)
NON-OPERATING REVENUES					
Direct Transfer	2,625	2,625	0%	2,625	0%
Interest and Investment Income	11,536	10,253	13%	(4,855)	(30%)
14,161	12,878	1,283	10%	(2,230)	(14%)
CHANGE IN NET ASSETS					
Total Net Assets, Beginning of Period	\$32,357	\$2,982	985%	(\$15,067)	(32%)
173,604	173,604	64,372	0%	64,372	59%
\$205,961	\$176,586	\$29,375	17%	\$49,305	31%

STATE OF WV - RETIREE HEALTH BENEFIT TRUST FUND
STATEMENT OF CHANGES IN PLAN NET ASSETS
For the Nine Months Ending March 31, 2011

	(\$ 000's)		PRIOR YR		BUDGET VARIANCE		PRIOR YR VARIANCE	
	ACTUAL	BUDGET	\$	%	\$	%	\$	%
ADDITIONS								
Employer Premiums:								
Health premiums	\$2,343	\$2,343	(185)	(7%)	\$172	7%	\$172	7%
Pay Go Premiums	78,124	90,423	311	0%	12,610	16%	12,610	16%
Annual required contributions	1,462	1,432	308	22%	278	19%	278	19%
Total Employer Premiums	81,929	94,555	434	0%	13,060	16%	13,060	16%
Member Premiums:								
Health premiums	47,067	50,966	(358)	(1%)	3,541	8%	3,541	8%
Pay Go Premiums	15,981	18,459	70	0%	2,548	16%	2,548	16%
Life Insurance Premiums	8,614	10,564	8	0%	1,958	23%	1,958	23%
Total Member Premiums	71,662	79,989	(280)	0%	8,047	11%	8,047	11%
Total Premium Additions	153,591	174,544	154	0%	21,107	14%	21,107	14%
Other Additions:								
Retiree Drug Subsidy	620	405	200	49%	(15)	(2%)	(15)	(2%)
Investment Income	25,523	22,645	16,117	71%	13,239	52%	13,239	52%
TOTAL ADDITIONS	179,734	197,594	16,471	8%	34,331	19%	34,331	19%
DEDUCTIONS								
Payments to Managed Care Org.	80,458	36,743	4,360	12%	48,075	60%	48,075	60%
Life Insurance Expense	8,543	10,596	33	0%	(2,020)	(24%)	(2,020)	(24%)
Medical Claims Expense	46,309	45,837	(22)	0%	450	1%	450	1%
Pharmacy Claims Expense	17,629	71,817	2,683	4%	(51,505)	(292%)	(51,505)	(292%)
Administrative Service Fees (External)	1,602	6,528	(225)	(3%)	(5,151)	(322%)	(5,151)	(322%)
Other Operating Expenses	2,982	2,479	98	4%	601	20%	601	20%
Bad Debt Expense	0	0	1,024	0%	1,024	0%	1,024	0%
TOTAL DEDUCTIONS	157,523	174,000	7,951	5%	(8,526)	(5%)	(8,526)	(5%)
NET FUND INCREASE	22,211	23,594	24,422	104%	25,805	116%	25,805	116%
Net Assets Held in Trust for Post Employment Benefits								
Beginning of period	397,414	422,636	0	0%	25,222	6%	25,222	6%
End of period	\$419,625	\$446,230	\$24,432	5%	\$51,027	12%	\$51,027	12%

West Virginia Board of Risk and Insurance Management
UNAUDITED BALANCE SHEET

DRAFT

	March 31	
	2011	2010
	(in thousands)	
ASSETS		
Short Term Assets		
Cash and Equivalents	\$ 17,902	\$ 26,679
Advance Deposit with Carrier/Trustee	192,349	179,326
Receivables - Net	1,306	983
Prepaid Insurance	1,558	1,564
Total Short Term Assets	213,115	208,552
Long Term Assets		
Investments	138,934	121,374
Total Long Term Assets	138,934	121,374
TOTAL ASSETS	352,049	329,926
LIABILITIES		
Short Term Liabilities		
Accounts payable	1,822	1,323
Claims Payable	145	207
OPEB Liability	181	-
Agents Commissions Payable	978	945
Unearned Revenue	7,053	7,474
Current Estimated Claim Reserve	44,898	42,204
Total Short Term Liabilities	55,077	52,153
Long Term Liabilities		
Compensated Absences	66	58
Estimated Noncurrent Claim Reserve	88,949	103,618
Total Long Term Liabilities	89,015	103,676
TOTAL LIABILITIES	144,092	155,829
Prior Year Net Assets	192,207	150,958
Current Year Earnings	15,750	23,139
TOTAL NET ASSETS	207,957	174,097
TOTAL LIABILITIES AND RETAINED EARNINGS	\$ 352,049	\$ 329,926

DRAFT - Unaudited - Management Purposes Only

West Virginia Board of Risk and Insurance Management
UNAUDITED INCOME STATEMENT
For the nine months ending

DRAFT

	March 31	
	2011	2010
	(in thousands)	
Operating Revenues		
Premium Revenues	\$ 39,731	\$ 43,814
Less - Excess Insurance	(4,555)	(4,692)
Total Operating Revenues	35,176	39,122
Operating Expenses		
Claims Expense	26,414	27,656
Property & MS Claims Expense	3,511	5,557
Personal Services	1,025	951
General & Administrative Expense	1,987	1,958
Total Operating Expenses	32,937	36,122
Operating Income	2,239	3,000
Nonoperating Revenues		
Fees and Assessments	25	26
Investment Income	13,486	20,113
Total Nonoperating Revenues	13,511	20,139
Net Income	15,750	23,139

DRAFT - Unaudited - Management Purposes Only

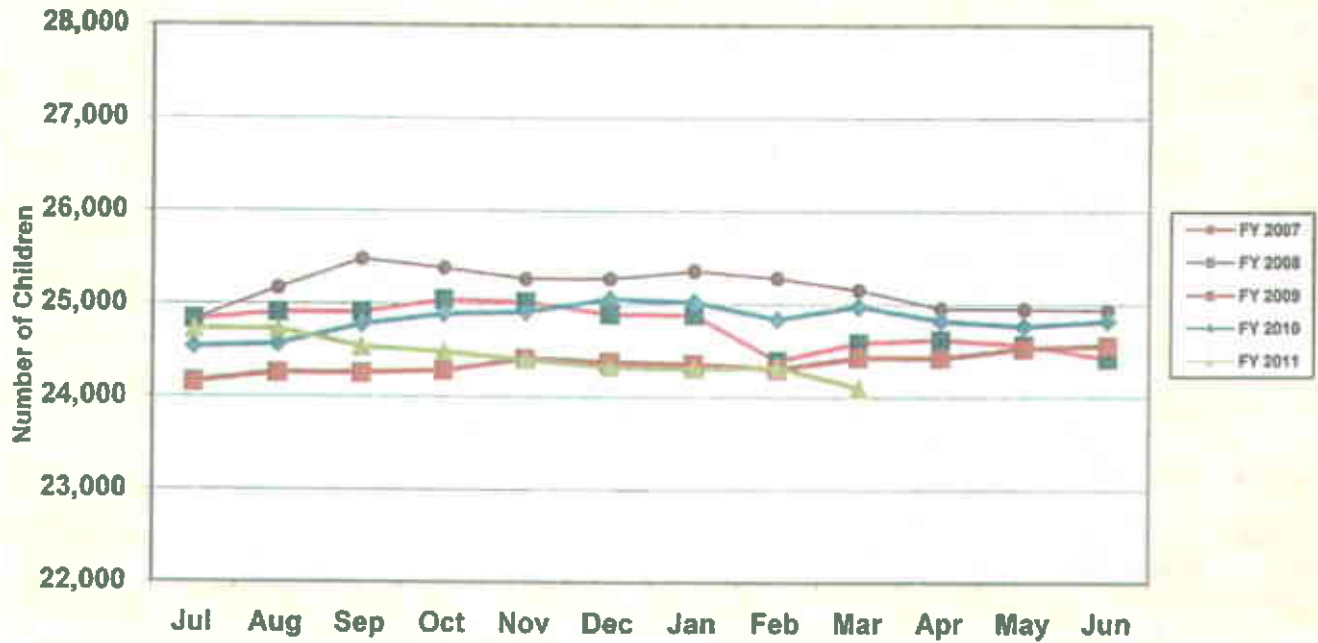


West Virginia Children's Health Insurance Program
2 Hale Street
Suite 101
Charleston, WV 25301
304-558-2732 voice / 304-558-2741 fax
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www.chip.wv.gov

**Joint Committee on
Government and Finance
Report**

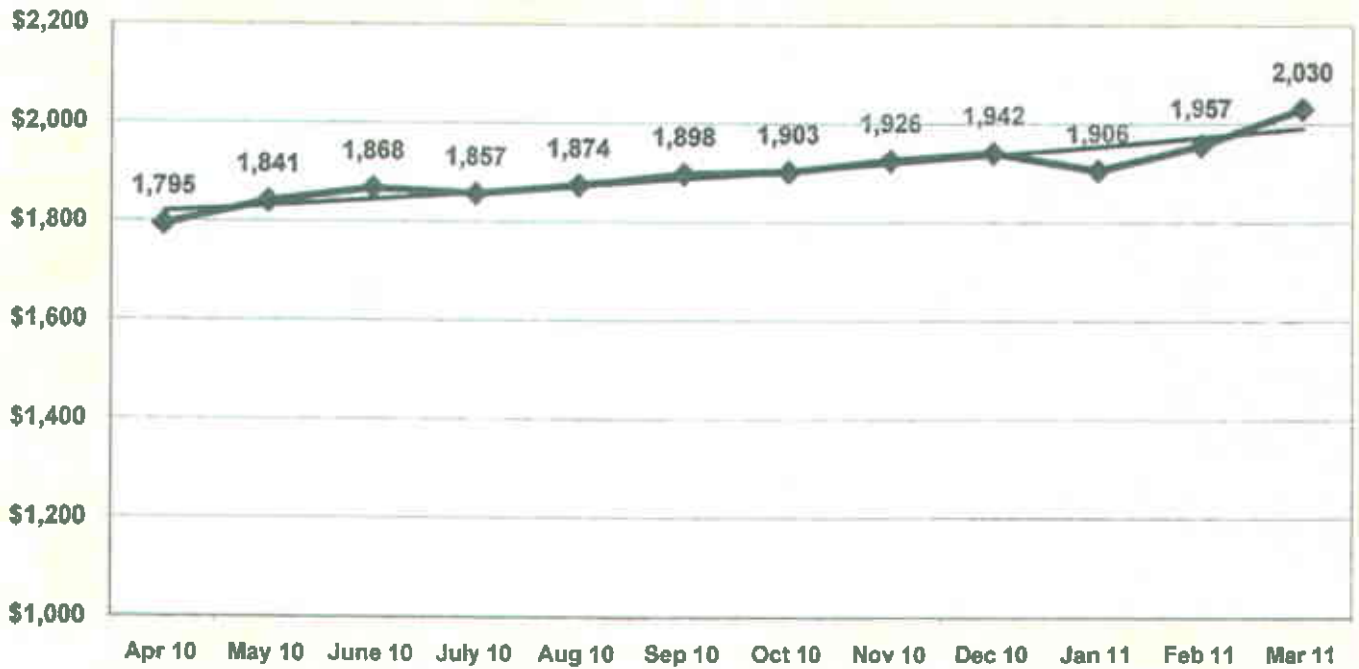
May 2011

WV CHIP Enrollment



March 31st Enrollment 24,100

Annualized Health Care Expenditures (Cost per Child)



**West Virginia Children's Health Insurance Program
Comparative Balance Sheet
March 2011 and 2010
(Accrual Basis)**

	March 31, 2011	March 31, 2010	Variance	
Assets:				
Cash & Cash Equivalents	\$12,048,636	\$11,945,024	\$103,612	1%
Due From Federal Government	\$4,919,439	\$3,153,577	\$1,765,862	56%
Due From Other Funds	\$873,178	\$744,158	\$129,020	17%
Accrued Interest Receivable	\$11,968	\$14,803	(\$2,835)	-19%
Fixed Assets, at Historical Cost	<u>\$64,726</u>	<u>\$69,738</u>	<u>(\$5,012)</u>	<u>-7%</u>
Total Assets	<u>\$17,917,946</u>	<u>\$15,927,300</u>	<u>\$1,990,646</u>	<u>12%</u>
Liabilities:				
Due to Other Funds	\$301,920	\$355,529	(\$53,609)	-15%
Deferred Revenue	\$3,054,459	\$2,573,295	\$481,164	19%
Unpaid Insurance Claims Liability	<u>\$4,360,000</u>	<u>\$3,740,000</u>	<u>\$620,000</u>	<u>17%</u>
Total Liabilities	<u>\$7,716,379</u>	<u>\$6,668,824</u>	<u>\$1,047,555</u>	<u>16%</u>
Fund Equity	<u>\$10,201,567</u>	<u>\$9,258,476</u>	<u>\$943,091</u>	<u>10%</u>
Total Liabilities and Fund Equity	<u>\$17,917,946</u>	<u>\$15,927,300</u>	<u>\$1,990,646</u>	<u>12%</u>

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

West Virginia Children's Health Insurance Program
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
For the Nine Months Ending March 31, 2011 and March 31, 2010
(Modified Accrual Basis)

	March 31, 2011	March 31, 2010	Variance	
Revenues				
Federal Grants	32,177,530	28,866,617	3,310,913	11%
State Appropriations	6,985,171	7,351,715	(366,544)	-5%
Premium Revenues	348,272	249,625	98,647	40%
Investment Income:				
Investment Earnings	211,995	75,234	136,761	182%
Unrealized Gain On Investments*	167,812	48,043	119,769	100%
Total Investment Income	<u>379,807</u>	<u>123,277</u>	<u>256,530</u>	<u>208%</u>
Total Revenues	<u>39,890,780</u>	<u>36,591,234</u>	<u>3,299,546</u>	<u>9%</u>
Expenditures:				
Claims:				
Outpatient Services	9,762,784	8,987,284	775,500	9%
Physicians & Surgical	8,006,984	7,184,298	822,686	11%
Prescribed Drugs	7,355,355	6,535,956	819,399	13%
Dental	4,896,665	3,882,384	1,014,281	26%
Inpatient Hospital Services	3,085,293	2,541,270	544,023	21%
Outpatient Mental Health	1,098,973	908,008	190,965	21%
Durable & Disposable Med. Equip.	921,606	924,027	(2,421)	0%
Inpatient Mental Health	652,358	624,785	27,573	4%
Vision	657,124	533,979	123,145	23%
Therapy	435,062	349,530	85,532	24%
Medical Transportation	309,333	233,030	76,303	33%
Other Services	99,981	56,387	43,594	77%
Less: Collections**	(830,044)	(380,083)	(249,961)	66%
Total Claims	<u>36,651,474</u>	<u>32,380,855</u>	<u>4,270,619</u>	<u>13%</u>
General and Admin Expenses:				
Salaries and Benefits	369,003	372,208	(3,205)	-1%
Program Administration	2,012,165	2,223,467	(211,302)	-10%
Eligibility	290,469	301,478	(11,009)	-4%
Outreach & Health Promotion	363,969	214,968	149,003	69%
Current	111,639	93,812	17,827	19%
Total Administrative	<u>3,147,245</u>	<u>3,205,931</u>	<u>(58,686)</u>	<u>-2%</u>
Total Expenditures	<u>39,798,719</u>	<u>35,586,786</u>	<u>4,211,933</u>	<u>12%</u>
Excess of Revenues				
Over (Under) Expenditures	92,061	1,004,448	(912,387)	-91%
Fund Equity, Beginning	<u>10,109,506</u>	<u>8,254,028</u>	<u>1,855,478</u>	<u>22%</u>
Fund Equity, Ending	<u>10,201,567</u>	<u>9,258,476</u>	<u>943,091</u>	<u>10%</u>

* Short Term Bond Fund Investment began in November 2009

** Collections are primarily drug rebates and subrogation

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

West Virginia Children's Health Insurance Program
Budget to Actual Statement
State Fiscal Year 2011
For the Nine Months Ended March 31, 2011

	<u>Budgeted for Year</u>	<u>Year to Date Budgeted Amt</u>	<u>Year to Date Actual Amt</u>	<u>Year to Date Variance*</u>		<u>Monthly Budgeted Amt</u>	<u>Mar-11</u>	<u>Actual Amt Feb-11</u>	<u>Actual Amt Jan-11</u>
Projected Cost	\$48,263,300	\$36,197,475	\$36,561,072	(\$363,597)	-1%	\$4,021,942	\$5,796,540	\$4,914,881	\$3,470,965
Premiums	350,000	\$262,500	348,272	(\$85,772)	33%	\$29,167	48,273	40,770	43,491
Subrogation & Rebates	<u>543,140</u>	<u>\$407,355</u>	<u>632,610</u>	<u>(225,255)</u>	<u>55%</u>	<u>45,262</u>	<u>235,877</u>	<u>33,195</u>	<u>43,654</u>
Net Benefit Cost	47,370,160	35,527,820	\$35,580,191	(\$52,571)	0%	\$3,947,513	5,512,390	4,840,916	3,383,820
Salaries & Benefits	\$580,500	\$435,375	\$369,003	\$66,372	15%	\$47,675	\$38,355	\$34,944	\$40,275
Program Administration	3,346,959	\$2,510,219	2,079,759	430,460	17%	252,913	302,152	186,156	210,759
Eligibility	420,000	\$315,000	315,459	(459)	0%	35,000	155,825	43	11,528
Outreach	300,000	\$225,000	324,802	(99,802)	-44%	25,000	21,901	2,775	5,906
Current Expense	<u>160,000</u>	<u>\$120,000</u>	<u>111,833</u>	<u>8,167</u>	<u>7%</u>	<u>13,333</u>	<u>22,426</u>	<u>7,131</u>	<u>13,405</u>
Total Admin Cost	\$4,807,459	\$3,605,594	\$3,200,856	\$404,738	11%	\$373,922	\$540,659	\$231,049	\$281,874
Total Program Cost	<u>\$52,177,619</u>	<u>\$39,133,214</u>	<u>\$38,781,047</u>	<u>\$352,168</u>	<u>1%</u>	<u>\$4,321,435</u>	<u>\$6,053,049</u>	<u>\$5,071,965</u>	<u>\$3,665,694</u>
Federal Share 81.27%	42,216,962	\$31,662,721	\$31,581,233	81,489	0%	3,536,230	4,919,313	4,121,988	2,979,109
State Share 18.73%	<u>9,960,657</u>	<u>\$7,470,493</u>	<u>\$7,199,814</u>	<u>270,679</u>	<u>4%</u>	<u>785,205</u>	<u>1,133,736</u>	<u>949,979</u>	<u>686,584</u>
Total Program Cost **	<u>\$52,177,619</u>	<u>\$39,133,214</u>	<u>\$38,781,047</u>	<u>\$352,168</u>	<u>1%</u>	<u>\$4,321,435</u>	<u>\$6,053,049</u>	<u>\$5,071,965</u>	<u>\$3,665,694</u>

* Positive percentages indicate favorable variances
 ** Budgeted Year Based on CCRC Actuary 8/30/2010 Report.

Unaudited - Cash Basis For Management Purposes Only - Unaudited

Memo for Calculations Above:

Notes:

- Total budgeted for Year Program costs are CCRC Actuary's Base Line Scenerio dated 6/30/10 Final worksheet Net Paid Program Costs.
- Federal Share for FFY 2010 is 81.83%. Federal Share for FFY 2011 (10/1/10 - 9/30/11) is set at 81.27%.

WVCHIP Enrollment Report

ATTACHMENT 1

April 2011

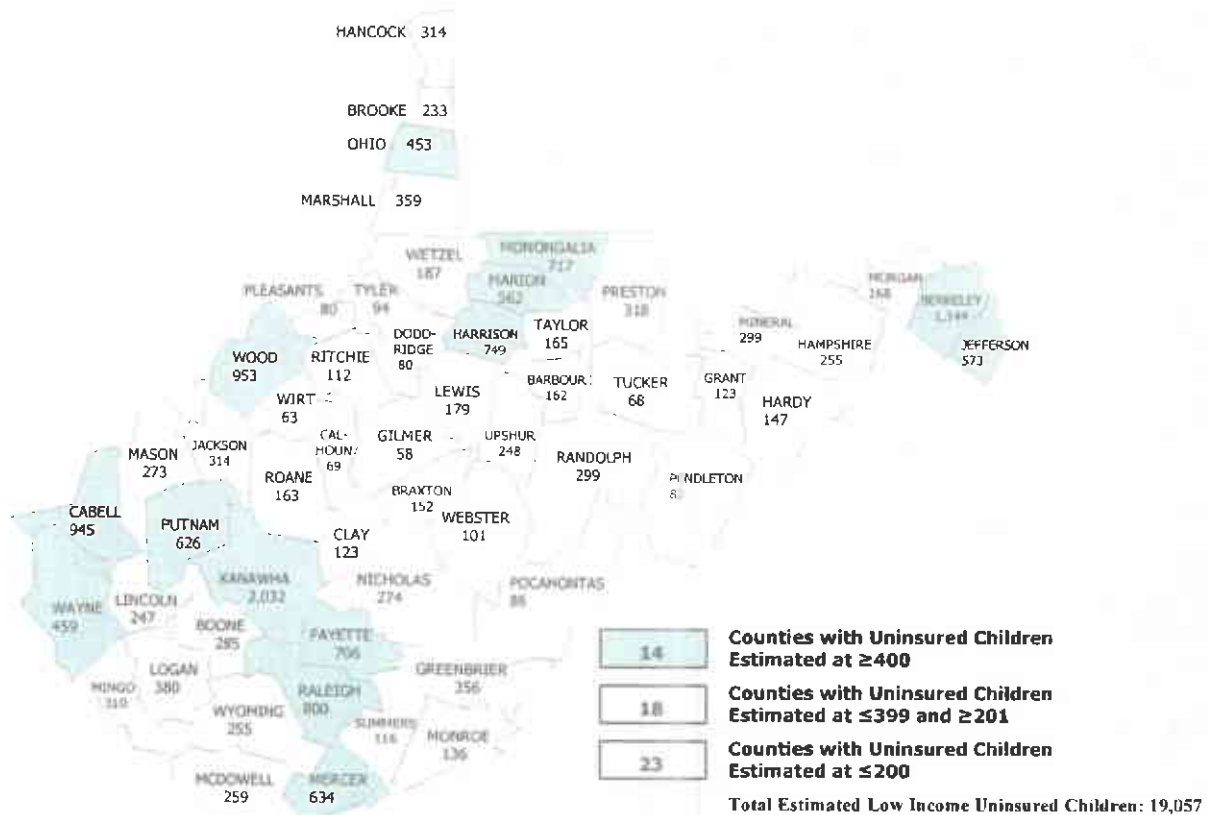
County	County Pop 2005 Est. (0-18 Yrs)	Total CHIP Enrollment Apr-11	Total Medicaid Enrollment Apr-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009	2009
						Est Uninsured 5%	# Children Uninsured Ranking*
Barbour	3,248	256	1,602	1,858	57.2%	162	38
Berkeley	22,882	1,275	7,850	9,125	39.9%	1,144	2
Boone	5,706	331	2,605	2,936	51.5%	285	24
Braxton	3,044	211	1,586	1,797	59.0%	152	39
Brooke	4,658	288	1,545	1,833	39.4%	233	32
Cabell	18,900	1,051	8,512	9,563	50.6%	945	4
Calhoun	1,389	125	846	971	69.9%	69	52
Clay	2,454	177	1,430	1,607	65.5%	123	43
Doddridge	1,607	137	714	851	52.9%	80	50
Fayette	9,692	803	4,661	5,464	56.4%	485	12
Gilmer	1,154	80	605	685	59.4%	58	55
Grant	2,463	177	996	1,173	47.6%	123	42
Greenbrier	7,110	545	2,932	3,477	48.9%	356	17
Hampshire	5,110	316	2,201	2,517	49.3%	255	28
Hancock	6,270	363	2,480	2,843	45.3%	314	20
Hardy	2,950	166	1,299	1,465	49.7%	147	40
Harrison	14,973	907	5,875	6,782	45.3%	749	6
Jackson	6,277	431	2,887	3,318	52.9%	314	19
Jefferson	11,465	445	3,043	3,488	30.4%	573	10
Kanawha	40,647	2,296	17,069	19,365	47.6%	2,032	1
Lewis	3,577	276	1,828	2,104	58.8%	179	34
Lincoln	4,945	368	2,770	3,138	63.5%	247	31
Logan	7,610	531	3,911	4,442	58.4%	380	15
Marion	11,245	688	4,507	5,195	46.2%	562	11
Marshall	7,176	325	2,848	3,173	44.2%	359	16
Mason	5,461	261	2,783	3,044	55.7%	273	26
McDowell	5,170	314	3,244	3,558	68.8%	259	27
Mercer	12,687	1,143	6,917	8,060	63.5%	634	8
Mineral	5,973	306	2,032	2,338	39.1%	299	22
Mingo	6,204	341	3,186	3,527	56.9%	310	21
Monongalia	14,346	762	4,318	5,080	35.4%	717	7
Monroe	2,728	237	1,041	1,278	46.8%	136	41
Morgan	3,365	268	1,308	1,576	46.8%	168	35
Nicholas	5,478	393	2,700	3,093	56.5%	274	25
Ohio	9,068	454	3,128	3,582	39.5%	453	14
Pendleton	1,632	118	528	646	39.6%	82	49
Pleasants	1,593	105	565	670	42.1%	80	51
Pocahontas	1,717	160	687	847	49.3%	86	48
Preston	6,354	518	2,397	2,915	45.9%	318	18
Putnam	12,522	706	3,552	4,258	34.0%	626	9
Raleigh	15,992	1,229	7,459	8,688	54.3%	800	5
Randolph	5,971	433	2,616	3,049	51.1%	299	23
Ritchie	2,234	148	900	1,048	46.9%	112	45
Roane	3,266	303	1,699	2,002	61.3%	163	37
Summers	2,322	216	1,194	1,410	60.7%	116	44
Taylor	3,307	224	1,368	1,592	48.1%	165	36
Tucker	1,354	120	524	644	47.6%	68	53
Tyler	1,887	150	741	891	47.2%	94	47

WVCHIP Enrollment Report

ATTACHMENT 1

April 2011

County	County Pop. 2005 Est. (0-18 Yrs)	Total CHIP Enrollment Apr-11	Total Medicaid Enrollment Apr-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009 Est Uninsured 5%	2009 # Children Uninsured Ranking*
Upshur	4,956	395	2,361	2,756	55.6%	248	30
Wayne	9,176	548	4,208	4,756	51.8%	459	13
Webster	2,020	157	1,234	1,391	68.9%	101	46
Wetzel	3,732	218	1,638	1,856	49.7%	187	33
Wirt	1,268	104	593	697	55.0%	63	54
Wood	19,063	1,164	8,635	9,799	51.4%	953	3
Wyoming	5,092	412	2,568	2,980	58.5%	255	29
Totals	382,490	24,475	162,726	187,201	48.9%	19,125	



Note 1: The most recent estimate for all uninsured children statewide from the US Census Current Population Survey is 4.6%. It should be noted that even this five percent extrapolation to the county level could vary significantly from county to county depending on the availability of employee sponsored insurance. However, it remains our best gross estimate of the remaining uninsured children.

