

FILE COPY

JOINT COMMITTEE ON
GOVERNMENT AND FINANCE

Materials Distributed

September 14, 2011

July 13, 2011

1:00 - 2:00 p.m.

Joint Committee on Government and Finance

Senate

Kessler, Chair
Palumbo
Plymale
Prezioso
Unger (absent)
Facemyer (absent)
Hall (absent)

House

Thompson, Chair
Boggs
Caputo
Miley
White
Armstead
Carmichael

Acting President Kessler, Cochair, presided.

1. Approval of Minutes

Upon motion by Speaker Thompson, properly adopted, the minutes of the June 15, 2011, meeting were approved.

2. Committee Reports/Requests:

None

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 May 31, 2011; General Revenue Fund report for the month ended June 30, 2011; and the Unemployment Compensation Trust Fund report as of May 31, 2011. 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. Russell Fry, Acting Executive Director said there is increase of 13.06% in revenues and a decrease of 22.12% in benefits paid out.

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

The following BRIM reports were distributed: An unaudited balance sheet and unaudited income statement for the period ending May 31, 2011.

The following reports from CHIP were distributed: A report of enrollment for June 2011 and financial statements for period ending May 31, 2011.

The following monthly PELA reports were distributed: Monthly Management Report and Prescription Drug Report for April 2011.

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

A real estate report for June 1, 2011 through June 30, 2011, was distributed.

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

A Medicaid report for May 2011 data was distributed.

8. **Investment Management Board**

An Investment Management Board report dated May 31, 2011, was distributed. Senator Plymale requested Craig Slaughter bring to the August meetings an update on the prepaid tuition funds.

9. **Workers' Compensation**

A Workers' Compensation report dated July 13, 2011, was distributed.

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

A Board of Treasury Investments Report dated May 31, 2011, was distributed.

11. **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

September 6, 2011

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

Lottery Commission as of July 31, 2011:

Gross profit for the first month of fiscal year 2012 was \$ 53.4 million, which is a decrease of 1.82% from the same month in FY 2011.

General Revenue Fund as of August 31, 2011:

Revenue collections for the first two months of fiscal year 2012 were \$9.1 million over the estimate.

State Road Fund as of August 31, 2011:

Fund collections were \$ 1.2 million over estimate for first two months of FY 2012.

Unemployment Compensation Trust as of July 31, 2011:

Regular benefits paid for the first month of fiscal year 2012 were \$ 1.9 million less than in July of fiscal year 2011. Trust fund ending balance on July 31, 2011 was \$ 99.8 million.

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: September 8, 2011

Re: Review of West Virginia Lottery Financial Information
As of July 31, 2011

We performed an analysis of the Statement of Revenues, Expenses and Retained Earnings for the month of July (beginning of fiscal year 2012) 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 \$121,926,000.00 for the first month of fiscal year 2012. Table games accounted for \$7.1 million of this total. Historic Resort Hotel video lottery and table games accounted for \$ 507,000.00 of total gross receipts. Total gross receipts were \$123,133,000.00 for the preceding July of fiscal year 2010-2011. Gross lottery revenue has decreased by 0.98% when compared with July 2010. This number does not include commission and prize deductions. Gross profit (Gross revenues minus commissions and prize costs) for July 2011 was \$53,448,000.00; for July of last fiscal year it was \$54,440,000.00. Expressed as a percentage, gross profit is 1.82% lower for the first month of fiscal year 2012 than for fiscal year 2011.

Lottery continued

Operating Transfers to the State of West Virginia:

A total of \$ 112,541,000.00 has been accrued to the state of West Virginia for fiscal year 2011-2012. This is on an accrual basis and may not correspond to the actual cash transfers made during the same time period. Amount 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	\$19,075,000.00
Community and Technical College	\$500,000.00
Department of Education	\$9,000,000.00
Library Commission	\$3,317,000.00
Higher Education-Central Office	\$2,416,000.00
Tourism	\$2,166,000.00
Department of Natural Resources	\$997,000.00
Division of Culture and History	\$1,729,000.00
Department of Education and Arts	\$541,000.00
State Building Commission	\$1,000,000.00
School Building Authority	\$1,800,000.00
<u>SUBTOTAL BUDGETARY TRANSFERS</u>	\$42,541,000.00

Excess Lottery Fund

General Purpose Fund	\$	1,088,000.00
Economic Development Fund		1,900,000.00
Higher Education Improvement Fund		1,500,000.00

WV Infrastructure Council Fund	-0-
Higher Education Improvement Fund	29,000,000.00
Refundable Credit	-0-
State Park Improvement Fund	-0-
School Building Authority	1,900,000.00
Excess Lottery Surplus	-0-
Total State Excess Lottery Revenue Fund	35,388,000.00

Historic Resort Hotel Distributions:

State General Revenue Fund	68,000.00
State Debt Reduction Fund	20,000.00
Tourism Promotion Fund	3,000.00
Total Historic Hotel	91,000.00

Veterans Instant Ticket Fund 70,000.00

Table Games State Debt Reduction Fund 2,857,000.00

RACETRACK VIDEO LOTTERY TRANSFERS:	
Tourism Promotion Fund 1.375%	\$942,000.00
Development Office Promo Fund	\$257,000.00
Research Challenge Fund .5%	\$343,000.00
Capitol Renovation and Improvement Fund .6875%	\$471,000.00
Parking Garage Fund .0625%	\$43,000.00
Parking Garage Fund 1%	\$491,000.00

Cultural Facilities and Cap. Resources Fund .5%	\$000.00
Capitol Dome & Cap. Improvements Fund .5%	\$195,000.00
Workers Compensation Debt Reduction Fund 7%	\$3,440,000.00
SUBTOTAL VIDEO LOTTERY TRANSFERS:	\$6,182,000.00
TOTAL TRANSFERS	*\$87,129,000.00

* CASH BASIS

Total Accrued last FY 2011:	178,218,000.00
Total Cash Distributions FY 2012:	87,129,000.00
Applied to FY 2011:	87,129,000.00
Applied to FY 2012	-0-
Total Accrued for FY 2011	91,089,000.00
Accrued for FY 2012 as of July 31:	112,541,000.00



WEST VIRGINIA LOTTERY

STATE OF WEST VIRGINIA

**FINANCIAL STATEMENTS
-UNAUDITED-**

July 31, 2011

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 

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

DATE: August 20, 2011

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

Financial statements of the Lottery for the month ending July 31, 2011 are attached. Lottery revenue, which includes on-line, instant, video lottery sales, table games, and historic resort, was \$121,926,638 for the month of July.

Transfers of lottery revenue totaling \$87,128,890 made for the month of July to the designated state agencies per House Bill 2012, 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 19 and 20 of the attached financial statements.

The number of traditional and limited retailers active as of July 31, 2011 was 1,563 and 1,566 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. Lorensen, Cabinet Secretary -- Dept. of Revenue
John Perdue, Treasurer
Glen B. Gainer III, Auditor
Members of the West Virginia Lottery Commission

WEST VIRGINIA LOTTERY

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

ASSETS	July 31, 2011	June 30, 2011
Current Assets:		
Cash and cash equivalents	\$ 221,723	\$ 266,196
Accounts receivable	39,860	29,783
Inventory	433	497
Other assets	2,115	2,134
Total Current Assets	<u>264,131</u>	<u>298,610</u>
Noncurrent Assets:		
Restricted cash and cash equivalents	2,669	4,324
Capital assets	41,459	38,965
Less accumulated depreciation and amortization	<u>(8,563)</u>	<u>(8,544)</u>
Net Capital Assets	<u>32,896</u>	<u>30,421</u>
Total Noncurrent Assets	<u>35,565</u>	<u>34,745</u>
Total Assets	<u>\$ 299,696</u>	<u>\$ 333,355</u>
 LIABILITIES AND NET ASSETS		
Current Liabilities:		
Accrued nonoperating distributions to the State of West Virginia	\$ 203,630	\$ 178,218
Deferred LVL permit fees	-	58,863
Estimated prize claims	11,727	12,011
Accounts payable	5,599	4,440
Other accrued liabilities	39,668	40,751
Total Current Liabilities	<u>260,624</u>	<u>294,283</u>
Total Liabilities	<u>260,624</u>	<u>294,283</u>
Net Assets:		
Invested in capital assets	32,896	30,421
Unrestricted	6,142	6,612
Restricted assets (see note 12)	34	2,039
Total Net Assets	<u>39,072</u>	<u>39,072</u>
Total Liabilities and Net Assets	<u>\$ 299,696</u>	<u>\$ 333,355</u>

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

MEMORANDUM

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

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

Date: September 10, 2011

**Re: Review of West Virginia Lottery Financial Information
As of July 31, 2011**

We performed an analysis of the Statement of Revenues, Expenses and Retained Earnings for the month of July (beginning of fiscal year 2012) 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 \$121,926,000.00 for the first month of fiscal year 2012. Table games accounted for \$7.1 million of this total. Historic Resort Hotel video lottery and table games accounted for \$ 507,000.00 of total gross receipts. Total gross receipts were \$123,133,000.00 for the preceding July of fiscal year 2010-2011. Gross lottery revenue has decreased by 0.98% when compared with July 2010. This number does not include commission and prize deductions. Gross profit (Gross revenues minus commissions and prize costs) for July 2011 was \$53,448,000.00; for July of last fiscal year it was \$54,440,000.00. Expressed as a percentage, gross profit is 1.82% lower for the first month of fiscal year 2012 than for fiscal year 2011.

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

(In Thousands)

-Unaudited-

	CURRENT MONTH		YEAR TO DATE	
	2011	2010	2011	2010
Lottery revenues				
On-line games	\$ 6,066	\$ 6,173	\$ 6,066	\$ 6,173
Instant games	9,010	6,991	9,010	6,991
Racetrack video lottery	68,031	72,912	68,031	72,912
Limited video lottery	31,165	32,743	31,165	32,743
Table games	7,147	3,931	7,147	3,931
Historic resort	507	383	507	383
	<u>121,926</u>	<u>123,133</u>	<u>121,926</u>	<u>123,133</u>
Less commissions				
On-line games	422	432	422	432
Instant games	631	489	631	489
Racetrack video lottery	38,533	41,298	38,533	41,298
Limited video lottery	15,271	16,044	15,271	16,044
Table games	3,071	1,546	3,071	1,546
Historic resort	331	221	331	221
	<u>58,259</u>	<u>60,030</u>	<u>58,259</u>	<u>60,030</u>
Less on-line prizes	3,259	3,121	3,259	3,121
Less instant prizes	6,148	4,758	6,148	4,758
Less ticket costs	208	167	208	167
Less vendor fees and costs	604	617	604	617
	<u>10,219</u>	<u>8,663</u>	<u>10,219</u>	<u>8,663</u>
Gross profit	<u>53,448</u>	<u>54,440</u>	<u>53,448</u>	<u>54,440</u>
Administrative expenses				
Advertising and promotions	660	857	660	857
Wages and related benefits	1,112	977	1,112	977
Telecommunications	33	64	33	64
Contractual and professional	239	287	239	287
Rental	52	48	52	48
Depreciation and amortization	19	146	19	146
Other administrative expenses	156	151	156	151
	<u>2,271</u>	<u>2,530</u>	<u>2,271</u>	<u>2,530</u>
Other Operating Income	<u>61,988</u>	<u>815</u>	<u>61,988</u>	<u>815</u>
Operating Income	<u>113,165</u>	<u>52,725</u>	<u>113,165</u>	<u>52,725</u>
Nonoperating income (expense)				
Investment income	17	28	17	28
Distributions to municipalities and counties	(611)	(642)	(611)	(642)
Distributions - capital reinvestment	(30)	(15)	(30)	(15)
Distributions to the State of West Virginia	(112,541)	(52,096)	(112,541)	(52,096)
	<u>(113,165)</u>	<u>(52,725)</u>	<u>(113,165)</u>	<u>(52,725)</u>
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net assets, beginning of period	<u>39,072</u>	<u>36,383</u>	<u>39,072</u>	<u>36,383</u>
Net assets, end of period	<u>\$ 39,072</u>	<u>\$ 36,383</u>	<u>\$ 39,072</u>	<u>\$ 36,383</u>

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

WEST VIRGINIA LOTTERY

**STATEMENTS OF CASH FLOWS
FOR THE ONE MONTH PERIOD ENDED JULY 31, 2011**

(In Thousands)
-Unaudited-

	2011	2010
Cash flows from operating activities:		
Cash received from customers and other sources	\$ 114,975	\$ 116,401
Cash payments for:		
Personnel costs	(1,000)	(869)
Suppliers	9	(1,403)
Other operating costs	<u>(69,902)</u>	<u>(63,387)</u>
Cash provided by operating activities	<u>44,082</u>	<u>50,742</u>
Cash flows from noncapital financing activities:		
Nonoperating distributions to the State of West Virginia	(87,129)	(136,160)
Distributions to municipalities and counties	<u>(604)</u>	<u>(625)</u>
Cash used in noncapital financing activities	<u>(87,733)</u>	<u>(136,785)</u>
Cash flows from capital and related financing activities:		
Purchases of capital assets	<u>(2,494)</u>	<u>(75)</u>
Cash flows from investing activities:		
Investment earnings received	<u>17</u>	<u>28</u>
Cash provided by investing activities	<u>17</u>	<u>28</u>
 Increase (decrease) in cash and cash equivalents	 (46,128)	 (86,090)
Cash and cash equivalents - beginning of period	<u>270,520</u>	<u>264,710</u>
Cash and cash equivalents - end of period	\$ <u>224,392</u>	\$ <u>178,620</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 113,165	\$ 52,725
Adjustments to reconcile operating income to cash provided by operating activities:		
Depreciation and amortization	19	146
Changes in operating assets and liabilities:		
(Increase) decrease in accounts receivable	(10,077)	(7,547)
(Increase) decrease in inventory	64	130
(Increase) decrease in other assets	19	40
Increase (decrease) in estimated prize claims	(284)	(762)
Increase (decrease) in accounts payable	1,159	(86)
Increase (decrease) in deferred revenue	(58,863)	-
Increase (decrease) in other accrued liabilities	(1,120)	6,096
Cash provided by operating activities	\$ <u>44,082</u>	\$ <u>50,742</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 basis 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.

Racetrack video lottery is a self-activated video version of lottery games. 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 racetrack 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 racetrack 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. Racetrack video lottery legislation has established specific requirements for racetrack video lottery and imposed certain restrictions limiting the licensing for operation of racetrack video lottery games to horse and dog racetracks in West Virginia, subject to local county elections permitting the same. The legislation further stipulates the distribution of revenues from racetrack video lottery games, and requires any licensed racetrack to be responsible for acquiring the necessary equipment and bearing the risk associated with the costs of operating and marketing the games.

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Limited video lottery is also a self-activated video version of lottery games, which were first placed in operation in December 2001, located in limited licensed retailer areas restricted for adult amusement. The games allow a player to use currency to place bets for the chance to receive free games or vouchers which may be redeemed for cash. The limited video lottery games' prize structures are designed to award prizes, at a stipulated rate of total bets played, and prize expense is netted against total video credits played. The Lottery recognizes as limited video lottery revenue "gross terminal income" equivalent to all wagers, net of related prizes. Amounts required by statute to be paid to private entities are reported as commissions. Limited video lottery permit holders are statutorily responsible for acquiring equipment and bearing the risk associated with the costs of operating 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. Each racetrack licensed 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 licensed racetrack to be responsible for acquiring the necessary equipment and bearing the risk associated with the costs of operating and marketing the games.

Historic resort lottery games are a combination of self-activated video lottery games as well as table games which are located at a licensed historic resort hotel as defined by the WV Code. Video lotteries at the historic resort are board-operated games that 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 historic resort 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 historic resort lottery revenues:

- Video lottery revenues consisting of "gross terminal income" equivalent to all wagers, net of related prizes; and,
- Historic resort table games revenues consisting of 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 the private and local government entities are reported as commissions. The Lottery Act as amended has established specific requirements for historic resort video and table games lotteries and imposed certain restrictions limiting the licensing for operation of historic resort lottery games in West Virginia, subject to local county elections permitting the same. The legislation further

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

stipulates the distribution of revenues from historic resort lottery games, and requires any licensed historic resort 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 \$523,398 and \$500,740 of at June 30, 2011 and 2010, 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 an other postemployment benefits plan (see Note 16).

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.

WEST VIRGINIA LOTTERY
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-Unaudited-

NOTE 3 - CASH AND CASH EQUIVALENTS

At July 31, 2011 the carrying amounts of deposits (overdraft) with financial institutions were (\$11) thousand with a bank balance (overdraft) of \$26 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):

	July 31, 2011	June 30, 2011
Deposits with financial institutions	\$ (11)	\$ (56)
Cash on hand at the Treasurer's Office	45,612	45,547
Investments with BTI reported as cash equivalents	178,791	225,029
	<u>\$ 224,392</u>	<u>\$ 270,520</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.

NOTE 4 - CAPITAL ASSETS

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

Capital Assets:	Historical Cost At June 30, 2011	Additions	Deletions	Historical Cost At July 31, 2011
Construction in Progress	\$ 8,444	\$ 2,377	\$ -	\$ 10,821
Land	1,434	-	-	1,434
Buildings	20,174	-	-	20,174
Improvements	1,170	-	-	1,170
Equipment	7,743	117	-	7,860
	<u>\$ 38,965</u>	<u>\$ 2,494</u>	<u>\$ -</u>	<u>\$ 41,459</u>
Accumulated Depreciation:	Historical Cost At June 30, 2011	Additions	Deletions	Historical Cost At July 31, 2011
Improvements	\$ 1,142	\$ -	\$ -	\$ 1,142
Equipment	7,402	19	-	7,421
	<u>\$ 8,544</u>	<u>\$ 19</u>	<u>\$ -</u>	<u>\$ 8,563</u>

WEST VIRGINIA LOTTERY
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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 July 31, 2011 and year-to-date is as follows:

<u>Revenues</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 2,858,737	\$ 2,858,737
Hot Lotto	385,827	385,827
Mega Millions	755,614	755,614
Total	\$ 4,000,178	\$ 4,000,178
<u>Expenses (Prizes)</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 1,429,618	\$ 1,429,618
Hot Lotto	193,004	193,004
Mega Millions	389,212	389,212
Total	\$ 2,011,834	\$ 2,011,834

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:

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
 -Unaudited-

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

	<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 July 31, 2011, the Lotteries share of the prize reserve fund balances were as follows:

Game	<u>Total Prize Reserve</u>	<u>Lottery Share</u>
Powerball	\$ 123,113,662	\$ 2,386,175
Hot Lotto	7,441,187	489,806
Mega Millions	9,013,634	192,233
Total	<u>\$ 139,568,483</u>	<u>\$ 3,068,214</u>

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.

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 \$14,548,743 at July 31, 2011, of which the Lottery's share was \$1,635,862.

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.

WEST VIRGINIA LOTTERY
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NOTE 6 - RACETRACK VIDEO LOTTERY (continued)

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 .74% of the amount wagered. A summary of racetrack video lottery revenues for the month ended July 31, 2011 and year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2012	2011	2012	2011
Total credits played	\$ 760,736	\$ 795,078	\$ 760,736	\$ 795,078
Credits (prizes) won	(683,623)	(714,849)	(683,623)	(714,849)
Promotional credits played	(9,057)	(6,963)	(9,057)	(6,963)
MWAP Contributions	(25)	(354)	(25)	(354)
Gross terminal income	68,031	72,912	68,031	72,912
Administrative costs	(2,721)	(2,916)	(2,721)	(2,916)
Net Terminal Income	65,310	69,996	65,310	69,996
Less distribution to agents	(38,533)	(41,298)	(38,533)	(41,298)
Racetrack video lottery revenues	<u>\$ 26,777</u>	<u>\$ 28,698</u>	<u>\$ 26,777</u>	<u>\$ 28,698</u>

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
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NOTE 6 - RACETRACK VIDEO LOTTERY (continued)

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

	July 31, 2011	Year-to-Date
State Lottery Fund	\$ 19,593	\$ 19,593
State Excess Lottery Revenue Fund	-	-
Capital Reinvestment Fund	-	-
Tourism Promotion Fund 1.375%	898	898
Development Office Promotion Fund .375 %	245	245
Research Challenge Fund .5 %	326	326
Capitol Renovation & Improvement Fund .6875 %	449	449
Parking Garage Fund .0625 %	40	40
Parking Garage Fund 1 %	500	500
Cultural Facilities & Capitol Resources Fund .5 %	77	77
Capitol Dome & Capitol Improvements Fund .5 %	77	77
Worker's Compensation Debt Reduction Fund 7 %	4,572	4,572
Total nonoperating distributions	<u>\$ 26,777</u>	<u>\$ 26,777</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 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 July 31, 2011 and year-to-date follows (in thousands):

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
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NOTE 7 - LIMITED VIDEO LOTTERY (continued)

	Current Month		Year-to-Date	
	2012	2011	2012	2011
Total credits played	\$ 366,287	\$ 384,086	\$ 366,287	\$ 384,086
Credits (prizes) won	(335,122)	(351,343)	(335,122)	(351,343)
Gross terminal income	\$ 31,165	\$ 32,743	\$ 31,165	\$ 32,743
Administrative costs	(623)	(655)	(623)	(655)
Gross Profit	30,542	32,088	30,542	32,088
Commissions	(15,271)	(16,044)	(15,271)	(16,044)
Municipalities and Counties	(611)	(642)	(611)	(642)
Limited video lottery revenues	\$ 14,660	\$ 15,402	\$ 14,660	\$ 15,402

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
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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 and year-to-date ended July 31, 2011 were \$20,419,373. 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	
	2012	2011	2012	2011
Table Games Privilege Tax	\$ 7,147	\$ 3,931	\$ 7,147	\$ 3,931
Interest on Table Games Fund	(817)	(336)	(817)	(336)
Administrative costs	6,330	3,595	6,330	3,595
Total Available for Distribution	6,330	3,595	6,330	3,595
<u>Less Distributions:</u>				
Racetrack Purse Funds	510	281	510	281
Thoroughbred & Greyhound Development Funds	408	225	408	225
Racing Association Pension Plan	172	108	172	108
Municipalities/ Counties	1,981	932	1,981	932
Total Distributions	3,071	1,546	3,071	1,546
State Debt Reduction Fund	\$ 3,259	\$ 2,049	\$ 3,259	\$ 2,049

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
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NOTE 9 – HISTORIC RESORT HOTEL (continued)

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

	Current Month		Year-to-Date	
	2012	2011	2012	2011
Total credits played	\$ 6,233	\$ 4,010	\$ 6,233	\$ 4,010
Credits (prizes) won	(5,672)	(3,672)	(5,672)	(3,672)
Promotional credits played	(30)	(12)	(30)	(12)
Gross terminal income	531	326	531	326
Capital reinvestment	(25)	(15)	(25)	(15)
Administrative costs	(29)	(18)	(29)	(18)
Modernization Fund	(5)	-	(5)	-
Hotel commissions	(224)	(138)	(224)	(138)
Net terminal income	248	155	248	155
Historic Resort Hotel Fund	158	100	158	100
Human Resource Benefit Fund	90	55	90	55

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 and year-to-date ended July 31, 2011 were (\$66,833).

The following table shows the month and 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	
	2012	2011	2012	2011
Table games privilege tax	\$ (23)	\$ 57	\$ (23)	\$ 57
Administrative Costs	3	(7)	3	(7)
Total Available for Distribution	(20)	50	(20)	50
Historic Resort Hotel Fund	(17)	42	(17)	42
Human Resource Benefit Fund	(3)	8	(3)	8

Historic Resort Hotel Fund

Of the monies deposited into the Historic Resort Hotel Fund, fifteen percent (15%) is allocated for lottery administrative costs, and two and a half percent (2.5%) is allocated to the Historic Resort Modernization Fund. The remaining Historic Resort Hotel Fund net income (gross deposits less 15%) is distributed as follows:

WEST VIRGINIA LOTTERY
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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	\$ 158	\$ 158
Historic Resort Table Games	(17)	(17)
Interest on Historic Resort Hotel Fund	-	-
Historic Resort Hotel Fund Net Income	<u>141</u>	<u>141</u>
Municipalities/ Counties	20	20
State General Revenue Fund	90	90
State Debt Reduction Fund	27	27
State Tourism Promotion Fund	4	4
Total Distributions	<u>\$ 141</u>	<u>\$ 141</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, 2012 the State Legislature budgeted \$166,297,857 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 \$5,300,000 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 July 31, 2011 the Lottery made such distributions and accrued additional distributions of \$101,976,291. The Lottery is a non-appropriated state

WEST VIRGINIA LOTTERY
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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 July 31, 2011, the Lottery accrued additional distributions relating to racetrack video lottery, table games, and historic resort operations of \$1,778,228, \$3,259,241, and \$120,917, 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>July 31, 2011</u>	<u>Year-to-Date</u>
<u>State Lottery Fund:</u>		
Community and Technical College	\$ 500	\$ 500
Bureau of Senior Services	19,075	19,075
Department of Education	9,000	9,000
Library Commission	3,317	3,317
Higher Education-Policy Commission	2,416	2,416
Tourism	2,166	2,166
Natural Resources	997	997
Division of Culture & History	1,729	1,729
Department of Education & Arts	541	541
Building Commission	1,000	1,000
School Building Authority	1,800	1,800
Total State Lottery Fund	<u>\$ 42,541</u>	<u>\$ 42,541</u>

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	\$ 1,900
Higher Education Improvement Fund	1,500	1,500
General Purpose Account	1,088	1,088
Higher Education Improvement Fund	29,000	29,000
State Park Improvement Fund	-	-
School Building Authority	1,900	1,900
Refundable Credit	-	-
Excess Lottery Surplus	-	-
West Va. Infrastructure Council	-	-
Total State Excess Lottery Revenue Fund	\$ 35,388	\$ 35,388
Total Budgetary distributions:	\$ 77,929	\$ 77,929
Veterans Instant Ticket Fund	\$ 70	\$ 70

Other Racetrack Video Lottery distributions:

Tourism Promotion Fund 1.375%	\$ 942	\$ 942
Development Office Promotion Fund .375%	257	257
Research Challenge Fund .5%	343	343
Capitol Renovation & Improvement Fund .6875%	471	471
Parking Garage Fund .0625 %	43	43
Parking Garage Fund 1 %	491	491
Cultural Facilities & Cap. Resources Fund .5%	-	-
Capitol Dome & Cap. Improvements Fund .5%	195	195
Workers Compensation Debt Reduction Fund 7%	3,440	3,440
Total	\$ 6,182	\$ 6,182
Table-Games State Debt Reduction Fund	\$ 2,857	\$ 2,857

Historic Resort Hotel distributions:

State General Revenue Fund	\$ 68	\$ 68
State Debt Reduction Fund	20	20
Tourism Promotion Fund	3	3
Total	\$ 91	\$ 91

**Total nonoperating distributions to the
State of West Virginia (cash basis)**

\$ 87,129 \$ 87,129

**Accrued nonoperating distributions, beginning
Accrued nonoperating distributions, end**

(178,218) (178,218)
203,630 203,630

\$ 112,541 \$ 112,541

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
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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 month ended July 31, 2011 and July 31, 2010 approximated \$52,001 and \$48,223, respectively.