Note 2: It has been estimated that 7 of 10 uninsured children qualify or may have qualified for CHIP or Medicaid in the past, WVCHIP uses the 5% uninsured estimate as a target number for outreach.

Legislative Oversight Commission on
Health and Human Resources Accountability

MAY 2011

Department of Administration

State Children's Health Insurance Program
UPDATE



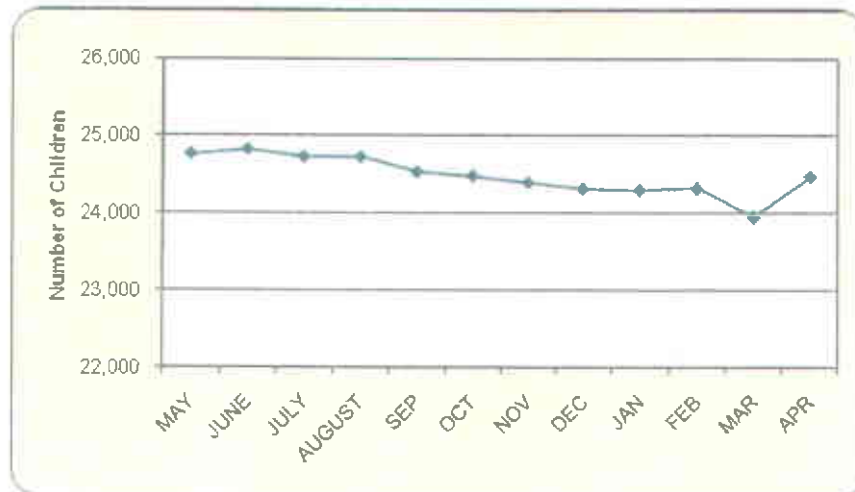
WV CHILDREN'S HEALTH INSURANCE AGENCY

REPORT FOR MAY 2011

I. Enrollment on April 2011: 24,475

See Attachment 1 for enrollment by county.

Current 12-Month Enrollment Period: May 2010 through April 2011



Enrollee Totals: February 2011 to April 2011

Month	Total	1 Year Average	Total
February	1,738	Average	1,765
March	1,890	High	2,021
April	1,659	Low	1,508

New Enrollee (Never Before on CHIP) Totals: February 2011 to April 2011

Month	Total	1 Year Average	Total
February	629	Average	675
March	649	High	770
April	604	Low	580

II. Re-enrollment for 3 Month Period: January 2011 to March 2011

Total Forms Mailed		Enrolled within Notice Period		Reopened Cases After Closure		Final Closures	
Month	Total	#	%	#	%	#	%
January	1,619	908	56%	158	10%	490	30%
February	1,942	1,179	61%	168	9%	556	29%
March	1,760	1,057	60%	164	9%	504	29%

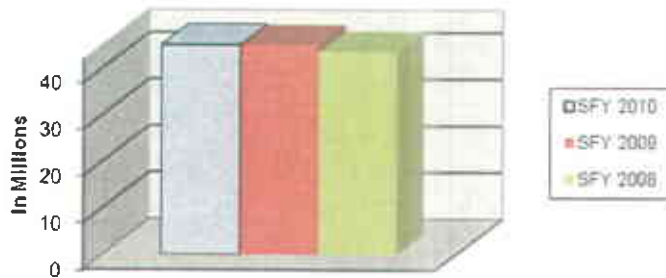
III. Financial Activity

Please see this month's financial statement at Attachment 2.

The average annualized claims cost per child for the month ended March 2011 was \$1,946.

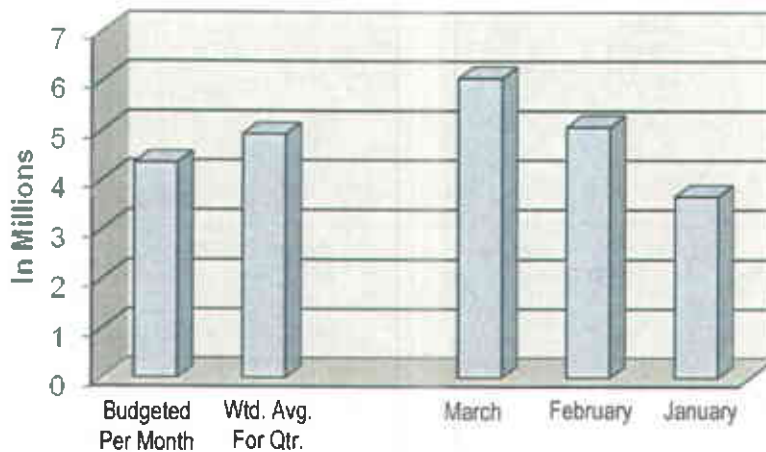
Annual Expenditures for a 3 Year Period: SFY 2008 – SFY 2010

	SFY 2010	FFP% 2010	SFY 2009	FFP% 2009	SFY 2008	FFP% 2008
Federal	38,675,336	81.83	37,550,029	81.61	35,626,232	81.98
State	8,618,874	18.17	8,417,193	18.39	7,947,861	18.02
Total Costs	47,294,210	100.00	45,967,222	100.00	43,574,093	100.00



Monthly Budgeted and Current 3 Month Period: January 2011 – March 2011

	Budgeted Per Month	Wtd. Avg. For Qtr.	Actual		
			March 2011	February 2011	January 2011
Federal	3,518,080	4,034,412	4,953,210	4,150,389	2,999,637
State	830,055	895,824	1,099,839	921,576	666,057
Total	4,348,135	4,930,236	6,053,049	5,071,965	3,665,694



IV. Other Highlights

- ◆ The Children's Health Insurance Board approved expansion of WVCHIP to 300% FPL at its February 24, 2011, meeting. A State Plan Amendment was submitted to the Centers for Medicare and Medicaid Services (CMS) on March 31, 2011, to request approval of expansion to 300% FPL as well as to make certain changes to services necessary for CHIPRA compliance.
- ◆ WVCHIP will be a sponsor for the 2011 West Virginia DanceDanceRevolution Tournament.

WVCHIP Enrollment Report

ATTACHMENT 1

April 2011

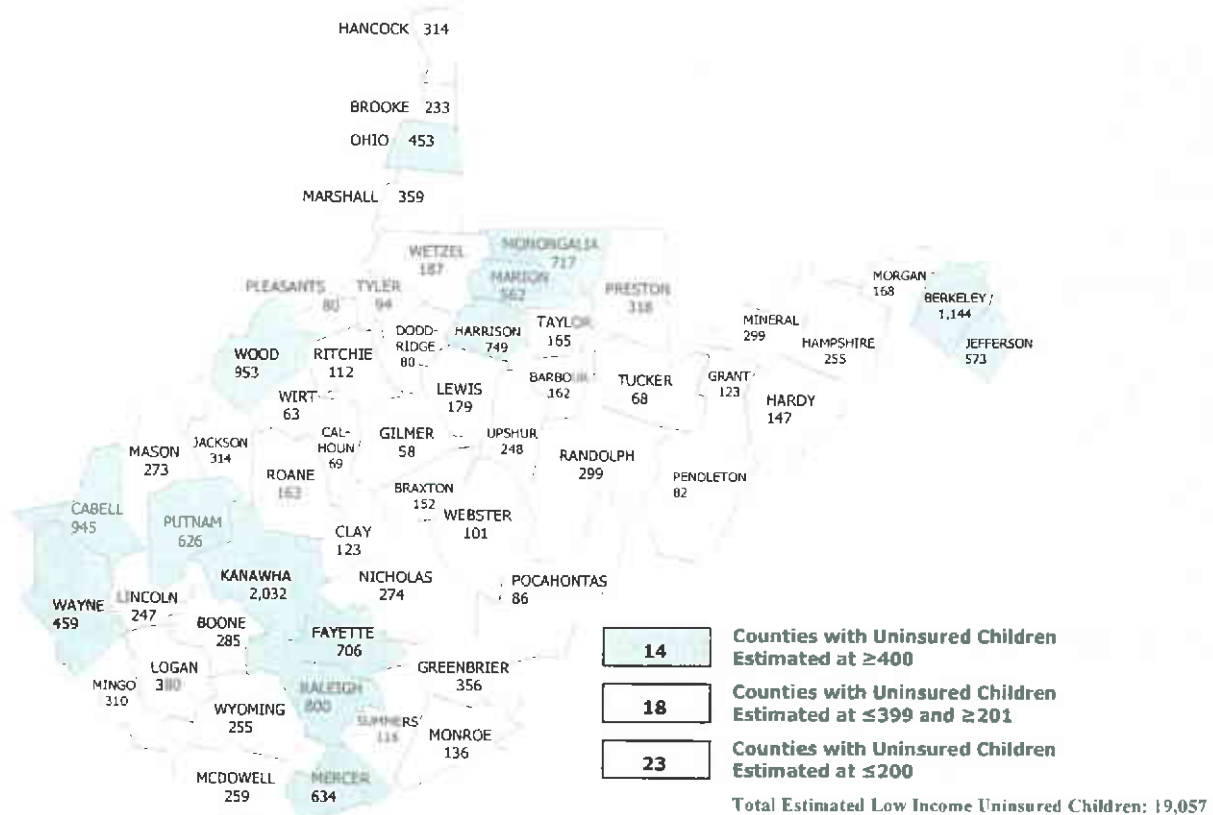
County	County Pop 2005 Est (0-18 Yrs)	Total CHIP Enrollment Apr-11	Total Medicaid Enrollment Apr-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009	2009
						Est Uninsured 5%	# Children Uninsured Ranking*
Barbour	3,248	256	1,602	1,858	57.2%	162	38
Berkeley	22,882	1,275	7,850	9,125	39.9%	1,144	2
Boone	5,706	331	2,605	2,936	51.5%	285	24
Braxton	3,044	211	1,586	1,797	59.0%	152	39
Brooke	4,658	288	1,545	1,833	39.4%	233	32
Cabell	18,900	1,051	8,512	9,563	50.6%	945	4
Calhoun	1,389	125	846	971	69.9%	69	52
Clay	2,454	177	1,430	1,607	65.5%	123	43
Doddridge	1,607	137	714	851	52.9%	80	50
Fayette	9,692	803	4,661	5,464	56.4%	485	12
Gilmer	1,154	80	605	685	59.4%	58	55
Grant	2,463	177	996	1,173	47.6%	123	42
Greenbrier	7,110	545	2,932	3,477	48.9%	356	17
Hampshire	5,110	316	2,201	2,517	49.3%	255	28
Hancock	6,270	363	2,480	2,843	45.3%	314	20
Hardy	2,950	166	1,299	1,465	49.7%	147	40
Harrison	14,973	907	5,875	6,782	45.3%	749	6
Jackson	6,277	431	2,887	3,318	52.9%	314	19
Jefferson	11,465	445	3,043	3,488	30.4%	573	10
Kanawha	40,647	2,296	17,069	19,365	47.6%	2,032	1
Lewis	3,577	276	1,828	2,104	58.8%	179	34
Lincoln	4,945	368	2,770	3,138	63.5%	247	31
Logan	7,610	531	3,911	4,442	58.4%	380	15
Marion	11,245	688	4,507	5,195	46.2%	562	11
Marshall	7,176	325	2,848	3,173	44.2%	359	16
Mason	5,461	261	2,783	3,044	55.7%	273	26
McDowell	5,170	314	3,244	3,558	68.8%	259	27
Mercer	12,687	1,143	6,917	8,060	63.5%	634	8
Mineral	5,973	306	2,032	2,338	39.1%	299	22
Mingo	6,204	341	3,186	3,527	56.9%	310	21
Monongalia	14,346	762	4,318	5,080	35.4%	717	7
Monroe	2,728	237	1,041	1,278	46.8%	136	41
Morgan	3,365	268	1,308	1,576	46.8%	168	35
Nicholas	5,478	393	2,700	3,093	56.5%	274	25
Ohio	9,068	454	3,128	3,582	39.5%	453	14
Pendleton	1,632	118	528	646	39.6%	82	49
Pleasants	1,593	105	565	670	42.1%	80	51
Pocahontas	1,717	160	687	847	49.3%	86	48
Preston	6,354	518	2,397	2,915	45.9%	318	18
Putnam	12,522	706	3,552	4,258	34.0%	626	9
Raleigh	15,992	1,229	7,459	8,688	54.3%	800	5
Randolph	5,971	433	2,616	3,049	51.1%	299	23
Ritchie	2,234	148	900	1,048	46.9%	112	45
Roane	3,266	303	1,699	2,002	61.3%	163	37
Summers	2,322	216	1,194	1,410	60.7%	116	44
Taylor	3,307	224	1,368	1,592	48.1%	165	36
Tucker	1,354	120	524	644	47.6%	68	53
Tyler	1,887	150	741	891	47.2%	94	47

WVCHIP Enrollment Report

ATTACHMENT 1

April 2011

County	County Pop 2005 Est. (0-18 Yrs)	Total CHIP Enrollment Apr-11	Total Medicaid Enrollment Apr-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009 Est. Uninsured 5%	2009 # Children Uninsured Ranking*
Upshur	4,956	395	2,361	2,756	55.6%	248	30
Wayne	9,176	548	4,208	4,756	51.8%	459	13
Webster	2,020	157	1,234	1,391	68.9%	101	46
Wetzel	3,732	218	1,638	1,856	49.7%	187	33
Wirt	1,268	104	593	697	55.0%	63	54
Wood	19,063	1,164	8,635	9,799	51.4%	953	3
Wyoming	5,092	412	2,568	2,980	58.5%	255	29
Totals	382,490	24,475	162,726	187,201	48.9%	19,125	



Note 1: The most recent estimate for all uninsured children statewide from the US Census Current Population Survey is 4.6%. It should be noted that even this five percent extrapolation to the county level could vary significantly from county to county depending on the availability of employee sponsored insurance. However, it remains our best gross estimate of the remaining uninsured children.

Note 2: It has been estimated that 7 of 10 uninsured children qualify or may have qualified for CHIP or Medicaid in the past, WVCHIP uses the 5% uninsured estimate as a target number for outreach.

West Virginia Children's Health Insurance Program
Comparative Balance Sheet
March 2011 and 2010
(Accrual Basis)

	March 31, 2011	March 31, 2010	Variance	
Assets:				
Cash & Cash Equivalents	\$12,048,636	\$11,945,024	\$103,612	1%
Due From Federal Government	\$4,919,439	\$3,153,577	\$1,765,862	56%
Due From Other Funds	\$873,178	\$744,158	\$129,020	17%
Accrued Interest Receivable	\$11,968	\$14,803	(\$2,835)	-19%
Fixed Assets, at Historical Cost	<u>\$64,726</u>	<u>\$69,738</u>	<u>(\$5,012)</u>	<u>-7%</u>
Total Assets	<u>\$17,917,946</u>	<u>\$15,927,300</u>	<u>\$1,990,646</u>	<u>12%</u>
Liabilities:				
Due to Other Funds	\$301,920	\$355,529	(\$53,609)	-15%
Deferred Revenue	\$3,054,459	\$2,573,295	\$481,164	19%
Unpaid Insurance Claims Liability	<u>\$4,360,000</u>	<u>\$3,740,000</u>	<u>\$620,000</u>	<u>17%</u>
Total Liabilities	<u>\$7,716,379</u>	<u>\$6,668,824</u>	<u>\$1,047,555</u>	<u>16%</u>
Fund Equity	<u>\$10,201,567</u>	<u>\$9,258,476</u>	<u>\$943,091</u>	<u>10%</u>
Total Liabilities and Fund Equity	<u>\$17,917,946</u>	<u>\$15,927,300</u>	<u>\$1,990,646</u>	<u>12%</u>

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

West Virginia Children's Health Insurance Program
Comparative Statement of Revenues, Expenditures and Changes in Fund Balances
For the Nine Months Ending March 31, 2011 and March 31, 2010
(Modified Accrual Basis)

	March 31, 2011	March 31, 2010	Variance	
Revenues				
Federal Grants	32,177,530	28,886,617	3,310,913	11%
State Appropriations	6,985,171	7,351,715	(366,544)	-5%
Premium Revenues	348,272	249,625	98,647	40%
Investment Income:				
Investment Earnings	211,995	75,234	136,761	182%
Unrealized Gain On Investments*	167,812	48,043	119,769	100%
Total Investment Income	<u>379,807</u>	<u>123,277</u>	<u>256,530</u>	<u>208%</u>
Total Revenues	<u>39,890,780</u>	<u>36,591,234</u>	<u>3,299,546</u>	<u>9%</u>
Expenditures:				
Claims:				
Outpatient Services	9,762,784	8,987,284	775,500	9%
Physicians & Surgical	8,006,984	7,184,298	822,686	11%
Prescribed Drugs	7,355,355	6,535,956	819,399	13%
Dental	4,896,665	3,882,384	1,014,281	26%
Inpatient Hospital Services	3,085,293	2,541,270	544,023	21%
Outpatient Mental Health	1,098,973	908,008	190,965	21%
Durable & Disposable Med. Equip.	921,606	924,027	(2,421)	0%
Inpatient Mental Health	652,358	624,785	27,573	4%
Vision	657,124	533,979	123,145	23%
Therapy	435,062	349,530	85,532	24%
Medical Transportation	309,333	233,030	76,303	33%
Other Services	99,981	56,387	43,594	77%
Less: Collections**	<u>(630,044)</u>	<u>(380,083)</u>	<u>(249,961)</u>	<u>66%</u>
Total Claims	<u>36,651,474</u>	<u>32,380,855</u>	<u>4,270,619</u>	<u>13%</u>
General and Admin Expenses:				
Salaries and Benefits	369,003	372,208	(3,205)	-1%
Program Administration	2,012,165	2,223,467	(211,302)	-10%
Eligibility	290,469	301,478	(11,009)	-4%
Outreach & Health Promotion	363,969	214,966	149,003	69%
Current	<u>111,639</u>	<u>93,612</u>	<u>17,827</u>	<u>19%</u>
Total Administrative	<u>3,147,245</u>	<u>3,205,931</u>	<u>(58,686)</u>	<u>-2%</u>
Total Expenditures	<u>39,798,719</u>	<u>35,586,786</u>	<u>4,211,933</u>	<u>12%</u>
Excess of Revenues				
Over (Under) Expenditures	92,061	1,004,448	(912,387)	-91%
Fund Equity, Beginning	<u>10,109,506</u>	<u>8,254,028</u>	<u>1,855,478</u>	<u>22%</u>
Fund Equity, Ending	<u>10,201,567</u>	<u>9,258,476</u>	<u>943,091</u>	<u>10%</u>

* Short Term Bond Fund Investment began in November 2009

** Collections are primarily drug rebates and subrogation

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

Investment Account

Funds Invested	\$11,802,275
Interest Earned	<u>211,995</u>
Total	<u>\$12,014,270</u>

Department of Administration Real Estate Division Leasing Report
For the period of January 1, 2011 through April 30, 2011

NEW CONTRACT OF LEASE

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-208 New Contract of Lease for 3 years consisting of 1,360 square feet of office space at the annual per square foot rate of \$5.85, annual cost \$7,956.00, full service, in the City of Phillipi, Barbour County, West Virginia.

LOTTERY COMMISSION

LOT-006 New Contract of Lease for 10 years consisting of 3,835 square feet of office space at the annual per square foot rate of \$13.50, annual cost \$51,772.56, full service excluding janitorial, in the City of Beckley, Raleigh County, West Virginia.

SOUTHERN WEST VIRGINIA COMMUNITY AND TECHNICAL COLLEGE

SWV-015 New Contract of Lease for 1 year consisting of 4,400 square feet of storage space at the annual per square foot rate of \$9.55, annual cost \$42,000.00, water/sewer, in the City of Logan, Logan County, West Virginia.

DIVISION OF REHABILITATION SERVICES

DRS-103 New Contract of Lease for 5 years consisting of 4,619 square feet of office space at the annual per square foot rate of \$15.00, annual cost \$69,285.00, water/sewer, in the City of Morgantown, Monongalia County, West Virginia.

DRS-104 New Contract of Lease for 5 years consisting of 10,233 square feet of storage space at the annual per square foot rate of \$17.00, annual cost \$173,961.00, full service excluding electric, in the City of Charleston, Kanawha County, West Virginia.

DRS-105 New Contract of Lease for 5 years consisting of 6,775 square feet of office space at the annual per square foot rate of \$15.00, annual cost \$101,625.00, full service excluding electric, in the City of Charleston, Kanawha County, West Virginia.

DRS-106 New Contract of Lease for 5 years consisting of 1,519 square feet of office space at the annual per square foot rate of \$12.50, annual cost \$18,987.50, full service excluding electric, in the City of Charleston, Kanawha County, West Virginia.

DRS-107 New Contract of Lease for 5 years consisting of 6,359 square feet of office space at the annual per square foot rate of \$15.00, annual cost \$95,385.00, full service excluding electric, in the City of Charleston, Kanawha County, West Virginia.

DRS-108 New Contract of Lease for 5 years consisting of 3,980 square feet of office space at the annual per square foot rate of \$11.00, annual cost \$43,779.96, in the City of Hurricane, Putnam County, West Virginia.

NEW CONTRACT OF LEASE CONTINUED

DEPARTMENT OF ADMINISTRATION – CHILDREN'S HEALTH INSURANCE PROGRAM

CHP-003 New Contract of Lease for 3 years consisting of 4,198 square feet of office space at the annual per square foot rate of \$12.00, annual cost \$50,376.00, full service, in the City of Charleston, Kanawha County, West Virginia.

FAIRMONT STATE UNIVERSITY

FSC-029 New Contract of Lease for 1 year consisting of 300 square feet of storage space at the annual per square foot rate of \$5.60, annual cost \$1,680.00, electric, in the City of Fairmont, Marion County, West Virginia.

GOVERNOR'S EQUAL EMPLOYMENT OPPORTUNITY OFFICE

EEO-002 New Contract of Lease for 3 years consisting of 1,450 square feet of office space at the annual per square foot rate of \$11.16, annual cost \$16,182.00, full service, in the City of Charleston, Kanawha County, West Virginia.

WEST VIRGINIA DEVELOPMENT OFFICE

CID-009 New Contract of Lease for 5 years consisting of 125 square feet of office space at the annual per square foot rate of \$14.00, annual cost \$1,750.00, full service, in the City of Welch, McDowell County, West Virginia.

WEST VIRGINIA DEPARTMENT OF AGRICULTURE

AGR-049 New Contract of Lease for 5 years consisting of 280 square feet of office space at the annual per square foot rate of \$12.00, annual cost \$3,360.00, full service, in the City of Oak Hill, Fayette County, West Virginia.

OFFICE OF ECONOMIC OPPORTUNITY – GOVERNOR'S OFFICE

GCC-008 New Contract of Lease for 5 years consisting of 4,970 square feet of office space at the annual per square foot rate of \$13.00, annual cost \$64,610.04, full service, in the City of Charleston, Kanawha County, West Virginia.

DIVISION OF MOTOR VEHICLES

DMV-016 New Contract of Lease for 5 years consisting of 8,185 square feet of office space at the annual per square foot rate of \$16.52, annual cost \$135,216.24, in the City of Teays Valley, Putnam County, West Virginia.

NEW CONTRACT OF SUBLEASE

WORKFORCE WEST VIRGINIA

WWV-024-SUB New Contract of Sub-Lease for 1 year consisting of 174 square feet of office space at the annual per square foot rate of \$13.79, annual cost \$2,400.00, full service, in the City of New Martinsville, Wetzel County, West Virginia.

STRAIGHT RENEWAL

EDUCATIONAL BROADCASTING AUTHORITY

EBA-008 Renewal for 2 years consisting of tower/monitoring space at the current monthly rate of \$250.00, annual cost \$3,000.00 in the Lincoln District, Marion County, West Virginia.

EBA-009 Renewal for 5 years consisting of tower/monitoring space at the current monthly rate of \$200.00, annual cost \$2400.00 at Kendall Knob, Braxton County, West Virginia.

EBA-002 Renewal for 5 years consisting of tower/monitoring space at the current monthly rate of \$100.00, annual cost \$1,200.00, in the Quinimont District, Fayette County, West Virginia.

EBA-076 Renewal for 2 years consisting of tower/monitoring space at the current monthly rate of \$150.00, annual cost \$1,800.00 in the City of Matewan, Mingo County, West Virginia.

EBA-082 Renewal for 5 years consisting of land for tower/monitoring space at the current annual rate of \$4,200.00, at Bald Knob, Hardy County, West Virginia.

FAIRMONT STATE UNIVERSITY

FSC-028 Renewal for 1 year consisting of 100 square feet of storage space at the current annual per square foot rate of \$6.60, annual cost \$660.00, electric, in the City of Fairmont, Marion County, West Virginia.

FSC-027 Renewal for 1 year consisting of 422 square feet of office space at the current annual per square foot rate of \$10.50, annual cost \$4,440.00, full service, in the City of Buckhannon, Upshur County, West Virginia.

FSC-024 Renewal for 1 year consisting of 1,400 square feet of office space at the current annual per square foot rate of \$4.67, annual cost \$6,537.96, in the City of Fairmont, Marion County, West Virginia.

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-103 Renewal for 2 years consisting of 200 square feet of storage space at the current annual per square foot rate of \$3.60, annual cost \$720.00, in the City of Grafton, Taylor County, West Virginia.

HHR-144 Renewal for 3 years consisting of 3,837 square feet of training space at the current annual per square foot rate of \$6.63, annual cost \$25,439.28, full service, in the City of Clarksburg, Harrison County, West Virginia.

HHR-146 Renewal for 2 years consisting of 2,800 square feet of office space at the current annual per square foot rate of \$8.00, annual cost \$22,404.00, in the City of St. Marys, Pleasant County, West Virginia.

HHR-177 Renewal for 3 years consisting of 14,000 square feet of office space at the current annual per square foot rate of \$11.71, annual cost \$164,000.00, in the City of Clarksburg, Harrison County, West Virginia.

HHR-183 Renewal for 1 year consisting of 750 square feet of storage space at the current annual per square foot rate of \$3.20, annual cost \$2,400.00, in the City of Grantsville, Calhoun County, West Virginia.