The Lottery leases office space under the terms of a non-cancellable operating lease to various tenants. Rental revenue for the month and year-to-date ended July 31, 2011 were \$81,400. Future rental receipts (in thousands) are as follows:

Year Ended June 30	Rental Receipts
2012	\$ 862
2013	962
2014	986
2015	248
Total	\$ 3,058

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, 2011 and June 30, 2010 were as follows:

	June 30, 2011	June 30, 2010
Beginning balance	\$ 8,355	\$ 69,870
Additions		
Administrative surplus contribution		
Fund interest		93
Deductions		
Asset acquisition	(6,316)	(21,608)
Surplus of excess funds		(40,000)
Ending balance	\$ 2,039	\$ 8,355

WEST VIRGINIA LOTTERY
NOTES TO FINANCIAL STATEMENTS
-Unaudited-

NOTE 13 – COMMITMENTS

For the year ended June 30, 2011, the Lottery Commission has designated \$594,218 of unexpended administrative funds for the acquisition of capital assets. As of June 30, 2011 and 2010, \$4,480,629 and \$5,921,057, 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 14.5% 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 July 31, 2011 and year-to-date are as follows (in thousands):

	July 31, 2011	Year-to-Date
Lottery contributions	\$ 112	\$ 112
Employee contributions	35	35
Total contributions	\$ 147	\$ 147

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 \$961 and \$903 per employee per month for the years ending June 30, 2012 and 2011 respectively. Through June 30, 2011 and 2010, the Lottery has paid premiums of \$294,952 and \$226,212. As of June 30, 2011 and 2010, the Lottery has recorded a liability of \$2,749,868 and \$1,484,546 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. *EC*
Director Budget Division
Legislative Auditor's Office

Date: September 1, 2011

Re: Status of General Revenue Fund and State Road Fund
August 31, 2011

We have reviewed the cash revenue flows of the West Virginia general revenue fund for the second month of fiscal year 2011-2012. The status of the fund collections are as follows:

The net collections were ahead of the estimate for the month ending August 31, 2011. Total collections were \$9.1 million over the estimate.

Personal Income Tax collections were \$ 7.3 million under the estimate for the fiscal year.

Consumer sales and use tax collections were \$ 400 thousand under the estimate as of August 31, 2011.

Severance tax collections were \$ 14 million over the estimate as of August 31, 2011.

Corporate Income and Business Franchise Tax collections were

\$ 4.0 million over the estimate for the fiscal year.

State Road Fund

The state road fund collections were \$ 1.2 million over the estimate for the end of the second month of fiscal year 2011-2012.

Rainy Day and Personal Income Tax Reserve

Revenue Shortfall Reserve Fund A(Rainy Day Fund) had a cash balance of \$ 439,657,133.09 as of August 31, 2011.

Balance July 1, 2011	342,320,537.63
Cash flow loan to General Revenue on July 1, 2011. To be repaid 90 days. This is a normal occurrence in July due to cash flow demands.	- 60,000,000.00
Senate Bill 1001 July 2011 special session WV Code 11B-2-20 transfers	150,667,825.51
Earnings	6,668,769.95
Balance August 31, 2011	439,657,133.09

Revenue Shortfall Reserve Fund B (Tobacco Settlement Monies) had a cash balance of \$ 318,664,989.44 as of August 31, 2011.

Balance July 1, 2011	316,806,577.84
Earnings	1,858,411.60
Other transfers	
Balance August 31, 2011	318,664,989.44

The Special Income Tax Reserve Fund had a cash balance of \$45,019,319.21 as of August 31, 2011.

Balance July 1, 2011	45,019,319.21
Revenues	-0-
Balance August 31, 2011	45,019,319.21

By Source and by Month
 Monthly Revenue Estimates
 as of August 31, 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	129,700,000	120,340,113	-9,359,887	249,900,000	242,563,140	-7,336,860
Consumer Sales Tax & Use Tax	97,600,000	94,092,844	-3,507,156	203,200,000	202,751,375	-448,625
Severance Tax	52,000,000	66,784,455	14,784,455	60,000,000	74,380,177	14,380,177
HB 102 - Lottery Transfers	38,959,000	38,959,000	0	40,047,000	40,047,444	444
Insurance Tax	900,000	4,132,662	3,232,662	25,900,000	26,549,004	649,004
Tobacco Products Tax	9,780,000	10,649,233	869,233	20,260,000	19,652,720	-607,280
Business and Occupation	12,400,000	8,598,575	-3,801,425	17,200,000	17,600,942	400,942
Corp Income /Business Franchise	1,500,000	2,214,530	714,530	6,500,000	11,298,035	4,798,035
Interest Income	2,000,000	587,549	-1,412,451	4,000,000	-176,108	-4,176,108
Liquor Profit Transfers	1,250,000	1,594,150	344,150	2,250,000	2,597,928	347,928
Departmental Collections	990,000	1,436,124	446,124	1,900,000	2,239,244	339,244
Property Transfer Tax	800,000	655,297	-144,703	1,660,000	1,389,612	-270,388
Beer Tax and Licenses	710,000	757,250	47,250	1,530,000	1,551,733	21,733
Miscellaneous Receipts	250,000	190,986	-59,014	450,000	359,431	-90,569
Property Tax	350,000	286,091	-63,909	450,000	373,916	-76,084
Business Franchise Fees	75,000	145,124	70,124	395,000	469,075	74,075
Miscellaneous Transfers	250,000	525,179	275,179	270,000	525,179	255,179
Senior Tax Credit Reimbur Lot	200,000	766,720	566,720	200,000	766,720	566,720
Liquor License Renewal	21,000	21,054	54	92,000	91,778	-222
Racing Fees	0	0	0	0	0	0
Charter Tax	0	10,359	10,359	0	15,739	15,739
Telecommunications Tax	0	7,819	7,819	0	17,120	17,120
Estate and Inheritance Tax	0	0	0	0	0	0
Video Lottery Transfers	0	62,765	62,765	0	272,189	272,189
Cash Flow Transfer	0	0	0	0	60,000,000	0
TOTALS	349,735,000	352,817,879	3,082,879	636,204,000	705,336,392	69,132,392
Minus Cash Flow Transfer	0	0	0	0	60,000,000	
Percent of Estimates						
TOTALS	349,735,000	352,817,879	3,082,879	636,204,000	645,336,392	9,132,392
Percent of Estimates		100.88%			101.44%	
Collections this day		28,995,898				

Prepared by Legislative Auditor's Office, Budget Division

STATE ROAD FUND FY 2011-2012
 By Source and by Month
 Monthly Revenue Estimates
 as of August 31, 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	56,700,000	47,881,510	-8,818,490	68,600,000	65,950,823	-2,649,177
Privilege Tax	13,795,000	18,260,124	4,465,124	28,944,000	33,584,656	4,640,656
Licenses & Registration	7,386,000	7,218,337	-167,663	16,863,000	16,188,796	-674,204
Highway Litter Control	139,000	138,508	-492	318,000	299,683	-18,317
TOTALS	78,020,000	73,498,478	-4,521,522	114,725,000	116,023,959	1,298,959

Percent of Estimates

94.20%

101.13%

Collections this day

27,673,716

REVENUE SHORTFALL RESERVE FUND 7005, Part A AS OF August 1, 2011 : \$282,908,110.54

REVENUE SHORTFALL RESERVE FUND 7006, Part B AS OF August 1, 2011 : \$315,736,651.76

PERSONAL INCOME TAX REFUND RESERVE FUND AS OF August 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: September 7, 2011

Re: West Virginia Unemployment Compensation Trust Fund

We have reviewed the July 31, 2011 monthly report of the
Unemployment Compensation Trust Fund we received from WorkForce
West Virginia. July is the first month of fiscal year 2012.

For fiscal year 2011-2012, the trust fund cash flow is as
follows:

Trust Fund Beginning Cash Balance 7-1-2011	\$101,837,094.21
Receipts July 1, 2011 thru June 30, 2012	\$31,274,563.43
Disbursements July 1, 2011 thru June 30, 2012	\$33,222,733.78
Balance July 31, 2011 *	\$99,888,923.86

ITEMS OF NOTE:

Regular benefits paid for July of fiscal year 2012 were \$1.9
million less than in July of fiscal year 2011.

Federal emergency benefits totaled \$ 13.0 million for July of
fiscal year 2012; federal emergency benefits totaled \$ 12.1
million for the preceding July of fiscal year 2011.

Unemployment

Total disbursements were \$ 1.0 million less this July than the preceding July.

Receipts for July of this fiscal year 2012 were \$ 2.3 million less than in July of the previous fiscal year. Overall ending trust fund balance was \$ 5.0 million higher on July 31, 2011 than on July 31, 2010.

West Virginia's unemployment rate for the month of July 2011 was 7.4 percent. National unadjusted employment rate was 9.3 percent.

Seasonally adjusted unemployment rates were 8.1 percent for West Virginia and 9.1 percent nationally.

Since July 2010 employment has increased by 1,100. Employment gains were as follows: 1,700 in mining and logging; 200 in manufacturing; 2,400 in trade, transportation and utilities; 100 in information; 2,800 in professional and business; 3,000 in educational and health services. Declines included: 500 in construction; 400 in financial activities; 8,200 in government.

* 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 MAY 2010 AND MAY 2011**

	MAY 2010	JUNE 2010	JULY 2010	MAY 2011	JUNE 2011	JULY 2011	THREE MONTH TOTAL VARIANCE *
Balance Forward	<u>\$67,266,942.58</u>	<u>\$108,392,942.39</u>	<u>\$95,528,960.38</u>	<u>\$49,106,436.23</u>	<u>\$114,721,986.45</u>	<u>\$101,837,094.21</u>	<u>(\$5,522,328.46)</u>
Add Receipts:							
1. Bond Assessment	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
2. Regular Contributions:	\$67,859,288.93	\$2,950,870.13	\$18,829,788.76	\$83,175,228.57	\$1,980,523.73	\$17,384,591.01	\$12,900,395.49
3. Federal Emergency Benefits (EUC08)	\$18,522,930.92	\$20,088,819.06	\$11,525,604.92	\$13,815,032.80	\$12,315,858.64	\$11,425,173.66	(\$12,581,289.80)
4. Federal Share Extended Benefits (EB)	\$476,753.03	\$463,936.85	\$56,940.66	\$2,148,241.46	\$2,383,414.20	\$1,837,503.73	\$5,371,528.85
5. Temp Federal Additional Comp (FAC)	\$3,734,687.00	\$4,148,919.00	\$2,610,961.00	\$1,995.90	\$2,089.64	\$1,172.96	(\$10,489,308.50)
6. UCFE (Federal Agencies)	\$113,611.99	\$136,731.45	\$120,956.05	\$284,152.30	\$288,276.22	\$252,811.15	\$453,940.18
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	\$896,525.01	\$0.00	\$0.00	\$791,243.49	\$0.00	(\$105,281.52)
11. UCX (Military Agencies)	\$368,442.22	\$448,151.17	\$430,957.73	\$482,807.37	\$415,179.94	\$373,310.92	\$23,747.11
12. WV Insurance Committee-Senate Bill 246	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
13. CMA Receipts	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00	\$0.00
Total Monthly Receipts	<u>\$91,075,714.09</u>	<u>\$29,133,952.67</u>	<u>\$33,575,209.12</u>	<u>\$99,907,458.40</u>	<u>\$18,176,585.86</u>	<u>\$31,274,563.43</u>	<u>(\$4,426,268.19)</u>
Less Disbursements:							
Debt Bond Repayment	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)
Regular Benefits:	\$22,991,873.05	\$19,393,305.83	\$18,709,953.79	\$16,967,694.13	\$16,440,918.84	\$16,757,476.54	(\$10,929,043.16)
Federal Emergency Benefits (EUC08)	\$21,464,745.92	\$17,231,703.08	\$12,169,097.97	\$14,257,641.78	\$11,891,085.68	\$13,046,903.66	(\$11,669,915.85)
Federal Share Extended Benefits (EB)	\$472,940.61	\$451,772.27	\$121,697.71	\$2,396,777.24	\$2,156,188.19	\$1,821,306.63	\$5,327,861.47
Emergency Benefits (TEUC)	(\$190.00)	(\$789.12)	(\$798.54)	(\$474.02)	(\$598.98)	(\$200.00)	\$484.66
Temp Federal Additional Comp (FAC)	\$4,287,027.00	\$3,611,704.00	\$2,662,045.00	\$1,970.90	\$2,089.64	\$1,220.96	(\$10,555,494.50)
UCFE (Federal Workers) Benefits	\$127,577.91	\$128,129.10	\$119,873.52	\$219,563.07	\$201,711.60	\$209,985.23	\$255,679.37
UCX (Military Workers) Benefits	\$509,118.65	\$460,814.14	\$443,927.49	\$433,492.14	\$365,083.13	\$415,550.42	(\$199,734.59)
Reed Act Funds	\$85,623.07	\$713,612.83	\$3,366.83	\$15,242.94	\$5,000.00	\$293,418.07	(\$488,941.72)
Special Administrative Transfer**	\$9,998.07	\$7,662.55	\$5,548.08	\$0.00	\$0.00	\$677,072.27	\$653,863.57
Total Monthly Disbursements	<u>\$49,948,714.28</u>	<u>\$41,997,934.68</u>	<u>\$34,234,711.85</u>	<u>\$34,291,908.18</u>	<u>\$31,061,478.10</u>	<u>\$33,222,733.78</u>	<u>(\$27,605,240.75)</u>
Trust Fund Balance	<u>\$108,392,942.39</u>	<u>\$95,528,960.38</u>	<u>\$94,869,457.65</u>	<u>\$114,721,986.45</u>	<u>\$101,837,094.21</u>	<u>\$99,888,923.86</u>	<u>\$17,656,644.10</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 \$500 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

September 7, 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	28,659,000	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	27,569,000	17,361,000	49,106,000
May	82,582,000	16,967,000	114,721,000
June	3,556,000	16,440,000	101,837,000
July	14,808,000	16,757,000	99,888,000
August	38,217,000	16,139,000	121,966,000
September	2,996,000	11,281,000	113,681,000
October	11,037,000	13,944,000	110,774,000
November	25,181,000	11,965,000	123,990,000
December	2,337,000	14,510,000	111,817,000
Totals - 2011	239,668,000	204,752,000	111,817,000

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

July 2011

West Virginia Legislative Interims
September 2011

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

	CURRENT YR	PRIOR YR	VARIANCE	
			\$	%
ADDITIONS				
Employer Premiums:				
Health premiums	\$283	\$301	(\$18)	(6%)
Pay Go Premiums	10,456	9,991	465	5%
Annual required contributions	449	541	(92)	(17%)
Total Employer Premiums	11,188	10,833	355	3%
Member Premiums:				
Health premiums	5,859	5,540	319	6%
Pay Go Premiums	2,131	2,038	93	5%
Life Insurance Premiums	1,376	1,128	248	22%
Total Member Premiums	9,366	8,706	660	8%
Total Premium Additions	20,554	19,539	1,015	5%
Other Additions:				
Retiree Drug Subsidy	0	68	(68)	(100%)
Investment Income	718	3,531	(2,813)	(80%)
TOTAL ADDITIONS	21,272	23,138	(1,866)	(8%)
DEDUCTIONS				
Payments to Managed Care Org.	4,271	4,097	174	4%
Life Insurance Expense	1,421	1,269	152	12%
Medical Claims Expense	6,632	5,701	931	16%
Pharmacy Claims Expense	4,893	5,495	(602)	(11%)
Administrative Service Fees (External)	104	721	(617)	(86%)
Other Operating Expenses	271	258	13	5%
TOTAL DEDUCTIONS	17,592	17,541	51	0%
NET FUND INCREASE	3,680	5,597	(1,917)	(34%)
Net Assets Held in Trust for Post Employment Benefits				
Beginning of period	0	422,636	(422,636)	(100%)
End of period	\$3,680	\$428,233	(\$424,553)	(99%)

	Draft		Draft		Draft	
	YTD July 31	YTD July 31	Actual Less CCRC	Actual Less CCRC	Actual Less CCRC	Actual Less CCRC
	POST EOM AJES	Budget	ppd 1-31-11	ppd 1-31-11	ppd 1-31-11	ppd 1-31-11
	2011	2011	YTD July 2011	YTD July 2011	YTD July 2011	Percentage
		CCRC ppd 1/31/2011				
Operating Revenue						
Premiums						
Employer Premiums - State	\$ 38,172,564.00	\$ 38,040,094.00	\$ 132,470.00			0.35%
Employee Premiums - State	\$ 10,144,970.00	\$ 9,675,885.00	\$ 469,085.00			4.85%
Local Premiums	\$ 8,742,914.00	\$ 8,570,589.00	\$ 172,325.00			2.01%
Basic Life Insurance	\$ 351,171.00	\$ 463,723.00	\$ (112,552.00)			-24.27%
Other Premiums and Adjustments	\$ 144,587.25	\$ 138,590.00	\$ 5,997.25			4.33%
	-	-	-			
Total Premiums	\$ 57,556,206.25	\$ 56,888,881.00	\$ 667,325.25			1.17%
Less:						
Payments to managed care organizations	\$ (3,177,048.62)	\$ (3,236,605.00)	\$ 59,556.38			-1.84%
Life insurance premiums-basic	\$ (353,513.00)	\$ (463,723.00)	\$ 110,210.00			-23.77%
	-	-	-			
Net premium revenue	\$ 54,025,644.63	\$ 53,188,553.00	\$ 837,091.63			1.57%
Administrative fees, net of refunds	\$ 370,620.83	\$ 380,588.00	\$ (9,967.17)			-2.62%
	-	-	-			
Net operating revenue	\$ 54,396,265.46	\$ 53,569,141.00	\$ 827,124.46			1.54%
Operating Expenses						
Claims expense - medical	\$ 31,334,255.27	\$ 29,464,837.00	\$ 1,869,418.27			6.34%
Claims expense - drugs	\$ 6,804,968.26	\$ 7,448,421.00	\$ (643,452.74)			-8.64%
Administrative service fees	\$ 1,395,020.18	\$ 1,466,927.00	\$ (71,906.82)			-4.90%
Wellness and disease management	\$ 142,438.89	\$ 129,442.00	\$ 12,996.89			10.04%
Other operating expenses	\$ 452,951.89	\$ 532,788.00	\$ (79,836.11)			-14.98%
WV RHBT pay go premiums	\$ 12,587,395.00	\$ 12,587,395.00				0.00%
	-	-	-			
Total Operating Expenses	\$ 52,717,029.49	\$ 51,629,810.00	\$ 1,087,219.49			2.11%
	-	-	-			
Operating Surplus	\$ 1,679,235.97	\$ 1,939,331.00	\$ (260,095.03)			-13.41%
Nonoperating Revenues and Transfers						
Direct transfer	\$ 291,667.00	\$ 291,667.00	\$ -			0.00%
Interest and investment income	\$ 1,904,328.94	\$ 1,420,851.00	\$ 483,477.94			34.03%
	-	-	-			
Total nonoperating revenues and transfers	\$ 2,195,995.94	\$ 1,712,518.00	\$ 483,477.94			28.23%
	-	-	-			
Net Surplus	\$ 3,875,231.91	\$ 3,651,849.00	\$ 223,382.91			6.12%

West Virginia Board of Risk and Insurance Management
UNAUDITED BALANCE SHEET



July 31

2011 2010

(in thousands)

ASSETS

Short Term Assets

Cash and Equivalents	\$ 23,007	\$ 29,444
Advance Deposit with Carrier/Trustee	193,125	187,429
Receivables - Net	4,205	4,347
Prepaid Insurance	3,979	4,211
Total Short Term Assets	224,316	225,431

Long Term Assets

Investments	141,323	123,138
Total Long Term Assets	141,323	123,138

TOTAL ASSETS

365,639 348,569

LIABILITIES

Short Term Liabilities

Accounts payable	5,701	4,906
Claims Payable	242	79
OPEB Liability	182	181
Agents Commissions Payable	1,195	1,333
Unearned Revenue	9,404	9,665
Current Estimated Claim Reserve	43,259	40,392
Total Short Term Liabilities	59,983	56,556

Long Term Liabilities

Compensated Absences	75	66
Estimated Noncurrent Claim Reserve	82,968	95,036
Total Long Term Liabilities	83,043	95,102

TOTAL LIABILITIES

143,026 151,658

Prior Year Net Assets

219,975 192,207

Current Year Earnings

2,638 4,704

TOTAL NET ASSETS

222,613 196,911

TOTAL LIABILITIES AND RETAINED EARNINGS

\$ 365,639 \$ 348,569

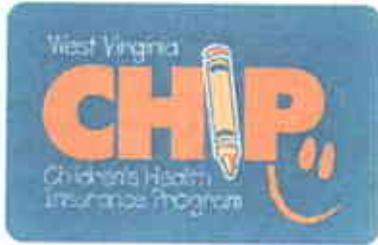
DRAFT - Unaudited - Management Purposes Only

West Virginia Board of Risk and Insurance Management
UNAUDITED INCOME STATEMENT
For the one month ending



	July 31	
	2011	2010
	(in thousands)	
Operating Revenues		
Premium Revenues	\$ 4,401	\$ 4,615
Less - Excess Insurance	(454)	(505)
Total Operating Revenues	3,947	4,110
Operating Expenses		
Claims Expense	3,035	3,364
Property & MS Claims Expense	1,012	151
Personal Services	134	128
General & Administrative Expense	265	193
Total Operating Expenses	4,446	3,836
Operating Income (Loss)	(499)	274
Nonoperating Revenues		
Fees and Assessments	4	2
Investment Income	3,133	4,428
Total Nonoperating Revenues	3,137	4,430
Net Income	2,638	4,704

DRAFT - Unaudited - Management Purposes Only

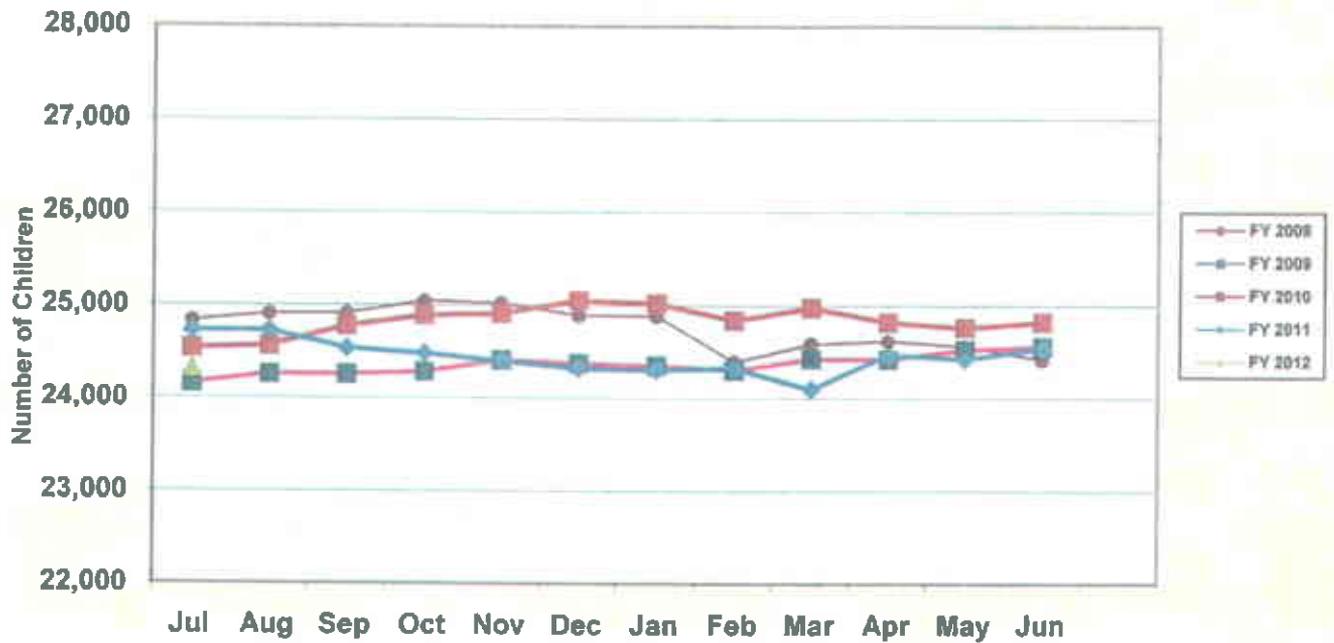


West Virginia Children's Health Insurance Program
2 Hale Street
Suite 101
Charleston, WV 25301
304-558-2732 voice / 304-558-2741 fax
Helpline 877-982-2447
www.chip.wv.gov

Joint Committee on Government and Finance Report

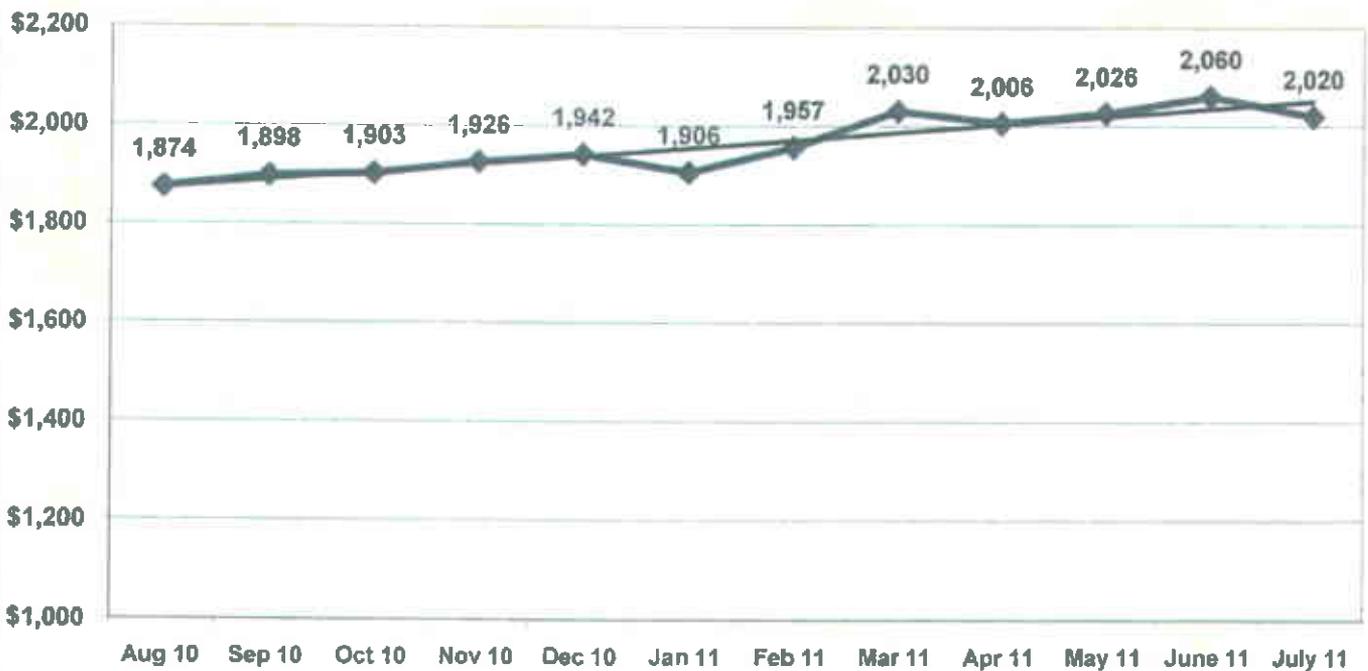
September 2011

WV CHIP Enrollment



July 31st Enrollment 24,323

Annualized Health Care Expenditures (Cost per Child)