STRAIGHT RENEWAL CONTINUED

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-182 Renewal for 3 years consisting of 1,589 square feet of office space at the current annual per square foot rate of \$8.65, annual cost \$13,744.80, full service, in the City of Elizabeth, Wirt County, West Virginia.

HHR-164 Renewal for 1 year consisting of 120 square feet of office space at the current annual per square foot rate of \$16.00, annual cost \$1,920.00, in the City of Parkersburg, Wood County, West Virginia.

HHR-189 Renewal for 1 year consisting of 12,000 square feet of office space at the current annual per square foot rate of \$7.00, annual cost \$84,000.00 in the City of Wayne, Wayne County, West Virginia.

HHR-184 Renewal for 3 years consisting of 9,981 square feet of office space at the current annual per square foot rate of \$11.00, annual cost \$109,791.00, full service, in the City of Buckhannon, Upshur County, West Virginia.

WORKFORCE WEST VIRGINIA

WWV-023 Renewal for 5 years consisting of 6,000 square feet of office space at the current annual per square rate of \$8.82, annual cost \$52,920.00, in the City of Morgantown, Monongalia, West Virginia.

WV MESSAGE THERAPY LICENSURE BOARD

BMT-004 Renewal for 2 years consisting of 553 square feet of office space at the current annual per square foot rate of \$12.00, annual cost \$6,636.00, full service, in the City of Charleston, Kanawha County, West Virginia.

DEPARTMENT OF ENVIRONMENTAL PROTECTION

DEP-175 Renewal for 3 years consisting of 300 square feet of storage space at the current annual per square foot rate of \$4.60, annual cost \$1,380.00 in the City of Summersville, Nicholas County, West Virginia.

DEP-171 Renewal for 1 year consisting of 416 square feet of storage space at the current annual per square foot rate of \$5.19, annual cost \$2,160.00 in the City of Fairmont, Marion County, West Virginia.

DEP-109 Renewal for 1 year consisting of 1,521 square feet of storage space at the current annual per square foot rate of \$1.00, annual cost \$1,521.00, in the City of Philippi, Barbour County, West Virginia.

DEP-086 Renewal for 1 year consisting of 10,322 square feet of office space at the current annual per square foot rate of \$6.35, annual cost \$65,559.00, water/sewer, in the City of Philippi, Barbour County, West Virginia.

DEP-149 Renewal for 5 years consisting of 11,922 square feet of office, storage, and common area space at the blended square foot rate of \$12.13, annual cost \$144,613.92, full service, in the City of Fairmont, Marion County, West Virginia.

PUBLIC EMPLOYEE GRIEVANCE BOARD

EGB-012 Renewal for 1 year consisting of use of conference room at the monthly rate of \$225.00, annual cost \$2,700.00, in the City of Elkins, Randolph County, West Virginia.

STRAIGHT RENEWAL CONTINUED

DEPARTMENT OF EDUCATION

EDU-023 Renewal for 3 years consisting of 408 square feet of storage space at the current annual per square foot rate of \$4.12, annual cost \$1,680.00, in the City of Ripley, Jackson County, West Virginia.

EDU-016 Renewal for 1 year consisting of 3,412 square feet of office space at the current annual per square foot rate of \$10.50, annual cost \$35,826.00, full service, in the City of Charleston, Kanawha County, West Virginia.

OFFICE OF ECONOMIC OPPORTUNITY – GOVERNOR'S OFFICE

GCC-004 Renewal for 1 month consisting of 9,400 square feet of office space at the current annual per square foot rate of \$11.00, annual cost \$103,400.04, full service, in the City of Charleston, Kanawha County, West Virginia.

DIVISION OF HIGHWAYS

HWY-023 Renewal for 1 year consisting of 80 square feet of office space at the current annual per square foot rate of \$45.00, annual cost \$3,600.00, full service, in the City of Morgantown, Monongalia County, West Virginia.

DIVISION OF JUSTICE AND COMMUNITY SERVICES

CJH-001 Renewal for 3 years consisting of 9,310 square feet of office space at the current annual per square foot rate of \$10.15, annual rate \$94,496.52, full service without electric, in the City of Charleston, Kanawha, West Virginia.

DIVISION OF MOTOR VEHICLES

DMV-043 Renewal for 5 years consisting of 6,000 square feet of office space at the current annual per square foot rate of \$12.38, annual rate \$74,270.04, full service, in the City of Sutton, Braxton County, West Virginia.

DIVISION OF VETERANS AFFAIRS

VET-007 Renewal for 1 year consisting of 739 square feet of office space at the current annual per square foot rate of \$1.62, annual cost \$1,200.00, full service, in the City of Princeton, Mercer County, West Virginia.

VET-028 Renewal for 1 year consisting of 600 square feet of office space at the current annual per square foot rate of \$7.06, annual cost \$4,237.20, full service, in the City of Spencer, Roane County, West Virginia.

VET-034 Renewal for 1 year consisting of 439 square feet of office space at the current annual per square foot rate of \$12.70, annual cost \$5,575.08, full service, in the City of Morgantown, Monongalia County, West Virginia.

LOTTERY COMMISSION

LOT-008 Renewal for 5 years consisting of 229 square feet of office space at the current annual per square foot rate of \$12.00, annual cost \$2,748.00, electricity, in the City of Charles Town, Jefferson County, West Virginia.

STRAIGHT RENEWAL CONTINUED

SOUTHERN WEST VIRGINIA COMMUNITY AND TECHNICAL COLLEGE

SWV-014 Renewal for 1 year consisting of 39,000 square feet of office space at the current annual per square foot rate of \$1.08, annual cost \$42,000.00, full service, in the City of Logan, Logan County, West Virginia.

DIVISION OF NATURAL RESOURCES

NAT-130 Renewal for 1 year consisting of a boat slip at the current annual rate of \$1,133.04, in the City of Huntington, Cabell County, West Virginia.

NAT-132 Renewal for 3 years consisting of 200 square feet of storage space at the current monthly rate of \$310.00, annual cost \$3,720.00, in the City of Charleston, Kanawha County, West Virginia.

NAT-126 Renewal for 5 years consisting of 308 square feet of office space at the current annual per square foot rate of \$5.84, annual cost \$1,800.00, full service, in the City of Franklin, Pendleton County, West Virginia.

NAT-116 Renewal for 3 years consisting of 480 square feet of storage space at the current square foot rate of \$4.00, annual cost \$1,920.00, in the City of Danville, Boone County, West Virginia.

NAT-097 Renewal for 1 year consisting of an embayment at the current monthly rate of \$110.50, annual cost \$1,326.00 Pleasants County, West Virginia.

STATE TAX DEPARTMENT

TAX-025 Renewal for 1 year consisting of 2,120 square feet of office space at the current annual per square foot rate of \$15.50, annual cost \$32,859.96, full service, in the City of Parkersburg, Wood County, West Virginia.

WEST VIRGINIA DEPARTMENT OF AGRICULTURE

AGR-032 Renewal for 1 year consisting of 156 square feet of office space at the current annual per square foot rate of \$16.25, annual cost \$2,535.00, full service, in the City of Morgantown, Monongalia County, West Virginia.

WEST VIRGINIA CONSERVATION AGENCY

SCC-007 Renewal for 1 year consisting of 974 square feet of office space at the current annual per square foot rate of \$16.25, annual cost \$15,827.52, full service, in the City of Morgantown, Monongalia County, West Virginia.

STATE TREASURER'S OFFICE

STO-011 Renewal for 3 years consisting of 1,120 square feet of office space at the current annual per square foot rate of \$6.43, annual cost \$7,200.00, in the City of Huntington, Cabell County, West Virginia.

WEST VIRGINIA BOARD OF OCCUPATIONAL THERAPY

OTB-005 Renewal for 3 years consisting of 500 square feet of storage space at the current annual per square foot rate of \$10.20, annual cost \$5,100.00, full service, in the City of Morgantown, Monongalia County, West Virginia.

STRAIGHT RENEWAL CONTINUED

WEST VIRGINIA STATE POLICE

PSA-012 Renewal for 2 years consisting of tower/monitoring space at the annual cost of \$1,000.00, in the City of Wayne, Wayne County, West Virginia.

PSA-023 Renewal for 5 years consisting of tower/monitoring space at the annual cost of \$850.00, in Union District, Ritchie County, West Virginia.

PSA-024 Renewal for 5 years consisting tower/monitoring space at the annual cost of \$500.00, in Curtis District, Roane County, West Virginia.

PSA-122 Renewal for 5 years consisting of 3,000 square feet of office space at the current annual per square foot rate of \$.40, annual cost \$1,200.00, in the City of Lewisburg, Greenbrier County, West Virginia.

PSA-047 Renewal for 1 year consisting of 1,512 square feet of office space at the current annual per square foot rate of \$5.56, annual cost \$8,400.00, in the City of Elizabeth, Wirt County, West Virginia.

PSA-025 Renewal for 5 years consisting of tower/monitoring space at the current annual rate of \$650.00, in the Big Creek District, McDowell County, West Virginia.

PSA-078 Renewal for 1 year consisting of 2,670 square feet of office space at the current annual per square rate of \$3.00, annual cost \$8,010.00, full service, in the City of Danville, Boone County, West Virginia.

PSA-080 Renewal for 1 year consisting of 3,600 square feet of office space at the current annual per square foot rate of \$4.50, annual cost \$16,200.00, in the City of Fairmont, Marion County, West Virginia.

WEST VIRGINIA SUPREME COURT OF APPEALS

SCA-004 Renewal for 5 years consisting of the entire three story brick building at the current monthly rate of \$325.00, annual cost \$3,900.00, in the City of Charleston, Kanawha County, West Virginia.

DIVISION OF HOMELAND SECURITY AND EMERGENCY MANAGEMENT

OES-017 Renewal for 1 year consisting of 8,000 square feet of storage space at the current annual per square foot rate of \$4.82, annual cost \$38,559.96, in the City of Big Chimney, Kanawha County, West Virginia.

OFFICES OF THE INSURANCE COMMISSIONER

INS-011 Renewal for 5 years consisting of 13,425 square feet of office space at the current annual per square foot rate of \$11.50, annual cost \$154,387.56, full service, in the City of Charleston, Kanawha County, West Virginia.

INS-018 Renewal for 5 years consisting of 1,294 square feet of office space at the current annual per square foot rate of \$12.90, annual cost \$16,692.60, full service, in the City Wheeling, Ohio County, West Virginia.

RENEWAL/INCREASE IN RENT

THE CENTER FOR PROFESSIONAL DEVELOPMENT

CPD-003 Renewal for 3 years consisting of 6,000 square feet of office space with an increase in the per square foot rate from \$8.00 to \$9.00, annual cost \$54,000.00, full service, in the City of Charleston, Kanawha County, West Virginia.

WEST VIRGINIA BOARD OF PHARMACY

PHA-003 Renewal for 10 months consisting of 2,350 square feet of office space with an increase in the per square foot rate from \$12.98 to \$16.34, annual cost \$38,399.00, full service, in the City of Charleston, Kanawha County, West Virginia.

WEST VIRGINIA DEPARTMENT OF AGRICULTURE

AGR-029 Renewal for 1 year consisting of 206 square feet of office space with an increase in the per square foot rate from \$12.50 to \$16.25, annual cost \$3,347.50, full service, in the City of Morgantown, Monongalia County, West Virginia.

STATE TREASURER'S OFFICE

STO-010 Renewal for 3 years consisting of 3,488 square feet of office space with an increase in the per square foot rate from \$9.41 to \$9.65, annual cost \$33,659.16, in the City of Charleston, Kanawha County, West Virginia.

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-158 Renewal for 3 years consisting of 310 square feet of office space with an increase in the per square foot rate from \$14.00 to \$14.70, annual cost \$4,557.00, in the City of Martinsburg, Berkeley County, West Virginia.

HHR-144 Renewal for 3 years consisting of 3,837 square feet of training space with an increase in the per square foot rate from \$6.63 to \$6.83, annual cost \$26,206.71, full service, in the City of Clarksburg, Harrison County, West Virginia.

BOARD OF FUNERAL SERVICE EXAMINERS

EMB-001 Renewal for 1 year consisting of 973 square feet of office space with an increase in the per square foot rate from \$11.08 to \$11.25, annual cost \$10,946.28, full service, in the City of Charleston, Kanawha County, West Virginia.

DIVISION OF MINERS' HEALTH, SAFETY AND TRAINING

MHS-027 Renewal for 3 years consisting of 6,100 square feet of office space with an increase in the per square foot rate from \$4.43 to \$4.62, annual cost \$28,200.00, full service, in the City of Welch, McDowell County, West Virginia.

DIVISION OF NATURAL RESOURCES

NAT-102 Renewal for 1 year consisting of 241 square feet of office space with an increase in the per square foot rate from \$10.00 to \$11.00, annual cost \$2,651.04, full service, in the City of Inwood, Berkeley County, West Virginia.

RENEWAL/INCREASE IN RENT CONTINUED

DIVISION OF REHABILITATION SERVICES

DRS-072 Renewal for 5 years consisting of 144 square feet of storage space with an increase in the per square foot rate from \$5.75 to \$6.25, annual cost \$900.00, in the City of Charleston, Kanawha County, West Virginia.

PUBLIC SERVICE COMMISSION

PSC-006 Renewal for 5 years consisting of 3,352 square feet of office space with an increase in the per square foot rate from \$9.74 to \$10.45, annual cost \$35,040.00, renovations to be made by lessor, full service, in the City of Charleston, Kanawha County, West Virginia.

STATE FIRE MARSHAL

SFM-002 Renewal for 5 years consisting of 8,996 square feet of office space with an increase in the per square foot rate from \$9.95 to \$10.50, annual cost \$94,458.00, renovations to be made by lessor, full service, in the City of Charleston, Kanawha County, West Virginia.

WV COMMISSION FOR NATIONAL AND COMMUNITY SERVICE

NCS-004 Renewal for 5 years consisting of 4,136 square feet of office space with an increase in the per square foot rate from \$7.89 to \$8.68, annual cost \$35,900.52, full service, in the City of Charleston, Kanawha County, West Virginia.

WEST VIRGINIA STATE POLICE

PSA-108 Renewal for 1 year consisting of 4,800 square feet of office space with an increase in the per square foot rate from \$1.03 to \$1.63, annual cost \$7,824.00, in the City of Hundred, Wetzel County, West Virginia.

ADDITION OF SQUARE FOOTAGE

DIVISION OF CORRECTIONS

COR-075 Addition of 420 square feet for a total of 1,514 square feet of office space at the current annual per square foot rate of \$12.61, annual cost \$19,091.52, full service, in the City of Princeton, Mercer County, West Virginia.

DIVISION OF VETERANS AFFAIRS

VET-004 Renewal for 3 years with an addition of 160 square feet for a total of 520 square feet of office space at the current annual per square foot rate of \$6.92, annual cost \$3,600.00, full service, in the City of Moorefield, Hardy County, West Virginia.

CANCELLATION

WEST VIRGINIA STATE POLICE

PSA-117 Lease cancellation consisting of tower/monitoring space, annual cost \$3,600.00, in the City of Maysel, Clay County, West Virginia.

PSA-052 Lease cancellation consisting of tower/monitoring space, annual cost \$1,200.00, in the City of Beverly, Randolph County, West Virginia.

Real Estate Division

Monthly Summary of Lease Activity

January 1 - April 30, 2011

# of Transactions	Agency	Lease #	County	Square Feet	Rental Rate	Annual Rent
1	Department of Health and Human Resources	HHR-208	Barbour	1,360	5.85	7,956
2	Lottery Commission	LOT-006	Raleigh	3,835	13.50	51,773
3	Southern WV Community and Technical College	SWV-015	Logan	4,400	9.55	42,000
4	Division of Rehabilitation Services	DRS-103	Monongalia	4,619	15.00	69,285
5	Division of Rehabilitation Services	DRS-104	Kanawha	10,233	17.00	173,961
6	Division of Rehabilitation Services	DRS-105	Kanawha	6,775	15.00	101,625
7	Division of Rehabilitation Services	DRS-106	Kanawha	1,519	12.50	18,988
8	Division of Rehabilitation Services	DRS-107	Kanawha	6,359	15.00	95,385
9	Division of Rehabilitation Services	DRS-108	Putnum	3,980	11.00	43,780
10	DOA-Children's Health Insurance Program	CHP-003	Kanawha	4,198	12.00	50,376
11	Fairmont State University	FSC-029	Marlon	300	5.60	1,680
12	Governor's Equal Employment Opportunity Office	EEO-002	Kanawha	1,450	11.16	16,182
13	West Virginia Development Office	CIP-009	McDowell	125	14.00	1,750
14	West Virginia Department of Agriculture	AGR-049	Fayette	280	12.00	3,360
15	Office of Economic Opportunity - Governor's Office	GCC-008	Kanawha	4,970	13.00	4,970
16	Division of Motor Vehicles	DMV-016	Putnum	8,185	16.52	135,216
17	WORKFORCE West Virginia	WWV-024	Wetzel	174	13.79	2,400
18	Educational Broadcasting Authority	EBA-008	Marlon	0	0.00	3,000
19	Educational Broadcasting Authority	EBA-009	Braxton	0	0.00	2,400
20	Educational Broadcasting Authority	EBA-002	Fayette	0	0.00	1,200
21	Educational Broadcasting Authority	EBA-076	Mingo	0	0.00	1,800
22	Educational Broadcasting Authority	EBA-082	Hardy	0	0.00	4,200
23	Fairmont State University	FSC-028	Marlon	100	6.60	660
24	Fairmont State University	FSC-027	Upshur	422	10.50	4,440
25	Fairmont State University	FSC-024	Marion	1,400	4.67	6,538
26	Department of Health and Human Resources	HHR-103	Taylor	200	3.60	720
27	Department of Health and Human Resources	HHR-144	Harrison	3,837	6.83	26,207
28	Department of Health and Human Resources	HHR-146	Pleasants	2,800	8.00	22,400
29	Department of Health and Human Resources	HHR-177	Harrison	14,000	11.71	164,000
30	Department of Health and Human Resources	HHR-183	Calhoun	750	3.20	2,400
31	Department of Health and Human Resources	HHR-182	Wirt	1,589	8.65	13,745
32	Department of Health and Human Resources	HHR-164	Wood	120	16.00	1,920
33	Department of Health and Human Resources	HHR-189	Wayne	12,000	7.00	84,000
34	Department of Health and Human Resources	HHR-184	Upshur	9,981	11.00	109,791
35	WORKFORCE West Virginia	WWV-023	Monongalia	6,000	8.82	52,920
36	WV Massage Therapy Licensure Board	BMT-004	Kanawha	553	12.00	6,636
37	Department of Environmental Protection	DEP-175	Nicholas	300	4.60	1,380
38	Department of Environmental Protection	DEP-171	Marion	416	5.19	2,160
39	Department of Environmental Protection	DEP-109	Barbour	1,521	1.00	1,521

40	Department of Environmental Protection	DEP-086	Barbour	10,322	6.35	65,559
41	Department of Environmental Protection	DEP-149	Marion	11,922	12.13	144,614
42	Public Employee Grievance Board	EGB-012	Randolph	0	0.00	2,700
43	Department of Education	EDU-023	Jackson	408	4.12	1,680
44	Department of Education	EDU-016	Kanawha	3,412	10.50	35,826
45	Office of Economic Opportunity - Governor's Office	GCC-004	Kanawha	9,400	11.00	103,400
46	Division of Highways	HWY-023	Monongalia	80	45.00	3,600
47	Division of Justice and Community Services	CJH-001	Kanawha	9,310	10.15	94,497
48	Division of Motor Vehicles	DMV-043	Braxton	6,000	12.38	74,270
49	Division of Veterans Affairs	VET-007	Mercer	739	1.62	1,200
50	Division of Veterans Affairs	VET-028	Roane	600	7.06	4,237
51	Division of Veterans Affairs	VET-034	Monongalia	439	12.70	5,575
52	Lottery Commission	LOT-008	Jefferson	229	12.00	2,748
53	Southern WV Community and Technical College	SWV-014	Logan	39,000	1.08	42,000
54	Division of Natural Resources	NAT-130	Cabell	0	0.00	1,133
55	Division of Natural Resources	NAT-132	Kanawha	200	0.00	3,720
56	Division of Natural Resources	NAT-126	Pendleton	308	5.84	1,800
57	Division of Natural Resources	NAT-116	Boone	480	4.00	1,920
58	Division of Natural Resources	NAT-097	Pleasants	0	0.00	1,326
59	State Tax Department	TAX-025	Wood	2,120	15.50	32,860
60	West Virginia Department of Agriculture	AGR-032	Monongalia	156	16.25	2,535
61	West Virginia Conservation Agency	SCC-007	Monongalia	974	16.25	15,828
62	State Treasurer's Office	STO-011	Cabell	1,120	6.43	7,200
63	West Virginia Board of Occupational Therapy	OTB-005	Monongalia	500	10.20	5,100
64	West Virginia State Police	PSA-012	Wayne	0	0.00	1,000
65	West Virginia State Police	PSA-023	Ritchie	0	0.00	850
66	West Virginia State Police	PSA-024	Roane	0	0.00	500
67	West Virginia State Police	PSA-122	Greenbrier	3,000	0.40	1,200
68	West Virginia State Police	PSA-047	Wirt	1,512	5.56	8,400
69	West Virginia State Police	PSA-025	McDowell	0	0.00	650
70	West Virginia State Police	PSA-078	Boone	2,670	3.00	8,010
71	West Virginia State Police	PSA-080	Marion	3,600	4.50	16,200
72	West Virginia Supreme Court of Appeals	SCA-004	Kanawha	0	0.00	3,900
73	Div of Homeland Security and Emergency Management	OES-017	Kanawha	8,000	4.82	38,560
74	Offices of the Insurance Commissioner	INS-011	Kanawha	13,425	11.50	154,388
75	Offices of the Insurance Commissioner	INS-018	Ohio	1,294	12.90	16,693
76	The Center for Professional Development	CPD-003	Kanawha	6,000	9.00	54,000
77	West Virginia Board of Pharmacy	PHA-003	Kanawha	2,350	16.34	38,399
78	West Virginia Department of Agriculture	AGR-029	Monongalia	206	16.25	3,348
79	State Treasurer's Office	STO-010	Kanawha	3,488	9.65	33,659
80	Department of Health and Human Resources	HHR-158	Berkeley	310	14.70	4,557
81	Department of Health and Human Resources	HHR-144	Harrison	3,837	6.83	26,207
82	Board of Funeral Service Examiners	EMB-001	Kanawha	973	11.25	10,946
83	Division of Miners' Health, Safety and Training	MHS-027	McDowell	6,100	4.62	28,200
84	Division of Natural Resources	NAT-102	Berkeley	241	11.00	2,651
85	Division of Rehabilitation Services	DRS-072	Kanawha	144	6.25	900

86	Public Service Commission	PSC-006	Kanawha	3,352	10.45	35,040
87	State Fire Marshal	SFM-002	Kanawha	8,996	10.50	94,458
88	WV Commission for National and Community Service	NCS-004	Kanawha	4,136	8.68	35,901
89	West Virginia State Police	PSA-108	Wetzel	4,800	1.63	7,824
90	Division of Corrections	COR-075	Mercer	1,514	12.61	19,092
91	Division of Veterans Affairs	VET-004	Hardy	520	6.92	3,600
92	West Virginia State Police	PSA-117	Clay	0	0.00	3,600
93	West Virginia State Police	PSA-052	Randolph	0	0.00	1,200

761.76

Total Rentable Square Feet	<u>296,938</u>
Average Annual Rental Rate	<u>9.89</u>
Total Annual Rent	<u>2,643,986</u>

Joint Committee on Government and Finance

May 2011

Department of Health and Human Resources

MEDICAID REPORT

March 2011 Data

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 EXPENDITURES BY PROVIDER TYPE
 SFY2011

	MONTH OF MARCH 2011		ACTUALS	TOTAL	ACTUALS	ESTIMATED	ACTUALS	PROJECTED
	SFY2010	SFY2011	Current Month 03/31/11	SFY2011	Current Month 03/31/11	Current Month 03/31/11	Year To-Date Thru 03/31/11	04/01/11 Thru 06/30/11
EXPENDITURES:								
Inpatient Hospital - Reg. Payments	204,310,562	168,827,458	13,154,468			15,330,812	120,122,622	48,704,834
Inpatient Hospital - DSH	54,952,882	54,818,400	-			-	40,991,350	13,827,050
Inpatient Hospital - Supplemental Payments	34,034,919	134,060,573	20,607,299			25,881,075	123,858,972	10,201,601
Inpatient Hospital - GME Payments	4,919,343	4,807,200	-			-	3,871,348	935,852
Mental Health Facilities	70,573,648	72,946,200	8,308,215			6,908,370	59,558,720	13,388,479
Mental Health Facilities - DSH Adjustment Payments	18,887,046	18,888,800	-			-	14,150,111	4,738,689
Nursing Facility Services - Regular Payments	473,726,322	497,679,618	37,439,512			41,117,817	366,505,572	131,174,046
Nursing Facility Services - Supplemental Payments	-	-	-			-	-	-
Intermediate Care Facilities - Public Providers	-	69,782,500	4,884,431			6,813,542	47,345,795	22,418,705
Intermediate Care Facilities - Private Providers	83,010,181	-	-			-	-	-
Intermediate Care Facilities - Supplemental Payments	-	120,838,383	11,793,752			11,125,548	90,424,902	30,511,481
Physicians Services - Regular Payments	123,410,078	38,978,300	-			-	21,890,719	17,287,581
Physicians Services - Supplemental Payments ***	41,048,683	93,718,036	10,685,989			8,691,432	77,558,898	16,167,138
Outpatient Hospital Services - Regular Payments	94,162,811	-	-			-	-	-
Outpatient Hospital Services - Supplemental Payments	-	353,656,332	38,390,792			34,382,327	265,482,158	88,184,176
Prescribed Drugs	331,688,990	(143,274,400)	(13,884,484)			(12,324,678)	(135,718,106)	(7,568,294)
Drug Rebate Offset - National Agreement	(147,827,304)	(26,384,200)	(109,269)			(2,183,689)	(14,582,481)	(10,821,739)
Drug Rebate Offset - State Sidebar Agreement	(21,789,229)	30,286,031	5,479,876			2,888,727	50,414,390	(20,128,359)
Dental Services	46,303,517	12,808,481	1,063,718			1,260,803	8,105,058	4,701,426
Other Practitioners Services - Regular Payments	11,985,027	-	-			-	-	-
Other Practitioners Services - Supplemental Payments ***	-	4,380,961	769,004			421,885	3,708,463	854,188
Clinic Services	5,282,998	11,920,238	2,394,506			1,142,636	19,909,273	(4,989,037)
Lab & Radiological Services	13,248,742	37,958,821	4,557,157			3,611,648	32,900,854	5,358,187
Home Health Services	39,552,721	269,962	16,433			26,138	150,216	118,747
Hysterectomies/Sterilizations	224,885	-	-			-	-	-
Pregnancy Terminations	-	2,125,585	108,689			202,669	1,088,381	1,037,214
EPSDT Services	1,732,388	7,337,074	815,728			876,945	5,931,431	1,408,843
Rural Health Clinic Services	8,319,048	16,323,800	1,497,858			3,053,933	13,210,095	5,113,505
Medicare Health Insurance Payments - Part A Premiums	17,241,148	83,414,100	7,358,122			13,902,350	64,142,153	19,271,947
Medicare Health Insurance Payments - Part B Premiums	78,342,310	-	497,605			-	4,815,731	(4,815,731)
120% - 134% Of Poverty	5,268,770	-	-			-	-	-
135% - 175% Of Poverty	-	8,110,300	1,116,765			779,837	5,243,716	2,868,584
Coinurance And Deductibles	7,148,858	417,884,801	28,634,674			37,290,421	244,692,608	173,192,294
Medicaid Health Insurance Payments: Managed Care Organizations (MCO)	330,652,405	-	-			-	-	-
Medicaid Health Insurance Payments: Prepaid Ambulatory Health Plan	-	-	-			-	-	-
Medicaid Health Insurance Payments: Prepaid Inpatient Health Plan	-	-	-			-	-	-
Medicaid Health Insurance Payments: Group Health Plan Payments	440,070	461,500	33,450			44,375	319,196	142,305
Medicaid Health Insurance Payments: Coinsurance	-	-	-			-	22,935	(22,935)
Medicaid Health Insurance Payments: Other	-	-	-			-	-	-
Home & Community-Based Services (MR/DD)	246,353,151	272,425,167	21,709,446			26,184,728	185,685,606	86,729,681