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

	July 31, 2011	July 31, 2010	Variance	
Assets:				
Cash & Cash Equivalents	\$16,024,750	\$14,506,604	\$1,518,146	10%
Due From Federal Government	\$2,319,084	\$3,185,825	(\$866,741)	-27%
Due From Other Funds	\$843,923	\$714,735	\$129,188	18%
Accrued Interest Receivable	\$40,925	\$17,569	\$23,356	133%
Fixed Assets, at Historical Cost	<u>\$66,595</u>	<u>\$69,738</u>	<u>(\$3,142)</u>	<u>-5%</u>
Total Assets	<u>\$19,295,277</u>	<u>\$18,494,471</u>	<u>\$800,807</u>	<u>4%</u>
Liabilities:				
Due to Other Funds	\$305,726	\$333,600	(\$27,873)	-8%
Deferred Revenue	\$329,225	\$3,011,184	(\$2,681,959)	-89%
Unpaid Insurance Claims Liability	<u>\$4,200,000</u>	<u>\$3,600,000</u>	<u>\$600,000</u>	<u>17%</u>
Total Liabilities	<u>\$4,834,951</u>	<u>\$6,944,783</u>	<u>(\$2,109,832)</u>	<u>-30%</u>
Fund Equity	<u>\$14,460,326</u>	<u>\$11,549,688</u>	<u>\$2,910,639</u>	<u>25%</u>
Total Liabilities and Fund Equity	<u>\$19,295,277</u>	<u>\$18,494,471</u>	<u>\$800,807</u>	<u>4%</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 One Month Ending July 31, 2011 and July 31, 2010
(Modified Accrual Basis)

	July 31, 2011	July 31, 2010	Variance	
Revenues				
Federal Grants	2,319,084	3,185,825	(866,741)	-27%
State Appropriations	2,185,103	2,085,126	99,977	5%
Premium Revenues	45,091	34,218	10,873	32%
Investment Income:				
Investment Earnings	40,925	17,569	23,356	133%
Unrealized Gain On Investments*	(6,888)	44,885	(51,774)	100%
Total Investment Income	<u>34,037</u>	<u>62,455</u>	<u>(28,418)</u>	<u>-46%</u>
Total Revenues	<u>4,583,315</u>	<u>5,367,623</u>	<u>(784,308)</u>	<u>-15%</u>
Expenditures:				
Claims:				
Outpatient Services	777,196	1,075,232	(298,036)	-28%
Prescribed Drugs	741,338	666,043	75,295	11%
Physicians & Surgical	638,381	894,821	(256,440)	-29%
Dental	527,887	397,901	129,986	33%
Inpatient Hospital Services	437,986	123,312	314,674	255%
Outpatient Mental Health	99,367	146,913	(47,546)	-32%
Durable & Disposable Med. Equip.	93,198	67,731	25,467	38%
Inpatient Mental Health	69,984	38,480	31,504	82%
Vision	54,004	70,212	(16,208)	-23%
Therapy	42,113	86,230	(44,117)	-51%
Medical Transportation	31,300	29,995	1,305	4%
Other Services	15,190	3,691	11,499	312%
Less: Collections**	<u>(11,651)</u>	<u>(6,718)</u>	<u>(4,933)</u>	<u>73%</u>
Total Claims	<u>3,516,293</u>	<u>3,593,643</u>	<u>(77,550)</u>	<u>-2%</u>
General and Admin Expenses:				
Salaries and Benefits	50,108	49,799	309	1%
Program Administration	150,456	224,770	(74,314)	-33%
Eligibility	22,000	30,062	(8,062)	-27%
Outreach & Health Promotion	36,650	14,494	22,156	153%
Current	<u>46,513</u>	<u>14,474</u>	<u>32,039</u>	<u>221%</u>
Total Administrative	<u>305,727</u>	<u>333,599</u>	<u>(27,872)</u>	<u>-8%</u>
Total Expenditures	<u>3,822,020</u>	<u>3,927,442</u>	<u>(105,422)</u>	<u>-3%</u>
Excess of Revenues				
Over (Under) Expenditures	761,295	1,440,182	(678,886)	-47%
Fund Equity, Beginning	<u>13,699,031</u>	<u>10,109,506</u>	<u>3,589,525</u>	<u>36%</u>
Fund Equity, Ending	<u>14,460,326</u>	<u>11,549,688</u>	<u>2,910,638</u>	<u>25%</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 2012
For the One Month Ended July 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>Actual Amt Jul-11</u>
Projected Cost	\$54,634,844	\$4,552,904	\$2,412,909	\$2,139,994	47%	\$4,552,904	\$2,412,909
Premiums	680,592	\$56,716	45,091	\$11,625	-20%	\$56,716	\$45,091
Subrogation & Rebates	731,381	\$60,948	11,651	49,297	-81%	\$60,948	11,651
Net Benefit Cost	53,222,871	\$4,435,239	\$2,356,167	\$2,079,072	47%	\$4,435,239	\$2,356,167
Salaries & Benefits	\$580,500	\$48,375	\$50,108	(\$1,733)	-4%	\$48,375	\$50,108
Program Administration	3,116,505	\$259,709	163,620	96,089	37%	\$259,709	163,620
Eligibility	420,000	\$35,000	0	35,000	100%	\$35,000	0
Outreach	300,000	\$25,000	131	24,869	99%	\$25,000	131
Current Expense	160,000	\$13,333	33,871	(20,538)	-154%	\$13,333	33,871
Total Admin Cost	\$4,577,005	\$381,417	\$247,730	\$133,687	35%	\$381,417	\$247,730
Total Program Cost	\$57,799,876	\$4,816,656	\$2,603,897	\$2,212,759	46%	\$4,816,656	\$2,603,897
Federal Share 80.83%	46,719,640	3,893,303	\$2,130,769	1,762,534	45%	3,893,303	2,130,769
State Share 19.17%	11,080,236	923,353	\$473,128	450,225	49%	923,353	473,128
Total Program Cost *	\$57,799,876	\$4,816,656	\$2,603,897	\$2,212,759	46%	\$4,816,656	\$2,603,897

* Positive percentages indicate favorable variances

** Budgeted Year Based on CCRC Actuary 6/30/2011 Report.

Unaudited - Cash Basis For Management Purposes Only - Unaudited

Memo for Calculations Above:

Notes:

1/. Total budgeted for Year Program costs are CCRC Actuary's Base Line Scenerio dated 6/30/11 Final worksheet Net Paid Program Costs.

2/. Federal Share for FFY 2012 is 80.83%. Federal Share for FFY 2011 (10/1/10 - 9/30/11) is set at 81.27%.

WVCHIP Enrollment Report

ATTACHMENT 1

August 2011

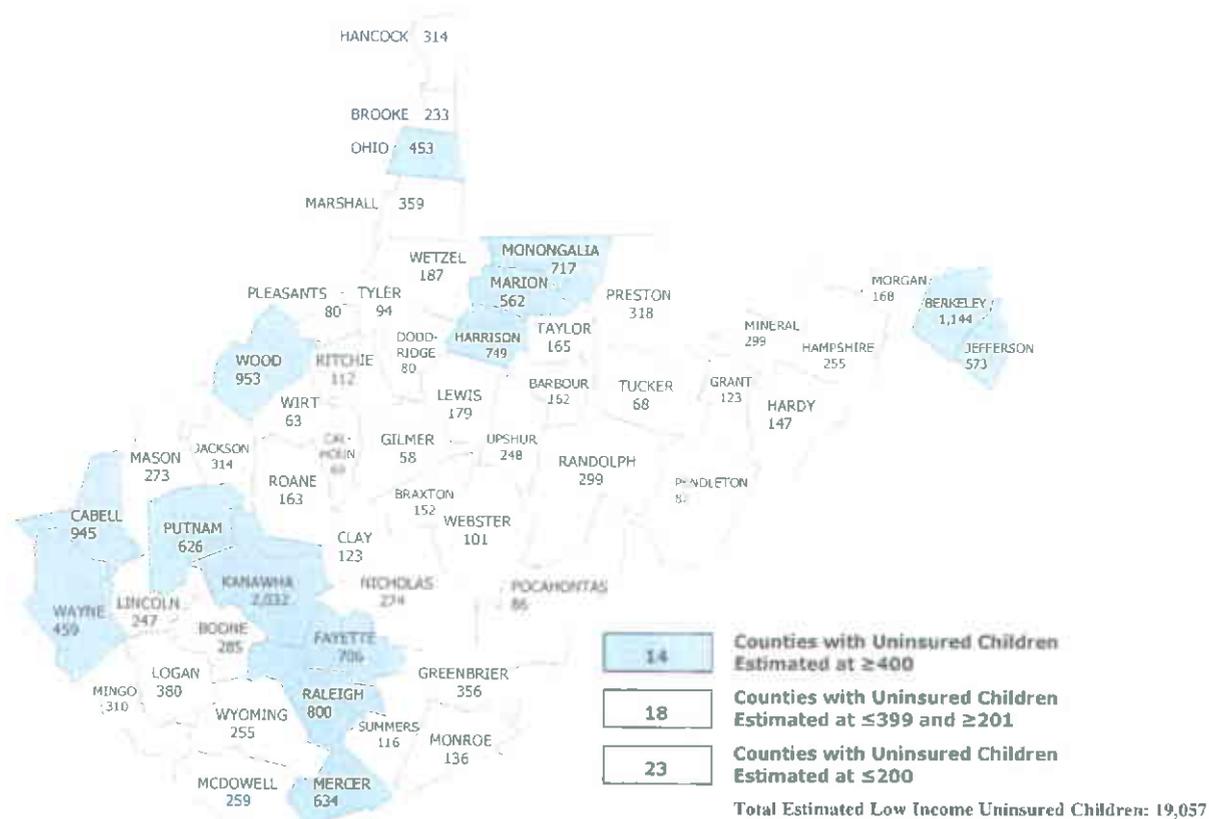
County	County Pop. 2005 Est. (0-18 Yrs)	Total CHIP Enrollment Aug-11	Total Medicaid Enrollment Aug-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009	2009
						Est. Uninsured 5%	# Children Uninsured Ranking*
Barbour	3,248	248	1,519	1,767	54.4%	162	38
Berkeley	22,882	1,242	7,789	9,031	39.5%	1,144	2
Boone	5,706	307	2,509	2,816	49.4%	285	24
Braxton	3,044	216	1,530	1,746	57.4%	152	39
Brooke	4,658	267	1,505	1,772	38.0%	233	32
Cabell	18,900	994	8,438	9,432	49.9%	945	4
Calhoun	1,389	124	833	957	68.9%	69	52
Clay	2,454	168	1,410	1,578	64.3%	123	43
Doddridge	1,607	133	663	796	49.5%	80	50
Fayette	9,692	812	4,512	5,324	54.9%	485	12
Gilmer	1,154	77	595	672	58.2%	58	55
Grant	2,463	180	970	1,150	46.7%	123	42
Greenbrier	7,110	575	2,870	3,445	48.4%	356	17
Hampshire	5,110	326	2,157	2,483	48.6%	255	28
Hancock	6,270	385	2,490	2,875	45.9%	314	20
Hardy	2,950	168	1,220	1,388	47.1%	147	40
Harrison	14,973	942	5,685	6,627	44.3%	749	6
Jackson	6,277	405	2,781	3,186	50.8%	314	19
Jefferson	11,465	487	2,973	3,460	30.2%	573	10
Kanawha	40,647	2,308	16,815	19,123	47.0%	2,032	1
Lewis	3,577	291	1,727	2,018	56.4%	179	34
Lincoln	4,945	357	2,643	3,000	60.7%	247	31
Logan	7,610	514	3,752	4,266	56.1%	380	15
Marion	11,245	662	4,315	4,977	44.3%	562	11
Marshall	7,176	338	2,771	3,109	43.3%	359	16
Mason	5,461	269	2,732	3,001	54.9%	273	26
McDowell	5,170	317	3,108	3,425	66.2%	259	27
Mercer	12,687	1,153	6,606	7,759	61.2%	634	8
Mineral	5,973	321	1,988	2,309	38.7%	299	22
Mingo	6,204	357	3,084	3,441	55.5%	310	21
Monongalia	14,346	784	4,292	5,076	35.4%	717	7
Monroe	2,728	241	985	1,226	44.9%	136	41
Morgan	3,365	263	1,317	1,580	47.0%	168	35
Nicholas	5,478	372	2,577	2,949	53.8%	274	25
Ohio	9,068	485	3,029	3,514	38.8%	453	14
Pendleton	1,632	123	515	638	39.1%	82	49
Pleasants	1,593	113	540	653	41.0%	80	51
Pocahontas	1,717	159	687	846	49.3%	86	48
Preston	6,354	501	2,331	2,832	44.6%	318	18
Putnam	12,522	753	3,425	4,178	33.4%	626	9
Raleigh	15,992	1,273	7,176	8,449	52.8%	800	5
Randolph	5,971	439	2,559	2,998	50.2%	299	23
Ritchie	2,234	153	877	1,030	46.1%	112	45
Roane	3,266	293	1,610	1,903	58.3%	163	37
Summers	2,322	215	1,178	1,393	60.0%	116	44
Taylor	3,307	223	1,346	1,569	47.4%	165	36
Tucker	1,354	123	505	628	46.4%	68	53
Tyler	1,887	126	722	848	44.9%	94	47

WVCHIP Enrollment Report

ATTACHMENT 1

August 2011

County	County Pop. 2005 Est. (0-18 Yrs)	Total CHIP Enrollment Aug-11	Total Medicaid Enrollment Aug-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009 Est. Uninsured 5%	2009 # Children Uninsured Ranking*
Upshur	4,956	399	2,316	2,715	54.8%	248	30
Wayne	9,176	537	4,079	4,616	50.3%	459	13
Webster	2,020	143	1,159	1,302	64.5%	101	46
Wetzel	3,732	233	1,580	1,813	48.6%	187	33
Wirt	1,268	97	592	689	54.4%	63	54
Wood	19,063	1,147	8,384	9,531	50.0%	953	3
Wyoming	5,092	396	2,481	2,877	56.5%	255	29
Totals	382,490	24,534	158,252	182,786	47.8%	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

SEPTEMBER 2011

Department of Administration

State Children's Health Insurance Program
UPDATE



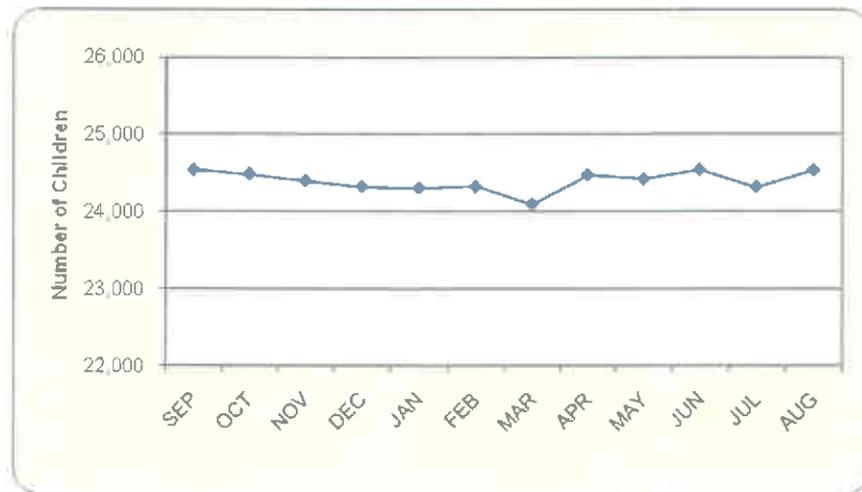
WV CHILDREN'S HEALTH INSURANCE AGENCY

REPORT FOR SEPTEMBER 2011

I. Enrollment on August 31, 2011: 24,534

See Attachment 1 for enrollment by county.

Current 12-Month Enrollment Period: September 2010 through August 2011



Enrollee Totals: June 2011 to August 2011

Month	Total	I Year	Total
June	1,465	Average	1,760
July	1,767	High	2,021
August	1,762	Low	1,498

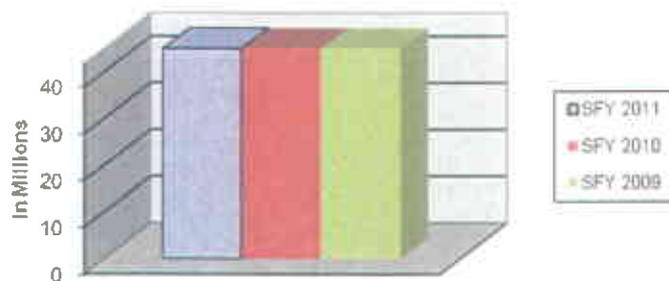
II. Financial Activity

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

The average annualized claims cost per child for the month ended July 2011 was \$2,020.

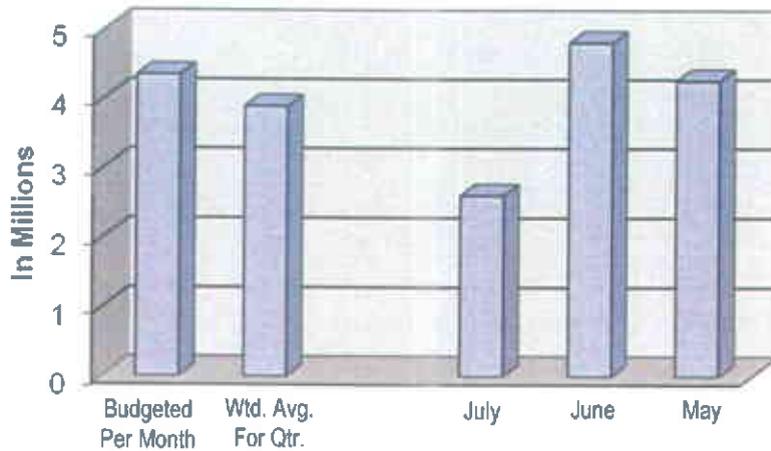
Annual Expenditures for a 3 Year Period: SFY 2008 – SFY 2010

	SFY 2011	FFP% 2011	SFY 2010	FFP% 2010	SFY 2009	FFP% 2009
Federal	42,531,719	81.27	38,675,336	81.83	37,550,029	81.61
State	9,631,322	18.73	8,618,874	18.17	8,417,193	18.39
Total Costs	52,163,041	100.00	47,294,210	100.00	45,967,222	100.00



Monthly Budgeted and Current 3 Month Period: May 2011 – July 2011

	Budgeted Per Month	Wtd. Avg. For Qtr.	Actual		
			July 2011	June 2011	May 2011
Federal	3,518,080	3,186,249	2,130,769	3,939,368	3,488,609
State	830,055	707,493	473,128	874,720	774,631
Total	4,348,135	3,893,742	2,603,897	4,814,088	4,263,240



III. Other Highlights

- ◆ Between July 1 and the end of August, 100 children were enrolled in the expanded CHIP Premium.

WVCHIP Enrollment Report

ATTACHMENT 1

August 2011

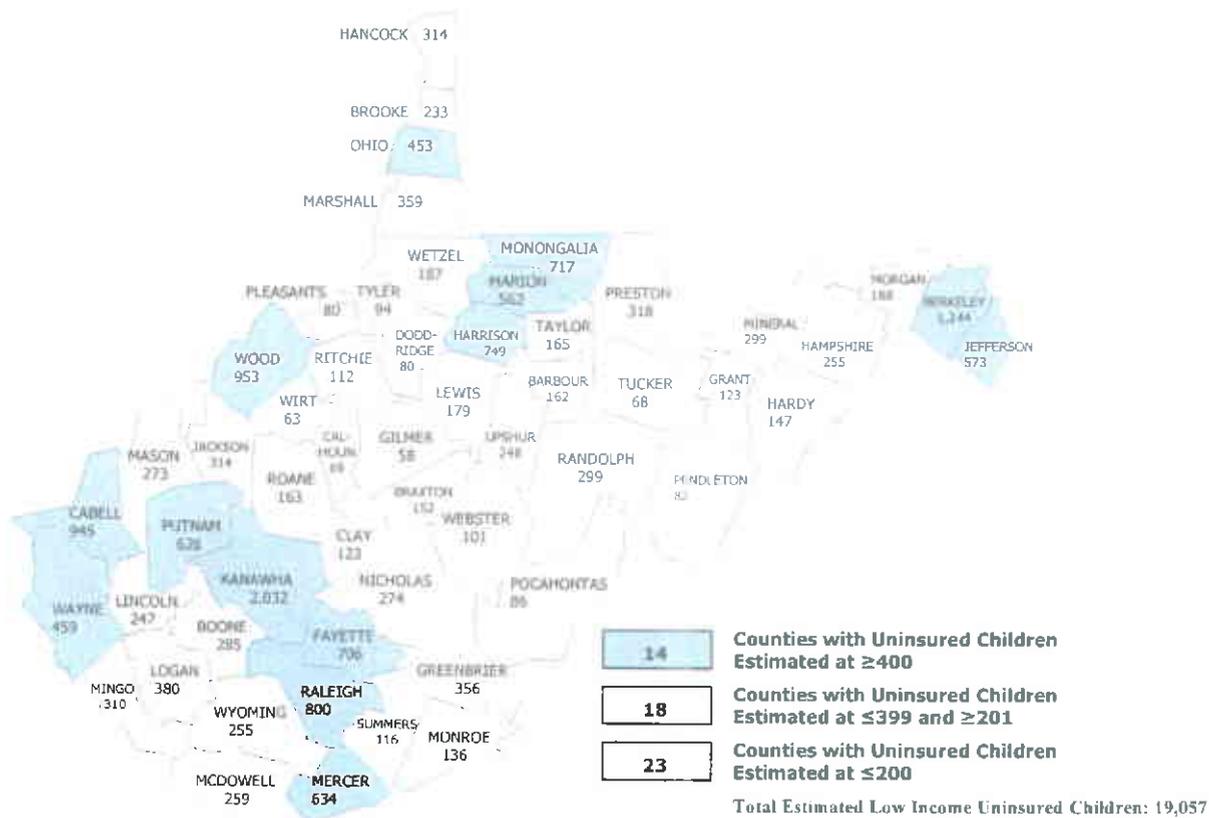
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Braxton	3,044	216	1,530	1,746	57.4%	152	39
Brooke	4,658	267	1,505	1,772	38.0%	233	32
Cabell	18,900	994	8,438	9,432	49.9%	945	4
Calhoun	1,389	124	833	957	68.9%	69	52
Clay	2,454	168	1,410	1,578	64.3%	123	43
Doddridge	1,607	133	663	796	49.5%	80	50
Fayette	9,692	812	4,512	5,324	54.9%	485	12
Gilmer	1,154	77	595	672	58.2%	58	55
Grant	2,463	180	970	1,150	46.7%	123	42
Greenbrier	7,110	575	2,870	3,445	48.4%	356	17
Hampshire	5,110	326	2,157	2,483	48.6%	255	28
Hancock	6,270	385	2,490	2,875	45.9%	314	20
Hardy	2,950	168	1,220	1,388	47.1%	147	40
Hamison	14,973	942	5,685	6,627	44.3%	749	6
Jackson	6,277	405	2,781	3,186	50.8%	314	19
Jefferson	11,465	487	2,973	3,460	30.2%	573	10
Kanawha	40,647	2,308	16,815	19,123	47.0%	2,032	1
Lewis	3,577	291	1,727	2,018	56.4%	179	34
Lincoln	4,945	357	2,643	3,000	60.7%	247	31
Logan	7,610	514	3,752	4,266	56.1%	380	15
Marion	11,245	662	4,315	4,977	44.3%	562	11
Marshall	7,176	338	2,771	3,109	43.3%	359	16
Mason	5,461	269	2,732	3,001	54.9%	273	26
McDowell	5,170	317	3,108	3,425	66.2%	259	27
Mercer	12,687	1,153	6,606	7,759	61.2%	634	8
Mineral	5,973	321	1,988	2,309	38.7%	299	22
Mingo	6,204	357	3,084	3,441	55.5%	310	21
Monongalia	14,346	784	4,292	5,076	35.4%	717	7
Monroe	2,728	241	985	1,226	44.9%	136	41
Morgan	3,365	263	1,317	1,580	47.0%	168	35
Nicholas	5,478	372	2,577	2,949	53.8%	274	25
Ohio	9,068	485	3,029	3,514	38.8%	453	14
Pendleton	1,632	123	515	638	39.1%	82	49
Pleasants	1,593	113	540	653	41.0%	80	51
Pocahontas	1,717	159	687	846	49.3%	86	48
Preston	6,354	501	2,331	2,832	44.6%	318	18
Putnam	12,522	753	3,425	4,178	33.4%	626	9
Raleigh	15,992	1,273	7,176	8,449	52.8%	800	5
Randolph	5,971	439	2,559	2,998	50.2%	299	23
Ritchie	2,234	153	877	1,030	46.1%	112	45
Roane	3,266	293	1,610	1,903	58.3%	163	37
Summers	2,322	215	1,178	1,393	60.0%	116	44
Taylor	3,307	223	1,346	1,569	47.4%	165	36
Tucker	1,354	123	505	628	46.4%	68	53
Tyler	1,887	126	722	848	44.9%	94	47

WVCHIP Enrollment Report

ATTACHMENT 1

August 2011

County	County Pop 2005 Est (0-18 Yrs)	Total CHIP Enrollment Aug-11	Total Medicaid Enrollment Aug-11	Total CHIP/Medicaid Enrollment	CHIP/Medicaid Enrollment % of Population	2009 Est. Uninsured 5%	2009 # Children Uninsured Ranking*
Upshur	4,956	399	2,316	2,715	54.8%	248	30
Wayne	9,176	537	4,079	4,616	50.3%	459	13
Webster	2,020	143	1,159	1,302	64.5%	101	46
Wetzel	3,732	233	1,580	1,813	48.6%	187	33
Wirt	1,268	97	592	689	54.4%	63	54
Wood	19,063	1,147	8,384	9,531	50.0%	953	3
Wyoming	5,092	396	2,481	2,877	56.5%	255	29
Totals	382,490	24,534	158,252	182,786	47.8%	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 Statement of Revenues, Expenditures and Changes in Fund Balances
For the One Month Ending July 31, 2011 and July 31, 2010
(Modified Accrual Basis)

	July 31, 2011	July 31, 2010	Variance	
Revenues				
Federal Grants	2,319,084	3,185,825	(866,741)	-27%
State Appropriations	2,185,103	2,085,126	99,977	5%
Premium Revenues	45,091	34,218	10,873	32%
Investment Income:				
Investment Earnings	40,925	17,569	23,356	133%
Unrealized Gain On Investments*	(6,888)	44,885	(51,774)	100%
Total Investment Income	<u>34,037</u>	<u>62,455</u>	<u>(28,418)</u>	<u>-46%</u>
Total Revenues	<u>4,583,315</u>	<u>5,367,623</u>	<u>(784,308)</u>	<u>-15%</u>
Expenditures:				
Claims:				
Outpatient Services	777,196	1,075,232	(298,036)	-28%
Prescribed Drugs	741,338	666,043	75,295	11%
Physicians & Surgical	638,381	894,821	(256,440)	-29%
Dental	527,887	397,901	129,986	33%
Inpatient Hospital Services	437,986	123,312	314,674	255%
Outpatient Mental Health	99,367	146,913	(47,546)	-32%
Durable & Disposable Med. Equip.	93,198	67,731	25,467	38%
Inpatient Mental Health	69,984	38,480	31,504	82%
Vision	54,004	70,212	(16,208)	-23%
Therapy	42,113	86,230	(44,117)	-51%
Medical Transportation	31,300	29,995	1,305	4%
Other Services	15,190	3,691	11,499	312%
Less: Collections**	<u>(11,651)</u>	<u>(6,718)</u>	<u>(4,933)</u>	<u>73%</u>
Total Claims	<u>3,516,293</u>	<u>3,593,843</u>	<u>(77,550)</u>	<u>-2%</u>
General and Admin Expenses:				
Salaries and Benefits	50,108	49,799	309	1%
Program Administration	150,456	224,770	(74,314)	-33%
Eligibility	22,000	30,062	(8,062)	-27%
Outreach & Health Promotion	36,650	14,494	22,156	153%
Current	<u>46,513</u>	<u>14,474</u>	<u>32,039</u>	<u>221%</u>
Total Administrative	<u>305,727</u>	<u>333,599</u>	<u>(27,872)</u>	<u>-8%</u>
Total Expenditures	<u>3,822,020</u>	<u>3,927,442</u>	<u>(105,422)</u>	<u>-3%</u>
Excess of Revenues				
Over (Under) Expenditures	761,295	1,440,182	(678,886)	-47%
Fund Equity, Beginning	<u>13,699,031</u>	<u>10,109,506</u>	<u>3,589,525</u>	<u>36%</u>
Fund Equity, Ending	<u>14,460,326</u>	<u>11,549,688</u>	<u>2,910,639</u>	<u>25%</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
Comparative Balance Sheet
July 2011 and 2010
(Accrual Basis)**

	July 31, 2011	July 31, 2010	Variance	
Assets:				
Cash & Cash Equivalents	\$16,024,750	\$14,506,604	\$1,518,146	10%
Due From Federal Government	\$2,319,084	\$3,185,825	(\$866,741)	-27%
Due From Other Funds	\$843,923	\$714,735	\$129,188	18%
Accrued Interest Receivable	\$40,925	\$17,569	\$23,356	133%
Fixed Assets, at Historical Cost	<u>\$66,595</u>	<u>\$69,738</u>	<u>(\$3,142)</u>	<u>-5%</u>
Total Assets	<u>\$19,295,277</u>	<u>\$18,494,471</u>	<u>\$800,807</u>	<u>4%</u>
Liabilities:				
Due to Other Funds	\$305,726	\$333,600	(\$27,873)	-8%
Deferred Revenue	\$329,225	\$3,011,184	(\$2,681,959)	-89%
Unpaid Insurance Claims Liability	<u>\$4,200,000</u>	<u>\$3,600,000</u>	<u>\$600,000</u>	<u>17%</u>
Total Liabilities	<u>\$4,834,951</u>	<u>\$6,944,783</u>	<u>(\$2,109,832)</u>	<u>-30%</u>
Fund Equity	<u>\$14,460,326</u>	<u>\$11,549,688</u>	<u>\$2,910,639</u>	<u>25%</u>
Total Liabilities and Fund Equity	<u>\$19,295,277</u>	<u>\$18,494,471</u>	<u>\$800,807</u>	<u>4%</u>

PRELIMINARY FINANCIAL STATEMENTS

Unaudited - For Management Purposes Only - Unaudited

West Virginia Children's Health Insurance Program
WVFIMS Fund 2154
For the Month Ended July 31, 2011
(Accrual Basis)

Investment Account

Funds Invested	\$14,302,865
Interest Earned	<u>40,925</u>
Total	<u>\$14,343,790</u>

Unaudited - For Management Purposes Only - Unaudited

Department of Administration Real Estate Division Leasing Report
For the period of August 1, 2011 through August 31, 2011

NEW CONTRACT OF LEASE

DIVISION OF MOTOR VEHICLES

DMV-055 New Contract of Lease for 1 year consisting of 19,000 square feet of office space at the annual per square foot rate of \$3.16, annual cost \$60,040.00, in the City of Parkersburg, Wood County, West Virginia.