MONTH OF MARCH 2011

	ACTUALS	TOTAL	ACTUALS	ESTIMATED	ACTUALS	PROJECTED
	SFY2010	SFY2011	Current Month 03/31/11	Current Month 03/31/11	Year To-Date Thru 03/31/11	04/01/11 Thru 03/31/11
Home & Community-Based Services (Aged/Disabled)	92,398,537	109,619,287	10,995,040	10,530,701	77,678,647	31,639,440
Home & Community-Based Services (State Plan 1915(j) Only)	-	-	-	-	-	-
Home & Community-Based Services (State Plan 1915(i) Only)	-	-	-	-	-	-
Community Supported Living Services	-	-	-	-	-	-
Programs Of All-Inclusive Care Elderly	-	-	-	-	-	-
Personal Care Services - Regular Payments	41,252,691	43,784,529	3,821,864	4,218,635	32,090,711	11,873,818
Personal Care Services - SDS 1915(j)	-	-	-	-	-	-
Targeted Case Management Services - Com. Case Management	-	-	-	-	-	-
Targeted Case Management Services - State Wide	3,849,231	4,298,443	278,141	409,058	2,691,936	1,608,506
Primary Care Case Management Services	401,643	543,100	25,119	52,221	238,266	304,894
Hospice Benefits	17,628,813	18,010,005	2,134,349	1,615,650	18,870,488	(880,483)
Emergency Services Undocumented Aliens	159,722	230,700	17,376	22,183	181,388	69,314
Federally Qualified Health Center	18,187,857	19,548,542	1,517,367	1,837,820	12,626,924	8,922,618
Non-Emergency Medical Transportation	9,410,142	5,608,898	2,163,248	541,308	16,808,208	(11,189,312)
Physical Therapy	1,884,052	1,884,168	187,951	171,092	1,353,784	510,392
Occupational Therapy	200,012	187,831	30,719	17,077	166,823	20,708
Services for Speech, Hearing & Language	281,219	300,101	43,223	27,959	195,953	104,146
Prosthetic Devices, Dentures, Eyeglasses	1,871,774	1,892,499	168,091	175,369	1,328,430	584,069
Diagnostic Screening & Preventive Services	373,901	388,118	45,936	33,828	370,383	(4,266)
Nurse Mid-Wife	336,876	436,890	24,659	41,458	182,683	253,207
Emergency Hospital Services	9,259,934	9,130,131	(10,108)	838,700	1,346,198	7,783,933
Critical Access Hospitals	26,282,188	26,628,567	2,901,391	2,344,985	23,230,002	2,378,568
Nurse Practitioner Services	1,087,368	1,026,679	147,341	99,715	935,652	90,027
School Based Services	51,825,906	49,285,728	8,779,901	4,740,337	43,029,751	6,235,977
Rehabilitative Services (Non-School Based)	74,189,298	75,742,323	6,534,416	6,271,936	54,218,918	21,525,407
Private Duty Nursing	3,281,847	2,903,648	651,793	286,208	3,658,713	(755,065)
Other Care Services	33,718,524	19,884,624	1,910,072	1,813,018	15,720,284	4,144,340
Less: Recoupments	-	-	(163,749)	-	(452,072)	452,072
NET EXPENDITURES:	2,542,009,600	2,764,227,102	248,213,842	262,089,732	2,022,674,653	731,652,449
Collections: Third Party Liability (line 9A on CMS-64)		(8,100,072)			(5,487,595)	5,487,595
Collections: Probate (line 9B on CMS-64)		(150,018)			(15,930)	15,930
Collections: Identified through Fraud & Abuse Effort (line 9C on CMS-64)		(1,684)			(398)	398
Collections: Other (line 9D on CMS-64)		(3,703,646)			(5,082,471)	5,082,471
NET EXPENDITURES and CMS-64 ADJUSTMENTS:	2,630,054,281	2,764,227,102	248,213,842	262,089,732	2,011,686,261	742,239,841
Plus: Medicaid Part D Expenditures	23,936,817	25,893,623	2,103,558	2,215,700	11,740,328	14,123,294
Plus: State Only Medicaid Expenditures ***	6,078,436	4,629,803	470,698	423,457	3,584,654	1,044,949
TOTAL MEDICAID EXPENDITURES	2,660,069,534	2,794,750,528	250,788,098	264,728,889	2,027,011,245	767,407,084
Plus: Reimbursables (1)	5,578,986	8,128,005	551,647	574,979	3,918,528	2,210,179
TOTAL EXPENDITURES	2,665,648,520	2,790,849,333	251,339,745	265,303,868	2,031,232,070	769,617,262

(1) This amount will revert to State Only if not reimbursed.

***CMS is currently reviewing portions of these payments. Until review is completed these expenses will be classified as state-only on the CMS-64. With all outside reviews, there is a potential for a portion of these costs to remain state-only if any of them are disallowed

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 MEDICAID CASH REPORT
 SFY2011

9 Months Actuals 3 Months Remaining

MONTH OF MARCH 2011

REVENUE SOURCES

 Beg. Bal. (5084/1020 prior mth)

MATCHING FUNDS

 General Revenue (0403/189)

 MRDD Waiver (0403/466)

 Rural Hospitals Under 150 Beds (0403/940)

 Tertiary Funding (0403/547)

 Title XIX Waiver for Seniors (0403-533)

 Lottery Waiver (Less 550,000) (5405/539)

 Lottery Transfer (5405/871)

 Trust Fund Appropriation (5185/189)

 Provider Tax (5090/189)

 Certified Match

 Reimbursables - Amount Reimbursed

 Other Revenue (MWIN, Eascheated Warrants, etc.) 5084/4010 & 4015

 CMS - 84 Adjustments

TOTAL MATCHING FUNDS

FEDERAL FUNDS

TOTAL REVENUE SOURCES

TOTAL EXPENDITURES:

 Provider Payments

TOTAL

	ACTUALS	ACTUALS	ACTUALS	PROJECTED	TOTAL
	SFY2010	Current Month Ended 03/31/11	Year-To-Date Thru 03/31/11	4/1/2011 Thru 06/30/11	SFY2011
	116,533,948	134,678,878	213,690,990		213,690,990
	252,345,204	16,432,106	91,086,284	135,405,128	226,471,412
	-	5,484,593	42,341,058	45,412,427	87,753,483
	2,596,000	649,000	1,847,000	649,000	2,596,000
	6,356,000	1,589,000	4,767,000	1,589,000	6,356,000
	-	468,750	3,618,750	3,881,250	7,500,000
	25,772,578	-	16,000,000	15,272,578	31,272,578
	8,870,000	-	14,600,000	(5,930,000)	8,670,000
	-	-	-	30,556,594	30,556,594
	162,659,512	13,700,901	102,342,817	50,512,078	162,854,895
	13,731,424	1,790,597	11,585,765	4,885,949	18,471,714
	5,195,782	669,423	3,364,123	2,764,882	6,129,005
	(446,371)	54,974	506,282	(506,282)	-
	69,986	0	337,252	(337,252)	-
	673,897,546	175,518,222	506,167,320	284,155,352	790,322,871
	2,108,528,874	204,280,512	1,655,094,867	580,412,226	2,235,507,093
	2,762,416,220	378,798,734	\$2,161,262,187	864,567,577	3,025,829,764
	2,565,649,502	251,339,745	2,031,232,070	759,617,262	2,790,849,333
	216,766,718	128,458,989	130,030,116		234,980,431

Note: FMAP (83.05% applicable July - Dec. 2010) (80.05% applicable Jan. 2011 - Mar. 2011) (78.05% applicable Apr. 2011 - Jun. 2011)



West Virginia Investment Management Board

Monthly Performance Report

March 31, 2011

STRATEGIC INVESTMENT SOLUTIONS, INC.

333 Bush Street, Suite 2000
San Francisco, CA 94104
(415) 362-3484

West Virginia Investment Management Board
 Participant Plans Allocation & Performance Net of Fees
 As of March 31, 2011

	6/30/2010		3/31/2011		Performance %						
	Asset (\$000)	%	Asset (\$000)	%	1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year
WVIMB Fund Assets	10,658,972	100.0	12,488,929	100.0							
Pension Assets	8,456,704	79.4	9,872,542	79.0							
Public Employees' Retirement System	3,682,115	34.5	4,314,300	34.5	0.9	3.9	18.8	13.8	4.7	4.8	6.6
Teachers' Retirement System	4,099,339	38.5	4,738,104	37.9	0.9	3.9	18.6	13.6	3.9	4.2	6.2
Teachers' Employers Cont. Collection A/C	355	0.0	30,531	0.2	0.0	0.0	0.1	0.1	0.6		
EMS Retirement System	23,345	0.2	30,685	0.3	0.8	3.8	18.9	13.6	4.0		
Public Safety Retirement System	404,446	3.8	458,090	3.7	0.9	3.9	18.9	14.0	4.7	4.8	6.7
Judges' Retirement System	102,814	1.0	122,487	1.0	0.9	3.8	18.8	13.8	4.7	4.7	6.5
State Police Retirement System	52,739	0.5	67,941	0.5	0.8	3.8	18.6	13.8	4.8	4.8	6.5
Deputy Sheriffs' Retirement System	91,548	0.9	110,358	0.9	0.8	3.9	18.8	13.9	4.8	4.8	6.6
Municipal Police & Firefighter Retirement System	3	0.0	46	0.0	0.0	0.0	0.1				
Insurance Assets	1,632,789	15.3	1,946,834	15.6							
Workers' Compensation Old Fund	888,780	8.3	920,173	7.3	0.5	2.2	7.8	8.2	3.6	4.3	
Workers' Comp. Self-Insured Guaranty Risk Pool	8,066	0.1	9,291	0.1	0.5	2.5	5.1	5.1	2.3	3.4	
Workers' Comp. Uninsured Employers Fund	8,852	0.1	9,386	0.1	0.5	2.5	3.6	3.6	1.8	3.1	
Pneumoconiosis	244,191	2.3	261,136	2.1	0.5	2.5	10.3	9.3	4.8	5.0	
Board of Risk & Insurance Mgmt.	120,331	1.1	138,934	1.1	0.5	2.5	10.4	9.5	6.4	6.0	
Public Employees' Insurance Agency	131,127	1.2	172,607	1.4	0.5	2.0	7.6	7.3	4.7	5.0	
WV Retiree Health Benefit Trust Fund	229,477	2.2	433,100	3.5	0.8	3.3	10.9	12.7	8.3		
AccessWV	1,965	0.0	2,207	0.0	0.6	1.7	12.3	6.6			
Endowment Assets	569,479	5.3	669,553	5.4							
Wildlife Fund	34,874	0.3	40,478	0.3	0.8	3.9	18.8	13.8	4.8	4.8	6.8
Prepaid Tuition Trust	77,283	0.7	83,447	0.7	0.6	3.6	17.8	12.9	5.8	5.4	7.0
Revenue Shortfall Reserve Fund	178,632	1.7	236,678	1.9	0.6	1.7	3.4	5.4	0.1		
Revenue Shortfall Reserve Fund - Part B	278,690	2.6	308,950	2.5	0.5	2.4	10.9	8.7	1.6		

West Virginia Investment Management Board
 Composite Asset Allocation & Performance Net of Fees
 As of March 31, 2011

	Asset (\$000)	%	Performance %						
			1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year
Investment Pools Composite	12,493,676	100.00							
Total Equity Composite	5,680,370	45.47	1.17	5.66	31.67	18.29	3.98	4.04	6.56
<i>Total Equity Policy Index</i>			0.13	4.93	30.99	15.60	1.63	2.54	5.73
Excess Return			1.04	0.73	0.68	2.69	2.35	1.50	0.83
US Equity Composite	2,879,737	23.05	1.23	7.51	34.01	19.37	3.73	2.80	5.29
<i>Russell 3000 Index</i>			0.45	6.38	32.40	17.41	3.42	2.95	4.13
Excess Return			0.78	1.13	1.61	1.96	0.31	-0.15	1.16
Large Cap Composite	2,103,941	16.84	0.48	6.29	30.98	16.51	2.42	2.41	3.14
<i>S&P 500 Index</i>			0.04	5.92	30.56	15.65	2.35	2.62	3.29
Excess Return			0.44	0.37	0.42	0.86	0.07	-0.21	-0.15
Non-Large Cap Composite	775,796	6.21	3.33	11.04	45.48	30.55	8.76	4.98	9.56
<i>Russell 2500 Index</i>			2.27	8.70	40.10	26.12	8.88	4.39	8.85
Excess Return			1.06	2.34	5.38	4.43	-0.12	0.59	0.71
International Equity Composite	2,800,633	22.42	1.10	3.82	29.37	17.04	3.81	6.06	8.86
<i>MSCI AC World ex US Index</i>			-0.19	3.49	29.48	13.61	-0.38	4.05	7.85
Excess Return			1.29	0.33	-0.11	3.43	4.19	2.01	1.01
Fixed Income Composite	3,380,208	27.06	0.24	1.42	4.85	7.10	6.08	5.88	6.28
<i>Fixed Income Policy</i>			0.12	0.68	2.51	5.73	5.67	6.25	5.68
Excess Return			0.12	0.74	2.34	1.37	0.41	-0.37	0.60
Core Fixed Income	1,097,818	8.79	0.12	0.80	2.90	6.70			
<i>Barclays Capital Aggregate</i>			0.06	0.42	1.57	5.12			
Excess Return			0.06	0.38	1.33	1.58			
Total Return Fixed Income	2,282,390	18.27	0.29	1.72	5.80	6.68	7.33	6.53	7.03
<i>Barclays Capital US Universal</i>			0.12	0.68	2.51	5.73	5.67	6.12	5.82
Excess Return			0.17	1.04	3.29	0.95	1.66	0.41	1.21
TIPS Composite	860,249	6.89	1.01	2.06	3.74	7.94			
<i>Barclays Capital U S TIPS</i>			1.01	2.08	3.94	7.91			
Excess Return			0.00	-0.02	-0.20	0.03			
TRS Annuity	157,549	1.25	0.37	1.09	3.36	4.50			
Cash Composite	196,930	1.58	0.01	0.04	0.13	0.18	0.67	2.43	2.36
<i>Citigroup 90 Day T-Bill + 15 bps</i>			0.04	0.09	0.16	0.31	0.66	2.38	2.39
Excess Return			-0.03	-0.05	-0.03	-0.13	0.01	0.05	-0.03
Private Equity Composite	919,525	7.36	1.05	2.78	10.77	15.42	0.54		
Real Estate Composite	198,345	1.58	0.80	1.97	10.11	14.01	-3.51		
Hedge Funds Composite	1,100,500	8.81	0.49	2.79	8.53	7.99			

West Virginia Investment Management Board
 Participant Plans Allocation vs. Targets
 As of March 31, 2011

	Domestic Equity		Int'l Equity		Fixed Income		Private Equity		Real Estate		Hedge Funds		Cash	
	Actual %	Target %	Actual %	Target %	Actual %	Target %	Actual %	Target %	Actual %	Target %	Actual %	Target %	Actual %	Target %

Pension Assets

Public Employees' Retirement System	26.2	25.0	25.6	25.0	27.2	28.0	9.3	10.0	2.0	2.0	9.2	10.0	0.5	0.0
Teachers' Retirement System	26.2	25.0	25.6	25.0	27.1	28.0	9.3	10.0	2.0	2.0	9.3	10.0	0.5	0.0
Teachers' Employers Cont. Collection A/C	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	100.0
EMS Retirement System	26.0	25.0	25.0	25.0	27.7	28.0	9.1	10.0	2.0	2.0	9.2	10.0	1.0	0.0
Public Safety Retirement System	25.8	25.0	25.8	25.0	26.9	28.0	9.6	10.0	2.0	2.0	9.8	10.0	0.1	0.0
Judges' Retirement System	26.1	25.0	25.5	25.0	27.2	28.0	9.3	10.0	2.0	2.0	9.6	10.0	0.3	0.0
State Police Retirement System	25.8	25.0	24.9	25.0	27.5	28.0	8.8	10.0	2.0	2.0	9.7	10.0	1.3	0.0
Deputy Sheriffs' Retirement System	25.9	25.0	25.4	25.0	27.0	28.0	9.3	10.0	2.0	2.0	9.9	10.0	0.5	0.0
Municipal Police & Firefighter Retirement System	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	100.0	100.0

Insurance Assets

Workers' Compensation Old Fund	10.6	10.0	10.2	10.0	69.4	70.0	0.0	0.0	0.0	0.0	0.0	0.0	9.8	10.0
Workers' Comp. Self-Insured Guaranty Risk Pool	10.5	10.0	10.1	10.0	54.7	55.0	0.0	0.0	0.0	0.0	19.3	20.0	5.4	5.0
Workers' Comp. Uninsured Employers Fund	10.5	10.0	10.1	10.0	54.5	55.0	0.0	0.0	0.0	0.0	19.7	20.0	5.2	5.0
Pneumoconiosis	10.6	10.0	10.2	10.0	54.8	55.0	0.0	0.0	0.0	0.0	19.8	20.0	4.6	5.0
Board of Risk & Insurance Mgmt.	10.4	10.0	10.0	10.0	55.8	55.0	0.0	0.0	0.0	0.0	18.8	20.0	5.0	5.0
Public Employees' Insurance Agency	5.3	5.0	5.1	5.0	74.7	75.0	0.0	0.0	0.0	0.0	9.9	10.0	5.0	5.0
WV Retiree Health Benefit Trust Fund	18.3	17.5	17.8	17.5	44.4	45.0	0.0	0.0	0.0	0.0	19.5	20.0	0.0	0.0
AccessWV	0.0	0.0	0.0	0.0	100.0	100.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Endowment Assets

Wildlife Fund	26.0	25.0	25.0	25.0	27.5	28.0	9.4	10.0	2.0	2.0	9.6	10.0	0.5	0.0
Prepaid Tuition Trust	35.0	35.8	18.3	19.2	45.4	45.0	0.0	0.0	0.0	0.0	0.0	0.0	1.3	0.0
Revenue Shortfall Reserve Fund	0.0	0.0	0.0	0.0	100.0	100.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
Revenue Shortfall Reserve Fund - Part B	10.5	10.0	10.2	10.0	79.3	80.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0

Statutory Limitations

- Public Equity - 75%
- International Proportions of Equity, Fixed Income, and Real Estate - 30%
- Real Estate - 25%
- Private Equity and Hedge Funds - 20% in aggregate

West Virginia Investment Management Board

Footnotes

As of March 31, 2011

PERS Policy is 30% Russell 3000, 30% MSCI ACW ex USA, and 40% Barclays Capital Universal as of 4/1/08. Prior periods, 42% Russell 3000, 18% MSCI ACW ex USA, and 40% Barclays Capital Aggregate.

Total Equity Policy is 50% Russell 3000 and 50% MSCI ACW ex USA as of April 2008. Prior periods were 40% S&P 500, 30% Russell 2500, and 30% MSCI ACW ex USA.

Fixed Income Policy is 100% Barclays Capital Universal as of April 2008. Prior periods were the Barclays Capital Aggregate.

Western Policy Index is 100% Barclays Capital Universal as of April 2008. Prior periods were a custom index.

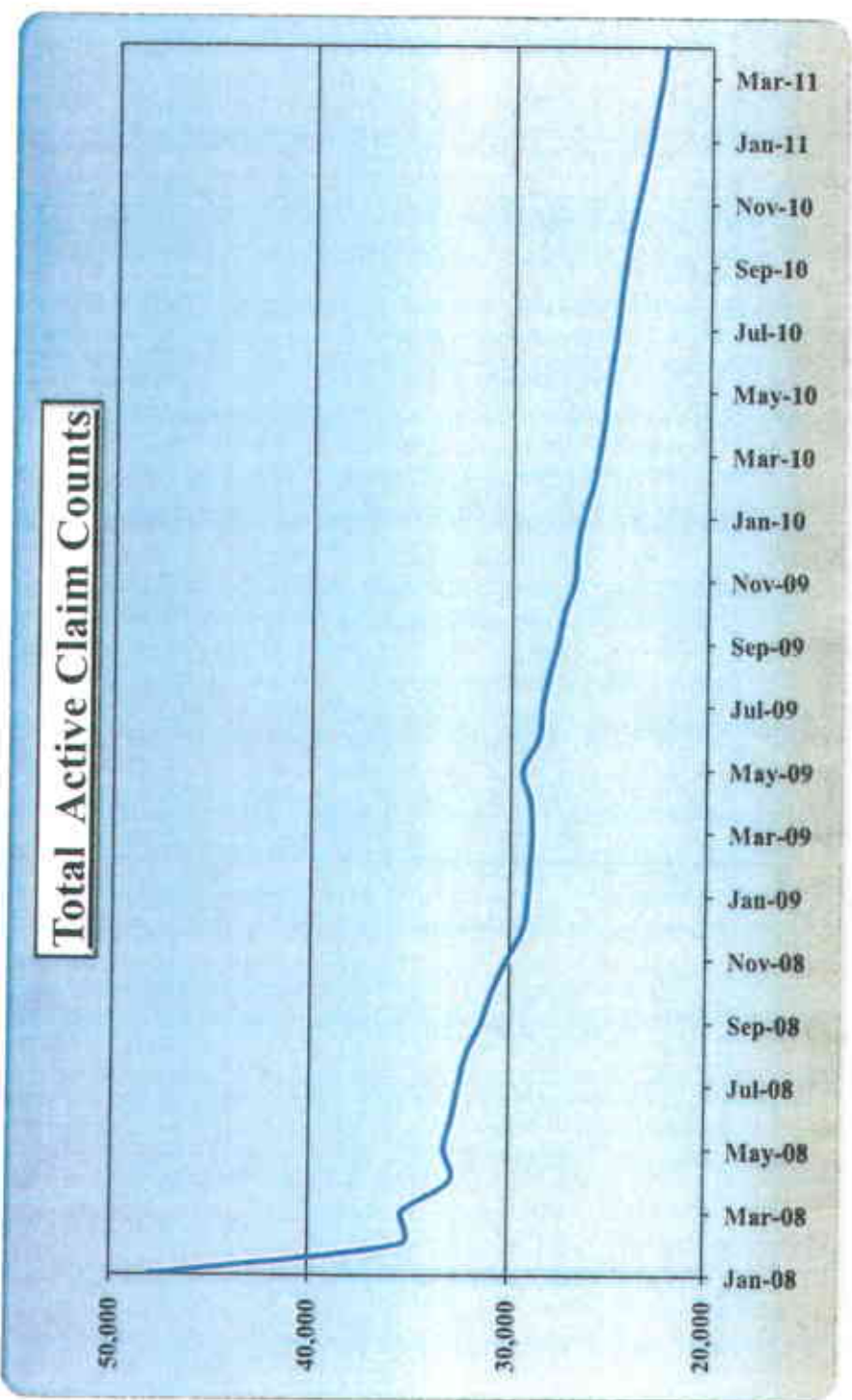
Returns are net of management fees. Returns shorter than one year are unannualized.