STRAIGHT RENEWAL – DOA OWNED

DIVISION OF MOTOR VEHICLES

DMV-050 Renewal for 1 year consisting of 7,096 square feet of office space at the current annual per square foot rate of \$13.00, annual cost \$92,247.96, full service, in the City of Weirton, Hancock County, West Virginia.

LOTTERY COMMISSION

LOT-009 Renewal for 1 year consisting of 3,346 square feet of office space at the current annual per square foot rate of \$13.00, annual cost \$43,497.96, full service, in the City of Weirton, Hancock County, West Virginia.

STRAIGHT RENEWAL

DIVISION OF CORRECTIONS

COR-083 Renewal for 3 years consisting of 2,640 square feet of office space at the current annual per square foot rate of \$13.64, annual cost \$36,000.00, full service, in the City of Beckley, Raleigh County, West Virginia.

COR-039 Renewal for 3 years consisting of 1,916 square feet of office space at the current annual per square foot rate of \$9.08, annual cost \$17,400.00, full service without electric, in the City of Princeton, Mercer County, West Virginia.

COR-030 Renewal for 3 years consisting of 1,532 square feet of office space at the current annual per square foot rate of \$11.41, annual cost \$17,480.16, full service, in the City of Wheeling, Ohio County, West Virginia.

DIVISION OF JUVENILE SERVICES

DJS-015 Renewal for 1 year consisting of 400 square feet of storage space at the current annual per square foot rate of \$10.80, annual cost \$4,320.00, full service, in the City of Dunbar, Kanawha County, West Virginia.

DIVISION OF MOTOR VEHICLES

DMV-020 Renewal for 3 years consisting of 7,025 square feet of office space at the current annual per square foot rate of \$12.50, annual cost \$87,812.52, in the City of Bridgeport, Harrison County, West Virginia.

STRAIGHT RENEWAL CONTINUED

DIVISION OF NATURAL RESOURCES

NAT-121 Renewal for 2 years consisting of land at the current annual rate of \$350.00, in the Springfield District, Hampshire County, West Virginia.

WORKFORCE WEST VIRGINIA

WWV-025 Renewal for 1 year consisting of 250 square feet of office space at the current annual per square feet rate of \$13.20, annual rate \$3,300.00, full service, in the City of Ripley, Jackson County, West Virginia.

WWV-024 Renewal for 15 months consisting of 174 square feet of office space at the current annual per square feet rate of \$13.79, annual rate \$2,400.00, full service, in the City of New Martinsville, Wetzel County, West Virginia.

WWV-012 Renewal for 1 year consisting of 348 square feet of office space at the current annual per square feet rate of \$17.05, annual rate \$5,935.92, full service, in the City of New Martinsville, Wetzel County, West Virginia.

RENEWAL WITH INCREASE IN RENT

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-182 Renewal for 3 years consisting of 1,589 square feet of office space with an increase in the annual per square foot rate from \$8.65 to \$8.90, annual cost \$14,142.12, full service, in the City of Elizabeth, Wirt County, West Virginia.

DIVISION OF CORRECTIONS

COR-082 Renewal for 3 years consisting of 2,100 square feet of office space with an increase in the annual per square foot rate from \$5.43 to \$6.00, annual cost \$12,600.00, full service, in the City of Keyser, Mineral County, West Virginia.

DIVISION OF MOTOR VEHICLES

DMV-022 Renewal for 5 years consisting of 8,000 square feet of office space with an increase in the annual per square foot rate from \$10.30 to \$10.60, annual cost \$84,800.00, full service, in the City of Princeton, Mercer County, West Virginia.

RENEWAL WITH ADDITION OF SQUARE FOOTAGE

DEPARTMENT OF HEALTH AND HUMAN RESOURCES

HHR-165 Renewal for 5 years with an addition of 394 square feet for a total of 2,790 square feet of office space at the current annual per square foot rate of \$8.73, annual cost \$24,365.16, full service, in the City of St. Albans, Kanawha County, West Virginia.

DIVISION OF REHABILITATION SERVICES

DRS-092 Renewal for 5 years with an addition of 379 square feet for a total of 5,815 square feet of office space at the current annual per square foot rate of \$15.16, annual cost \$88,155.36, full service, in the City of Martinsburg, Berkeley County, West Virginia.

RENEWAL WITH ADDITION OF SQUARE FOOTAGE CONTINUED

WORKFORCE WEST VIRGINIA

WWV-031 Renewal for 2 years with an addition of 106 square feet for a total of 2,797 square feet of office space at the current annual per square foot rate of \$12.00, full service, annual cost \$33,564.00, full service, in the City of Moorefield, Hardy County, West Virginia.

RENEWAL WITH ADDITION OF SQUARE FOOTAGE AND INCREASE IN RENT

DIVISION OF MINERS' HEALTH, SAFETY AND TRAINING

MHS-026 Renewal for 1 year with an addition of 720 square feet for a total of 10,640 square feet of office space with an increase in the annual per square foot rate from \$3.35 to \$3.45, annual cost \$36,708.00, in the City of Oak Hill, Fayette County, West Virginia.

CANCELLATION

DIVISION OF FORESTRY

FOR-063 Lease cancellation consisting of 2,201 square feet of office space at the current annual per square foot rate of \$7.36, annual cost \$16,200.00, full service in the City of Dunbar, Kanawha County, West Virginia.

Real Estate Division
 Monthly Summary of Lease Activity
 August 1 - 31, 2011

# of Transactions	Agency	Lease #	County	Square Feet	Rental Rate	Annual Rent
1	Division of Motor Vehicles	DMV-055	Wood	19,000	3.16	60,040
2	Division of Motor Vehicles	DMV-050	Hancock	7,096	13.00	92,248
3	Lottery Commission	LOT-009	Hancock	3,346	13.00	43,498
4	Division of Corrections	COR-083	Raleigh	2,640	13.64	36,010
5	Division of Corrections	COR-039	Mercer	1,916	9.08	17,397
6	Division of Corrections	COR-030	Ohio	1,532	11.41	17,480
7	Division of Juvenile Services	DJS-015	Kanawha	400	10.80	4,320
8	Division of Motor Vehicles	DMV-020	Harrison	7,025	12.50	87,813
9	Division of Natural Resources	NAT-121	Hampshire			350
10	WORKFORCE West Virginia	WWV-025	Jackson	250	13.20	3,300
11	WORKFORCE West Virginia	WWV-024	Wetzel	174	13.79	2,399
12	WORKFORCE West Virginia	WWV-012	Wetzel	348	17.05	5,933
13	Department of Health and Human Resources	HHR-182	Wirt	1,589	8.90	14,142
14	Division of Corrections	COR-082	Mineral	2,100	6.00	12,600
15	Division of Motor Vehicles	DMV-022	Mercer	8,000	10.60	84,800
16	Department of health and Human Resources	HHR-165	Kanawha	2,790	8.73	24,365
17	Division of Rehabilitation Services	DRS-092	Berkeley	5,815	15.16	88,155
18	WORKFORCE West Virginia	WWV-031	Hardy	2,797	12.00	33,564
19	Division of Miners' Health, Safety and Training	MHS-026	Fayette	10,640	3.45	36,708
					195.47	
Total Rentable Square Feet				77,458		
Average Annual Rental Rate					10.29	
Total Annual Rent						665,123



STATE OF WEST VIRGINIA
DEPARTMENT OF MILITARY AFFAIRS & PUBLIC SAFETY
DIVISION OF CORRECTIONS



EARL RAY TOMBLIN
GOVERNOR

JIM RUBENSTEIN
COMMISSIONER

JOSEPH C. THORNTON
CABINET SECRETARY

OFFICE OF THE COMMISSIONER
1409 GREENBRIER STREET
CHARLESTON, WV 25311
(304) 558-2036 TELEPHONE - (304) 558-5934 FAX
September 13, 2011

Joint Committee on Government and Finance
1900 Kanawha Boulevard East
Building 1 – E132
Charleston, WV 25305

Dear Members of the Joint Committee on Government and Finance,

On June 30, 2009 The Governor's Commission on Prison Overcrowding issued their report to then-Governor Joe Manchin. The report put forth many proposals to solve this persistent problem. Recommendation #12 was to increase the number of work release beds and to move non-violent offenders out of the prisons to these expanded work release centers.

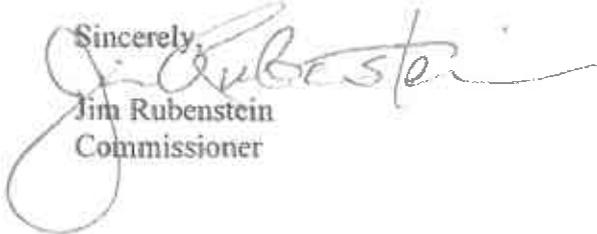
The Department of Corrections intends to purchase the property located at 1356 Hansford Street with funds from the Perdue Pharma settlement designated to be used for this purpose. The property will allow the relocation of the Charleston Work Release Center from an inadequate amount of leased space to a permanent, owned location and permitting it to double its current capacity.

In accordance with WV Code § 5-6-4a., this letter is to notify the Joint Committee of the Legislature of the intention of the Department of Corrections to purchase real property in excess of One Million Dollars.

The negotiated price for the property is \$1,075,000 (One Million Seventy Five Thousand Dollars). The property is currently owned by McJunkin Red Man Corporation and listed by Realcorp Inc.

We are happy to answer any questions you may have on this matter.

Sincerely,


Jim Rubenstein
Commissioner

Joint Committee on Government and Finance

September 2011

Department of Health and Human Resources

MEDICAID REPORT

July 2011 Data

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 EXPENDITURES BY PROVIDER TYPE
 SFY2012

MONTH OF JULY 2011

	ACTUALS	TOTAL	ACTUALS	ESTIMATED	ACTUALS	PROJECTED
	SFY2011	SFY2012	Current Month Ended 07/31/11	Current Month Ended 07/31/11	Year To-Date Thru 07/31/11	08/01/11 Thru 06/30/12
EXPENDITURES:						
Inpatient Hospital - Reg. Payments	164,043,833	176,928,067	12,317,129	13,628,737	12,317,129	164,610,938
Inpatient Hospital - DSH	54,602,728	55,616,400	-	-	-	55,616,400
Inpatient Hospital - Supplemental Payments	150,374,918	79,066,286	5,301,925	5,301,900	5,301,925	73,764,361
Inpatient Hospital - GME Payments	5,178,062	5,128,800	-	-	-	5,128,800
Mental Health Facilities	82,205,443	83,604,219	5,697,954	6,470,092	5,697,954	77,906,265
Mental Health Facilities - DSH Adjustment Payments	18,870,766	18,866,400	-	-	-	18,866,400
Nursing Facility Services - Regular Payments	497,490,876	533,935,963	41,572,429	44,518,200	41,572,429	492,363,534
Nursing Facility Services - Supplemental Payments	-	-	-	-	-	-
Intermediate Care Facilities - Public Providers	-	-	-	-	-	-
Intermediate Care Facilities - Private Providers	62,315,850	68,807,100	5,310,417	5,733,925	5,310,417	63,496,683
Intermediate Care Facilities - Supplemental Payments	-	-	-	-	-	-
Physicians Services - Regular Payments	120,938,365	129,796,223	7,535,877	10,021,817	7,535,877	122,260,346
Physicians Services - Supplemental Payments	28,779,948	30,575,400	6,559,375	7,643,850	6,559,375	24,016,025
Outpatient Hospital Services - Regular Payments	104,867,944	107,096,383	7,175,563	8,253,801	7,175,563	99,920,820
Outpatient Hospital Services - Supplemental Payments	-	-	-	-	-	-
Prescribed Drugs	355,934,526	368,792,906	26,538,629	28,762,168	26,538,629	342,254,277
Drug Rebate Offset - National Agreement	(178,030,580)	(156,989,600)	(46,605,062)	(27,287,593)	(46,605,062)	(110,384,538)
Drug Rebate Offset - State Sidebar Agreement	(18,264,735)	(20,042,600)	(1,680,791)	(3,314,841)	(1,680,791)	(18,361,809)
Dental Services	65,110,306	61,522,537	3,613,455	4,748,631	3,613,455	57,909,082
Other Practitioners Services - Regular Payments	11,297,560	13,106,060	870,148	1,066,838	870,148	12,235,912
Other Practitioners Services - Supplemental Payments	-	-	-	-	-	-
Clinic Services	5,014,428	5,507,120	396,174	437,046	396,174	5,110,946
Lab & Radiological Services	23,034,934	23,867,397	1,602,115	1,871,020	1,602,115	22,265,282
Home Health Services	44,244,071	45,150,371	3,441,349	3,517,223	3,441,349	41,709,022
Hysterectomies/Sterilizations	202,721	221,100	14,070	17,008	14,070	207,030
Pregnancy Terminations	-	-	-	-	-	-
EPSDT Services	1,393,791	1,692,037	88,085	130,846	88,085	1,603,952
Rural Health Clinic Services	7,938,113	9,400,347	512,644	732,338	512,644	8,887,703
Medicare Health Insurance Payments - Part A Premiums	17,589,540	19,087,800	1,441,297	-	1,441,297	17,646,503
Medicare Health Insurance Payments - Part B Premiums	86,800,107	101,265,000	7,547,988	-	7,547,988	93,717,012
120% - 134% Of Poverty	6,412,164	7,018,300	573,653	539,869	573,653	6,444,647
135% - 175% Of Poverty	-	-	-	-	-	-
Coinsurance And Deductibles	7,200,103	7,611,400	492,120	585,492	492,120	7,119,280

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 EXPENDITURES BY PROVIDER TYPE
 SFY2012

MONTH OF JULY 2011

	ACTUALS	TOTAL	ACTUALS	ESTIMATED	ACTUALS	PROJECTED
	SFY2011	SFY2012	Current Month Ended 07/31/11	Current Month Ended 07/31/11	Year To-Date Thru 07/31/11	08/01/11 Thru 06/30/12
Medicaid Health Insurance Payments: Managed Care Organizations (MCO)	331,340,463	332,146,800	27,354,809	27,678,900	27,354,809	304,791,991
Medicaid Health Insurance Payments: Prepaid Ambulatory Health Plan	-	-	-	-	-	-
Medicaid Health Insurance Payments: Prepaid Inpatient Health Plan	-	-	-	-	-	-
Medicaid Health Insurance Payments: Group Health Plan Payments	430,840	474,700	41,220	36,515	41,220	433,480
Medicaid Health Insurance Payments: Coinsurance	-	-	-	-	-	-
Medicaid Health Insurance Payments: Other	22,935	-	-	-	-	-
Home & Community-Based Services (MR/DD)	250,190,675	291,985,942	20,127,375	20,984,784	20,127,375	271,858,567
Home & Community-Based Services (Aged/Disabled)	105,384,910	157,141,155	8,842,263	8,866,168	8,842,263	148,298,892
Home & Community-Based Services (Traumatic Brain Injury)	-	2,600,925	-	200,071	-	2,600,925
Home & Community-Based Services (State Plan 1915(i) Only)	-	-	-	-	-	-
Home & Community-Based Services (State Plan 1915(j) Only)	-	-	-	-	-	-
Community Supported Living Services	-	-	-	-	-	-
Programs Of All-Inclusive Care Elderly	-	-	-	-	-	-
Personal Care Services - Regular Payments	43,271,225	54,253,564	3,669,205	3,617,662	3,669,205	50,584,359
Personal Care Services - SDS 1915(j)	-	-	-	-	-	-
Targeted Case Management Services - Com. Case Management	-	-	-	-	-	-
Targeted Case Management Services - State Wide	-	-	-	-	-	-
Primary Care Case Management Services	3,683,372	4,102,733	205,715	318,708	205,715	3,897,018
Hospice Benefits	311,397	362,800	23,748	27,908	23,748	339,052
Emergency Services Undocumented Aliens	23,031,071	23,968,000	1,957,032	1,843,692	1,957,032	22,010,968
Federally Qualified Health Center	250,549	252,200	34,679	19,400	34,679	217,521
Non-Emergency Medical Transportation	17,062,376	18,053,125	1,082,716	1,403,454	1,082,716	16,970,409
Physical Therapy	22,846,997	23,329,348	1,757,284	1,796,546	1,757,284	21,572,064
Occupational Therapy	1,950,648	1,993,133	154,016	153,546	154,016	1,839,117
Services for Speech, Hearing & Language	259,371	223,033	29,500	17,408	29,500	193,533
Prosthetic Devices, Dentures, Eyeglasses	322,095	261,398	42,727	20,400	42,727	218,671
Diagnostic Screening & Preventive Services	1,750,474	1,982,028	136,592	153,454	136,592	1,845,436
Nurse Mid-Wife	506,980	555,348	34,697	42,815	34,697	520,651
Emergency Hospital Services	241,124	280,900	16,337	21,608	16,337	264,563
Critical Access Hospitals	1,340,493	5,903,671	(5,363)	454,246	(5,363)	5,909,034
Nurse Practitioner Services	31,130,998	33,377,270	2,092,881	2,570,723	2,092,881	31,284,389
School Based Services	1,296,506	1,242,745	94,473	95,931	94,473	1,148,272
Rehabilitative Services (Non-School Based)	55,049,683	66,000,436	7,746,895	5,080,477	7,746,895	58,253,541
Private Duty Nursing	76,039,609	88,073,374	7,575,198	6,415,962	7,575,198	80,498,176
Other Care Services	4,856,304	5,087,998	384,114	410,031	384,114	4,703,884
Less: Recoupments	20,936,984	22,969,227	1,684,214	1,767,729	1,684,214	21,285,013
NET MEDICAID EXPENDITURES:	2,719,053,859	2,913,253,289	175,322,012	197,376,505	175,322,012	2,737,931,258

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 EXPENDITURES BY PROVIDER TYPE
 SFY2012

MONTH OF JULY 2011

Collections: Third Party Liability (line 9A on CMS-64)
 Collections: Probate (line 9B on CMS-64)
 Collections: Identified through Fraud & Abuse Effort (line 9C on CMS-64)
 Collections: Other (line 9D on CMS-64)

NET EXPENDITURES and CMS-64 ADJUSTMENTS:

Plus: Medicaid Part D Expenditures
 Plus: State Only Medicaid Expenditures
 Plus: Money Follow the Person Expenditures

TOTAL MEDICAID EXPENDITURES

Plus: Reimbursables ⁽¹⁾

TOTAL EXPENDITURES

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

ACTUALS SFY2011	TOTAL SFY2012	ACTUALS Current Month Ended 07/31/11	ESTIMATED Current Month Ended 07/31/11	ACTUALS Year To-Date Thru 07/31/11	PROJECTED 08/01/11 Thru 06/30/12
(9,341,740)	-	-	-	-	-
(81,809)	-	-	-	-	-
(396)	-	-	-	-	-
(7,250,803)	-	-	-	-	-
2,702,379,111	2,913,253,269	175,322,012	197,376,505	175,322,012	2,737,931,258
18,156,396	33,719,754	2,293,182	2,593,827	2,293,182	31,426,572
4,750,829	4,580,645	299,194	363,712	299,194	4,281,452
-	3,964,312	-	304,947	-	3,964,312
\$2,725,286,336	\$2,955,517,980	\$177,914,387	\$200,638,991	\$177,914,387	\$2,777,603,594
5,304,734	5,832,222	453,024	447,333	453,024	5,379,198
\$2,730,591,069	\$2,961,350,203	\$178,367,411	\$201,086,324	\$178,367,411	\$2,782,982,792

WV DEPARTMENT OF HEALTH AND HUMAN RESOURCES
 BUREAU FOR MEDICAL SERVICES
 MEDICAID CASH REPORT
 SFY2012

MONTH OF JULY 2011

REVENUE SOURCES

Beg. Bal. 7/01/10 (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)

Traumatic Brain Injury (0403/835)

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, Escheated Warrants, etc.) 5084/4010 & 4011

CMS - 64 Adjustments

TOTAL MATCHING FUNDS

FEDERAL FUNDS

TOTAL REVENUE SOURCES

TOTAL EXPENDITURES:

Provider Payments

TOTAL

	ACTUALS SFY2011	ACTUALS Current Month Ended 07/31/11	ACTUALS Year-To-Date Thru 07/31/11	PROJECTED 08/01/11 Thru 6/30/12	TOTAL SFY2012
Beg. Bal. 7/01/10 (5084/1020 prior mth)	213,690,990	210,933,113	210,933,113	-	210,933,113
MATCHING FUNDS					
General Revenue (0403/189)	222,471,412	8,805,389	8,805,389	209,665,209	218,470,598
MRDD Waiver (0403/466)	87,753,483	5,916,899	5,916,899	82,836,584	88,753,483
Rural Hospitals Under 150 Beds (0403/940)	2,596,000	216,333	216,333	2,379,667	2,596,000
Tertiary Funding (0403/547)	6,356,000	529,667	529,667	5,826,333	6,356,000
Traumatic Brain Injury (0403/835)		66,667	66,667	733,333	800,000
Title XIX Waiver for Seniors (0403-533)	7,500,000	639,167	639,167	11,448,333	12,087,500
Lottery Waiver (Less 550,000) (5405/539)	23,272,578	-	-	31,272,578	31,272,578
Lottery Transfer (5405/871)	16,670,000	-	-	8,670,000	8,670,000
Trust Fund Appropriation (5185/189)	-	-	-	30,556,594	30,556,594
Provider Tax (5090/189)	152,750,473	6,120,000	6,120,000	156,162,760	162,282,760
Certified Match	16,726,042	2,745,820	2,745,820	22,007,038	24,752,858
Reimbursables - Amount Reimbursed	3,688,478	414,048	414,048	5,418,175	5,832,222
Other Revenue (MWIN, Escheated Warrants, etc.) 5084/4010 & 4011	712,458	68,157	68,157	(68,157)	-
CMS - 64 Adjustments	898,977	-	-	-	-
TOTAL MATCHING FUNDS	755,086,891	236,455,259	236,455,259	566,908,446	803,363,706
FEDERAL FUNDS	2,191,395,795	125,649,027	125,649,027	2,002,497,109	2,128,146,136
TOTAL REVENUE SOURCES	2,946,482,686	362,104,287	362,104,287	2,569,405,555	2,931,509,842
TOTAL EXPENDITURES:					
Provider Payments	2,730,591,069	178,367,411	178,367,411	2,782,982,792	2,961,350,203
TOTAL	215,891,617	183,736,876	183,736,876		(29,840,361)

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

July 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 July 31, 2011

	6/30/2011		7/31/2011		Performance %						
	Asset (\$000)	%	Asset (\$000)	%	1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year
WVIMB Fund Assets	12,849,850	100.0	12,849,935	100.0							
Pension Assets	10,191,097	79.3	10,184,417	79.3							
Public Employees' Retirement System	4,359,025	33.8	4,345,697	33.8	0.0	-1.2	0.0	15.8	6.3	5.2	6.3
Teachers' Retirement System	5,010,212	38.9	5,007,057	38.9	0.0	-1.2	0.0	15.7	5.8	4.7	6.0
Teachers' Employers Cont. Collection A/C	-	0.0	12,104	0.1	0.0	0.0	0.0	0.1	0.4		
EMS Retirement System	31,963	0.3	32,208	0.3	0.0	-1.2	0.0	15.7	6.5		
Public Safety Retirement System	482,005	3.8	479,526	3.7	0.0	-1.2	0.0	15.9	6.4	5.2	6.4
Judges' Retirement System	124,587	1.0	124,288	1.0	0.0	-1.2	0.0	15.7	6.3	5.2	6.3
State Police Retirement System	70,756	0.6	70,994	0.6	0.0	-1.2	0.0	15.5	6.4	5.3	6.2
Deputy Sheriffs' Retirement System	112,488	0.9	112,480	0.9	0.0	-1.2	0.0	15.7	6.4	5.2	6.3
Municipal Police & Firefighter Retirement System	61	0.0	63	0.0	0.0	0.0	0.0	0.1			
Insurance Assets	1,968,581	15.3	1,967,165	15.3							
Workers' Compensation Old Fund	933,073	7.3	927,268	7.2	0.7	0.4	0.7	8.2	5.0	4.7	
Workers' Comp. Self-Insured Guaranty Risk Pool	9,627	0.1	9,760	0.1	0.6	0.0	0.6	6.9	2.6	3.4	
Workers' Comp. Uninsured Employers Fund	8,911	0.1	8,960	0.1	0.6	0.0	0.6	5.3	2.1	3.1	
Pneumoconiosis	261,558	1.9	262,284	2.0	0.6	0.0	0.6	9.7	6.1	5.3	
Board of Risk & Insurance Mgmt.	140,522	1.1	141,323	1.1	0.6	0.0	0.6	9.8	7.8	6.2	
Public Employees' Insurance Agency	175,171	1.4	177,080	1.4	1.1	1.1	1.1	8.2	6.4	5.4	
WV Retiree Health Benefit Trust Fund	437,457	3.4	438,175	3.4	0.2	-1.0	0.2	10.5	9.5		
AccessWV	2,262	0.0	2,315	0.0	2.4	3.1	2.4	11.9			
Endowment Assets	690,172	5.4	698,353	5.4							
Wildlife Fund	40,380	0.3	40,422	0.3	0.0	-1.2	0.0	15.7	6.3	5.3	6.7
Prepaid Tuition Trust	84,791	0.7	83,963	0.6	-0.3	-1.2	-0.3	14.4	7.3	5.9	6.7
Revenue Shortfall Reserve Fund	242,748	1.9	248,826	1.9	2.5	3.3	2.5	7.5	2.6	2.6	
Revenue Shortfall Reserve Fund - Part B	315,738	2.4	318,665	2.5	0.9	0.8	0.9	10.5	3.4	3.6	
WV DEP Trust	6,515	0.1	6,477	0.1	-0.6	-1.3	-0.6				

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

	Asset (\$000)	%	Performance %						
			1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year
Investment Pools Composite	12,854,716	100.00							
Total Equity Composite	5,514,427	42.90	-1.86	-4.69	-1.86	21.60	5.03	4.25	5.92
<i>Total Equity Policy Index</i>			-1.81	-5.28	-1.81	19.44	2.30	2.68	5.14
Excess Return			-0.05	0.59	-0.05	2.16	2.73	1.57	0.78
US Equity Composite	2,714,768	21.12	-2.70	-5.02	-2.70	23.05	3.58	2.96	4.37
<i>Russell 3000 Index</i>			-2.29	-5.14	-2.29	20.94	3.48	2.89	3.37
Excess Return			-0.41	0.12	-0.41	2.11	0.10	0.07	1.00
Large Cap Composite	2,009,074	15.63	-2.31	-4.64	-2.31	20.60	2.86	2.40	2.52
<i>S&P 500 Index</i>			-2.03	-4.76	-2.03	19.65	2.92	2.39	2.61
Excess Return			-0.28	0.12	-0.28	0.95	-0.06	0.01	-0.09
Non-Large Cap Composite	705,694	5.49	-3.78	-6.08	-3.78	32.42	6.94	5.44	8.07
<i>Russell 2500 Index</i>			-3.81	-7.05	-3.81	25.17	6.54	5.05	7.38
Excess Return			0.03	0.97	0.03	7.25	0.40	0.39	0.69
International Equity Composite	2,799,659	21.78	-1.04	-4.38	-1.04	20.19	6.16	6.19	8.92
<i>MSCI AC World ex US Index</i>			-1.33	-5.43	-1.33	17.86	0.88	3.65	8.02
Excess Return			0.29	1.05	0.29	2.33	5.28	2.54	0.90
Fixed Income Composite	3,549,106	27.61	1.08	1.48	1.08	6.24	7.75	6.16	6.19
<i>Fixed Income Policy</i>			1.56	2.48	1.56	5.05	7.34	6.78	5.78
Excess Return			-0.48	-1.00	-0.48	1.19	0.41	-0.62	0.41
Core Fixed Income	1,215,141	9.45	1.72	2.78	1.72	5.92			
<i>Barclays Capital Aggregate</i>			1.59	2.61	1.59	4.44			
Excess Return			0.13	0.17	0.13	1.48			
Total Return Fixed Income	2,333,965	18.16	0.75	0.82	0.75	6.29	8.57	6.64	6.87
<i>Barclays Capital US Universal</i>			1.56	2.48	1.56	5.05	7.34	6.65	5.95
Excess Return			-0.81	-1.66	-0.81	1.24	1.23	-0.01	0.92
TIPS Composite	932,897	7.26	3.91	5.03	3.91	11.59			
<i>Barclays Capital U S TIPS</i>			3.91	5.07	3.91	11.79			
Excess Return			0.00	-0.04	0.00	-0.20			
TRS Annuity	104,239	0.80	0.37	1.11	0.37	4.49			
Cash Composite	333,921	2.60	0.00	0.01	0.00	0.14	0.42	2.09	2.20
<i>Citigroup 90 Day T-Bill + 15 bps</i>			0.00	0.05	0.00	0.29	0.51	2.06	2.24
Excess Return			0.00	-0.04	0.00	-0.15	-0.09	0.03	-0.04
Private Equity Composite	1,071,984	8.34	4.67	6.91	4.67	19.33	4.87		
Real Estate Composite	276,246	2.15	0.97	2.23	0.97	14.68	0.67		
Hedge Funds Composite	1,071,896	8.34	0.28	-0.99	0.28	7.41	3.99		

West Virginia Investment Management Board

Participant Plans Allocation vs. Targets

As of July 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	24.3	25.0	24.9	25.0	28.3	27.0	10.7	10.0	2.7	3.0	6.9	10.0	0.2	0.0
Teachers' Retirement System	23.5	25.0	24.6	25.0	26.4	27.0	10.4	10.0	2.6	3.0	8.4	10.0	4.1	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	24.4	25.0	24.1	25.0	27.3	27.0	10.5	10.0	2.9	3.0	9.9	10.0	0.9	0.0
Public Safety Retirement System	24.2	25.0	24.7	25.0	28.3	27.0	10.6	10.0	3.0	3.0	9.1	10.0	0.1	0.0
Judges' Retirement System	24.4	25.0	24.8	25.0	28.0	27.0	10.6	10.0	2.9	3.0	9.2	10.0	0.1	0.0
State Police Retirement System	24.0	25.0	24.0	25.0	27.9	27.0	10.5	10.0	2.9	3.0	9.9	10.0	0.8	0.0
Deputy Sheriffs' Retirement System	24.3	25.0	24.6	25.0	28.3	27.0	10.1	10.0	2.9	3.0	9.5	10.0	0.3	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	9.8	10.0	10.1	10.0	72.0	70.0	0.0	0.0	0.0	0.0	0.0	0.0	8.1	10.0
Workers' Comp. Self-Insured Guaranty Risk Pool	9.5	10.0	9.9	10.0	55.3	55.0	0.0	0.0	0.0	0.0	19.6	20.0	5.7	5.0
Workers' Comp. Uninsured Employers Fund	9.9	10.0	10.2	10.0	55.0	55.0	0.0	0.0	0.0	0.0	19.9	20.0	5.0	5.0
Pneumoconiosis	9.7	10.0	9.8	10.0	56.3	55.0	0.0	0.0	0.0	0.0	19.5	20.0	4.7	5.0
Board of Risk & Insurance Mgmt.	9.8	10.0	9.7	10.0	55.8	55.0	0.0	0.0	0.0	0.0	19.9	20.0	5.0	5.0
Public Employees' Insurance Agency	4.8	5.0	4.8	5.0	75.9	75.0	0.0	0.0	0.0	0.0	9.6	10.0	4.9	5.0
WV Resree Health Benefit Trust Fund	16.9	17.5	18.0	17.5	46.1	45.0	0.0	0.0	0.0	0.0	19.0	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	24.2	25.0	24.6	25.0	28.1	27.0	10.6	10.0	2.9	3.0	9.5	10.0	0.1	0.0
Prepaid Tuition Trust	32.8	35.8	18.0	19.2	48.0	45.0	0.0	0.0	0.0	0.0	0.0	0.0	1.2	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	9.5	10.0	9.7	10.0	80.8	80.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0
WV DEP Trust	34.9	35.0	28.3	30.0	36.1	35.0	0.0	0.0	0.0	0.0	0.0	0.0	0.7	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 July 31, 2011

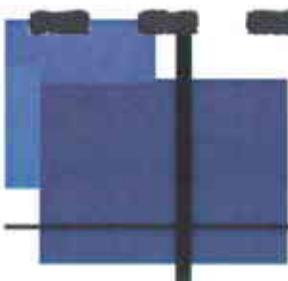
PERS Policy is 30% Russell 3000, 30% MSCI ACW ex USA, and 40% Barclays Capital Universal as of 4/1/08. Prior periods, 42% Russell 3000, 18% MSCI ACW ex USA, and 40% Barclays Capital Aggregate.

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

September 2011

Provided by the West Virginia Offices of the Insurance Commissioner



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Introduction

With the passage of S.B. 1004 in January 2005, significant changes were made to workers' compensation insurance in West Virginia. The State administered monopolistic fund effectively ended when a new domestic mutual insurance company, "BrickStreet", was formed to issue workers' compensation insurance on a going forward basis. BrickStreet began writing new workers' compensation insurance liabilities effective January 2006. (They also retained the workers' compensation insurance premium and incurred liability starting in July 2005.) The West Virginia workers' compensation insurance market was later opened to competition beginning in July 2008.

At the time when the domestic mutual insurance company was formed in order to begin to privatize the workers' compensation insurance market in West Virginia, a large legacy liability existed stemming from the historical operation of the State administered monopolistic fund. Subsequent to privatization, this legacy liability was retained by the State of West Virginia in what is now known as the "Old Fund." The Old Fund consists of all historical claims with dates of injuries or last exposure through June 30, 2005. Apart from those sections which specifically reference other "funds," the "private market," or the "self-insured" community (which began in July 2004), this report concerns the workers' compensation legacy liability of the State of West Virginia, i.e. the Old Fund.

Although belonging to the State of West Virginia, the administration of the Old Fund was initially placed via statute with BrickStreet. By January 2008, however, BrickStreet relinquished the administration of the Old Fund back to the State to be managed by the West Virginia Offices of the Insurance Commissioner. The West Virginia Offices of the Insurance Commissioner contracted with three Third Party Administrators (TPA's: Sedgwick Claims Management Services, Wells Fargo Disability Management, and American Mining Insurance Company) to ensure timely claim payments and proper claims management with the ultimate goal of claim resolution.

At January 2008, there were 47,961 active Old Fund workers' compensation insurance claims. The first Workers' Compensation Status Report to the Joint Committee on Government and Finance was issued in June 2008. The following pages update the status of the various workers' compensation funds and the activities associated with the administration of the workers' compensation responsibilities transitioned to the Offices of the Insurance Commissioner.

Definitions:

Appeal (BOR): A formal procedure conducted by the Board of Review at which a decision of an administrative law judge (OOJ) having presided over a matter of workers' compensation (Old Fund or Privately Insured) is to be afforded additional consideration. An appeal may be filed by any aggrieved party, such as a claimant, employer, dependent of a claimant, private insurance carrier, etc.

Board of Review: : (BOR) A three judge panel that serves as an intermediate appellate tribunal in workers' compensation litigation. Specifically, the Board of Review reviews all appeals taken from any final decision of the Office of Judges. The BOR may reverse, vacate, modify or remand a decision of the Office of Judges. Any appeal taken from a Board of Review final order must be filed with the West Virginia Supreme Court of Appeals.

Claim Reserve: individual claim level cost estimate that is projected on the ultimate probable exposure; must be the best projection based on the facts and findings of the claim. This function is to capture the key components that impact the range of any impending cost in workers' compensation claims. No discounting is applied. The Indemnity Reserve is adjusted to cover the cost of loss or exposure both on a temporary and permanent basis. The reserve should also be adjusted to include the projected cost of any death and/or dependent benefits when appropriate. The Medical Reserve covers medical cost, hospital stays, specialized treatment, rehabilitation, durable medical equipment, and medications, etc. The Expense Reserve is placed for the cost of legal defense and investigations, etc. The reserves may be reduced based on the findings of early mortality factors.

Coal Workers' Pneumoconiosis Fund: State managed fund into which FBL premiums received are held, and out of which FBL benefits are paid. This fund was closed to future liabilities as of 12/31/2005. Because of the latency period between the date of last exposure and the onset of disease, new FBL claims will occur.

Fatal: claim under which the worker died as a result of injury or illness.

FBL: claim for Occupational Pneumoconiosis (Black Lung) benefits under Title IV of the federal Coal Mine Health and Safety Act of 1969, i.e. Federal Black lung, or FBL.

Inactive FBL Claim: an FBL claim for which an award had been sought, but was not afforded. Federal statutes permit an appeal process which lasts for 1 year, so the claim would be reopened for consideration upon appeal. Some variance in the number of reported “inactive” claims has occurred in the past due to one TPA holding active reserves on “inactive” claims. This has subsequently been rectified. Denied Old Fund FBL claims are closed administratively after 6 months, as the TPA’s bill for claims management services monthly on an open claims basis.

Indemnity: statutory wage replacement benefits awarded as a result of a worker’s occupational illness or injury.

Med Only: claim under which only the payment of medical benefits were sought or awarded, i.e. no payment of wage replacement benefits (indemnity) is being made.

Non-FBL: claim for benefits other than a Federal Black Lung award, i.e. all other claim types.

Office of Judges: (OOJ) An office comprised of administrative law judges who are charged with resolving protests or appeals to workers’ compensation claims management decisions. The Office of Judges conducts hearings, receives and weighs evidence and arguments, and issues written decisions on protests or appeals from initial claim management decisions. Any final decision of the Office of Judges may be appealed to the workers’ compensation Board of Review. The OOJ hears protests involving Old Fund claims as well as those arising from the private market (private carrier or privately insured.)

OP/OD: claim of Occupational Pneumoconiosis or Occupational Disease. An OP claim could be considered the State level equivalent of an FBL claim; however, State OP claims provide for varying percentages of impairment where the FBL applicant must prove total impairment to be eligible. (State OP claims are awarded more frequently than FBL, but afford lesser benefits.) An example of an OD claim would be occupational hearing loss.

Partial Award: claim for which benefits are being paid, but no official award has been made.

Payment Agreement: individual legal agreements that were made in order to settle a particular payment issue on a specific claim. These are different than your "standard" claim types, such as PTD or TPD. They identify a sub-set of claims that are not settled in the same philosophy that is practiced today. This normally references a situation in which a PT was granted years ago and the "onset" date was in litigation. A compromise was reached and a settlement was executed to the agreed up "onset" date. Although a settlement was executed, it was only applicable to an issue, not to the entire claim, so monthly payments continue to pay on these claims.

Protest (OOJ): An objection to a ruling of a workers' compensation claim administrator (Old Fund or Private Market) which prompts the initiation of the adjudication process at the Office of Judges.

PPD: (Permanent Partial Disability) paid to compensate an injured worker for permanent impairment that results from an occupational injury or disease. The American Medical Association defines permanent impairment as impairment that has become static or well stabilized with or without medical treatment and is not likely to remit despite medical treatment. It should be noted, some injuries that are total loss by severance have statutory impairment ratings that are defined per WV Code §23-4-6(f). Payment for PPD is based upon 4 weeks of compensation for each one percent of disability.

PTD: (Permanent Total Disability) A disability which renders a claimant unable to engage in gainful employment requiring skills or abilities which can be acquired or which are comparable to those of any gainful employment in which the claimant previously engaged with some regularity. While the comparison of pre-injury income and post-disability income is not a factor to be considered in determining whether or not a claimant is permanently and totally disabled, the geographic availability of gainful employment should be considered. Specifically, the geographic availability of gainful employment within a 75 mile driving distance of the claimant's home, or within the distance from the claimant's home to his or her pre-injury employment, whichever is greater, is a factor to be considered in determining whether or not a claimant is PTD.

Self-Insured: an employer who has met certain specific guidelines, and who is then permitted to guarantee their own payment and handling of workers' compensation claims to their employees in accordance with WV statutes.

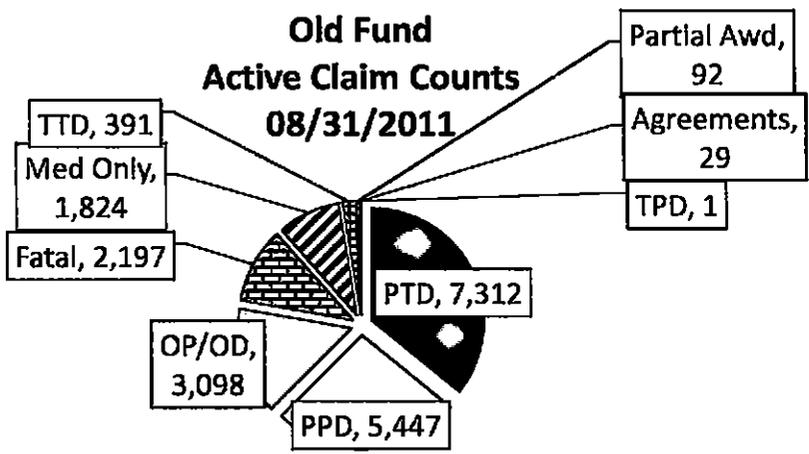
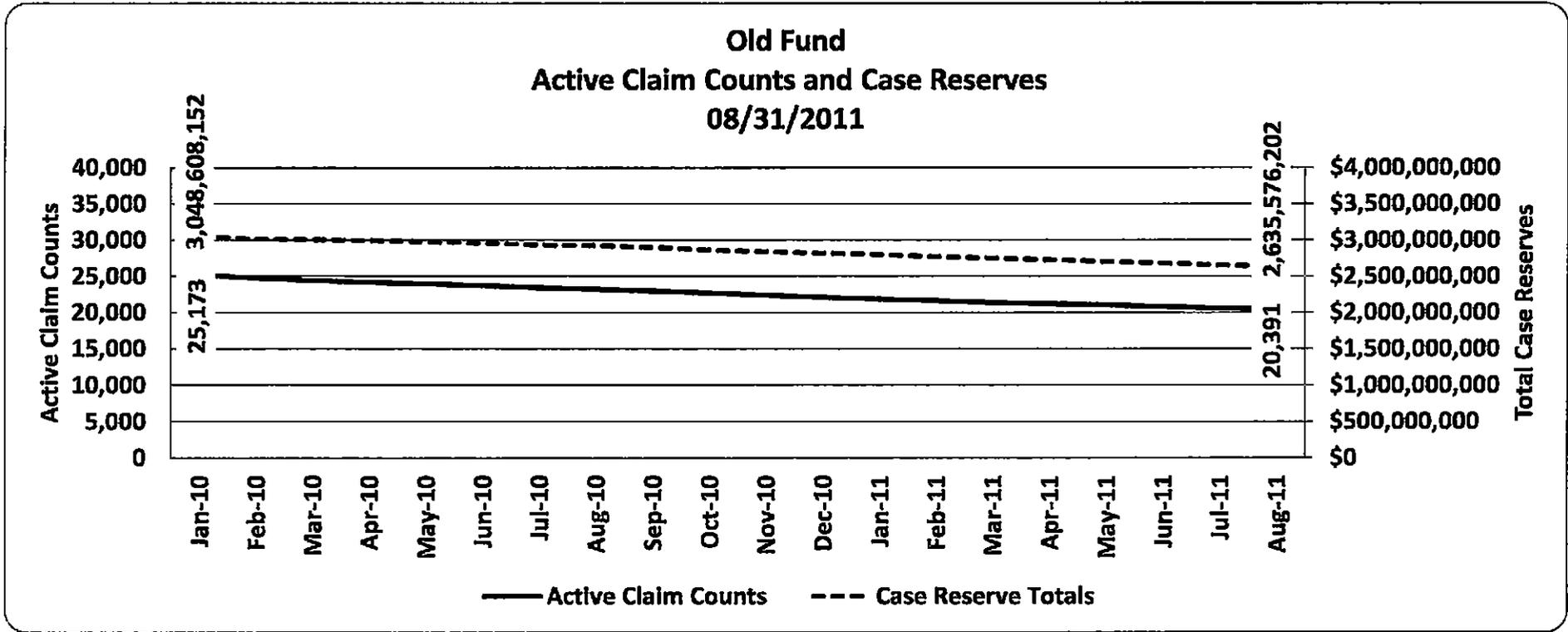
Self-Insured Guaranty Fund: State managed fund into which premiums received are held, and out of which workers' compensation benefits may be paid. Covers claims liabilities of bankrupt or defaulted self-insured employers with dates of injury or last exposure after 07/01/2004.

Self-Insured Security Fund: State managed fund into which premiums received are held, and out of which workers' compensation benefits may be paid. Covers claims liabilities of bankrupt or defaulted self-insured employers with dates of injury or last exposure before 07/01/2004. This fund is limited to claimants of those self-insured employers who have defaulted on their claims obligations after 12/31/2005.

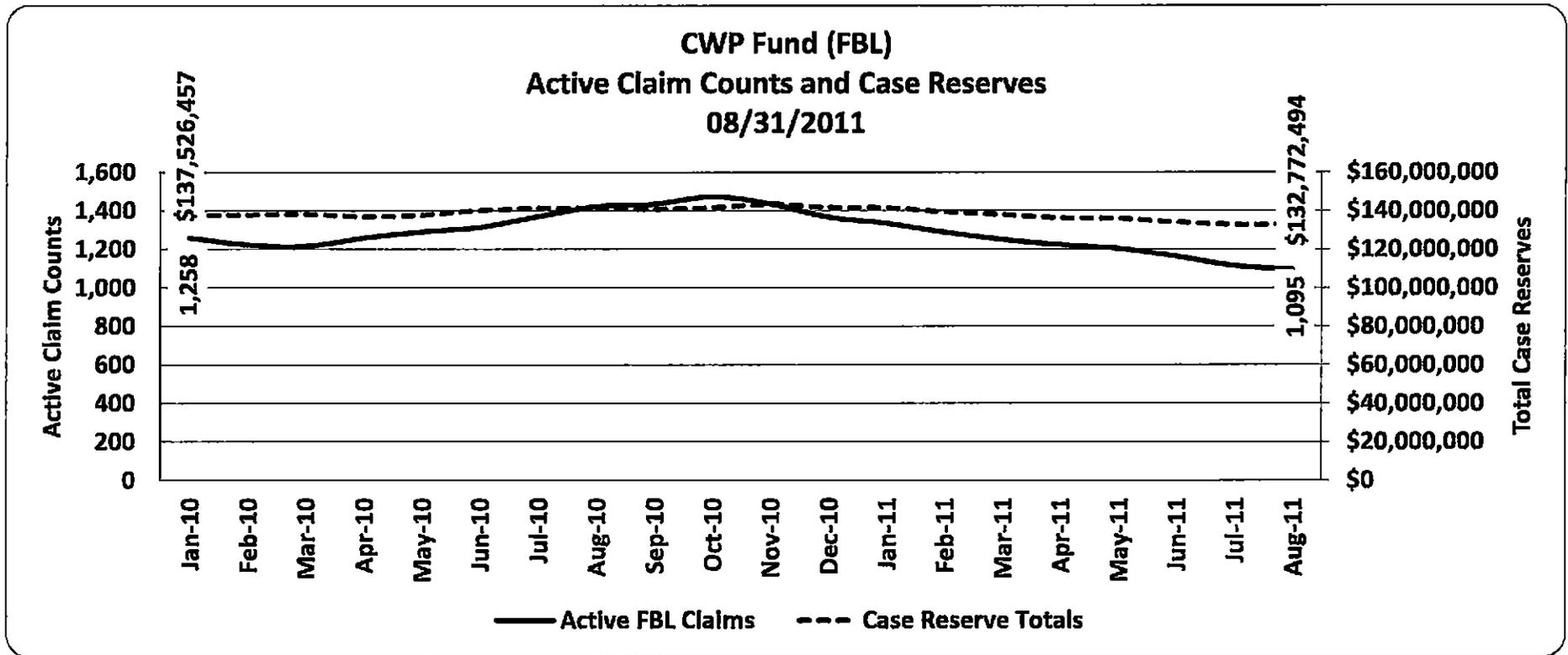
TPD: (Temporary Partial Disability) also referred to as TPR, is paid when an injured worker is released to return to work with restrictions or modifications that restrict he/she from obtaining their pre-injury wages. The TPD benefit is paid at seventy percent of the difference between the average weekly wage earnings earned at the time of injury and the average weekly wage earnings earned at the new employment.

TTD: (Temporary Total Disability) an inability to return to substantial gainful employment requiring skills or activities comparable to those of one's previous gainful employment during the healing or recovery period after the injury. In order to receive TTD benefits, the injured worker must be certified disabled due to the compensable injury by his/her treating physician.

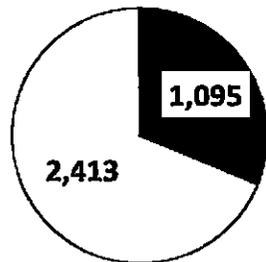
Uninsured Fund: State managed fund into which assessments to carriers or employers received are held, and out of which workers' compensation benefits may be paid to claimant employees of employers who were uninsured if the date of injury or date of last exposure is January 1, 2006 or later.



- Agreements** – a legal agreement to settle a payment issue
- Fatal** – worker died due to injury or illness
- Med Only** – payment of medical benefits without wage replacement
- OP/OD** - Occupational Pneumoconiosis or Occupational Disease
- Partial Awd** – benefits being paid without official awards
- PPD** - Permanent Partial Disability; unlikely to improve with treatment
- PTD** - Permanent Total Disability; unable to engage in employment
- TPD** - Temporary Partial Disability released to work with restrictions
- TTD** - Temporary Total Disability; unable to engage in employment



**CWP Fund (FBL)
Active and Inactive Claims
08/31/2011**



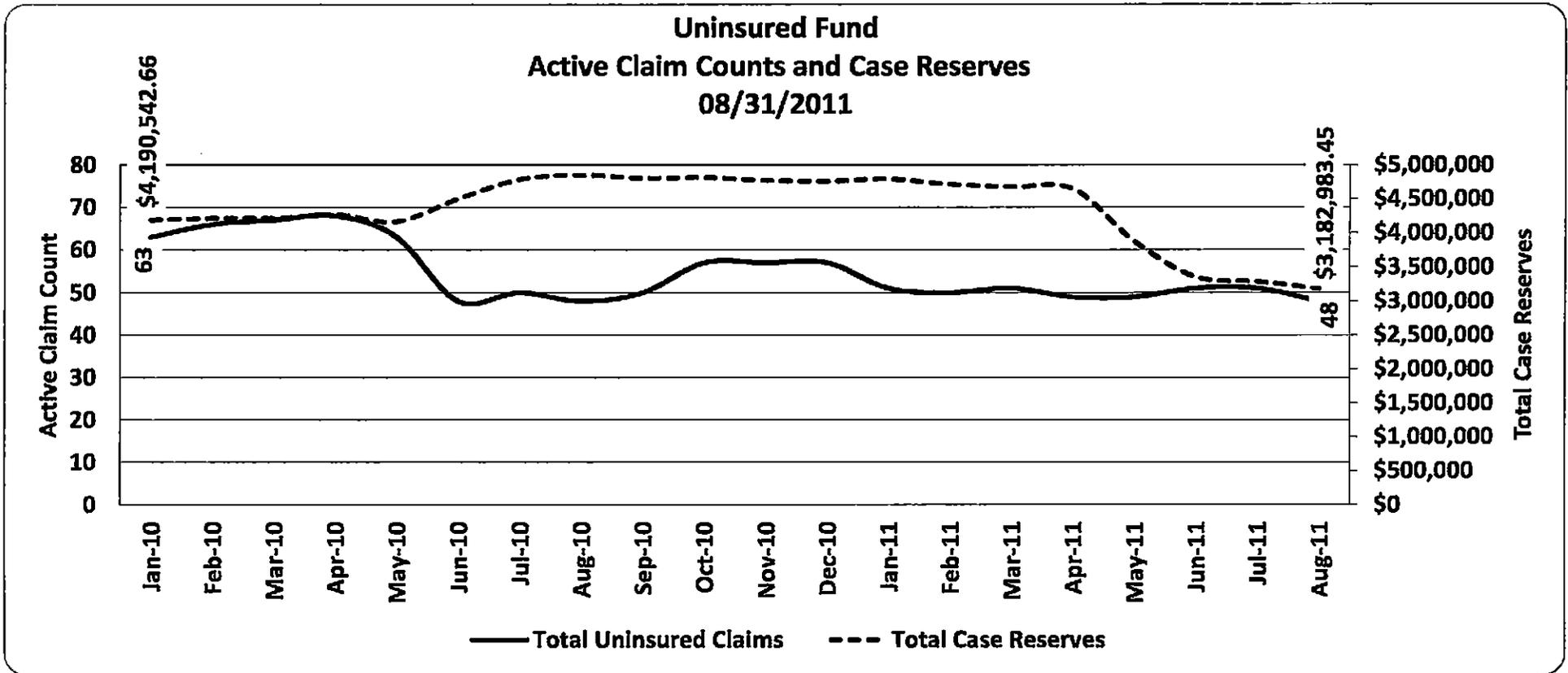
■ Active □ Inactive

Active -- Benefits being paid to claimant/beneficiary

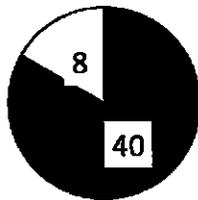
CWP Fund - Coal Worker's Pneumoconiosis; miners/beneficiaries disabled or deceased

FBL - Occupational Pneumoconiosis (Black Lung) under Title IV of the federal Coal Mine Health and Safety Act of 1969, i.e. Federal Black lung, or FBL.