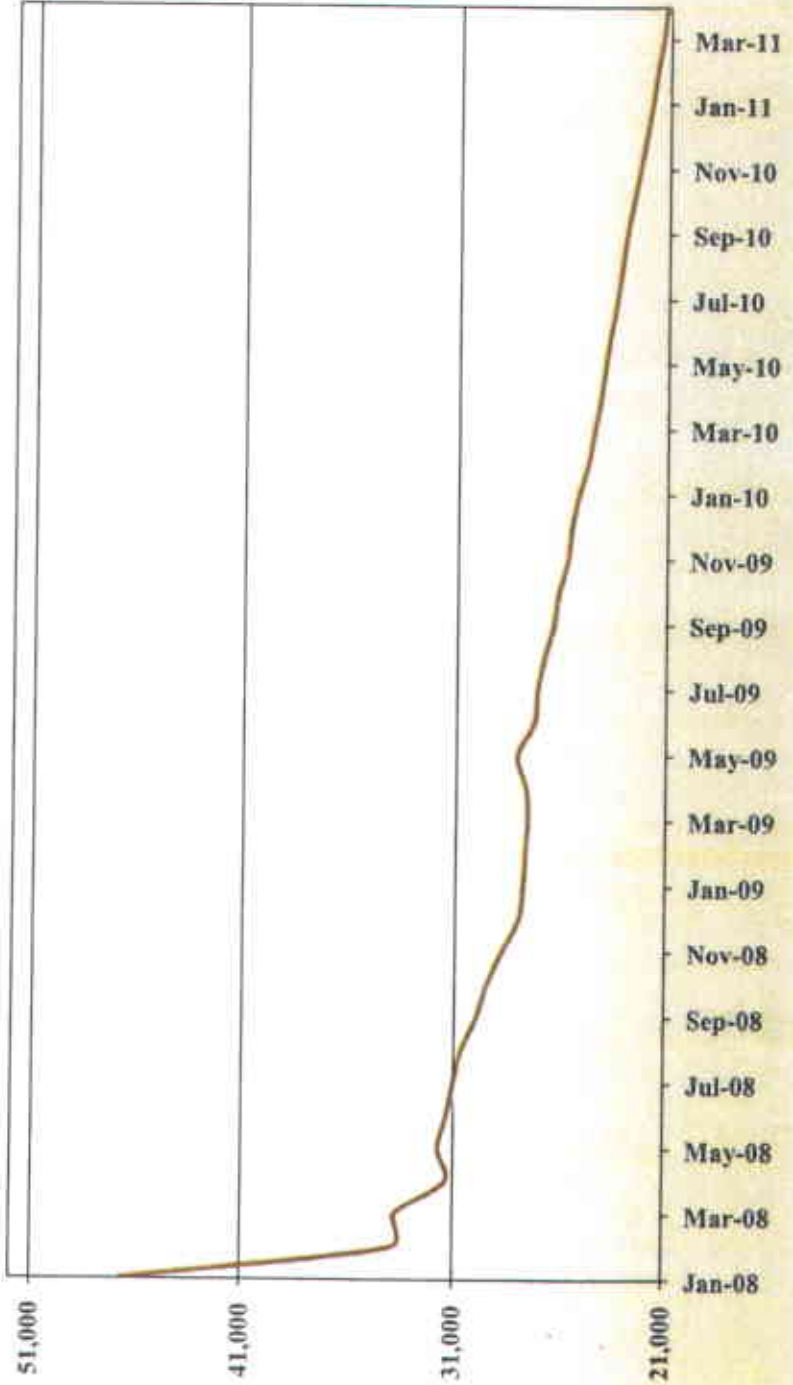
Status Report Workers' Compensation

Joint Committee on
Government & Finance

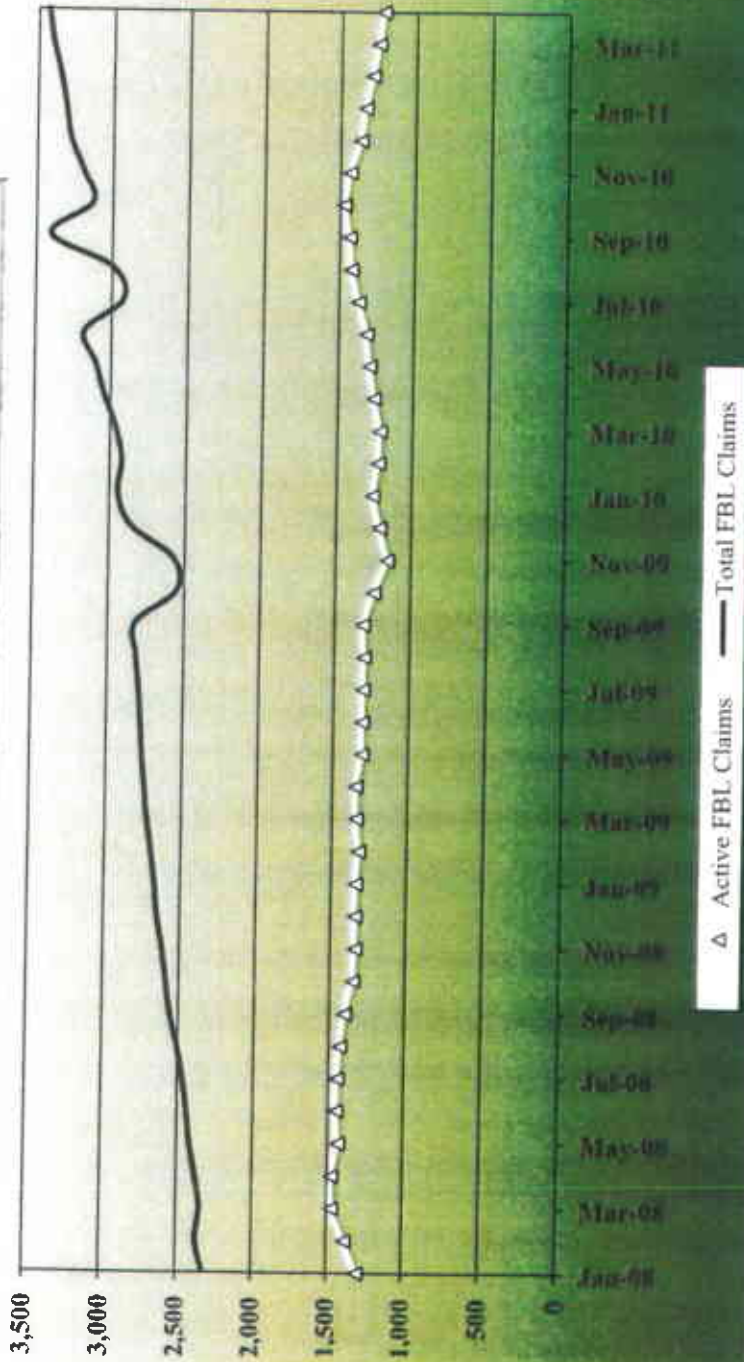
05/12/2011

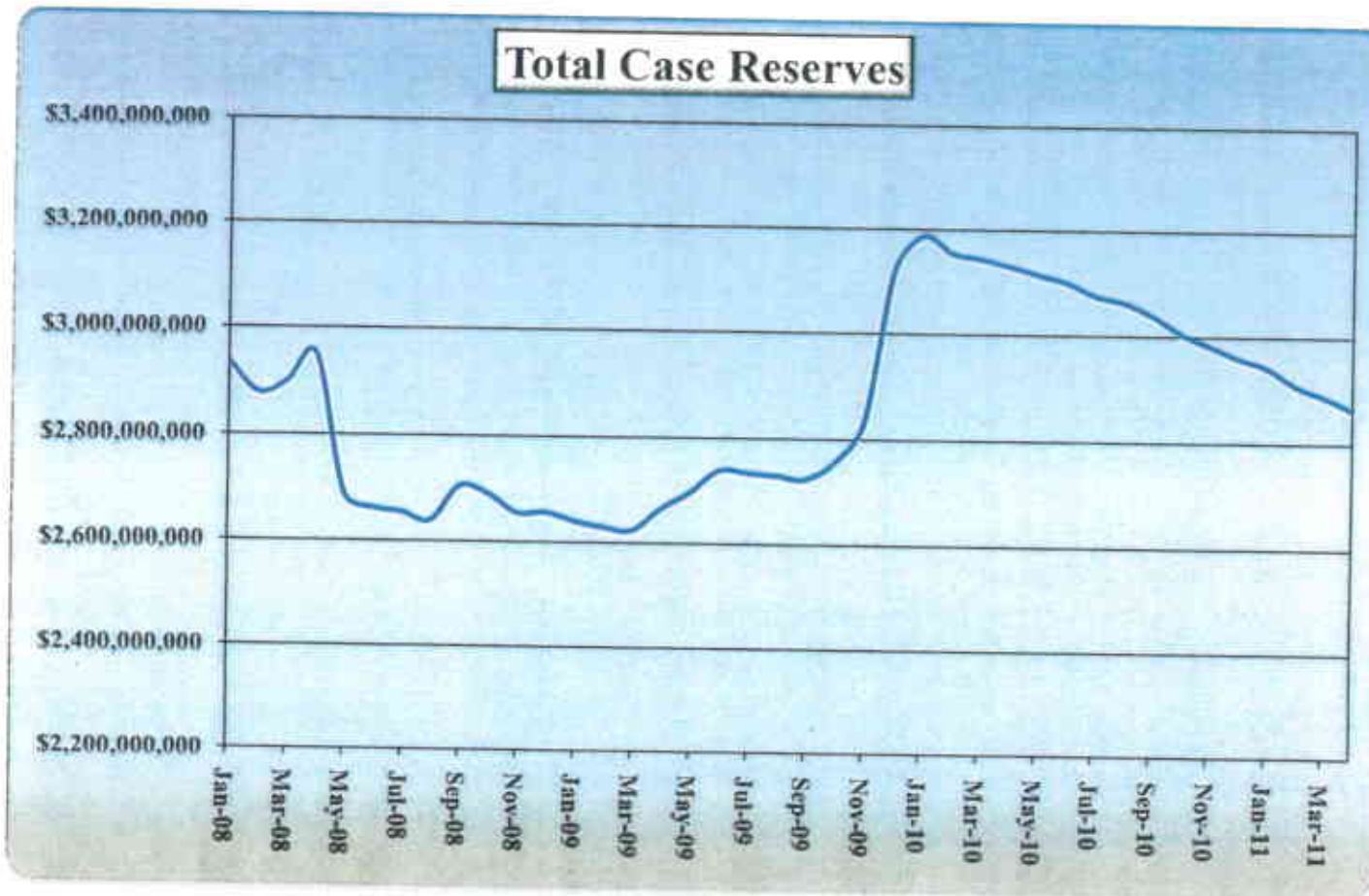


Non-FBL Active Claim Counts

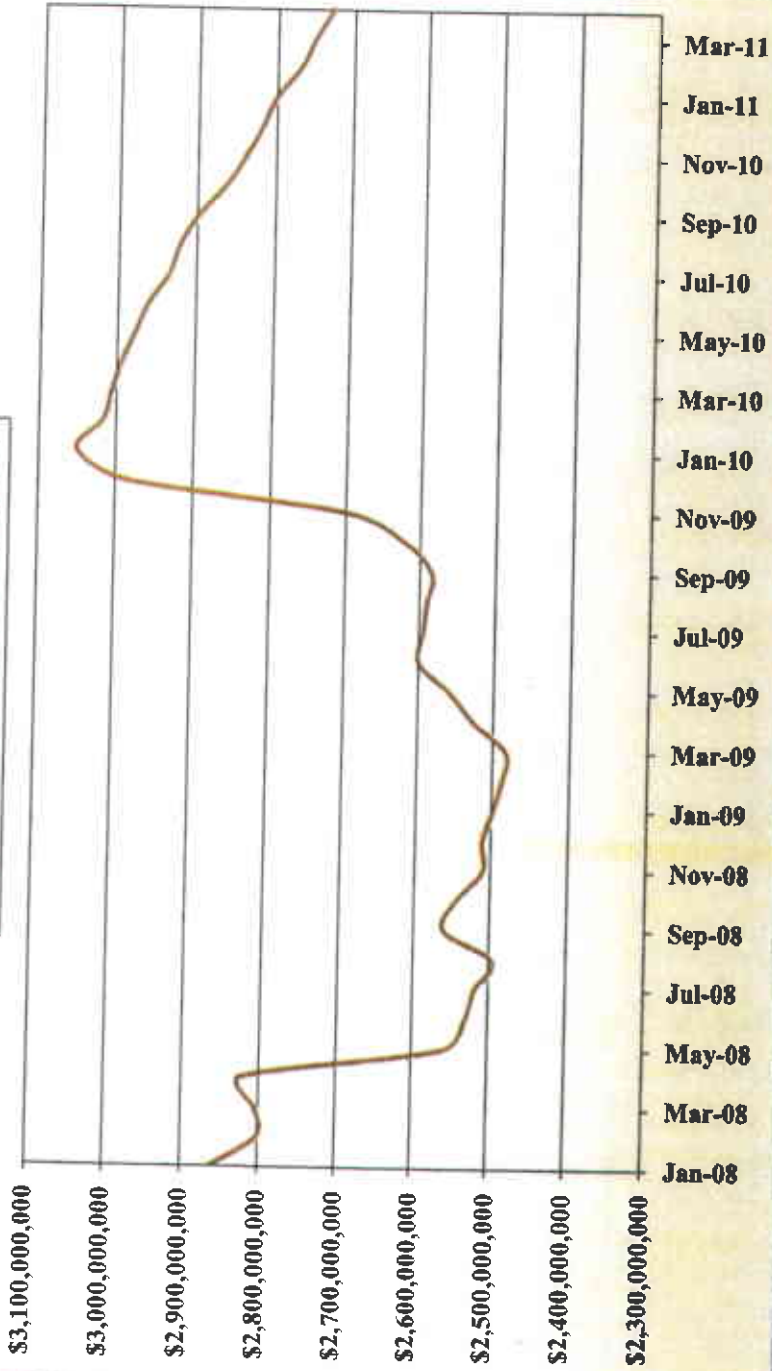


Active and Total (+ inactive) FBL Claim Counts

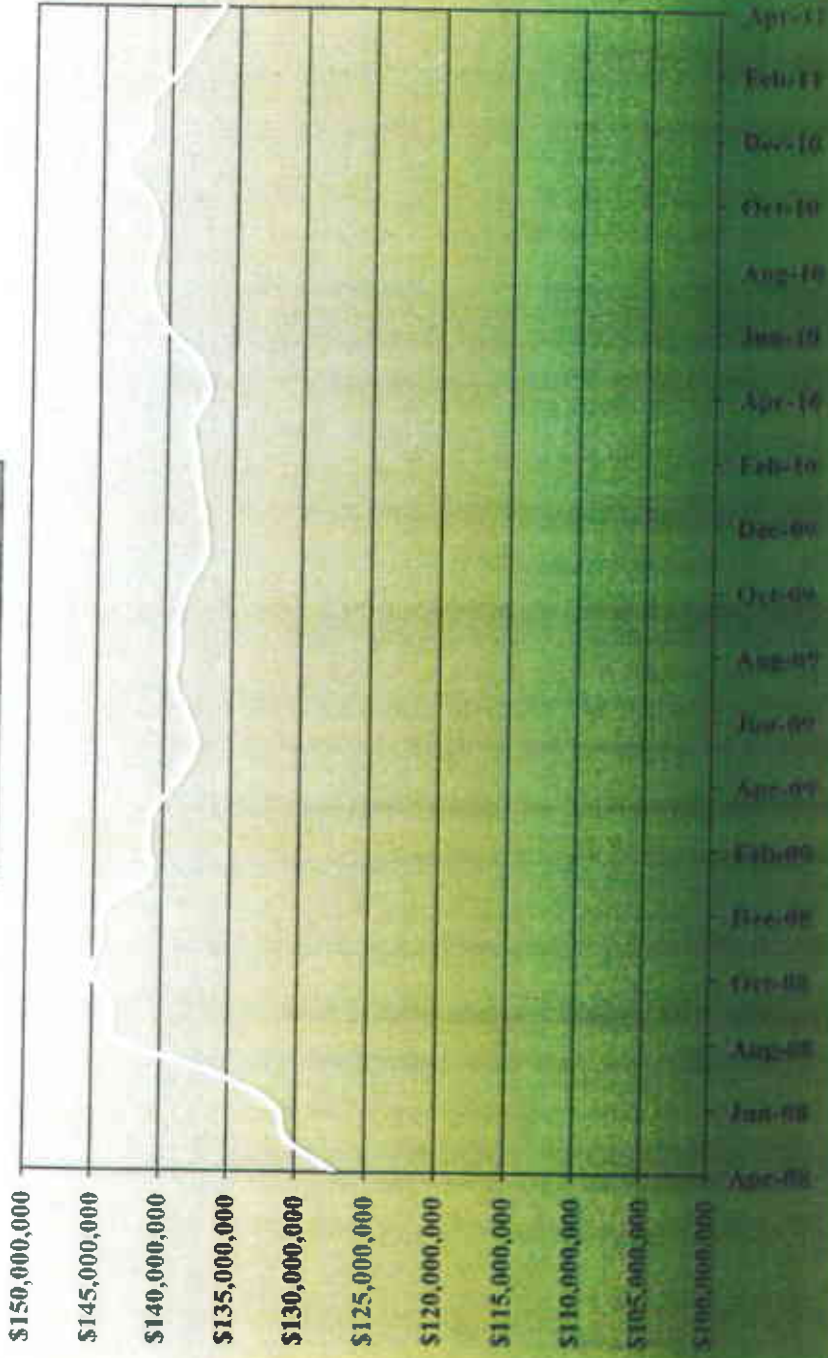




Non-FBL Case Reserves



FBL Case Reserves



4/30/2011					Totals		Prior Month	
		Sedgwick	Wells Fargo	American Mining	Totals	Total	Change	
Total Non-FBL Reserves		\$2,312,277,814	\$228,935,316	\$185,533,488	\$2,726,746,618	\$2,749,532,973	-0.8%	
Non-FBL Claims							Prior Month	
		Sedgwick	Wells Fargo	American Mining	Totals	Total	Change	
Med Only		1,513	1	272	1,786	1,803	-1.0%	
PTD		6,665	527	324	7,516	7,547	-0.4%	
PPD		4,373	957	548	5,878	5,491	6.6%	
TTD		437	0	21	458	919	-100.7%	
TPD		3	0	0	3	2	33.3%	
Payment Agreements		0	19	10	29	27	6.9%	
Fatal		1,579	483	173	2,235	2,234	0.0%	
Partial Awd		5	85	0	90	99	-10.0%	
OP/OD		3,182	1,910	239	3,182	3,215	-1.0%	
Total Non-FBL Claims		17,757	2,072	1,348	21,177	21,337	-0.8%	
Total FBL Reserves		Sedgwick	Wells Fargo	American Mining	Totals	Prior Month		
		\$0	\$30,587,354	\$105,650,408	\$136,237,762	Total	Change	
						\$137,909,120	-1.2%	
FBL Claims		Sedgwick	Wells Fargo	American Mining	Totals	Prior Month Total		
		0	121	1,101	1,222	1,250	-2.3%	
							FBL	
							Inactive	All Total
							2,210	3,432

WEST VIRGINIA
OFFICES OF THE INSURANCE COMMISSIONER
SCHEDULE OF NET ASSETS
Workers' Compensation Old Fund – Debt Reduction
(In Thousands)
FY2011

	June 30, 2010	April 30, 2011	Change
Assets:			
Cash and Cash Equivalents	892,466	931,792	39,326
Receivables, Net:	20,659	20,659	-
Total Assets	<u>913,125</u>	<u>952,451</u>	<u>39,326</u>
 Liabilities:			
Estimated Liability for Unpaid Claims	2,022,700	1,893,479	(129,221)
Other Liabilities	1,453	1,453	-
Total Liabilities	<u>2,024,153</u>	<u>1,894,932</u>	<u>(129,221)</u>
 Net Assets:			
Unrestricted	<u>(1,111,028)</u>	<u>(942,481)</u>	<u>168,547</u>
Total Net Assets	<u><u>(1,111,028)</u></u>	<u><u>(942,481)</u></u>	<u><u>168,547</u></u>

*Debt Reduction estimates are updated on a monthly basis. See note on "Old Fund Liability Estimate" sheet.

Old Fund Liability Estimate

FY2011

	April
Undiscounted Beginning Reserve Amount	2,986,675,720
Claim Payments	20,355,229
Undiscounted Ending Reserve Amount	2,966,320,491
Estimated Ending Reserve Amount - Discounted at 5%	1,893,478,866

Note:

The discounted estimate of the Old Fund liabilities is derived using a formula that reduces the reserve amount at the beginning of each month by the amount of claims payments made during the month. Claims payments were \$20,355,229 for April 2011.

The formula makes an adjustment for the time value of money, assuming that claim payments are evenly distributed through the month. This calculation has been prepared in order to provide an interim estimate on the status of the deficit.

Old Fund/Debt Reduction FY2011

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	YTD FY2011	YTD FY2010	Change
Revenues							
Personal Income Tax	-	31,800,000	31,800,000	10,600,000	74,200,000	74,200,000	-
Severance Tax	22,025,208	21,155,013	23,444,915	7,531,340	74,156,476	77,136,006	(2,979,530)
Debt Reduction Surcharge	8,857,456	11,815,510	9,634,132	10,416,543	40,723,641	38,501,565	2,222,076
Self-Insured Debt Reduction Surcharge	1,777,733	2,039,664	2,175,440	716,097	6,708,934	5,688,979	1,019,955
Video Lottery	11,000,000	-	-	-	11,000,000	11,000,000	-
Employer Premium	2,399,978	513,011	106,000	53,118	3,072,107	1,613,785	1,458,321
Other Income - Return of Unclaimed Property	1,077	14,410	1,669	-	17,156	33,624	(16,468)
Total Revenues	46,061,452	67,337,607	67,162,156	29,317,098	209,878,313	208,173,958	1,704,355
Surplus Note Principal Payments	-	-	-	-	-	43,500,000	(43,500,000)
Investment / Interest Earnings (Losses)	23,095,895	17,526,185	26,435,441	4,758,803	71,816,325	103,097,320	(31,280,995)
Expenditures							
Claims Benefits Paid:							
Medical	12,127,841	10,142,490	9,632,505	3,007,537	34,910,373	45,695,300	(10,784,927)
Permanent Total Disability	35,131,918	34,255,956	33,633,273	11,412,771	114,433,918	126,892,854	(12,458,937)
Permanent Partial Disability	763,081	691,264	538,730	186,168	2,179,242	4,283,918	(2,104,676)
Temporary Disability	117,290	144,226	68,772	20,636	350,924	1,212,611	(861,688)
Fatals	7,514,947	7,524,300	7,573,034	2,414,215	25,026,497	29,293,949	(4,267,452)
104 weeks death benefit	1,527,745	1,557,300	1,524,359	524,879	5,134,284	5,294,702	(160,417)
Settlement Agreements	15,764,770	11,532,935	11,723,076	3,155,409	42,176,190	14,477,499	27,698,690
Loss Adjustment Expenses	1,397,144	1,768,476	663,312	224,973	4,053,905	3,133,569	920,336
Total	74,344,735	67,616,948	65,357,061	20,946,588	228,265,332	230,284,402	(2,019,070)
Less: Claims credits and overpayments	2,134,198	1,463,734	2,581,788	591,360	6,771,080	3,036,670	3,734,409
Total Benefits Paid	72,210,537	66,153,214	62,775,273	20,355,229	221,494,253	227,247,732	(5,753,479)
Administrative Expenses	4,869,605	4,403,832	5,885,142	1,785,915	16,944,493	16,603,630	340,863
Total Expenditures	77,080,143	70,557,046	68,660,414	22,141,144	238,438,746	243,851,362	(5,412,616)
Excess (Deficiency) of Revenues over Expenditures	(7,922,796)	14,306,747	24,937,184	11,934,757	43,255,892	110,919,916	(67,664,024)
Cash Beginning Balances	888,535,954	880,613,158	894,919,905	919,857,088	888,535,954		
Cash Ending Balances	880,613,158	894,919,905	919,857,088	931,791,846	931,791,846		

Old Fund / Debt Reduction 1st Quarter FY2011

	July 2010	August 2010	September 2010	Quarterly Total
Revenues				
Personal Income Tax	-	-	-	-
Severance Tax	5,116,779.70	9,026,745.37	7,881,682.99	22,025,208.06
Debt Reduction Surcharge	8,769,528.72	95,819.00	(7,891.97)	8,857,455.75
Self-Insured Debt Reduction Surcharge	1,401,614.89	70,788.17	305,330.02	1,777,733.08
Video Lottery	3,885,341.88	4,046,095.90	3,068,562.22	11,000,000.00
Employer Premium	113,955.91	92,719.43	2,193,302.56	2,399,977.90
Other Income - Return of Unclaimed Property	-	1,076.78	-	1,076.78
Total Revenues	19,287,221.10	13,333,244.65	13,440,985.82	46,061,451.57
Investment / Interest Earnings (Losses)	4,527,112.81	14,544,793.42	4,023,988.78	23,095,895.01
Expenditures				
Claims Benefits Paid:				
Medical	4,632,087.97	3,534,601.88	3,961,151.53	12,127,841.38
Permanent Total Disability	11,551,635.68	12,114,184.95	11,466,096.92	35,131,917.55
Permanent Partial Disability	254,935.24	261,275.59	246,869.72	763,080.55
Temporary Disability	23,670.59	43,483.66	50,135.47	117,289.72
Fatals	2,519,576.31	2,556,640.44	2,438,730.74	7,514,947.49
104 weeks death benefit	528,883.58	505,925.05	492,936.68	1,527,745.31
Settlement Agreements	4,669,443.34	5,872,763.97	5,222,562.36	15,764,769.67
Loss Adjustment Expenses	450,587.51	591,991.44	354,564.79	1,397,143.74
Total	24,630,820.22	25,480,866.98	24,233,048.21	74,344,735.41
Less: Claims credits and overpayments	580,796.53	405,519.49	1,147,882.04	2,134,198.06
Total Benefits Paid	24,050,023.69	25,075,347.49	23,085,166.17	72,210,537.35
Administrative Expenses	1,584,348.85	1,641,948.52	1,643,307.81	4,869,605.18
Total Expenditures	25,634,372.54	26,717,296.01	24,728,473.98	77,080,142.53
Excess (Deficiency) of Revenues over Expenditures	(1,820,038.63)	1,160,742.06	(7,263,499.38)	(7,922,795.95)
Cash Beginning Balance	888,535,953.68	886,715,915.05	887,876,657.11	888,535,953.68
Cash Ending Balances	886,715,915.05	887,876,657.11	880,613,157.73	880,613,157.73

Old Fund / Debt Reduction 2nd Quarter FY2011

	October 2010	November 2010	December 2010	Quarterly Total
Revenues				
Personal Income Tax	10,600,000.00	10,600,000.00	10,600,000.00	31,800,000.00
Severance Tax	5,257,237.26	9,203,108.57	6,694,667.04	21,155,012.87
Debt Reduction Surcharge	11,575,261.93	218,697.00	21,551.40	11,815,510.33
Self-Insured Debt Reduction Surcharge	697,594.09	807,291.74	534,777.89	2,039,663.72
Video Lottery	-	-	-	-
Employer Premium	131,814.41	54,999.79	326,196.39	513,010.59
Other Income - Return of Unclaimed Property	7,146.74	7,263.22	-	14,409.96
Total Revenues	28,269,054.43	20,891,360.32	18,177,192.72	67,337,607.47
Investment / Interest Earnings (Losses)	14,629,093.72	8,795,713.94	(5,898,622.34)	17,526,185.32
Expenditures				
Claims Benefits Paid:				
Medical	2,774,670.79	3,865,156.97	3,502,662.72	10,142,490.48
Permanent Total Disability	11,287,336.33	11,675,033.77	11,293,586.00	34,255,956.10
Permanent Partial Disability	212,195.95	273,352.08	205,715.83	691,263.86
Temporary Disability	71,290.19	14,909.86	58,025.96	144,226.01
Fatals	2,582,247.99	2,446,806.13	2,495,246.14	7,524,300.26
104 weeks death benefit	474,007.71	591,712.96	491,579.63	1,557,300.30
Settlement Agreements	4,123,973.72	4,904,920.69	2,504,040.19	11,532,934.60
Loss Adjustment Expenses	285,391.62	444,788.07	1,038,296.52	1,768,476.21
Total	21,811,114.30	24,216,680.53	21,589,152.99	67,616,947.82
Less: Claims credits and overpayments	441,879.05	762,373.32	259,481.54	1,463,733.91
Total Benefits Paid	21,369,235.25	23,454,307.21	21,329,671.45	66,153,213.91
Administrative Expenses	1,024,837.36	2,043,574.24	1,335,420.13	4,403,831.73
Total Expenditures	22,394,072.61	25,497,881.45	22,665,091.58	70,557,045.64
Excess (Deficiency) of Revenues over Expenditures	20,504,075.54	4,189,192.81	(10,386,521.20)	14,306,747.15
Cash Beginning Balance	880,613,157.73	901,117,233.27	905,306,426.08	880,613,157.73
Cash Ending Balances	901,117,233.27	905,306,426.08	894,919,904.88	894,919,904.88