Inactive -- claim for which an award was sought, but not afforded. Federal statutes permit an appeal, so claim may be reopened



**Uninsured Fund
Active Claim Counts
08/31/2011**



■ Indemnity □ Med Only

Indemnity – statutory wage replacement and medical benefits awarded

Med Only – payment of medical benefits without wage replacement

Uninsured (Employer's) Fund - (UEF) established January 1, 2006 to provide worker's compensation benefits to injured workers of uninsured WV employers. The Commissioner may recover all payments made from this fund, including interest, from an uninsured employer who is found liable for benefits paid from the UEF

OLD FUND CASH STATEMENT
August 31, 2011

	YTD FY2012	YTD FY2011	Change	Three Year History for years ended:		
				FY2011	FY2010	FY2009
Cash Beginning Balances	943,172,539	888,535,954	54,636,585	888,535,954	795,869,972	734,195,514
Revenues						
Personal Income Tax	-	-	-	95,400,000	95,400,000	95,400,000
Severance Tax	15,320,998	14,143,525	1,177,472	93,112,747	91,573,307	125,672,963
Debt Reduction Surcharge	7,182,152	8,769,529	(1,587,377)	41,096,360	39,594,122	40,115,329
Self-Insured Debt Reduction Surcharge	1,761,785	1,568,222	193,563	8,058,590	6,562,051	6,568,235
Video Lottery	8,244,144	7,931,438	312,706	11,000,000	11,000,000	11,000,000
Employer Premium	72,575	206,675	(134,100)	3,120,389	1,783,840	2,945,070
Other Income - Return of Unclaimed Property	13,825	1,077	12,748	191,860	95,620	39,392
Operating Revenues	32,595,478	32,620,466	(24,988)	251,979,946	246,008,940	281,740,989
Surplus Note Principal Payments	-	-	-	-	43,500,000	145,000,000
Investment / Interest Earnings (Losses)	2,891,650	19,071,906	(16,180,256)	88,270,887	102,218,697	(94,861,549)
Total Revenues	35,487,128	51,692,372	(16,205,244)	340,250,833	391,727,637	331,879,440
Expenditures						
Claims Benefits Paid:						
Medical	6,104,075	8,166,690	(2,062,615)	41,972,430	55,134,618	49,512,377
Permanent Total Disability	21,920,156	23,665,821	(1,745,665)	136,800,060	152,789,051	150,152,910
Permanent Partial Disability	451,643	516,211	(64,568)	2,513,255	4,890,326	8,171,852
Temporary Disability	57,615	67,154	(9,539)	384,571	1,322,403	2,033,710
Fatals	4,839,260	5,076,217	(236,957)	29,994,599	34,822,223	32,537,625
104 weeks death benefit	1,036,243	1,034,809	1,434	6,321,554	6,394,618	6,615,381
Settlements	7,653,992	10,542,207	(2,888,216)	50,628,569	24,145,535	3,219,641
Loss Adjustment Expenses	327,455	1,042,579	(715,124)	4,514,323	3,794,198	2,047,418
Total	42,390,438	50,111,687	(7,721,249)	273,129,360	283,292,971	254,290,916
Less: Claims credits	2,099,615	986,316	1,113,299	7,666,404	4,327,847	2,612,892
Total Benefits Paid	40,290,824	49,125,371	(8,834,547)	265,462,956	278,965,124	251,678,024
Administrative Expenses	2,291,476	3,226,297	(934,821)	20,151,292	20,096,532	20,473,309
Total Expenditures	42,582,300	52,351,669	(9,769,368)	285,614,248	299,061,656	272,151,333
Closing Transfer from Private Carrier Fund						1,946,351
Excess (Deficiency) of Revenues over Expenditures	(7,095,172)	(659,296)	(6,435,875)	54,636,585	92,665,981	61,674,458
Cash Ending Balances	936,077,367	887,876,658	48,200,709	943,172,539	888,535,954	795,869,972

Note: The purpose of the report is to enhance the user's ability to monitor the cash activities of the Old Fund. The Old Fund assets consist of the Old Fund cash, IMB and BTI Investment accounts and any deposits in transit from the Debt Reduction Fund. The liabilities of the Old Fund consist of the workers' compensation claims and related expenses for all claims, actual and incurred but not reported for claims with dates of injury on or before June 30, 2009. This report is intended to provide a summary of the cash based transactions related to the Fund's assets and liabilities and is not an accrual based presentation. The Old Fund Cash Statement is unaudited information.

COAL WORKERS' PNEUMOCONIOSIS FUND

August 31, 2011

	YTD FY2012	YTD FY2011	Change	Three Year History for years ended:		
				FY2011	FY2010	FY2009
Cash Beginning Balances	262,926,105	244,074,613	18,851,492	244,074,613	221,866,212	261,695,430
Revenues						
Investment Earnings (Losses)	178,452	5,707,630	(5,529,178)	29,283,335	32,224,147	(28,434,390)
Other Income - Return of Unclaimed Property	-	-	-	-	898	132
Total Revenues	178,452	5,707,630	(5,529,178)	29,283,335	32,225,045	(28,434,258)
Expenditures						
Payment of Claims	1,730,045	1,644,344	85,701	10,415,160	9,978,121	11,395,319
Contractual / Professional	10,121	7,516	2,605	16,683	38,524	(359)
Total Expenditures	1,740,166	1,651,860	88,306	10,431,843	10,016,645	11,394,960
Excess (Deficiency) of Revenues over Expenditures	(1,561,713)	4,055,770	(5,617,484)	18,851,492	22,208,400	(39,829,218)
Cash Ending Balances	261,364,392	248,130,383	13,234,009	262,926,105	244,074,613	221,866,212

Note: The Coal Workers' Pneumoconiosis Fund (CWP Fund) ceased operations December 31, 2005 and is in run-off status under the administrative oversight of the Insurance Commissioner. Established in 1973, the CWP Fund existed to provide insurance coverage to companies for liabilities incurred as a result of the Federal Coal Mine Health and Safety Act of 1969. Participation in the CWP Fund was voluntary for employers. The current revenues of the CWP Fund are limited to the earnings from invested assets. The liabilities of the CWP Fund consist of the claims for coal miners who are totally disabled or beneficiaries of coal miners who have died as a result of coal worker's pneumoconiosis. To be eligible for benefits from the CWP Fund, the date of last exposure of the coal miner must be on or before December 31, 2005. The Coal Workers Cash Statement is unaudited information.

SELF-INSURED GUARANTY RISK POOL

August 31, 2011

	YTD FY2012	YTD FY2011	Change	Three Year History for years ended:		
				FY2011	FY2010	FY2009
Cash Beginning Balances	9,744,809	8,112,918	1,631,891	8,112,918	6,969,307	5,177,977
Revenues						
Guaranty Risk Pool Assessments	225,297	252,323	(27,026)	1,119,674	1,283,687	1,767,189
Investment Earnings (Losses)	7,118	1,873	5,245	592,165	9,237	68,517
Total Revenues	232,415	254,196	(21,781)	1,711,839	1,292,924	1,835,706
Expenditures						
Payment of Claims	3,793	9,355	(5,561)	28,707	104,821	44,376
Contractual / Professional	24,821	5,025	19,796	51,241	44,492	-
Total Expenditures	28,614	14,380	14,234	79,948	149,313	44,376
Excess (Deficiency) of Revenues over Expenditures	203,801	239,816	(36,015)	1,631,891	1,143,611	1,791,330
Cash Ending Balances	9,948,609	8,352,734	1,595,875	9,744,809	8,112,918	6,969,307

The Self-Insured Guaranty Risk Pool covers the claims liabilities of bankrupt or defaulted self-insured employers with dates of injury subsequent to July 1, 2004. The revenues of the Self-Insured Guaranty Fund are comprised of the guaranty risk pool assessments levied on all self-insured employers and the earnings on invested assets. The Self Insured Guaranty Cash Statement is unaudited information.

SELF-INSURED SECURITY RISK POOL

August 31, 2011

	YTD FY2012	YTD FY2011	Change	Three Year History for years ended:		
	205,705	173,041	32,664	FY2011	FY2010	FY2009
Cash Beginning Balances				173,041	-	-
Revenues						
Security Risk Pool Assessments	-	30,784	(30,784)	115,569	173,041	-
Total Revenues	<u>-</u>	<u>30,784</u>	<u>(30,784)</u>	<u>115,569</u>	<u>173,041</u>	<u>-</u>
Expenditures						
Payment of Claims	-	73,516	(73,516)	73,649	-	-
Contractual / Professional	-	9,255	(9,255)	9,255	-	-
Total Expenditures	<u>-</u>	<u>82,771</u>	<u>(82,771)</u>	<u>82,904</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues over Expenditures	<u>-</u>	<u>(51,988)</u>	<u>51,988</u>	<u>32,664</u>	<u>173,041</u>	<u>-</u>
Cash Ending Balances	<u>205,705</u>	<u>121,053</u>	<u>84,651</u>	<u>205,705</u>	<u>173,041</u>	<u>-</u>

The Self-Insured Security Risk Pool is liable for the workers' compensation claims of bankrupt or defaulted self-insured employers with dates of injury prior to July 1, 2004. However, the obligations of this Fund are limited to the exposures of self-insured employers who default subsequent to December 31, 2005. The Self Insured Security Cash Statement is unaudited information.

UNINSURED EMPLOYERS' FUND

August 31, 2011

Three Year History for years ended:

	YTD FY2012	YTD FY2011	Change	FY2011	FY2010	FY2009
Cash Beginning Balances	9,086,330	8,905,444	180,886	8,905,444	8,588,268	8,164,225
Revenues						
Fines and Penalties	197,117	149,936	47,180	939,626	892,806	977,167
Investment Earnings (Losses)	3,731	2,055	1,676	474,728	10,923	100,907
Total Revenues	200,848	151,991	48,857	1,414,354	903,729	1,078,074
Expenditures						
Payment of Claims	117,360	104,804	12,556	1,224,982	577,819	654,031
Contractual/Professional	1,261	164	1,097	8,486	8,734	-
Total Expenditures	118,621	104,968	13,653	1,233,468	586,553	654,031
Excess (Deficiency) of Revenues over Expenditures	82,227	47,023	35,204	180,886	317,176	424,043
Cash Ending Balances	9,168,557	8,952,467	216,090	9,086,330	8,905,444	8,588,268

The Uninsured Employers' Fund (UEF) was established January 1, 2006 to provide workers' compensation benefits to injured workers of uninsured WV employers. The revenues of the UEF consist of fines levied on uninsured employers and the earnings on invested assets. The Insurance Commissioner has the right to levy assessments on employers in order to maintain the solvency of the Fund. The Commissioner may recover all payments made from this fund, including interest, from an uninsured employer who is found liable for benefits paid from the UEF. The Uninsured Cash Statement is unaudited information.

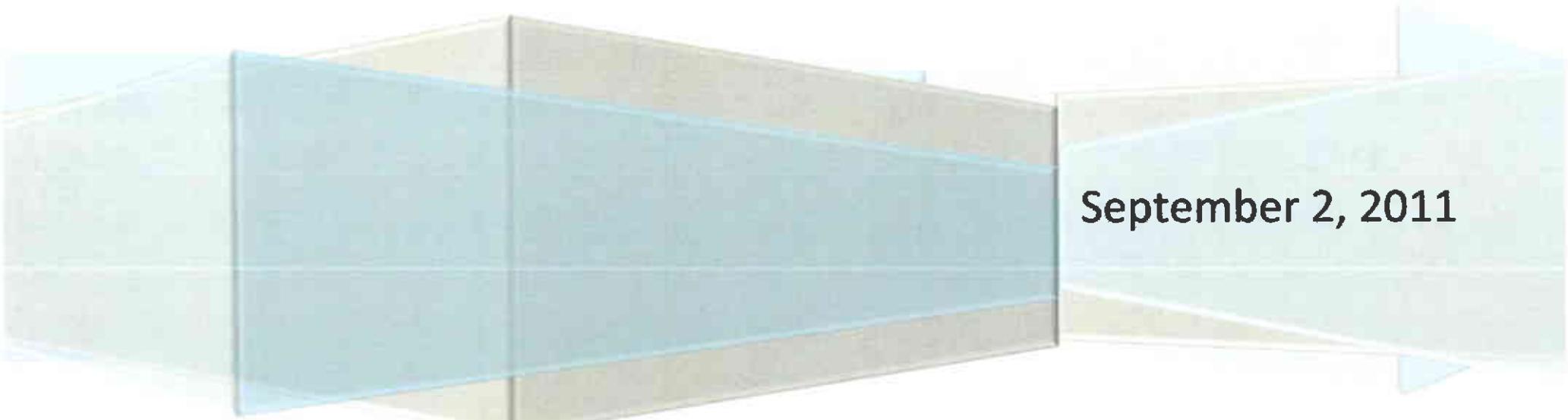


West Virginia Offices of the Insurance Commissioner

TO INDUSTRIAL COUNCIL

TO INDUSTRIAL COUNCIL

Rebecca A. Roush, Chief Administrative Law Judge



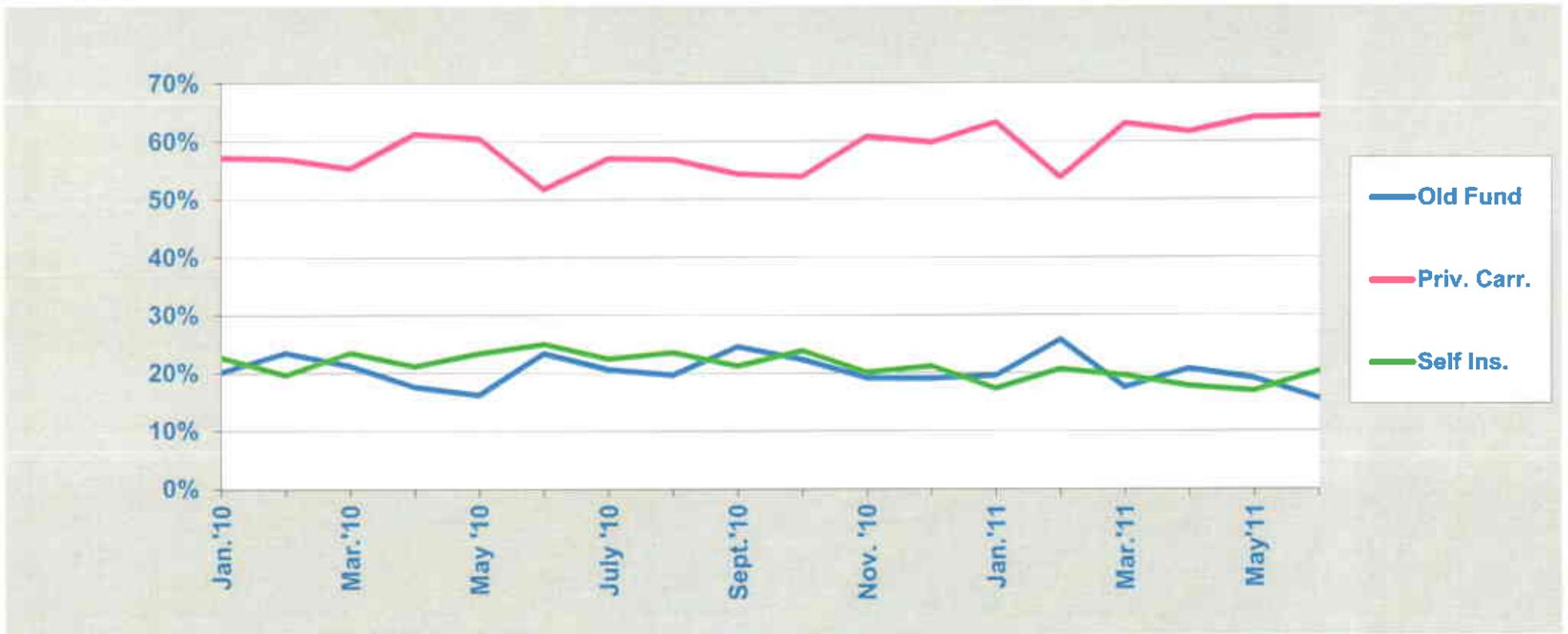
September 2, 2011

Statistical Analysis

A. **Protests Acknowledged:** 2010 Aug. 2011
 5052 403 3472

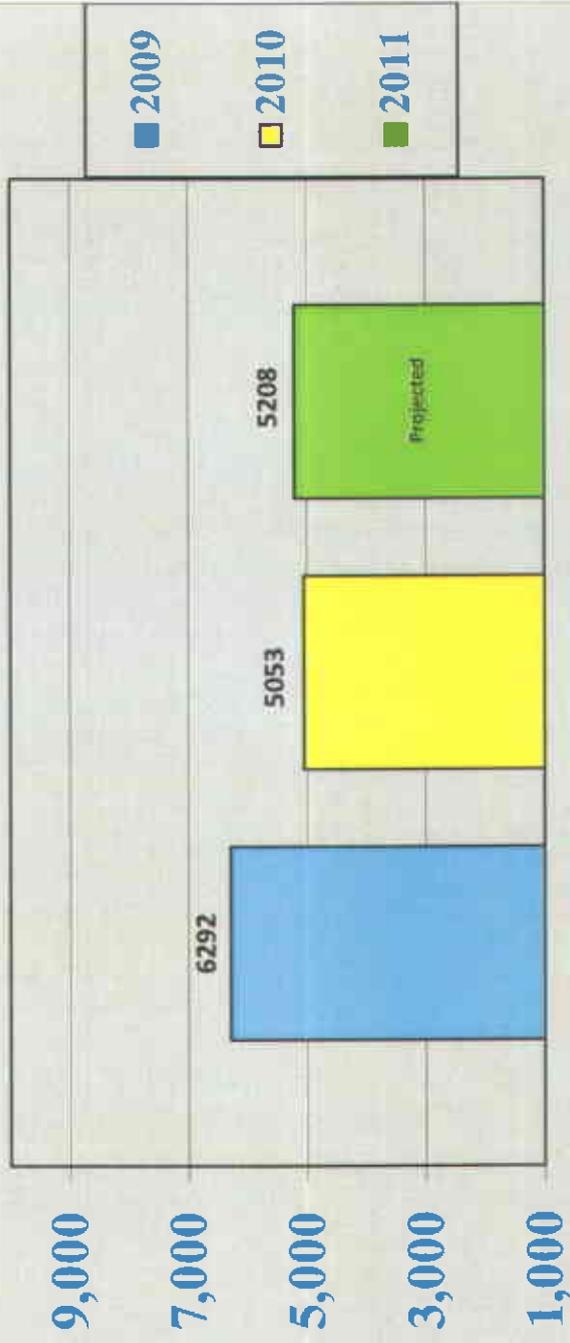
Fund Involved:

FUND	2010	% of protests	August 2011	% of protests	2011	% of protests
Old Fund	1045	20.68%	57	14.14%	640	18.43%
Private Carrier	2885	57.11%	259	64.27%	2169	62.47%
Self-Insured	1122	22.21%	87	21.59%	663	19.10%
Subtotal	5052		403		3472	
Temporary	997		111		740	
Total	6049		514		4212	



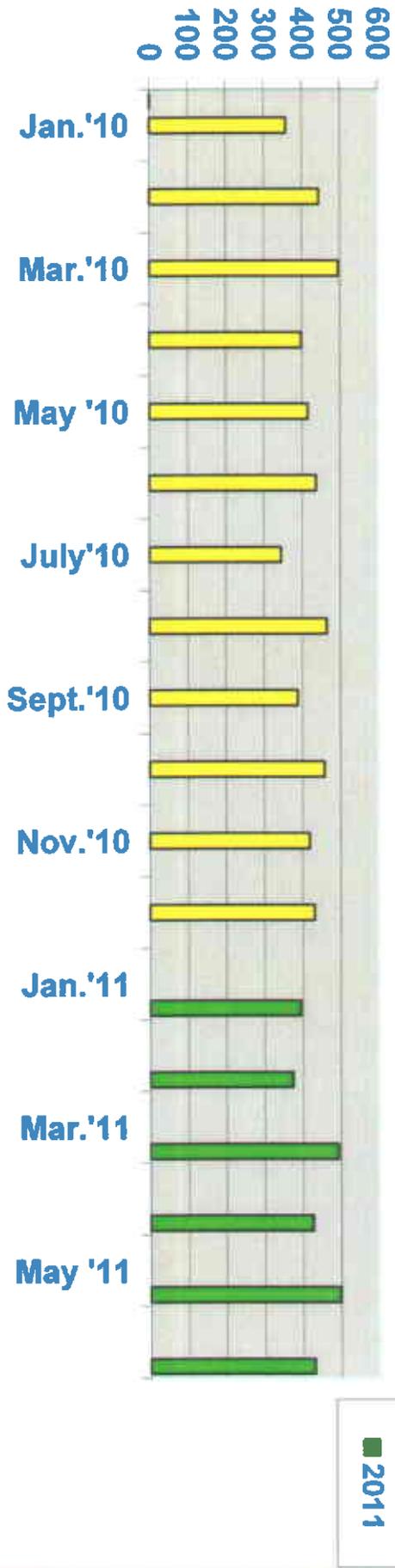
Protests Acknowledged by Carrier Type

PROTESTS PER CALENDAR YEAR



Protests Including Projection for 2011

PROTESTS BY MONTH

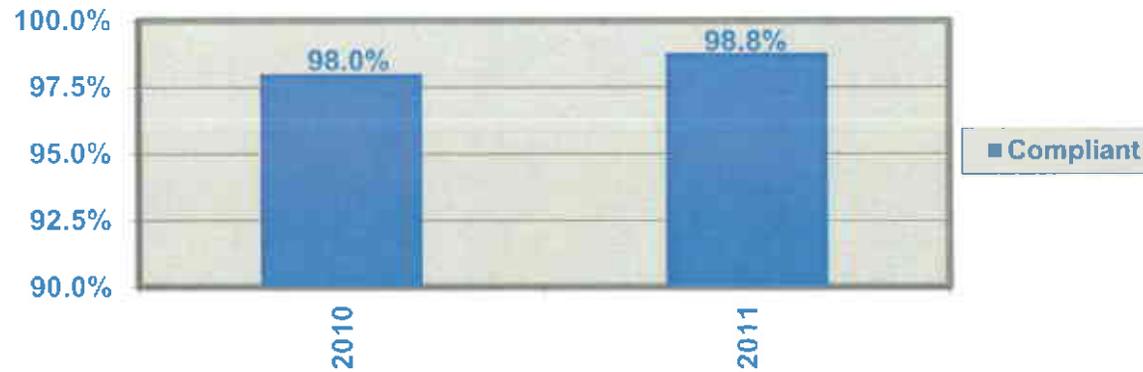


Protests Acknowledged by Month

		<u>Aug. '11</u>	<u>2011</u>
E. Protests Resolved:			
	1. Protests decided:	309	2262
	2. Withdrawals:	76	560
	3. "No Evidence" Dismissals:	52	406

		<u>2010</u>	<u>Aug. '11</u>	<u>2011</u>
F. Final Decision Timeliness				
	1. <30 days:	45.4%	37.4%	44.7%
	2. 30-60 days:	34.2%	51.6%	45.7%
	3. 60-90 days:	18.4%	10.4%	8.5%
	4. +90 days:	2.0%	0.6%	1.2%

Decision Within Rule's Time Limits



		<u>2010</u>	<u>Aug.</u>	<u>2011</u>
G. Time Standard Compliance		88.2%	90.7%	91.3%

Thursday, September 01, 2011

Time Standard Compliance

Report Dates: From 8/1/2011 thru 8/31/2011

Time Standard	Total Closed	Timely		Late	
		Count	Percent	Count	Percent
COMPENSABILITY	24	18	75%	6	25%
REOPENING	9	9	100%	0	0%
SPECIAL CATEGORY	1	1	100%	0	0%
TRMT/EQUIP CL	61	54	88.5%	7	11.5%
TTD	13	13	100%	0	0%
BENEFIT OVERPAYMENT	1	1	100%	0	0%
IEB DETERMINATION	1	1	100%	0	0%
OPBD	4	3	75%	1	25%
PPD	35	35	100%	0	0%
REHABILITATION	1	1	100%	0	0%
Total	150	136	90.7%	14	9.3%

Thursday, September 01, 2011

Final Decision Compliance

Report Dates: From 8/1/2011 thru 8/31/2011

Description	Issues Resolved	Days to Decision							
		< 30 Days		30 - 60		61 - 90		> 90	
		Count	%	Count	%	Count	%	Count	%
FAILURE TO ACT 15 DAY	2	0	0.0%	1	50.0%	1	50.0%	0	0.0%
IEB DETERMINATION	2	1	50.0%	1	50.0%	0	0.0%	0	0.0%
OPBD	9	2	22.2%	6	66.7%	1	11.1%	0	0.0%
PPD	48	18	37.5%	29	60.4%	1	2.1%	0	0.0%
REOPENING	28	10	35.7%	16	57.1%	2	7.1%	0	0.0%
BENEFIT OVERPAYMENT	1	1	100.0%	0	0.0%	0	0.0%	0	0.0%
COMPENSABILITY	72	23	31.9%	39	54.2%	9	12.5%	1	1.4%
DEP BEN FATAL	7	2	28.6%	5	71.4%	0	0.0%	0	0.0%
FAILURE TO ACT 30 DAY	2	2	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%
TRMT/EQUIP CL	115	49	42.6%	52	45.2%	13	11.3%	1	0.9%
TTD	31	11	35.5%	14	45.2%	6	19.4%	0	0.0%
Totals	318	119	37.4%	164	51.6%	33	10.4%	2	0.6%

Thursday, September 01, 2011

Motion Resolution Compliance

Report Dates: From 8/1/2011 thru 8/31/2011

Time Standard	Total Motions	Timely *		Late **	
		Count	Percent	Count	Percent
APPLICATION THRESHOLD	3	3	100%	0	0%
COMPENSABILITY	232	215	92.7%	17	7.3%
FAILURE TO ACT 30 DAY	1	1	100%	0	0%
IEB DETERMINATION	8	8	100%	0	0%
PPD	192	192	100%	0	0%
REHABILITATION	2	2	100%	0	0%
REOPENING	43	43	100%	0	0%
TRMT/EQUIP CL	272	266	97.8%	6	2.2%
BENEFIT OVERPAYMENT	1	1	100%	0	0%
DEP BEN FATAL	20	19	95%	1	5%
OPBD	39	37	94.9%	2	5.1%
PTD ENTITLEMENT	12	12	100%	0	0%
TEMP	1	1	100%	0	0%
TTD	93	90	96.8%	3	3.2%
Total	919	890	96.8%	29	3.2%

* Action Date < Motion Date

** Action Date > Motion Date

Thursday, September 01, 2011

Acknowledgement Goal

Report Dates: From 8/1/2011 thru 8/31/2011

Description	Protests Acknowledged	Days to Acknowledge Protests							
		> 30		30-24		23-11		< 11	
		Count	Percent	Count	Percent	Count	Percent	Count	Percent
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: 89	1	1.1%	1	1.1%	31	34.8%	56	62.9%
CCS - CL SEC CONDITION	14	0	0.0%	0	0.0%	0	0.0%	14	100.0%
CHC - CL COMPENSABILITY	4	0	0.0%	0	0.0%	1	25.0%	3	75.0%
CIM - CL SI COMPENSABLE	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CIS - CL SI SEC.CONDITION	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CPI - CL SI REJECT CLAIM	11	0	0.0%	0	0.0%	3	27.3%	8	72.7%
CPJ - CL REJECT CLAIM	51	1	2.0%	1	2.0%	22	43.1%	27	52.9%
CQR - CL SI REJ OCCDISEASE	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CRZ - CL REJ OCC DISEASE	6	0	0.0%	0	0.0%	3	50.0%	3	50.0%
DEP BEN FATAL	Total: 1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CDF - CL DENY/GRNT DTH BEN	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
FAILURE TO ACT 15 DAY	Total: 1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
C01 - CL FTA INJ COMPENSAB	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
FAILURE TO ACT 30 DAY	Total: 1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
C7A - CL FTA RO TTD/MED	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
IEB DETERMINATION	Total: 4	0	0.0%	0	0.0%	0	0.0%	4	100.0%
CEB - CL IEB DETERMINATION	4	0	0.0%	0	0.0%	0	0.0%	4	100.0%
OPBD	Total: 22	0	0.0%	0	0.0%	7	31.8%	15	68.2%
CAO - CL ADD BOARD FINDING	3	0	0.0%	0	0.0%	1	33.3%	2	66.7%
CBF - CL % BOARD FINDING	10	0	0.0%	0	0.0%	3	30.0%	7	70.0%
CSF - CL% SI BOARD FINDING	6	0	0.0%	0	0.0%	3	50.0%	3	50.0%
CSO - CL SI AD.BRD FINDING	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
EBF - EM % BOARD FINDING	2	0	0.0%	0	0.0%	0	0.0%	2	100.0%

Description	Protests Acknowledged	Days to Acknowledge Protests							
		> 30		30-24		23-11		< 11	
		Count	Percent	Count	Percent	Count	Percent	Count	Percent
PPD	Total: 98	1	1.0%	0	0.0%	18	18.4%	79	80.6%
CAA - CL ADDL % AWARD D/G	12	0	0.0%	0	0.0%	1	8.3%	11	91.7%
CAD - CL % AWARD DENY/GRNT	66	1	1.5%	0	0.0%	12	18.2%	53	80.3%
CIE - CL SI ADD% AWARD D/G	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CIG - CL SI %AWARD DNY/GNT	19	0	0.0%	0	0.0%	5	26.3%	14	73.7%
REHABILITATION	Total: 2	0	0.0%	0	0.0%	1	50.0%	1	50.0%
CIP - CL SI G/D TP REHAB	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CPV - CL DY/GRNT REHAB PLN	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
REOPENING	Total: 23	1	4.3%	0	0.0%	11	47.8%	11	47.8%
CIQ - CL SI DY/GNT R/O PPD	10	0	0.0%	0	0.0%	10	100.0%	0	0.0%
CIY - CL SI DY/GNT R/O TTD	3	0	0.0%	0	0.0%	0	0.0%	3	100.0%
CJV - CL DNY/GRNT R/O PPD	3	0	0.0%	0	0.0%	1	33.3%	2	66.7%
CRD - CL DENY/GRNT R/O TTD	7	1	14.3%	0	0.0%	0	0.0%	6	85.7%
SPECIAL CATEGORY	Total: 2	0	0.0%	0	0.0%	0	0.0%	2	100.0%
CNW - CL SPL CATEGORY	2	0	0.0%	0	0.0%	0	0.0%	2	100.0%
TRMT/EQUIP CL	Total: 121	3	2.5%	1	0.8%	16	13.2%	101	83.5%
CBX - CL TRMT DENY	90	1	1.1%	1	1.1%	12	13.3%	76	84.4%
CIH - CL SI AUT/RPR HA D/G	1	0	0.0%	0	0.0%	0	0.0%	1	100.0%
CKN - CL D/G PROV CHNG	2	0	0.0%	0	0.0%	0	0.0%	2	100.0%
CSX - CL SI TRMT DENY	24	2	8.3%	0	0.0%	4	16.7%	18	75.0%
CYY - CL TRMT GRANT	4	0	0.0%	0	0.0%	0	0.0%	4	100.0%
TTD	Total: 37	0	0.0%	0	0.0%	10	27.0%	27	73.0%
CCC - CL CLOSING THE CLAIM	27	0	0.0%	0	0.0%	7	25.9%	20	74.1%
CIC - CL SI CLSING THE CLM	6	0	0.0%	0	0.0%	1	16.7%	5	83.3%
CJS - CL TTD	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
CPX - CL INITIAL TTD	2	0	0.0%	0	0.0%	0	0.0%	2	100.0%
CSG - CL SI INITIAL TTD	1	0	0.0%	0	0.0%	1	100.0%	0	0.0%
Totals: Claims 371	403	6	1.5%	2	0.5%	97	24.1%	298	73.9%

Thursday, September 01, 2011

Resolution of Issues

Report Dates: Decision Date from 8/1/2011 thru 8/31/2011

Time Standard	Decisions Issued	Reversed		Affirmed		Affirmed by Rule		Dismissed		Modified		Moot		Other		Remanded	
		Count	%	Count	%	Count	%	Count	%	Count	%	Count	%	Count	%	Count	%
PTD ENTITLEMENT BENEFIT	1	0	0	0	0	0	0	1	100	0	0	0	0	0	0	0	0
OVERPAYMENT	2	0	0	1	50	0	0	1	50	0	0	0	0	0	0	0	0
FAILURE TO ACT 30 DAY	1	0	0	0	0	0	0	1	100	0	0	0	0	0	0	0	0
IEB DETERMINATION	5	0	0	2	40	0	0	3	60	0	0	0	0	0	0	0	0
REHABILITATION	2	0	0	1	50	0	0	1	50	0	0	0	0	0	0	0	0
REOPENING	28	6	21.4	19	67.9	2	7.1	0	0	0	0	0	0	1	3.6	0	0
COMPENSABILITY	89	30	33.7	34	38.2	4	4.5	17	19.1	2	2.2	0	0	2	2.2	0	0
DEP BEN FATAL	8	4	50	3	37.5	0	0	1	12.5	0	0	0	0	0	0	0	0
OPBD	19	1	5.3	8	42.1	4	21.1	6	31.6	0	0	0	0	0	0	0	0
TRMT/EQUIP CL	154	43	27.9	65	42.2	21	13.6	18	11.7	6	3.9	1	0.6	0	0	0	0
PPD	92	22	23.9	26	28.3	15	16.3	29	31.5	0	0	0	0	0	0	0	0
TTD	46	9	19.6	18	39.1	6	13	12	26.1	1	2.2	0	0	0	0	0	0
Totals	447	115	25.7	177	39.6	52	11.6	90	20.1	9	2	1	0.2	3	0.7	0	0

OOJ – Petition for Attorney Fees for Unreasonable Denial

Petitions received 9/1/2005 through 8/31/2011

	69
Petitions denied on face:	22
Petitions denied by ALJ Decision:	28
Petitions granted:	10
Petitions withdrawn through settlement:	3
Petitions currently pending:	6

Failure to Timely Act Process

Petitions filed 9/1/05 through 8/31/11

Filed:	263
Denied/dismissed:	104
Withdrawn:	12
Reports to OIC:	129
Pending	18

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	21	16	11	13					113

Pro Se Claimant Information as of August 31, 2011

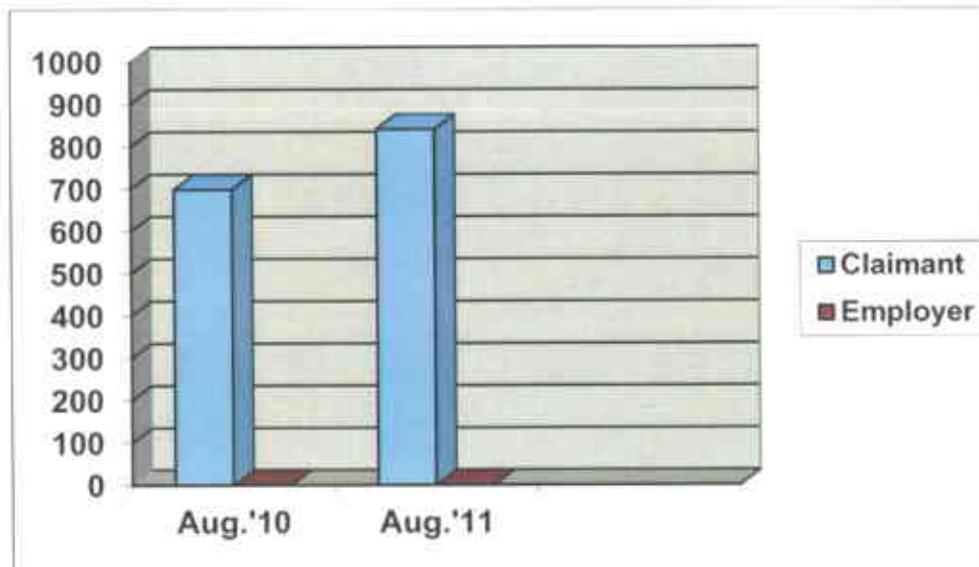
Pending Protests Involving Pro Se Claimants: 630

Pending Claims Involving Pro Se claimants: 556

OOJ – Pending Treatment Issues

Pending Treatment Issues			Comparison to Prior Mo/Year	
Party	Month Aug.'11	% Protests	Month Aug.'10	% Protests
Claimant Employer	841	22.91%	699	19.15%
Total	841		699	

Pending Treatment Issues



Workers' Compensation Board of Review

MEMORANDUM

To: Mike Riley, Acting 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: September 7, 2011

Re: Workers' Compensation Board of Review Monthly Report

Attached, please find the Board of Review's August 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

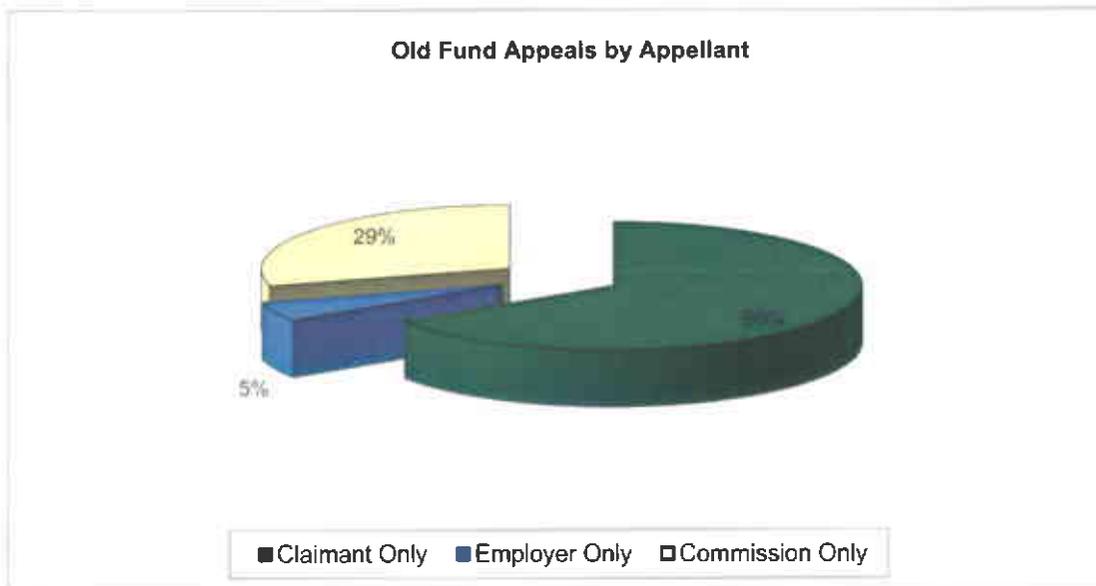
Please do not hesitate to contact me in the event of any questions.

Appeals Received

From August 1, 2011 Thru August 31, 2011

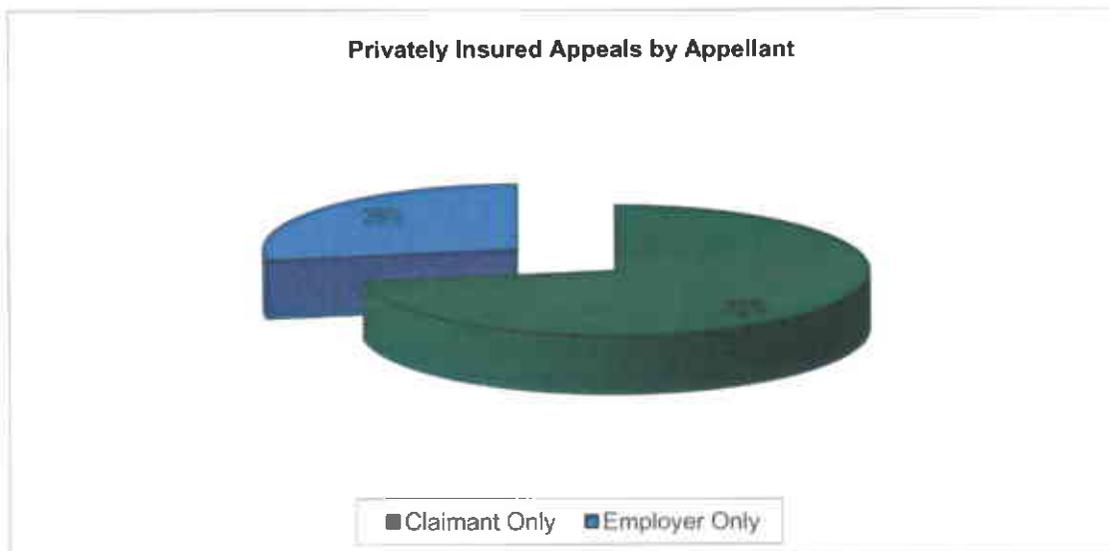
Old Fund Appeals (DOI < Jul-1-2005)

Appellant	Count
Claimant Only	27
Employer Only	2
Commission Only	12
Old Fund Total	41



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

Appellant	Count
Claimant Only	63
Employer Only	24
Privately Insured Total	87
Total Appeals	128

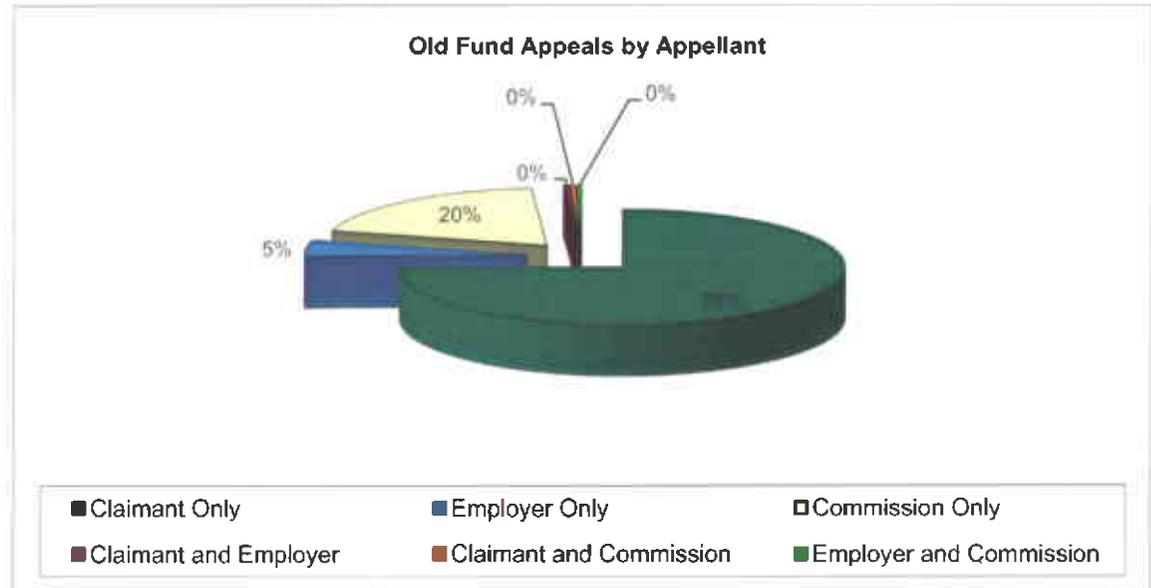


Appeals counted more than once:

Yearly Appeals Received
From January 1, 2011 Thru August 31, 2011

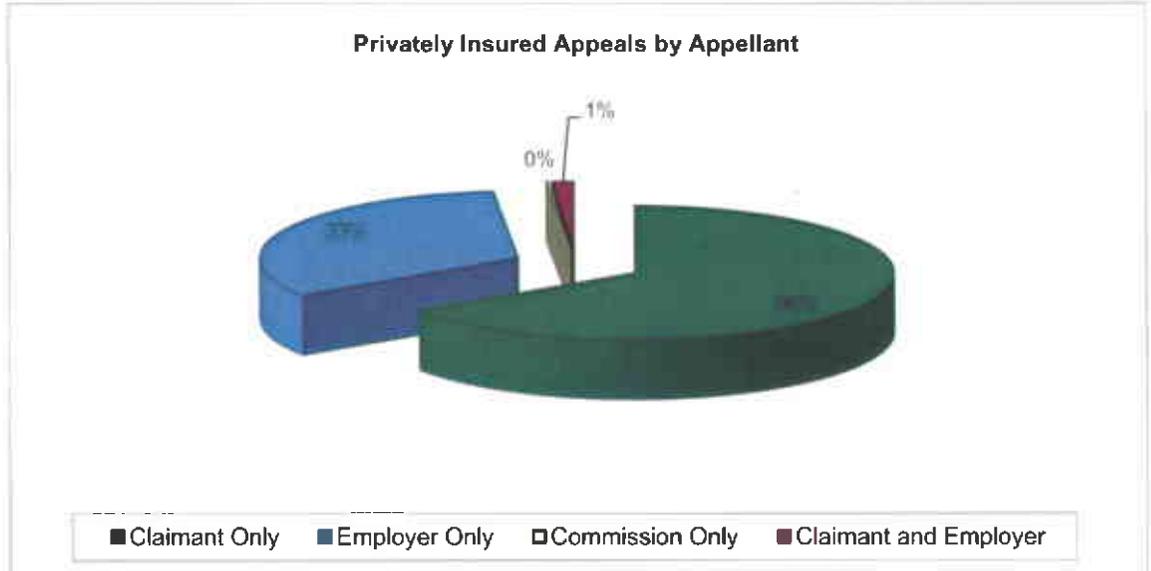
Old Fund Appeals
(DOI < Jul-1-2005)

Appellant	Count
Claimant Only	198
Employer Only	12
Commission Only	52
Claimant and Employer	1
Claimant and Commission	1
Employer and Commission	1
Old Fund Total	265



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

Appellant	Count
Claimant Only	385
Employer Only	193
Commission Only	1
Claimant and Employer	8
Privately Insured Total	587
Total Appeals	852

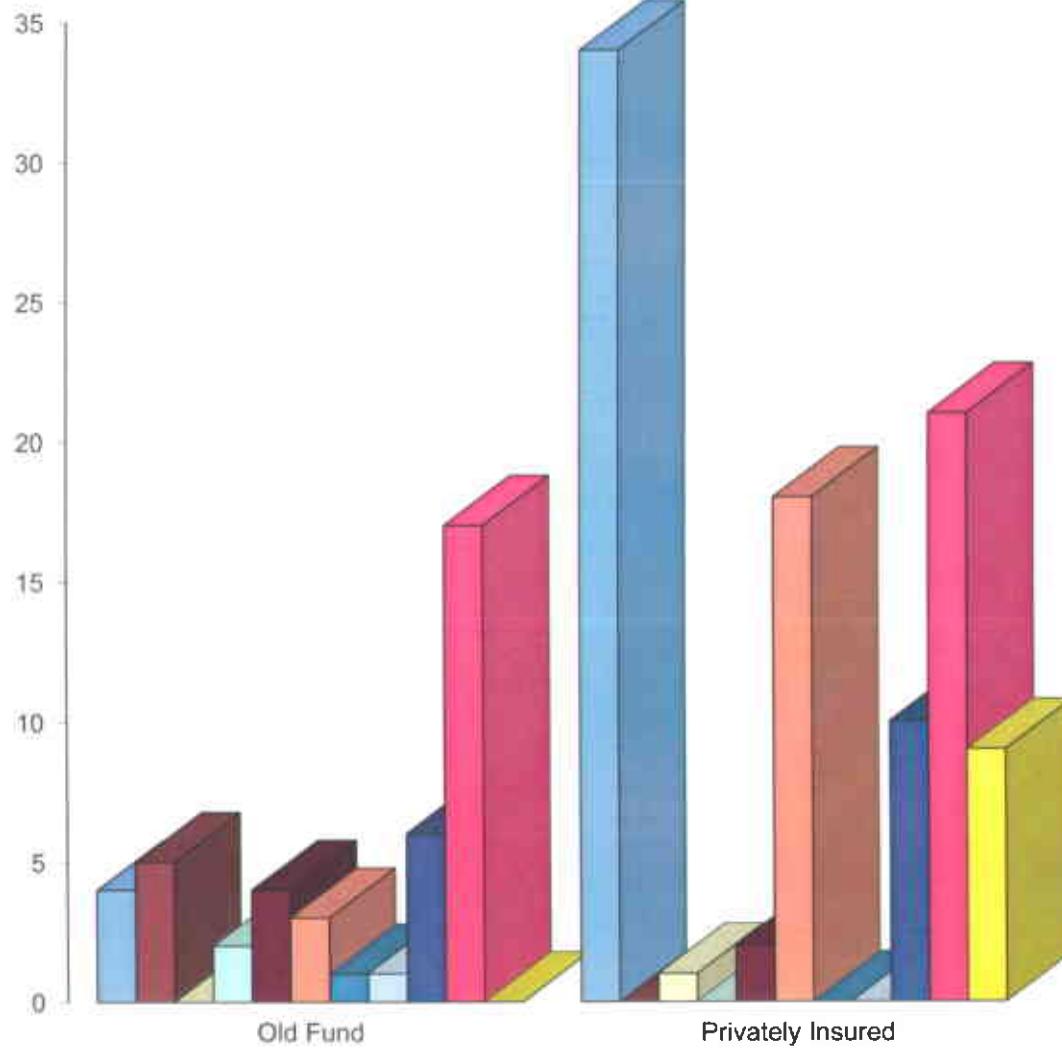


Appeals Received By Issue
Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > Jun-30-2005)
From August 1, 2011 Thru August 31, 2011

Type of Issue	Total Issues	Old Fund		Privately Insured	
		#	%	#	%
COMPENSABILITY	38	4	10.5	34	89.5
DEP BEN FATAL	5	5	100.0	0	0.0
FAILURE TO ACT 30 DAY	1	0	0.0	1	100.0
IEB DETERMINATION	2	2	100.0	0	0.0
OPBD	6	4	66.7	2	33.3
PPD	21	3	14.3	18	85.7
PTD ENTITLEMENT	1	1	100.0	0	0.0
PTD ONSET DATE	1	1	100.0	0	0.0
REOPENING	16	6	37.5	10	62.5
TRMT/EQUIP CL	38	17	44.7	21	55.3
TTD	9	0	0.0	9	100.0
Totals	138	43	31.2	95	68.8

Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > Jun-30-2005)

From August 1, 2011 Thru August 31, 2011

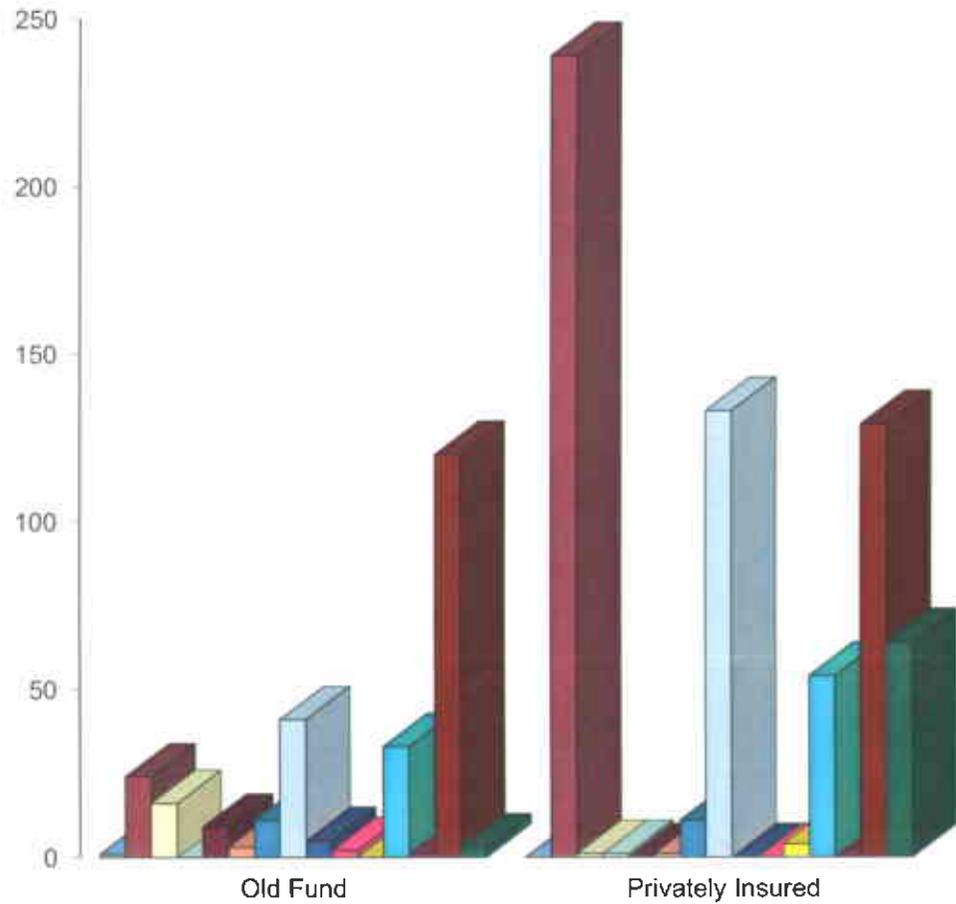


- COMPENSABILITY
- OPBD
- REOPENING
- DEP BEN FATAL
- PPD
- TRMT/EQUIP CL
- FAILURE TO ACT 30 DAY
- PTD ENTITLEMENT
- TTD
- IEB DETERMINATION
- PTD ONSET DATE

Yearly Appeals Received By Issue
Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > Jun-30-2005)
From January 1, 2011 Thru August 31, 2011

Type of Issue	Total Issues	Old Fund		Privately Insured	
		#	%	#	%
BENEFIT OVERPAYMENT	1	1	100.0	0	0.0
COMPENSABILITY	263	24	9.1	239	90.9
DEP BEN FATAL	17	16	94.1	1	5.9
FAILURE TO ACT 30 DAY	1	0	0.0	1	100.0
IEB DETERMINATION	9	9	100.0	0	0.0
OP NON-MED	4	3	75.0	1	25.0
OPBD	22	11	50.0	11	50.0
PPD	174	41	23.6	133	76.4
PTD ENTITLEMENT	5	5	100.0	0	0.0
PTD ONSET DATE	2	2	100.0	0	0.0
REHABILITATION	4	0	0.0	4	100.0
REOPENING	87	33	37.9	54	62.1
TEMP	1	1	100.0	0	0.0
TRMT/EQUIP CL	249	120	48.2	129	51.8
TTD	67	3	4.5	64	95.5
Totals	906	269	29.7	637	70.3