Old Fund / Debt Reduction 3rd Quarter FY2011

	January 2011	February 2011	March 2011	Quarterly Total
Revenues				
Personal Income Tax	10,600,000.00	10,600,000.00	10,600,000.00	31,800,000.00
Severance Tax	9,625,645.07	7,539,162.01	6,280,108.02	23,444,915.10
Debt Reduction Surcharge	-	6,082,978.00	3,551,154.00	9,634,132.00
Self-Insured Debt Reduction Surcharge	716,917.40	1,239,971.42	218,551.53	2,175,440.35
Video Lottery	-	-	-	-
Employer Premium	21,496.83	33,283.26	51,219.45	105,999.54
Other Income - Return of Unclaimed Property	-	270.17	1,399.17	1,669.34
Total Revenues	20,964,059.30	25,495,664.86	20,702,432.17	67,162,156.33
 Investment / Interest Earnings (Losses)	 11,280,235.04	 5,899,964.54	 9,255,241.83	 26,435,441.41
Expenditures				
Claims Benefits Paid:				
Medical	2,579,381.99	3,207,895.37	3,845,227.26	9,632,504.62
Permanent Total Disability	11,012,762.70	11,494,753.82	11,125,756.45	33,633,272.97
Permanent Partial Disability	185,924.01	169,757.39	183,048.34	538,729.74
Temporary Disability	14,237.07	16,641.28	37,894.02	68,772.37
Fatals	2,668,111.47	2,467,770.50	2,437,152.12	7,573,034.09
104 weeks death benefit	482,610.39	498,305.38	543,443.29	1,524,359.06
Settlement Agreements	3,433,926.58	4,435,658.25	3,853,491.44	11,723,076.27
Loss Adjustment Expenses	256,359.57	193,585.13	213,367.00	663,311.70
Total	20,633,313.78	22,484,367.12	22,239,379.92	65,357,060.82
Less: Claims credits and overpayments	678,591.27	1,165,849.38	737,347.64	2,581,788.29
Total Benefits Paid	19,954,722.51	21,318,517.74	21,502,032.28	62,775,272.53
Administrative Expenses	1,040,433.57	2,253,336.91	2,591,371.18	5,885,141.66
Total Expenditures	20,995,156.08	23,571,854.65	24,093,403.46	68,660,414.19
Excess (Deficiency) of Revenues over Expenditures	11,249,138.26	7,823,774.75	5,864,270.54	24,937,183.55
Cash Beginning Balance	894,919,904.88	906,169,043.14	913,992,817.89	894,919,904.88
Cash Ending Balances	906,169,043.14	913,992,817.89	919,857,088.43	919,857,088.43

Old Fund / Debt Reduction 4th Quarter FY2011

	April 2011	Quarterly Total
Revenues		
Personal Income Tax	10,600,000.00	10,600,000.00
Severance Tax	7,531,339.91	7,531,339.91
Debt Reduction Surcharge	10,416,543.00	10,416,543.00
Self-Insured Debt Reduction Surcharge	716,096.51	716,096.51
Video Lottery	-	-
Employer Premium	53,118.48	53,118.48
Other Income - Return of Unclaimed Property	-	-
Total Revenues	29,317,097.90	29,317,097.90
 Investment / Interest Earnings (Losses)	 4,758,803.17	 4,758,803.17
Expenditures		
Claims Benefits Paid:		
Medical	3,007,536.72	3,007,536.72
Permanent Total Disability	11,412,770.94	11,412,770.94
Permanent Partial Disability	186,167.87	186,167.87
Temporary Disability	20,635.65	20,635.65
Fatals	2,414,215.18	2,414,215.18
104 weeks death benefit	524,879.46	524,879.46
Settlement Agreements	3,155,409.02	3,155,409.02
Loss Adjustment Expenses	224,973.48	224,973.48
Total	20,946,588.32	20,946,588.32
Less: Claims credits and overpayments	591,359.50	591,359.50
Total Benefits Paid	20,355,228.82	20,355,228.82
Administrative Expenses	1,785,914.89	1,785,914.89
Total Expenditures	22,141,143.71	22,141,143.71
Excess (Deficiency) of Revenues over Expenditures	11,934,757.36	11,934,757.36
Cash Beginning Balance	919,857,088.43	919,857,088.43
Cash Ending Balances	931,791,845.79	931,791,845.79

COAL WORKERS PNEUMOCONIOSIS FUND

Quarterly Summary

FY2011

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	YTD FY 2011	YTD FY 2010	Change
Revenues							
Investment Earnings (Losses)	5,580,564	8,928,033	9,118,790	1,393,003	25,020,390	34,780,516	(9,760,125)
Other Income - Return of Unclaimed Property	-	-	-	-	-	898	(898)
Total Revenues	5,580,564	8,928,033	9,118,790	1,393,003	25,020,390	34,781,414	(9,761,024)
Expenditures							
Payment of Claims	2,481,727	2,672,708	2,737,944	714,321	8,606,699	8,577,480	29,219
Contractual / Professional	13,391	3,291	-	-	16,682	35,046	(18,364)
Total Expenditures	2,495,118	2,675,999	2,737,944	714,321	8,623,381	8,612,526	10,855
Excess (Deficiency) of Revenues over Expenditures	3,085,446	6,252,035	6,380,847	678,682	16,397,009	26,168,888	(9,771,879)
Cash Beginning Balances	244,074,613	247,160,059	253,412,093	259,792,940	244,074,613		
Cash Ending Balances	247,160,059	253,412,093	259,792,940	260,471,622	260,471,622		

SELF-INSURED GUARANTY FUND
Quarterly Summary
FY2011

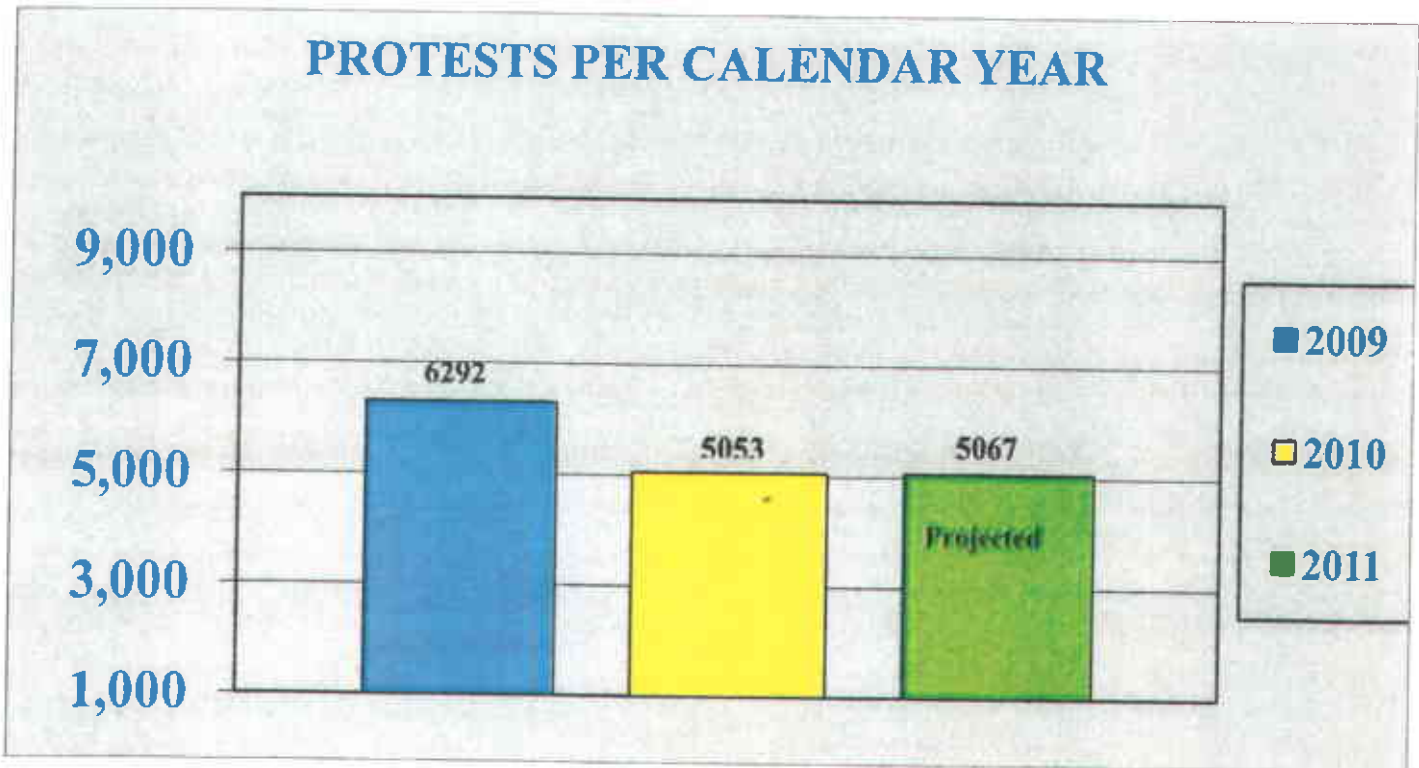
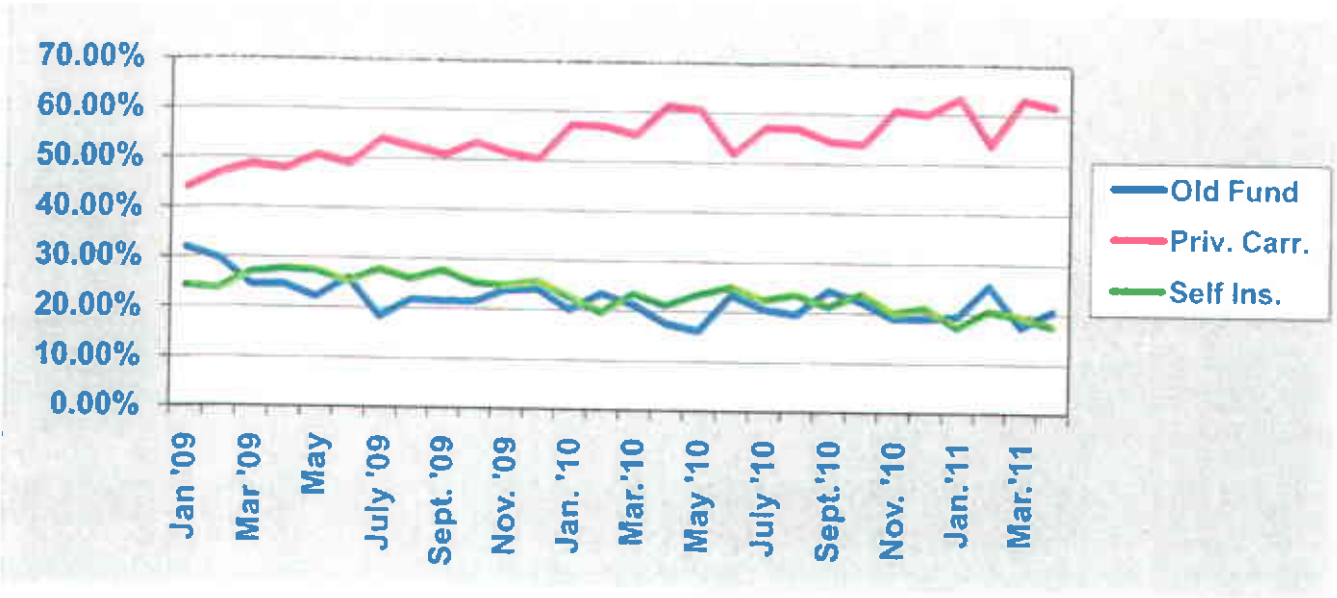
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	YTD FY 2011	YTD FY 2010	Change
Revenues							
Guaranty Risk Pool Assessments	331,688	253,473	320,295	47,263	952,720	1,239,449	(286,729)
Investment Earnings (Losses)	2,896	77,691	310,379	49,075	440,040	7,643	432,397
Total Revenues	334,584	331,164	630,674	96,337	1,392,759	1,247,092	145,667
Expenditures							
Payment of Claims	11,273	5,603	5,763	1,979	24,618	98,330	(73,713)
Contractual / Professional	6,459	12,364	13,786	2,366	34,974	44,001	(9,026)
Total Expenditures	17,732	17,967	19,548	4,344	59,592	142,331	(82,739)
Excess (Deficiency) of Revenues over Expenditures	316,852	313,197	611,126	91,993	1,333,168	1,104,761	228,406
Cash Beginning Balances	8,112,918	8,429,770	8,742,967	9,354,093	8,112,918		
Cash Ending Balances	8,429,770	8,742,967	9,354,093	9,446,086	9,446,086		

SELF-INSURED SECURITY FUND
Quarterly Summary
FY2011

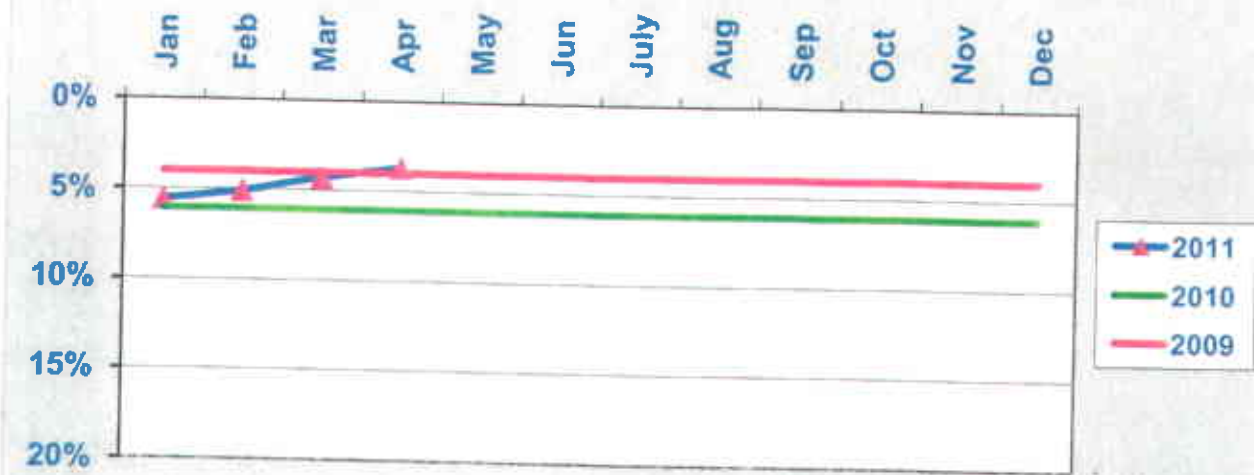
	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	YTD FY 2011
Revenues					
Security Risk Pool Assessments	31,272	70,372	13,924	-	115,569
Total Revenues	31,272	70,372	13,924	-	115,569
Expenditures					
Payment of Claims	-	64	-	65	129
Claim Payment Reimbursement to Old Fund	73,516	-	-	-	73,516
Contractual / Professional	9,255	-	-	-	9,255
Total Expenditures	82,771	64	-	65	82,900
Excess (Deficiency) of Revenues over Expenditures	(51,499)	70,308	13,924	(65)	32,668
Cash Beginning Balances	173,041	121,542	191,849	205,774	173,041
Cash Ending Balances	121,542	191,849	205,774	205,709	205,709

**UNINSURED FUND
Quarterly Summary
FY2011**

	1st Quarter	2nd Quarter	3rd Quarter	4th Quarter	YTD FY 2011	YTD FY 2010	Change
Revenues							
Fines and Penalties	227,102	194,357	205,533	91,908	718,899	747,695	(28,795)
Investment Earnings (Losses)	3,149	(51,023)	319,533	49,682	321,342	9,146	312,195
Total Revenues	230,251	143,334	525,066	141,590	1,040,241	756,841	283,400
Expenditures							
Payment of Claims	133,213	168,679	104,159	27,412	433,462	472,238	(38,776)
Contractual/Professional	1,394	7,092	-	-	8,486	8,571	(85)
Total Expenditures	134,607	175,771	104,159	27,412	441,948	480,809	(38,861)
Excess (Deficiency) of Revenues over Expenditures	95,644	(32,437)	420,907	114,178	598,293	276,032	322,261
Cash Beginning Balances	8,905,444	9,001,088	8,968,651	9,389,558	8,905,444		
Cash Ending Balances	9,001,088	8,968,651	9,389,558	9,503,737	9,503,737		



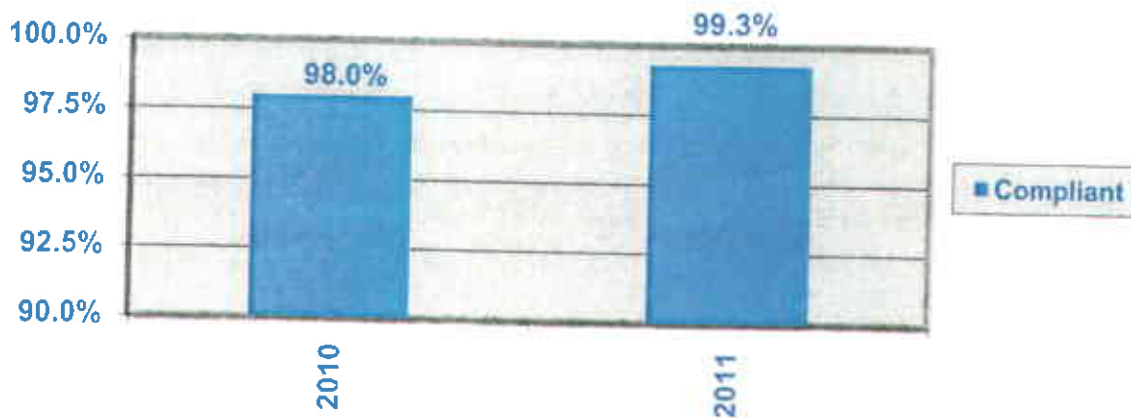
Acknowledged Later than 30 Days from Receipt



E. Protests Resolved:	Apr.'11	2011
1. Protests decided:	272	1169
2. Withdrawals:	62	286
3. "No Evidence" Dismissals:	56	192

F. Final Decision Timeliness	2010	Apr. '11	2011
1. <30 days:	45.4%	46.5%	51.2%
2. 30-60 days:	34.2%	47.6%	41.9%
3. 60-90 days:	18.4%	5.1%	6.2%
4. +90 days:	2.0%	0.7%	0.7%

Decision Within Rule's Time Limits



G. Time Standard Compliance	2010	Apr.	2011
	88.2%	94.3%	90.8%

Monday, May 02, 2011

Time Standard Compliance

Report Dates: From 4/1/2011 thru 4/30/2011

Time Standard	Total Closed	Timely		Late	
		Count	Percent	Count	Percent
PPD	45	44	97.8%	1	2.2%
REOPENING	8	8	100%	0	0%
TTD	13	12	92.3%	1	7.7%
COMPENSABILITY	26	25	96.2%	1	3.8%
DEP BEN FATAL	3	2	66.7%	1	33.3%
IEB DETERMINATION	1	1	100%	0	0%
OPBD	14	13	92.9%	1	7.1%
REHABILITATION	1	1	100%	0	0%
TRMT/EQUIP CL	46	42	91.3%	4	8.7%
Total	157	148	94.3%	9	5.7%

Final Decision Compliance

Report Dates: From 4/1/2011 thru 4/30/2011

Description	Issues Resolved	Days to Decision							
		< 30 Days		30 - 60		61 - 90		> 90	
		Count	%	Count	%	Count	%	Count	%
COMPENSABILITY	62	27	43.5%	27	43.5%	6	9.7%	2	3.2%
FAILURE TO ACT 30 DAY	4	1	25.0%	3	75.0%	0	0.0%	0	0.0%
OP NON-MED	1	1	100.0%	0	0.0%	0	0.0%	0	0.0%
OPBD	10	8	80.0%	2	20.0%	0	0.0%	0	0.0%
PPD	50	23	46.0%	27	54.0%	0	0.0%	0	0.0%
DEP BEN FATAL	11	5	45.5%	4	36.4%	2	18.2%	0	0.0%
FAILURE TO ACT 15 DAY	2	2	100.0%	0	0.0%	0	0.0%	0	0.0%
IEB DETERMINATION	1	1	100.0%	0	0.0%	0	0.0%	0	0.0%
REHABILITATION	1	0	0.0%	1	100.0%	0	0.0%	0	0.0%
REOPENING	15	6	40.0%	9	60.0%	0	0.0%	0	0.0%
TRMT/EQUIP CL	96	41	42.7%	53	55.2%	2	2.1%	0	0.0%
TTD	22	13	59.1%	5	22.7%	4	18.2%	0	0.0%
Totals	275	128	46.5%	131	47.6%	14	5.1%	2	0.7%

Monday, May 02, 2011

Motion Resolution Compliance

Report Dates: From 4/1/2011 thru 4/30/2011

Time Standard	Total Motions	Timely *		Late **	
		Count	Percent	Count	Percent
DEP BEN FATAL	21	21	100%	0	0%
IEB DETERMINATION	8	8	100%	0	0%
OP NON-MED	3	3	100%	0	0%
PPD	182	178	97.8%	4	2.2%
PTD ENTITLEMENT	7	7	100%	0	0%
TRMT/EQUIP CL	226	223	98.7%	3	1.3%
TTD	95	94	98.9%	1	1.1%
APPLICATION THRESHOLD	2	2	100%	0	0%
BENEFIT OVERPAYMENT	1	1	100%	0	0%
COMPENSABILITY	223	218	97.8%	5	2.2%
OPBD	33	31	93.9%	2	6.1%
REOPENING	40	38	95%	2	5%
Total	841	824	98%	17	2%

* Action Date < Motion Date

** Action Date > Motion Date

Monday, May 02, 2011

Acknowledgement Goal

Report Dates: From 4/1/2011 thru 4/30/2011

Description	Protests Acknowledged	Days to Acknowledge Protests							
		> 30		30-24		23-11		< 11	
		Coun	Perce	Coun	Perce	Coun	Perce	Coun	Perce
		t	t	t	t	t	t	t	t
BENEFIT OVERPAYMENT	Total: 2	0	0.0%	0	0.0%	1	50.0%	1	50.0%
CBO - CL BEN. OVERPAYMENT	2	0	0.0%	0	0.0%	1	50.0%	1	50.0%
COMPENSABILITY	Total: 84	1	1.2%	2	2.4%	45	53.6%	36	42.9%
CCS - CL SEC.CONDITION	20	0	0.0%	0	0.0%	6	30.0%	14	70.0%
CHC - CL COMPENSABILITY	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CIS - CL SI SEC.CONDITION	2	0	0.0%	0	0.0%	0	0.0%	2	100.0%
CPI - CL SI REJECT CLAIM	4	0	0.0%	0	0.0%	2	50.0%	2	50.0%
CPJ - CL REJECT CLAIM	52	1	1.9%	2	3.8%	34	65.4%	15	28.8%
CQR - CL SI REJ OCCDISEASE	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CRZ - CL REJ OCC DISEASE	4	0	0.0%	0	0.0%	2	50.0%	2	50.0%
DEP BEN FATAL	Total: 4	2	50.0%	0	0.0%	2	50.0%	0	0.0%
CDF - CL DENY/GRNT DTH BEN	2	2	100.0%	0	0.0%	0	0.0%	0	0.0%
CIF - CL SI DY/GNT DTH BEN	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
EDF - EM DENY/GRNT DTH BEN	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
FAILURE TO ACT 10 DAY	Total: 1	0	0.0%	1	100.0%	0	0.0%	0	0.0%
C5N - CL FTA NOT COVERED	1	0	0.0%	1	100.0%	0	0.0%	0	0.0%
FAILURE TO ACT 15 DAY	Total: 5	1	20.0%	2	40.0%	2	40.0%	0	0.0%
C01 - CL FTA INJ COMPENSAB	1	1	100.0%	0	0.0%	0	0.0%	0	0.0%

Description	Protests Acknowledge d	Days to Acknowledge Protests							
		> 30		30-24		23-11		< 11	
		Coun t	Perce nt	Coun t	Perce nt	Coun t	Perce nt	Coun t	Perce nt
C03 - CL FTA TREATMENT	4	0	0.0%	2	50.0%	2	50.0%	0	0.0%
FAILURE TO ACT 30 DAY	Total: 7	0	0.0%	1	14.3%	3	42.9%	3	42.9%
C7A - CL FTA RO TTD/MED	1	0	0.0%	1	100.0 %	0	0.0%	0	0.0%
C7B - CL FTA RO PPD	2	0	0.0%	0	0.0%	1	50.0%	1	50.0%
C7E - CL FTA CPLY OJ/BR/SC IEB DETERMINATIO N	4 Total: 7	0 0	0.0% 0.0%	0 0	0.0% 0.0%	2 3	50.0% 42.9%	2 4	50.0% 57.1%
CEB - CL IEB DETERMINATIO N	6	0	0.0%	0	0.0%	3	50.0%	3	50.0%
CZB - CL SI IEB DETRMITION	1	0	0.0%	0	0.0%	0	0.0%	1	100.0 %
OP NON-MED	Total: 1	0	0.0%	0	0.0%	1	100.0 %	0	0.0%
CNR - CL NON- MED ORDER	1	0	0.0%	0	0.0%	1	100.0 %	0	0.0%
OPBD	Total: 13	0	0.0%	0	0.0%	10	76.9%	3	23.1%
CAO - CL ADD BOARD FINDING	2	0	0.0%	0	0.0%	2	100.0 %	0	0.0%
CBF - CL % BOARD FINDING	4	0	0.0%	0	0.0%	3	75.0%	1	25.0%
EAO - EM ADD BOARD FINDING	4	0	0.0%	0	0.0%	3	75.0%	1	25.0%
EBF - EM % BOARD FINDING	2	0	0.0%	0	0.0%	1	50.0%	1	50.0%
ESO - EM SI AD.BRD FINDING	1	0	0.0%	0	0.0%	1	100.0 %	0	0.0%
PPD	Total: 93	2	2.2%	0	0.0%	39	41.9%	52	55.9%
CAA - CL ADDL % AWARD D/G	9	0	0.0%	0	0.0%	3	33.3%	6	66.7%
CAD - CL % AWARD DENY/GRNT	69	2	2.9%	0	0.0%	31	44.9%	36	52.2%
CIE - CL SI ADD% AWARD D/G	4	0	0.0%	0	0.0%	1	25.0%	3	75.0%
CIG - CL SI %AWARD	11	0	0.0%	0	0.0%	4	36.4%	7	63.6%

Description	Protests Acknowledged	Days to Acknowledge Protests							
		> 30		30-24		23-11		< 11	
		Coun t	Perce nt	Coun t	Perce nt	Coun t	Perce nt	Coun t	Perce nt
DNY/GNT REHABILITATION	Total: 1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CTP - CL GRNT/DNY TP REHAB	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
REOPENING	Total: 20	0	0.0%	2	10.0%	2	10.0%	16	80.0%
CIQ - CL SI DY/GNT R/O PPD	2	0	0.0%	1	50.0%	0	0.0%	1	50.0%
CIY - CL SI DY/GNT R/O TTD	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CJV - CL DNY/GRNT R/O PPD	8	0	0.0%	1	12.5%	1	12.5%	6	75.0%
CLH - CL DNY/GRNT R/O PTD	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CRD - CL DENY/GRNT R/O TTD	8	0	0.0%	0	0.0%	1	12.5%	7	87.5%
SPECIAL CATEGORY	Total: 1	1	100.0%	0	0.0%	0	0.0%	0	0.0%
CNW - CL SPL CATEGORY	1	1	100.0%	0	0.0%	0	0.0%	0	0.0%
TRMT/EQUIP CL	Total: 142	7	4.9%	1	0.7%	36	25.4%	98	69.0%
CBX - CL TRMT DENY	110	5	4.5%	1	0.9%	23	20.9%	81	73.6%
CSX - CL SI TRMT DENY	26	1	3.8%	0	0.0%	11	42.3%	14	53.8%
CYY - CL TRMT GRANT	6	1	16.7%	0	0.0%	2	33.3%	3	50.0%
TTD	Total: 46	2	4.3%	1	2.2%	19	41.3%	24	52.2%
CCC - CL CLOSING THE CLAIM	39	1	2.6%	0	0.0%	18	46.2%	20	51.3%
CIC - CL SI CLSG THE CLM	3	0	0.0%	0	0.0%	1	33.3%	2	66.7%
CJS - CL TTD	2	1	50.0%	0	0.0%	0	0.0%	1	50.0%
CPX - CL INITIAL TTD	2	0	0.0%	1	50.0%	0	0.0%	1	50.0%
Totals: Claims 366	427	16	3.7%	10	2.3%	164	38.4%	237	55.5%

Monday, May 02, 2011

Resolution of Issues

Report Dates: Decision Date from 4/1/2011 thru 4/30/2011

Time Standard Categories	Decisions Issued	Reversed		Affirmed		Affirmed by Rule		Dismissed		Modified		Moot		Other		Remanded	
		Count	%	Count	%	Count	%	Count	%	Count	%	Count	%	Count	%	Count	%
DEP BEN FATAL	13	1	7.7	9	69.2	0	0	1	7.7	1	7.7	0	0	1	7.7	0	0
PPD	109	16	14.7	34	31.2	23	21.1	36	33	0	0	0	0	0	0	0	0
REHABILITATION	1	0	0	1	100	0	0	0	0	0	0	0	0	0	0	0	0
REOPENING	21	8	38.1	6	28.6	3	14.3	4	19	0	0	0	0	0	0	0	0
TRMT/EQUIP CL	128	29	22.7	62	48.4	14	10.9	18	14.1	4	3.1	1	0.8	0	0	0	0
COMPENSABILITY	81	23	28.4	36	44.4	5	6.2	14	17.3	3	3.7	0	0	0	0	0	0
IEB DETERMINATION	1	0	0	1	100	0	0	0	0	0	0	0	0	0	0	0	0
OP NON-MED	1	0	0	1	100	0	0	0	0	0	0	0	0	0	0	0	0
OPBD	22	3	13.6	7	31.8	5	22.7	7	31.8	0	0	0	0	0	0	0	0
TTD	35	6	17.1	11	31.4	6	17.1	10	28.6	2	5.7	0	0	0	0	0	0
Totals	412	86	20.9	168	40.8	56	13.6	90	21.8	10	2.4	1	0.2	1	0.2	0	0

OOJ – Petition for Attorney Fees for Unreasonable Denial

Petitions received 9/1/2005 through 4/30/2011

	61
Petitions denied on face:	20
Petitions denied by ALJ Decision:	25
Petitions granted:	7
Petitions withdrawn through settlement:	2
Petitions currently pending:	7

Failure to Timely Act Process

Petitions filed 9/1/05 through 4/30/2011

Filed:	246
Denied/dismissed:	100
Withdrawn:	11
Reports to OIC:	111
Pending	24

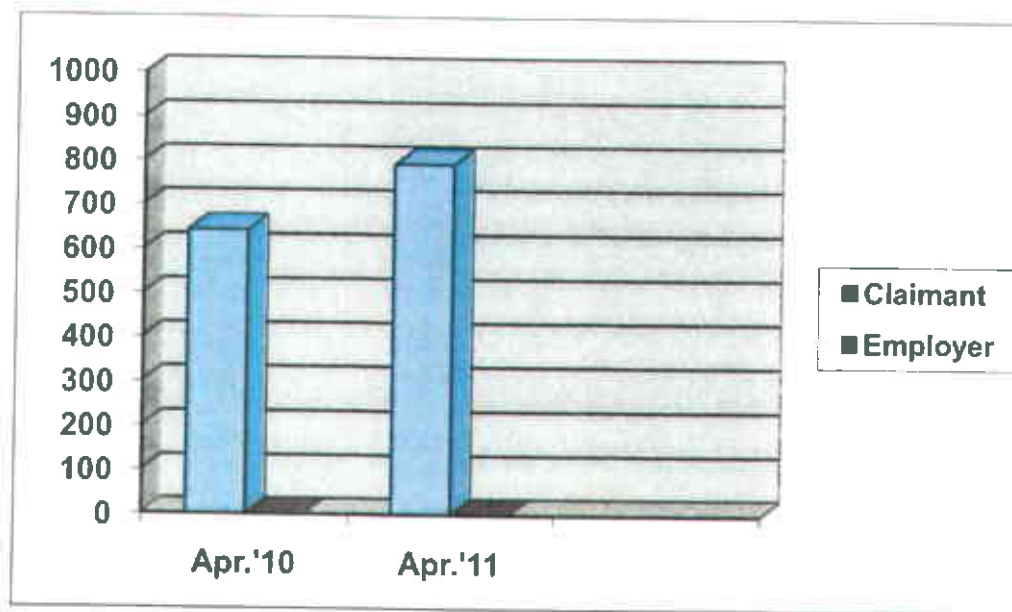
Expedited Hearings Scheduled

	Jan	Feb	Mar	Apr	May	June	July	Aug	Sept	Oct	Nov	Dec	TOTAL
2009	5	6	5	4	10	14	10	6	12	4	5	9	90
2010	13	2	6	9	4	7	12	8	11	10	15	15	112
2011	10	16	11	15									52

OOJ – Pending Treatment Issues

Pending Treatment Issues			Comparison to Prior Mo/Year	
Party	Month Apr.'11	% Protests	Month Apr.'10	% Protests
Claimant	794	22.10%	643	17.20%
Employer	1	.03%	1	0.03%
Total	795		644	

Pending Treatment Issues



Pro Se Claimant Information

Pending Protests Involving Pro Se Claimants: 572

Pending Claims Involving Pro Se claimants: 509

Earl Ray Tomblin
Governor

W. Jack Stevens
Chairman

James D. Gray
Member

Rita Hedrick-Helmick
Member

Workers' Compensation Board of Review

Offices located at 1207 Quarrier St. Charleston
All communications should be addressed to the Board of Review
at the address shown at the bottom of this page.

MEMORANDUM

To: Jane L. Cline, Commissioner
Bill Dean, Chairman
Kent Hartsog, Vice Chairman
Dan Marshall
Honorable Brooks McCabe
Honorable Nancy Peoples Guthrie
Jim Dissen

From: Rita Hedrick-Helmick, Chairperson

Date: May 2, 2011

Re: Workers' Compensation Board of Review Monthly Report

Attached, please find the Board of Review's April 2011 monthly report.

A number of changes have been made to the Board's reports. You will find a total of eight reports as opposed to the two reports you previously received. These reports include the following:

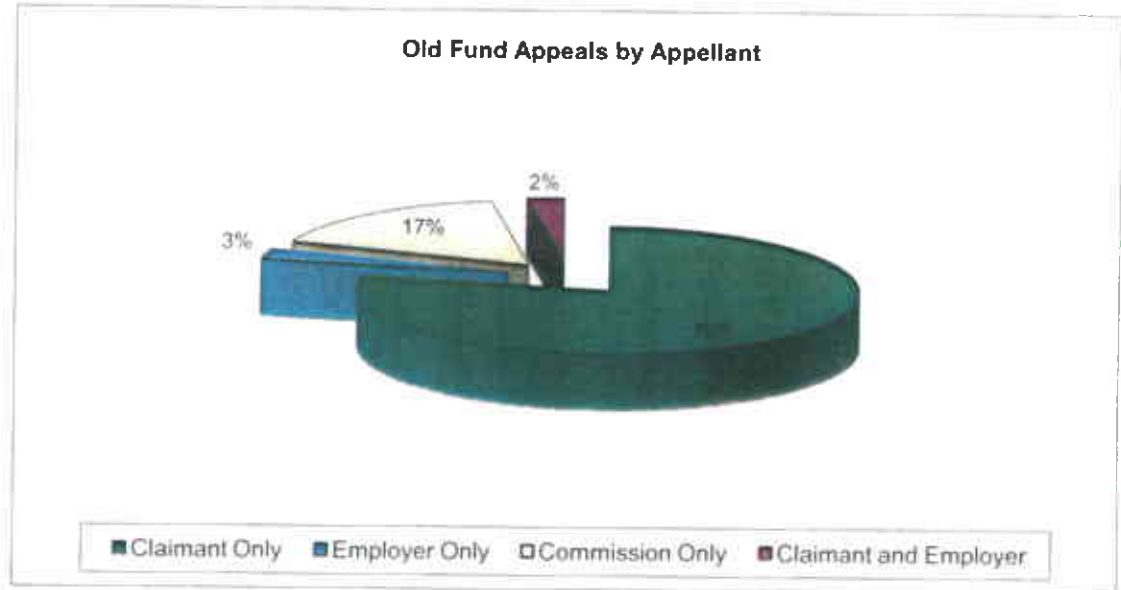
1. Monthly Report of Appeals Received
2. Yearly Report of Appeals Received
3. Monthly Report of Appeals Received by Issue
4. Yearly Report of Appeals Received by Issue
5. Monthly Appeals Received by Issue and Appellant
6. Monthly Summary of Dispositions by Party
7. Monthly Summary of Dispositions by Issue
8. Yearly Summary of Dispositions by Issue

Please do not hesitate to contact me in the event of any questions.

Appeals Received
From April 1, 2011 Thru April 30, 2011

Old Fund Appeals (DOI < Jul-1-2005)

Appellant	Count
Claimant Only	32
Employer Only	1
Commission Only	7
Claimant and Employer	1
Old Fund Total	41



Privately Insured Appeals (DOI > Jun-30-2005)

Appellant	Count
Claimant Only	48
Employer Only	26
Privately Insured Total	74
Total Appeals	115

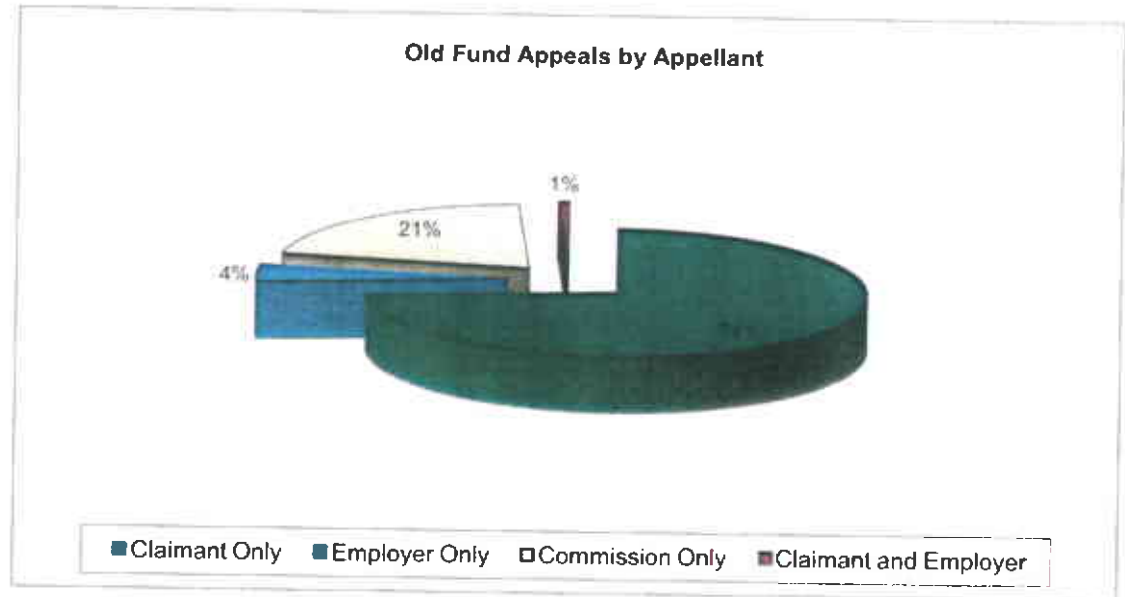


Appeals counted more than once:

Yearly Appeals Received
From January 1, 2011 Thru April 30, 2011

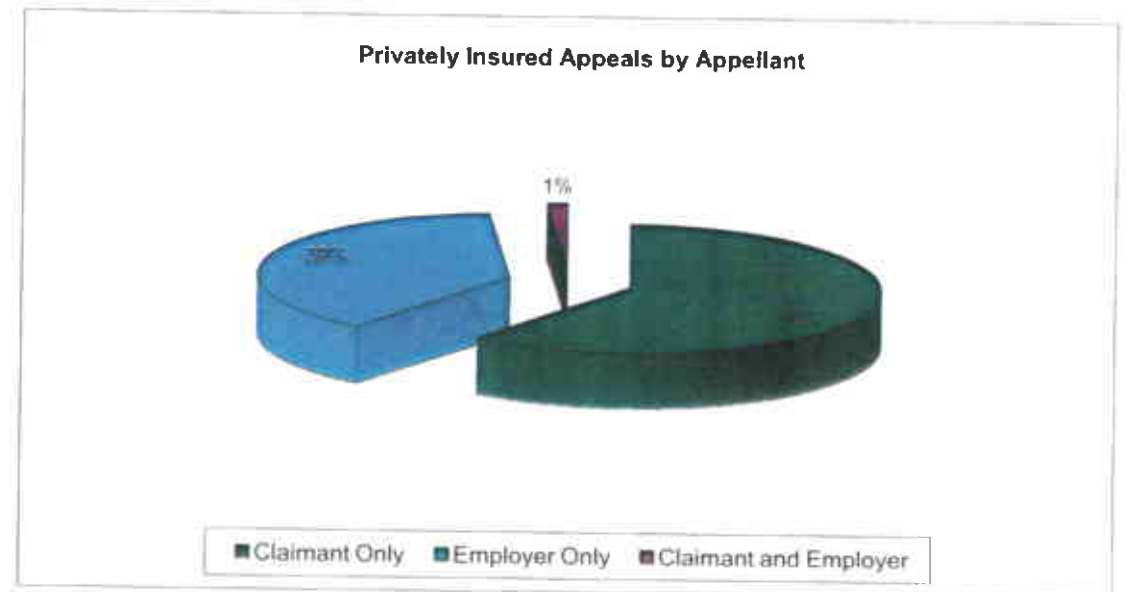
Old Fund Appeals (DOI < Jul-1-2005)

Appellant	Count
Claimant Only	100
Employer Only	6
Commission Only	29
Claimant and Employer	1
Old Fund Total	136



Privately Insured Appeals (DOI > Jun-30-2005)

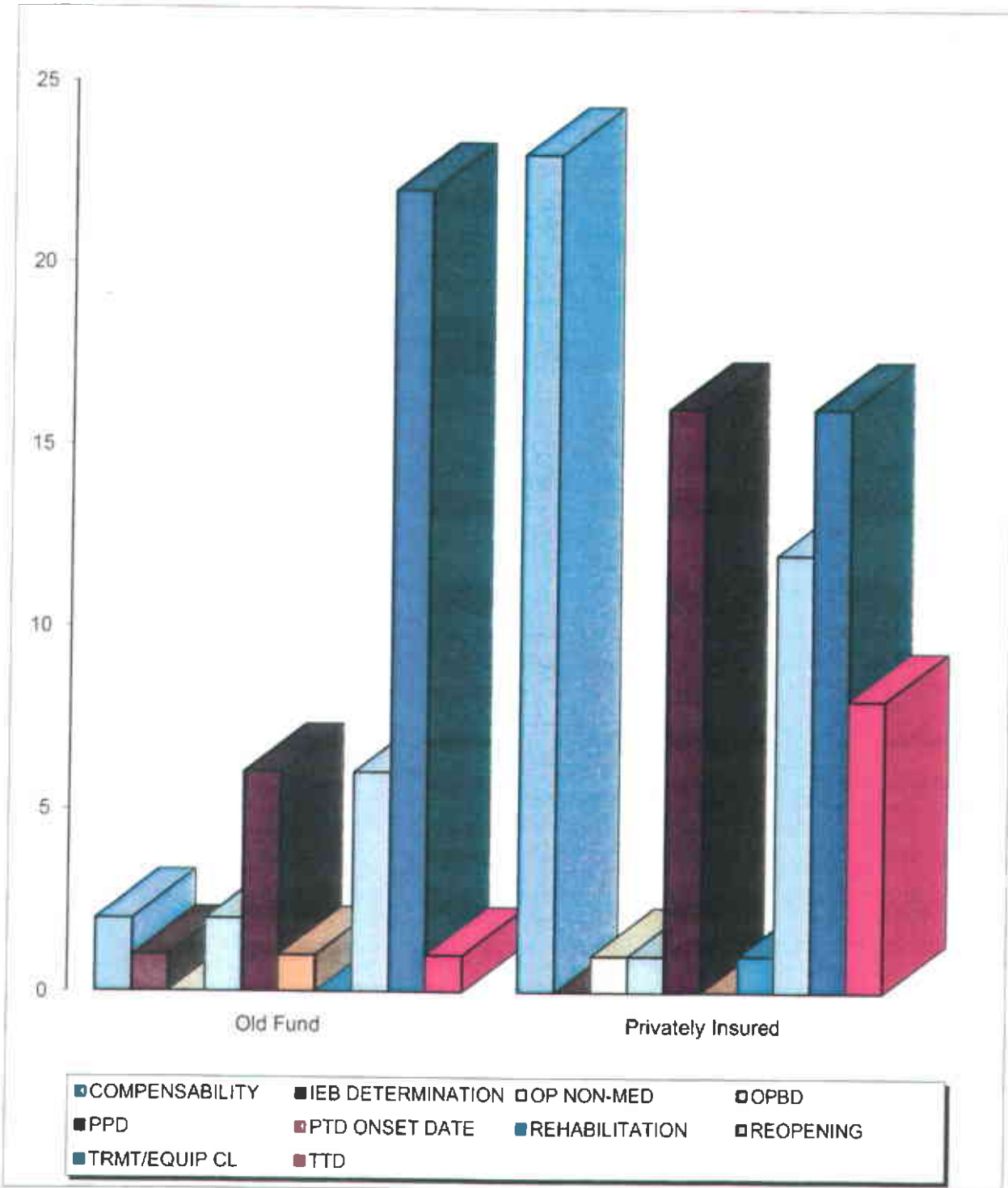
Appellant	Count
Claimant Only	179
Employer Only	114
Claimant and Employer	4
Privately Insured Total	297
Total Appeals	433



Appeals Received by Issue
 Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > June-30-2005)
 From April 1, 2011 thru April 30, 2011

Type of Issue	Total Issues	Old Fund		Privately Insured	
		#	%	#	%
COMPENSABILITY	25	2	8.0	23	92.0
IEB DETERMINATION	1	1	100.0	0	0.0
OP NON-MED	1	0	0.0	1	100.0
OPBD	3	2	66.7	1	33.3
PPD	22	6	27.3	16	72.7
PTD ONSET DATE	1	1	100.0	0	0.0
REHABILITATION	1	0	0.0	1	100.0
REOPENING	18	6	33.3	12	66.7
TRMT/EQUIP CL	38	22	57.9	16	42.1
TTD	9	1	11.1	8	88.9
Totals	119	41	34.5	78	65.5

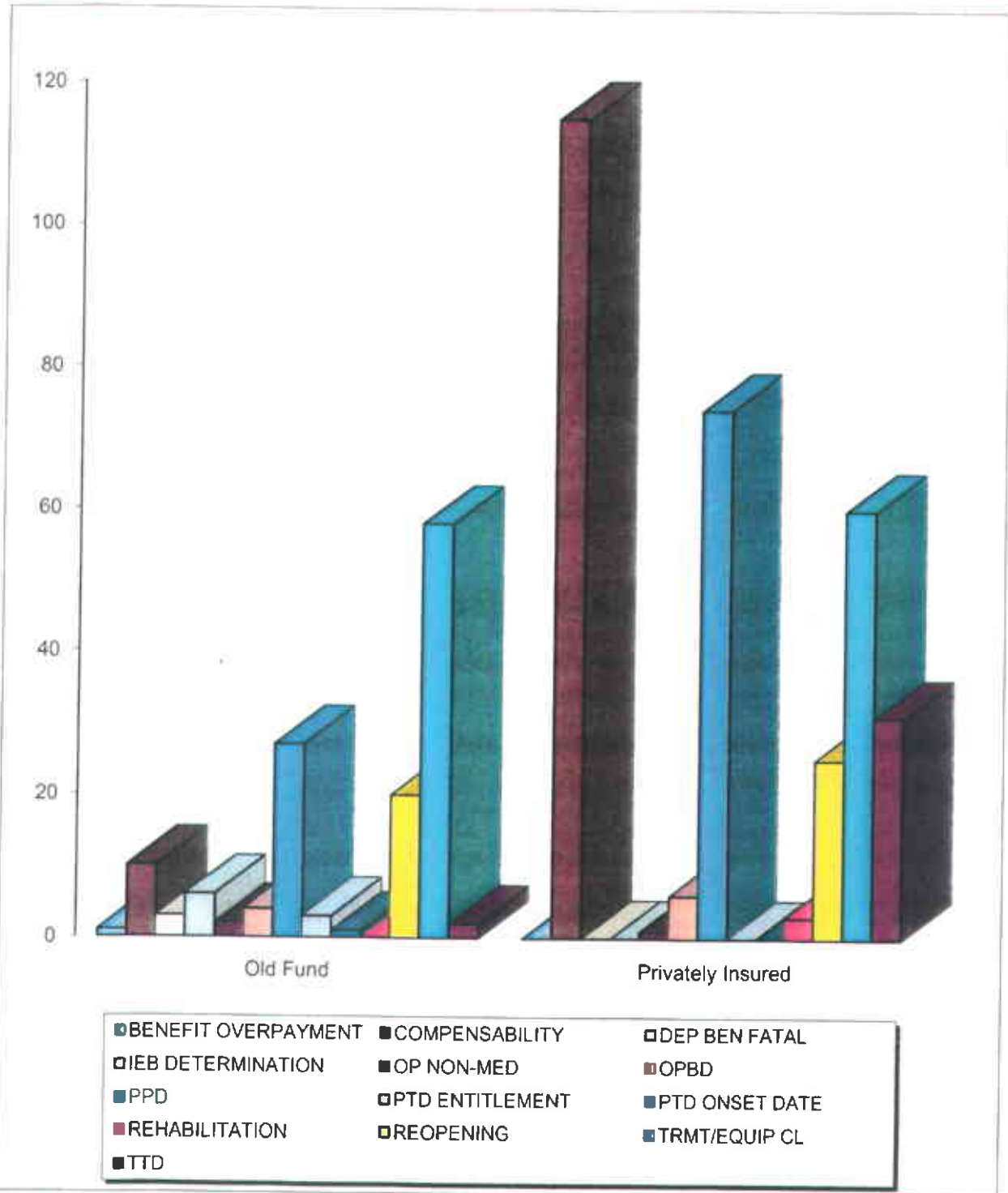
Appeals Received by Issue
 Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > June-30-2005)
 From April 1, 2011 thru April 30, 2011



Yearly Appeals Received by Issue
 Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > June-30-2005)
 From January 1, 2011 thru April 30, 2011

Type of Issue	Total Issues	Old Fund		Privately Insured	
		#	%	#	%
BENEFIT					
OVERPAYMENT	1	1	100.0	0	0.0
COMPENSABILITY	125	10	8.0	115	92.0
DEP BEN FATAL	3	3	100.0	0	0.0
IEB DETERMINATION	6	6	100.0	0	0.0
OP NON-MED	3	2	66.7	1	33.3
OPBD	10	4	40.0	6	60.0
PPD	101	27	26.7	74	73.3
PTD ENTITLEMENT	3	3	100.0	0	0.0
PTD ONSET DATE	1	1	100.0	0	0.0
REHABILITATION	3	0	0.0	3	100.0
REOPENING	45	20	44.4	25	55.6
TRMT/EQUIP CL	118	58	49.2	60	50.8
TTD	33	2	6.1	31	93.9
Totals	452	137	30.3	315	69.7

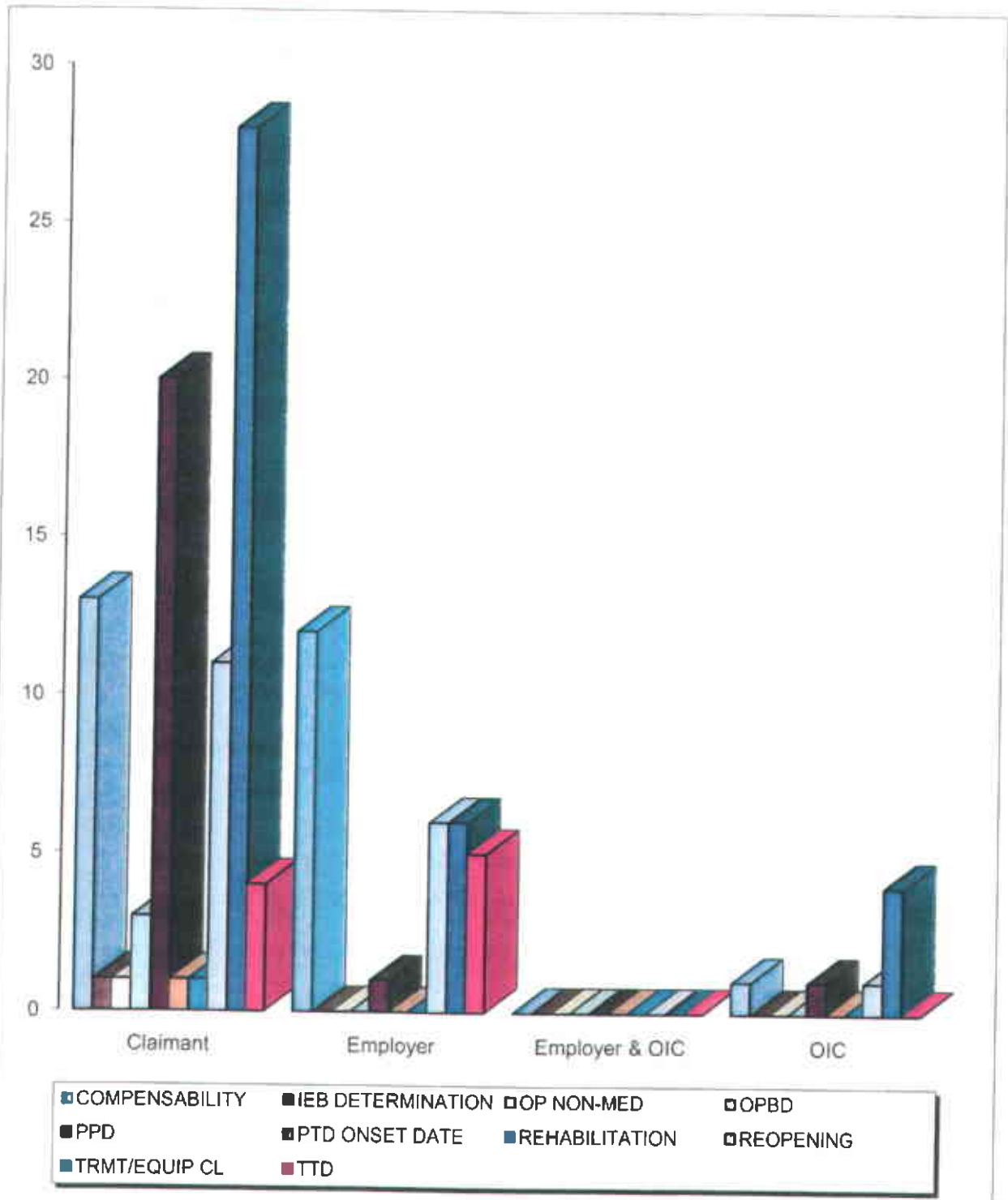
Yearly Appeals Received by Issue
 Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > June-30-2005)
 From January 1, 2011 thru April 30, 2011



Appeals Received by Issue
From April 1, 2011 Thru April 30, 2011

Type of Issue	Total Issues	Claimant		Employer		OIC		Emp and OIC	
		#	%	#	%	#	%	#	%
COMPENSABILITY	26	13	50.0	12	46.2	0	0.0	1	3.8
IEB DETERMINATION	1	1	100.0	0	0.0	0	0.0	0	0.0
OP NON-MED	1	1	100.0	0	0.0	0	0.0	0	0.0
OPBD	3	3	100.0	0	0.0	0	0.0	0	0.0
PPD	22	20	90.9	1	4.5	0	0.0	1	4.5
PTD ONSET DATE	1	1	100.0	0	0.0	0	0.0	0	0.0
REHABILITATION	1	1	100.0	0	0.0	0	0.0	0	0.0
REOPENING	18	11	61.1	6	33.3	0	0.0	1	5.6
TRMT/EQUIP CL	38	28	73.7	6	15.8	0	0.0	4	10.5
TTD	9	4	44.4	5	55.6	0	0.0	0	0.0
Totals	120	83	69.2	30	25.0	0	0.0	7	5.8

Appeals Received by Issue
 From April 1, 2011 Thru April 30, 2011



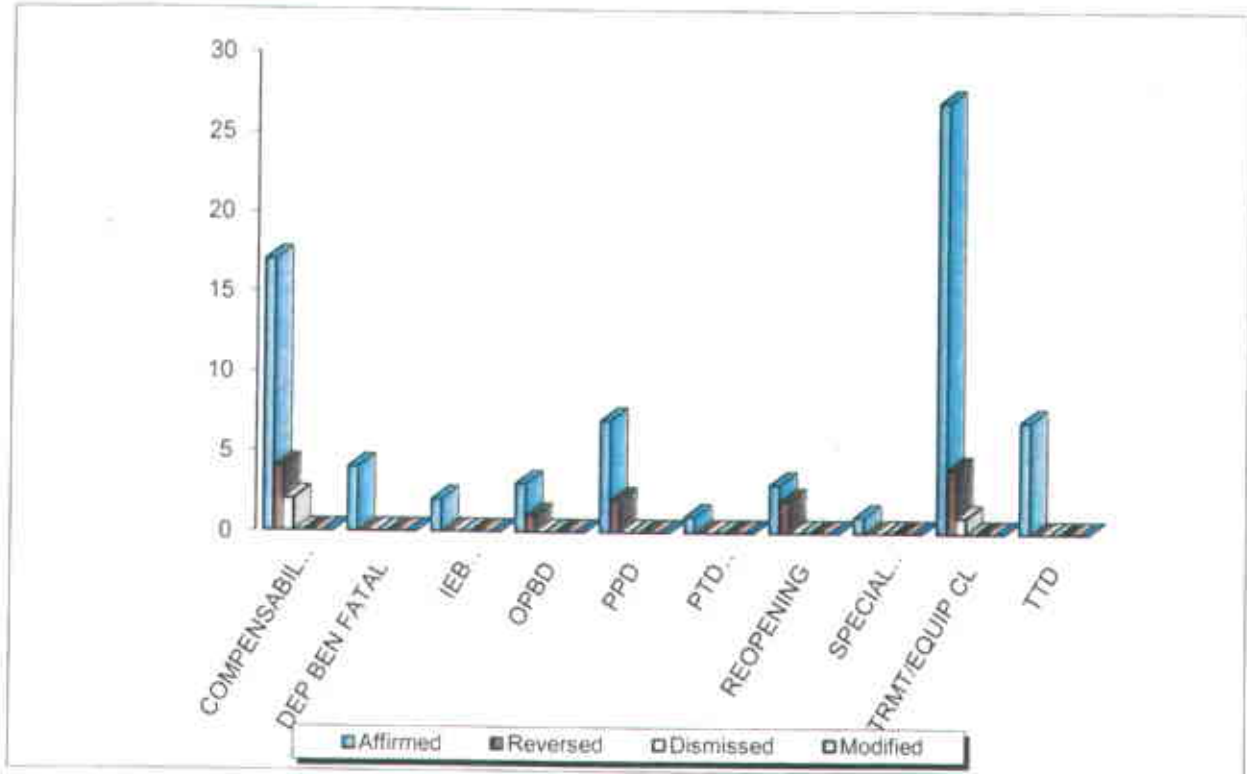
**WORKER COMPENSATION BOARD OF REVIEW
FOR APRIL 2011**

Appealed By	BOR Disposition	Disposition Count	Disp %	Total %	Year to Date	Disp %	Total %
CLAIMANT	AFFIRMED	50	92.6%	62.5%	255	91.1%	65.7%
	DISMISSED				6	2.1%	1.5%
	MODIFY				2	0.7%	0.5%
	REMAND				3	1.1%	0.8%
	REVERSE	4	7.4%	5.0%	14	5.0%	3.6%
	Total Dispositions	54			280		
CLAIMANT/EMPLOYER	DISMISSED				1	100.0%	0.3%
	Total Dispositions				1		
EMPLOYER	AFFIRMED	13	65.0%	16.3%	44	57.9%	11.3%
	DISMISSED				4	5.3%	1.0%
	MODIFY				1	1.3%	0.3%
	REMAND				3	3.9%	0.8%
	REVERSE	7	35.0%	8.8%	24	31.6%	6.2%
	Total Dispositions	20			76		
DIVISION/OIC	AFFIRMED	4	66.7%	5.0%	17	54.8%	4.4%
	REMAND				1	3.2%	0.3%
	REVERSE	2	33.3%	2.5%	13	41.9%	3.4%
	Total Dispositions	6			31		
	Grand Totals	80			388		

Dispositions By Issues
BOR Orders Mailed From April 1, 2011 Thru April 30, 2011

Type of Issue	Issues	Affirmed		Reversed		Dismissed		Modified		Remanded		Vacated		Other	
		#	%	#	%	#	%	#	%	#	%	#	%	#	%
COMPENSABILITY	23	17	73.9	4	17.4	2	8.7	0	0.0	0	0.0	0	0.0	0	0.0
DEP BEN FATAL	4	4	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
IEB DETERMINATION	2	2	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
OPBD	4	3	75.0	1	25.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
PPD	9	7	77.8	2	22.2	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
PTD ENTITLEMENT	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
REOPENING	5	3	60.0	2	40.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
SPECIAL CATEGORY	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
TRMT/EQUIP CL	32	27	84.4	4	12.5	1	3.1	0	0.0	0	0.0	0	0.0	0	0.0
TTD	7	7	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
Totals	88	72	81.8	13	14.8	3	3.4	0	0.0	0	0.0	0	0.0	0	0.0

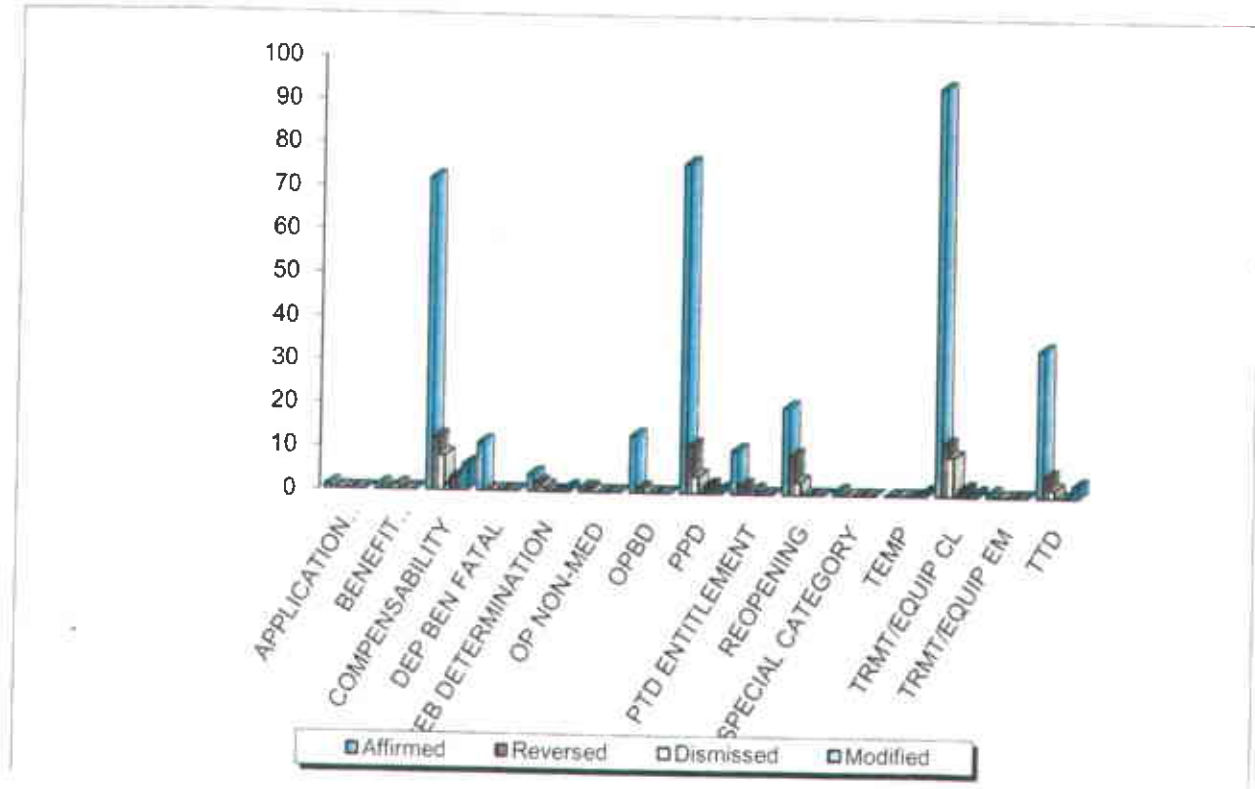
Dispositions By Issues
 BOR Orders Mailed From April 1, 2011 Thru April 30, 2011



Yearly Dispositions By Issues
BOR Orders Mailed From January 1, 2011 Thru April 30, 2011

Type of Issue	Issues	Affirmed		Reversed		Dismissed		Modified		Remanded		Vacated		Other	
		#	%	#	%	#	%	#	%	#	%	#	%	#	%
APPLICATION THRESHOLD	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
BENEFIT OVERPAYMENT	2	1	50.0	0	0.0	0	0.0	1	50.0	0	0.0	0	0.0	0	0.0
COMPENSABILITY	102	72	70.6	12	11.8	8	7.8	1	1.0	3	2.9	0	0.0	6	5.9
DEP BEN FATAL	11	11	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
IEB DETERMINATION	8	4	50.0	2	25.0	1	12.5	0	0.0	0	0.0	0	0.0	1	12.5
OP NON-MED	2	1	50.0	1	50.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
OPBD	14	13	92.9	1	7.1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
PPD	94	76	80.9	11	11.7	4	4.3	0	0.0	2	2.1	0	0.0	1	1.1
PTD ENTITLEMENT	13	10	76.9	2	15.4	0	0.0	1	7.7	0	0.0	0	0.0	0	0.0
REOPENING	32	20	62.5	9	28.1	3	9.4	0	0.0	0	0.0	0	0.0	0	0.0
SPECIAL CATEGORY	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
TEMP	1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	1	100.0
TRMT/EQUIP CL	118	94	79.7	12	10.2	9	7.6	0	0.0	2	1.7	0	0.0	1	0.8
TRMT/EQUIP EM	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
TTD	44	34	77.3	5	11.4	2	4.5	0	0.0	0	0.0	0	0.0	3	6.8
Totals	444	339	76.4	55	12.4	27	6.1	3	0.7	7	1.6	0	0.0	1	2.9

Yearly Dispositions By Issues
 BOR Orders Mailed From January 1, 2011 Thru April 30, 2011



Workers' Compensation Revenue Recovery

Revenue Recovery Activity	March 2011
COLLECTION ACTIVITY	
Receipts - Old Fund (Employer out of business)	\$ 32,397.24
Receipts - PC & NU (Private Carrier Cancellation & Rogue Employers)	\$ 63,958.86
Receipts - Payment Agreements	\$ 11,892.26
# of active accounts uninsured (cumulative)	742
\$ of active accounts uninsured (cumulative)	\$ 2,902,504.68
Telephone contacts	2,220
Walk-ins	7
LIENS	
Liens sent to county clerks for recordation	163
Liens sent to county clerks for release	39
Intent to lien letters sent to employer/owner/officer/member	134
INJUNCTIONS	
Affidavits for injunction submitted to legal	5
Hearings attended	-
# of injunction complaints filed	8
# of injunctions granted	1
# of agreed orders entered	6
PAYMENT AGREEMENTS	
# of repayment agreements applications	5
Agreements set up	5
Total # of agreements on system (cumulative)	64
Intent to void letters mailed	12
Agreements voided	7
MISCELLANEOUS	
Terminations Processed	87
Rule 11 Letters Mailed	352
Rule 11 hearings	0
Uninsured Policies Resolved	289
All Cash Receipts from WC accounts	\$ 108,248.36

BOARD OF TREASURY INVESTMENTS

CALENDAR NOTE

Board Meeting
June 1, 2011

CD Auction
July 13, 2011

LEGISLATIVE
OPERATING REPORT

MAY - 2 2011

MARCH 31, 2011

Board of Treasury Investments

1900 Kanawha
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Board of Directors

John D. Perdue,
State Treasurer,
Chairman

Earl Ray Tomblin,
Governor

Glen B. Gainer III,
State Auditor

Martin Glasser, Esq.
Attorney
Appointed by the
Governor

Richard "Chap"
Donovan, CPA
Appointed by the
Governor

Executive Staff

Executive Director
Glenda Probst,
CPA, CTP

Chief Financial
Officer

Kara K. Brewer,
CPA, MBA

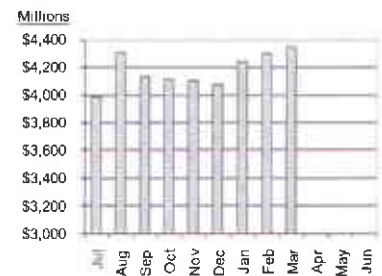
MANAGER

Total Net Assets Under Management

\$4,348,588,000

Last Month
\$4,305,446,000

Beginning of Fiscal Year
\$3,925,206,000



10.8% Growth This Fiscal Year

Total Net Income & Gains

Fiscal Year
\$16,546,000



Fiscal Year Comparison

Money Market Pools

As of March 31, 2011

Pool	1-Day Yield *	7-Day Yield *	30-Day Avg. Yield *	W.A.M. **	Net Assets
WV Money Market	.1627%	.1677%	.1766%	46 Days	\$3.1 Billion
WV Gov't Money Market	.1008%	.1153%	.1302%	56 Days	\$349.5 Million

* Yields represent the simple money market yield net of fees.

** W.A.M. is the weighted average maturity.

WEST VIRGINIA BOARD OF TREASURY INVESTMENTS

THE ECONOMIC STATE

MARCH 2011

Economic Recovery Well Underway

From an economic perspective the recovery remains well underway in most areas of the US economy. GDP growth remains strong but not overheated and 4Q2010 results came in at 3.1% annualized. That level is in line with the range targeted by the Federal Reserve and it appears that equity markets are comfortable that imminent rate increases are unlikely. Unemployment has dipped below 9% nationally and nearly 2 million jobs have been created since the end of the downturn, though job market recovery still has a long way to go. Corporate profits have grown for 8 straight quarters and are approaching the lofty levels reached in the spring of 2007. This stability continues to flow through to equity markets in the form of declining volatility.

Those positive data points are tempered mostly by housing concerns, weak consumer confidence, and rising oil prices. The housing market appears to be the one area of the economy experiencing another leg of decline; although a strong case could be made that the sole reason for any recovery observed in house prices during 2009/2010 was due to government stimulus (most notably the homebuyer tax credit). Vacant homes, foreclosures, and mortgage delinquencies are all rising while prices and transactions have resumed a downward trend. Consumer confidence is also weak, albeit well above the lows in late 2008. A significant part of the weak confidence levels appears to be attributable to sharply rising energy prices. With the political unrest in the Middle East, the spot price of oil has once again topped \$100/barrel. Even more acutely obvious to consumers is the level of gasoline prices hovering around \$4/gallon.

After 4Q2010's sharp reversal in the direction of interest rates, the 1st quarter of 2011 was relatively benign and range-bound. The 10-year Treasury backed up about 15 basis points and traded in a range between 3.2% and 3.7%. As a result of the slight rise in rates, the BC Aggregate index returned a bit less than its yield level but remained positive for the quarter (BC Aggregate: +0.4%). The US dollar weakened slightly versus developed world currencies pushing foreign sovereign fixed income results ahead in local terms versus hedged results (Citi Non-US WGBI Hedged: -0.9%, Unhedged: +1.0%). Further down the credit quality spectrum, High Yield bonds (BC HY Cash Pay: +3.9%) enjoyed another strong quarter.

Many pundits and market participants feel the current monetary and fiscal policy environment is generating significant risk of inflation in the coming years. Headline inflation rose notably in March to 2.7% from the year prior, though core CPI (excluding food and energy) remains quite low at 1.2%, as two of the main inflationary pressures have been rising food and gas prices. Inflation is being held down by the weak housing market and low wages. Expectations for a robust housing recovery continue to remain elusive and many forecasts are calling for 2011 to be another year of falling prices, high mortgage delinquencies and continued foreclosure activity. The global rally in equity markets is now over two years old and, based on classic valuation measures, appear fairly valued on a historically relative basis. The S&P is trading at 13x forward earnings; well below the 15 year average of 17. However, questions remain about how reliable P/E comparisons to the recent past will be going forward. Despite strong results across asset classes since the beginning of 2009, the global economic environment remains cloudy. Government deficits threaten to strain growth and recession-fighting monetary and fiscal policy may well spur inflation.

West Virginia Board of Treasury Investments Financial Highlights as of March 31, 2011

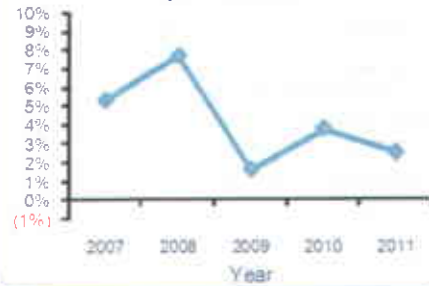
WV Short Term Bond Pool

Rates of Return for the Past 12 Months Net of All Fees

April 1 - March 31	Return	Net Assets At March 31 (In Millions)
2011	2.5%	\$ 477.2
2010	3.8%	\$ 447.9
2009	1.6%	\$ 285.2
2008	7.7%	\$ 401.2
2007	5.3%	\$ 227.9

Prior to July 2007, the WV Short Term Bond Pool was known as the Enhanced Yield Pool

WV Short Term Bond Pool Rates of Return Past 12 Months April 1 - March 31



Summary of Value and Earnings (In Thousands)

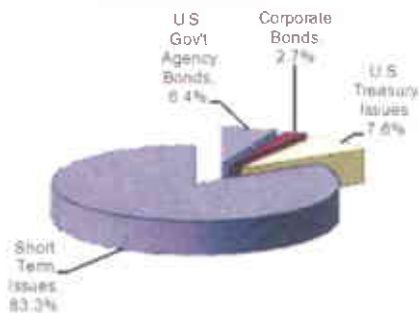
Pool	Net Asset Value	March Net Income	Fiscal YTD Net Income
WV Money Market	\$ 3,084,856	\$ 475	\$ 4,416
WV Gov't Money Market	349,491	35	330
WV Short Term Bond	477,232	332	7,912
WV Bank	79,143	20	222
Loss Amortization	188,442	38	716
Loans	133,575	225	2,758
Reserve	19,148	7	75
Participant Accounts	16,701	14	117
	\$ 4,348,588	\$1,146	\$ 16,546

Percent of Total Net Asset Value

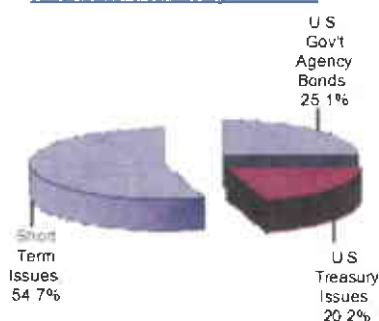


Securities by Type for Operating Pools (Percentage of Asset Value)

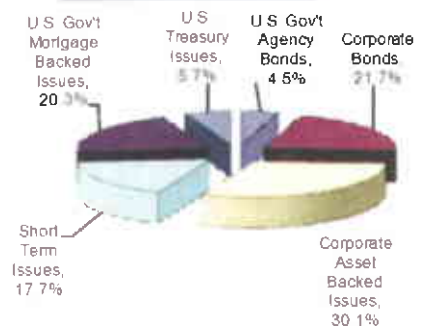
WV Money Market



WV Gov't Money Market



WV Short Term Bond



WEST VIRGINIA BOARD OF TREASURY INVESTMENTS

SCHEDULE OF NET ASSETS, OPERATIONS & CHANGES IN NET ASSETS – UNAUDITED

MARCH 31, 2011

(IN THOUSANDS)

	WV Money Market Pool	WV Government Money Market Pool	WV Short Term Bond Pool	WV Bank Pool	Other Pools	Participant Directed Accounts
Assets						
Investments:						
At amortized cost	\$ 3,083,781	\$ 349,001		\$ 79,024	\$ 152,492	\$ 13,526
At fair value	-	-	\$ 442,678	-	188,442	3,044
Cash	-	-	-	-	-	-
Collateral for securities loaned	90,261	-	26,594	-	-	-
Other assets	1,374	521	40,711	121	234	131
Total assets	3,175,416	349,522	509,983	79,145	341,168	16,701
Liabilities						
Payable for securities loaned	90,261	-	26,594	-	-	-
Other liabilities	299	31	6,157	2	3	-
Total liabilities	90,560	31	32,751	2	3	-
Net Assets	\$ 3,084,856	\$ 349,491	\$ 477,232	\$ 79,143	\$ 341,165	\$ 16,701
Investment income						
Interest and dividends	\$ 603	\$ 101	\$ 739	\$ 22	\$ 235	\$ 36
Securities lending income	-	-	-	-	-	-
Provision for securities lending loss	-	-	-	-	-	-
Net accretion (amortization)	27	(49)	(69)	-	621	(14)
Provision for uncollectible loans	-	-	-	-	-	-
Total investment income	630	52	670	22	856	22
Expenses						
Fees	155	17	48	2	3	-
Securities lending borrower rebates	-	-	-	-	-	-
Bad debt expense	-	-	-	-	-	-
Total expenses	155	17	48	2	3	-
Net investment income	475	35	622	20	853	22
Net realized gain (loss)						
from investments	-	-	462	-	-	-
Net increase (decrease)						
in fair value of investments	-	-	(752)	-	(583)	(8)
Net gain (loss) from investments	-	-	(290)	-	(583)	(8)
Net increase (decrease) in net assets from operations	475	35	332	20	270	14
Distributions to participants	471	35	1,084	20	232	-
Participant activity						
Purchases, reinvestment of units and contributions	957,480	141,093	743	20	232	28
Redemptions and withdrawals	1,002,896	52,654	-	-	205	2
Inter-pool transfers in	20,137	-	-	-	-	-
Inter-pool transfers out	-	-	-	20,137	-	-
Net increase (decrease) in net assets from participant activity	(25,279)	88,439	743	(20,117)	27	26
Increase (decrease) in net assets	(25,275)	88,439	(9)	(20,117)	65	40
Net assets at beginning of period	3,110,131	261,052	477,241	99,260	341,100	16,661
Net assets at end of period	\$ 3,084,856	\$ 349,491	\$ 477,232	\$ 79,143	\$ 341,165	\$ 16,701