Old Fund Appeals (DOI < Jul-1-2005) vs Privately Insured Appeals (DOI > Jun-30-2005)
From January 1, 2011 Thru August 31, 2011

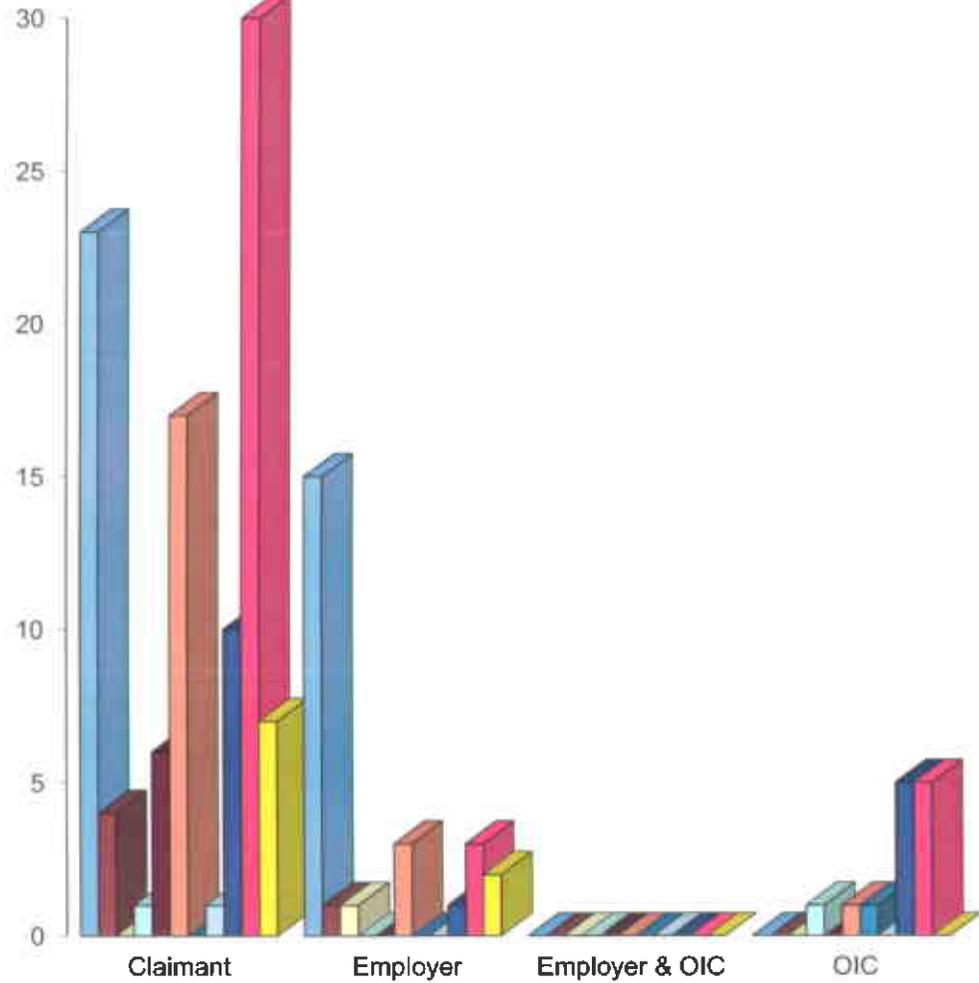


- BENEFIT OVERPAYMENT
- IEB DETERMINATION
- PTD ENTITLEMENT
- TEMP
- COMPENSABILITY
- OP NON-MED
- PTD ONSET DATE
- TRMT/EQUIP CL
- DEP BEN FATAL
- OPBD
- REHABILITATION
- TTD
- FAILURE TO ACT 30 DAY
- PPD
- REOPENING

**Appeals Received By Issue
From August 1, 2011 Thru August 31, 2011**

Type of Issue	Total Issues	Claimant		Employer		OIC		Emp and OIC	
		#	%	#	%	#	%	#	%
COMPENSABILITY	38	23	60.5	15	39.5	0	0.0	0	0.0
DEP BEN FATAL	5	4	80.0	1	20.0	0	0.0	0	0.0
FAILURE TO ACT 30 DAY	1	0	0.0	1	100.0	0	0.0	0	0.0
IEB DETERMINATION	2	1	50.0	0	0.0	0	0.0	1	50.0
OPBD	6	6	100.0	0	0.0	0	0.0	0	0.0
PPD	21	17	81.0	3	14.3	0	0.0	1	4.8
PTD ENTITLEMENT	1	0	0.0	0	0.0	0	0.0	1	100.0
PTD ONSET DATE	1	1	100.0	0	0.0	0	0.0	0	0.0
REOPENING	16	10	62.5	1	6.3	0	0.0	5	31.3
TRMT/EQUIP CL	38	30	78.9	3	7.9	0	0.0	5	13.2
TTD	9	7	77.8	2	22.2	0	0.0	0	0.0
Totals	138	99	71.7	26	18.8	0	0.0	13	9.4

Appeals Received By Issue
 From August 1, 2011 Thru August 31, 2011



- COMPENSABILITY
- OPBD
- REOPENING
- DEP BEN FATAL
- PPD
- TRMT/EQUIP CL
- FAILURE TO ACT 30 DAY
- PTD ENTITLEMENT
- TTD
- IEB DETERMINATION
- PTD ONSET DATE

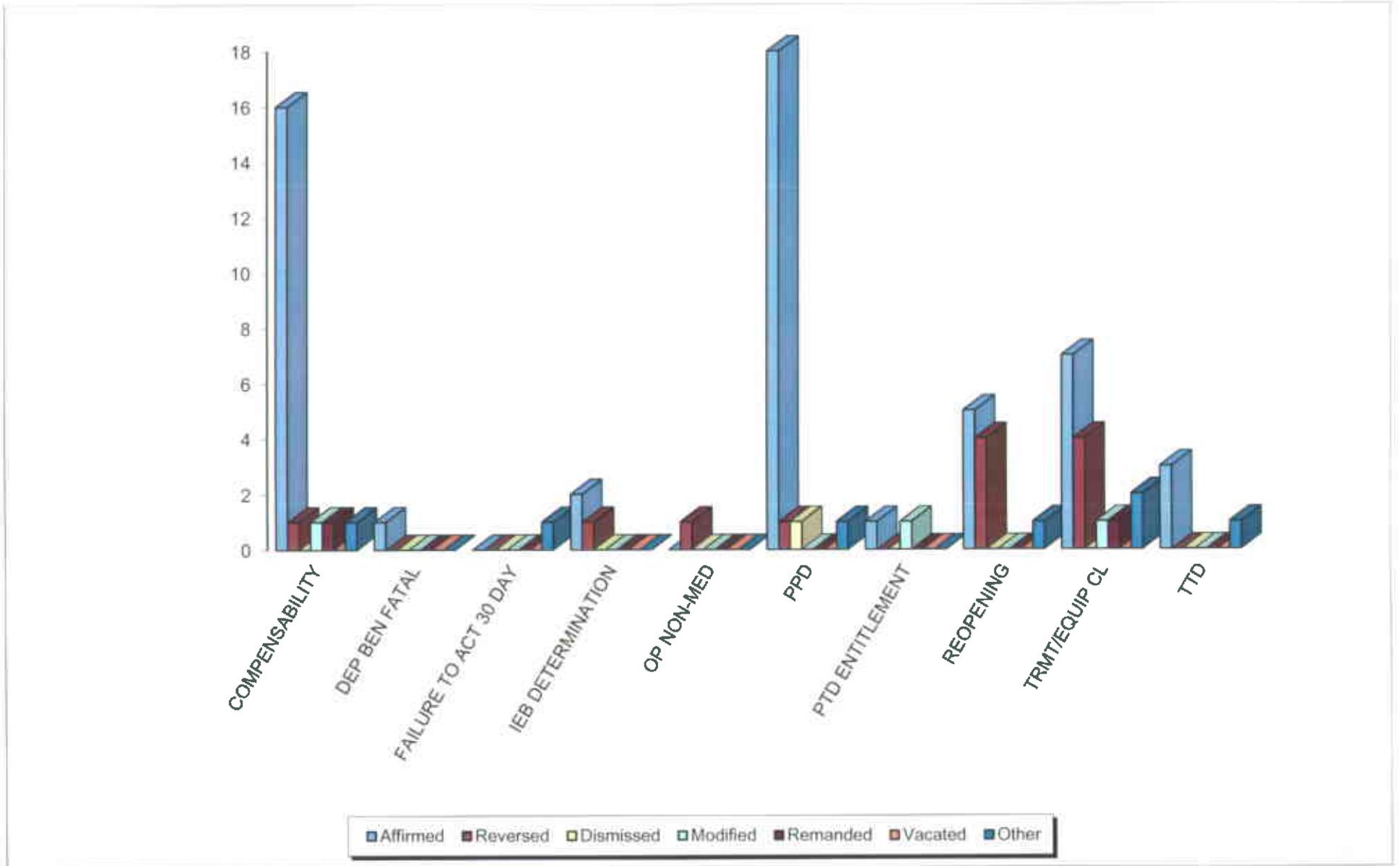
**WORKER COMPENSATION BOARD OF REVIEW
FOR AUGUST 2011**

Appealed By	Disposition			Year to Date			
	BOR Disposition	Count	Disp %	Total %	Date	Disp %	Total %
CLAIMANT	AFFIRMED	39	81.3%	51.3%	468	91.4%	63.6%
	DISMISSED	4	8.3%	5.3%	13	2.5%	1.8%
	MODIFY	2	4.2%	2.6%	4	0.8%	0.5%
	REMAND	2	4.2%	2.6%	7	1.4%	1.0%
	REVERSE	1	2.1%	1.3%	19	3.7%	2.6%
	VACATE				1	0.2%	0.1%
	Total Dispositions	48			512		
CLAIMANT/EMPLOYER	AFFIRMED				1	33.3%	0.1%
	DISMISSED				1	33.3%	0.1%
	MODIFY	1	100.0%	1.3%	1	33.3%	0.1%
	Total Dispositions	1			3		
EMPLOYER	AFFIRMED	11	52.4%	14.5%	116	67.8%	15.8%
	DISMISSED	1	4.8%	1.3%	6	3.5%	0.8%
	MODIFY	2	9.5%	2.6%	6	3.5%	0.8%
	REMAND				4	2.3%	0.5%
	REVERSE	7	33.3%	9.2%	39	22.8%	5.3%
	Total Dispositions	21			171		
DIVISION/OIC	AFFIRMED	1	16.7%	1.3%	26	52.0%	3.5%
	MODIFY	1	16.7%	1.3%	2	4.0%	0.3%
	REMAND				2	4.0%	0.3%
	REVERSE	4	66.7%	5.3%	20	40.0%	2.7%
	Total Dispositions	6			50		
Grand Totals		76			736		

Dispositions By Issues
BOR Orders Mailed From August 1, 2011 Thru August 31, 2011

Type of Issue	Issues	Affirmed		Reversed		Dismissed		Modified		Remanded		Vacated		Other	
		#	%	#	%	#	%	#	%	#	%	#	%	#	%
COMPENSABILITY	20	16	80.0	1	5.0	0	0.0	1	5.0	1	5.0	0	0.0	1	5.0
DEP BEN FATAL	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
FAILURE TO ACT 30 DAY	1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	1	100.0
IEB DETERMINATION	3	2	66.7	1	33.3	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
OP NON-MED	1	0	0.0	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
PPD	21	18	85.7	1	4.8	1	4.8	0	0.0	0	0.0	0	0.0	1	4.8
PTD ENTITLEMENT	2	1	50.0	0	0.0	0	0.0	1	50.0	0	0.0	0	0.0	0	0.0
REOPENING	10	5	50.0	4	40.0	0	0.0	0	0.0	0	0.0	0	0.0	1	10.0
TRMT/EQUIP CL	15	7	46.7	4	26.7	0	0.0	1	6.7	1	6.7	0	0.0	2	13.3
TTD	4	3	75.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	1	25.0
Totals	78	53	67.9	12	15.4	1	1.3	3	3.8	2	2.6	0	0.0	7	9.0

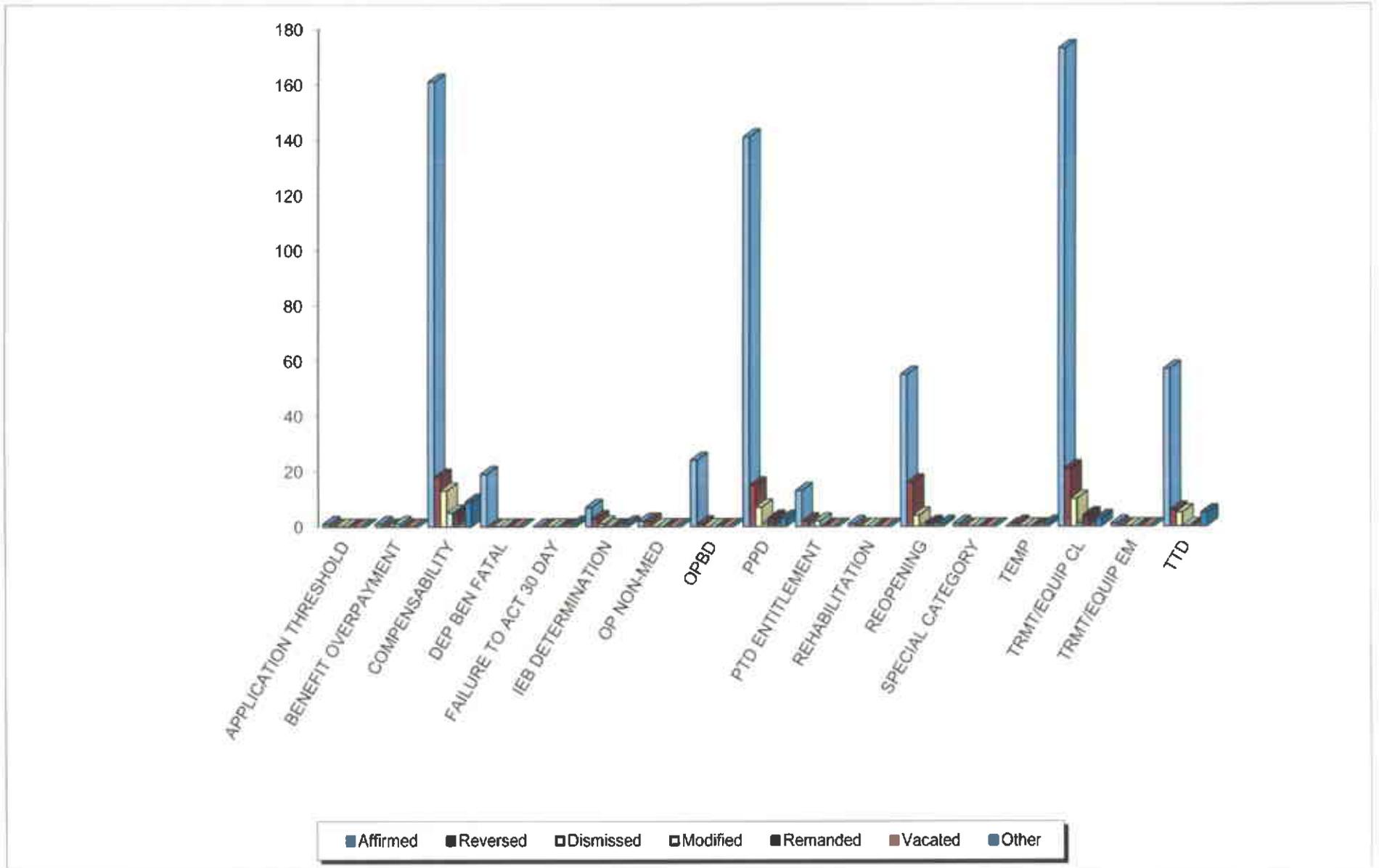
Dispositions By Issues
BOR Orders Mailed From August 1, 2011 Thru August 31, 2011



Yearly Dispositions By Issues
BOR Orders Mailed From January 1, 2011 Thru August 31, 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	212	161	75.9	18	8.5	13	6.1	5	2.4	5	2.4	1	0.5	9	4.2
DEP BEN FATAL	19	19	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
FAILURE TO ACT 30 DAY	1	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	1	100.0
IEB DETERMINATION	12	7	58.3	3	25.0	1	8.3	0	0.0	0	0.0	0	0.0	1	8.3
OP NON-MED	4	2	50.0	2	50.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
OPBD	25	24	96.0	1	4.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
PPD	170	141	82.9	15	8.8	7	4.1	1	0.6	3	1.8	0	0.0	3	1.8
PTD ENTITLEMENT	17	13	76.5	2	11.8	0	0.0	2	11.8	0	0.0	0	0.0	0	0.0
REHABILITATION	1	1	100.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0	0	0.0
REOPENING	77	55	71.4	16	20.8	4	5.2	0	0.0	1	1.3	0	0.0	1	1.3
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	2	0	0.0	1	50.0	0	0.0	0	0.0	0	0.0	0	0.0	1	50.0
TRMT/EQUIP CL	212	173	81.6	21	9.9	10	4.7	1	0.5	4	1.9	0	0.0	3	1.4
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	73	57	78.1	6	8.2	5	6.8	0	0.0	0	0.0	0	0.0	5	6.8
Totals	830	657	79.2	85	10.2	40	4.8	10	1.2	13	1.6	1	0.1	24	2.9

Yearly Dispositions By Issues
BOR Orders Mailed From January 1, 2011 Thru August 31, 2011



**WV Offices of the Insurance Commissioner
Workers' Compensation – Revenue Recovery
July 2011**

COLLECTION ACTIVITY	
Receipts - Old Fund (Employer out of business)	\$ 11,820.82
Receipts - PC & NU (Private Carrier Cancellation & Rogue Employers)	\$ 101,011.08
Receipts - Payment Agreements	\$ 7,941.21
# of active accounts uninsured (cumulative)	658
\$ of active accounts uninsured (cumulative)	\$ 2,535,667.78
Telephone contacts	1,815
Walk-ins	15

LIENS	
Liens sent to county clerks for recordation	100
Liens sent to county clerks for release	56
Intent to lien letters sent to employer/owner/officer/member	128

Uninsured Policies Resolved	269
All Cash Receipts from WC accounts	\$ 120,773.11

INJUNCTIONS	
Affidavits for injunction submitted to legal	3
Hearings attended	4
# of injunction complaints filed	2
# of injunctions granted	5
# of agreed orders entered	0
PAYMENT AGREEMENTS	
# of repayment agreements applications	12
Agreements set up	15
Total # of agreements on system (cumulative)	66
Intent to void letters mailed	4
Agreements voided	0

MISCELLANEOUS	
Terminations Processed	48
Rule 11 Letters Mailed	216
Rule 11 hearings	1

BOARD OF TREASURY INVESTMENTS

LEGISLATIVE

CALENDAR NOTES

CD Auction
September 14, 2011

Board Meeting
October 27, 2011

OPERATING REPORT AUG 29 2011

JULY 31, 2011

MANAGER

Board of Treasury Investments

1900 Kanawha
Boulevard East
Suite E-122
Charleston WV
25305
(304) 340-1578
www.wvbt.com

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

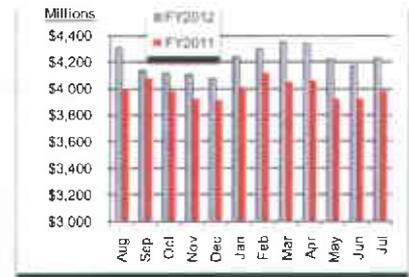
Kara K. Hughes,
CPA, MBA

Total Net Assets Under Management

\$4,223,504,000

Last Month
\$4,172,779,000

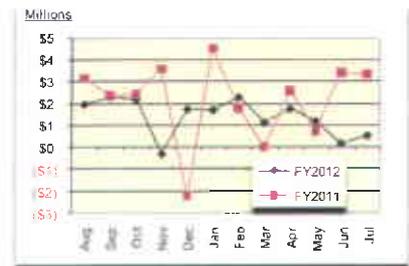
Beginning of Fiscal Year
\$4,172,779,000



Net Assets for the Past 12 Months

Total Net Income & Gains

Fiscal Year
\$548,000



Net Income for the Past 12 Months

Money Market Pools

As of July 31, 2011

Pool	1-Day Yield *	7-Day Yield *	30-Day Avg. Yield *	W.A.M. **	Net Assets
WV Money Market	.1217%	.1058%	.0976%	47 Days	\$3.1 Billion
WV Gov't Money Market	.0972%	.0749%	.0645%	44 Days	\$289.6 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
JULY 2011

Investors Focused on Poor Economic Prospects

Economic Conditions

Headlines during the month of July highlighted the Greek debt crisis and, in the US, the political brinksmanship around the raising of the US debt ceiling. Investors, however, focused on the slowing US economy and the poor economic prospects going forward. US GDP growth in the second quarter came in at a disappointing 1.3% and first quarter growth was revised downward to 0.4%. As a result, global stock markets retreated during the month and the dollar fell relative to most major currencies. Bond investors appeared to brush off the possibility of a US default or downgrade to bid Treasury yields lower during the month while emerging markets debt continued to perform well.

Bond Markets

While we appear to have avoided a default in the US, we are concerned that the proposed budget deficit reductions may not be large enough to prevent more than one rating agency from downgrading the US (S&P downgraded US debt one notch to AA+ on August 5th, with a negative outlook, while Moody's and Fitch maintained their AAA rating of the US, albeit with a negative outlook). While it is impossible to forecast the impact of a US government downgrade on markets, based on the current pricing of US government securities (the 10-year Treasury is currently yielding approximately 2.61%, near secular lows and well below its yield as recently as six months ago), we do not believe such an action will be disastrous for investors in the near-term. This is a fluid and rapidly evolving situation. We expect uncertainty around the US budget-cutting process and a potential downgrade of US debt to create volatility in global stock and bond markets until there is more clarity available. Therefore, we continue to stress broad diversification and caution against making any dramatic moves in the short term.

Bond investors, across the board, experienced an overall increase in their portfolios during July. Treasuries and investment grade corporate bonds returned 0.94% and 2.41%, respectively, during the month. Short duration instruments held continued to mark time during the month as evidenced by 3-month Treasury Bills generating a 0.00% return.

Equity Markets

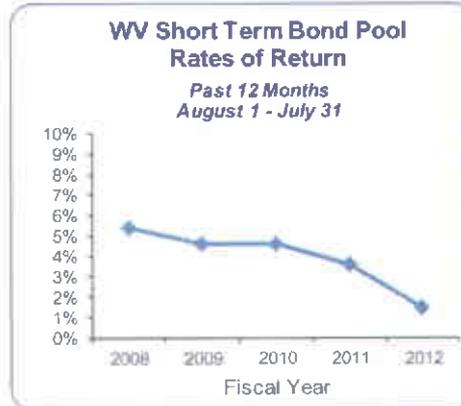
Equity investors saw portfolio values decline during the month. Blue chip stocks, as measured by the S&P 500 Index and the Dow Jones Industrial Average, declined 2.03% and 2.18%, respectively. Small cap stocks fared even worse as they gave up more than 3.5% in value during July. International stocks fared slightly better with the MSCI EAFE Index declining 1.59%.

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

WV Short Term Bond Pool

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

<u>August 1 - July 31</u>	<u>Return</u>	<u>Net Assets At July 31 (In Millions)</u>
2011	1.5%	\$ 477.9
2010	3.7%	\$ 458.8
2009	4.6%	\$ 339.8
2008	4.6%	\$ 357.7
2007	5.4%	\$ 231.6

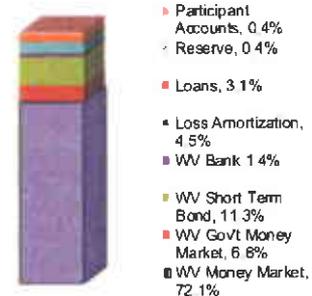


Prior to July 2007, the WV Short Term Bond Pool was known as the Enhanced Yield Pool

Summary of Value and Earnings (In Thousands)

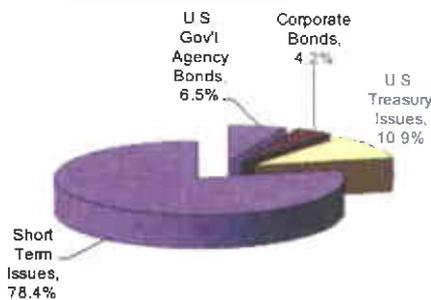
<u>Pool</u>	<u>Net Asset Value</u>	<u>July Net Income (Loss)</u>	<u>Fiscal YTD Net Income</u>
WV Money Market	\$ 3,051,265	\$ 257	\$ 257
WV Gov't Money Market	289,586	15	15
WV Short Term Bond	477,914	57	57
WV Bank	60,056	12	12
Loss Amortization	188,546	2	2
Loans	131,274	120	120
Reserve	18,971	6	6
Participant Accounts	15,892	79	79
	<u>\$ 4,233,504</u>	<u>\$548</u>	<u>\$ 548</u>

Percent of Total Net Asset Value



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

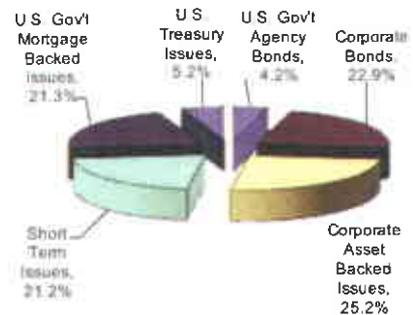
WV Money Market



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

JULY 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	\$ 3,049,589	\$ 289,243		\$ 60,018	\$ 150,119	\$ 12,489
At fair value	-	-	\$ 477,630	-	188,546	3,296
Cash	30	72	-	-	-	-
Other assets	2,013	310	846	39	129	108
Total assets	3,051,632	289,625	478,476	60,057	338,794	15,893
Liabilities						
Accrued expenses, dividends payable & payable for investments purchased	367	39	562	1	3	1
Total liabilities	367	39	562	1	3	1
Net Assets	\$ 3,051,265	\$ 289,586	\$ 477,914	\$ 60,056	\$ 338,791	\$ 15,892
Investment income						
Interest and dividends	\$ 563	\$ 80	\$ 577	\$ 13	\$ 129	\$ 35
Net accretion (amortization)	(158)	(49)	(122)	-	638	(14)
Provision for uncollectible loans	-	-	-	-	-	-
Total investment income	405	31	455	13	767	21
Expenses						
Fees	148	16	45	1	3	-
Total expenses	148	16	45	1	3	-
Net investment income	257	15	410	12	764	21
Net realized gain (loss) from investments	-	-	-	-	-	-
Net increase (decrease) in fair value of investments	-	-	(353)	-	(636)	58
Net gain (loss) from investments	-	-	(353)	-	(636)	58
Net increase (decrease) in net assets from operations	257	15	57	12	128	79
Distributions to participants	257	15	410	12	(470)	-
Participant activity						
Purchases, reinvestment of units and contributions	795,251	54,539	2,080	12	(469)	2,566
Redemptions and withdrawals	763,887	27,851	-	-	1,242	3
Inter-pool transfers in	20,023	-	-	20,000	-	-
Inter-pool transfers out	20,000	-	-	20,023	-	-
Net increase (decrease) in net assets from participant activity	31,387	26,688	2,080	(11)	(1,711)	2,563
Increase (decrease) in net assets	31,387	26,688	1,727	(11)	(1,113)	2,642
Net assets at beginning of period	3,019,878	262,898	476,187	60,067	339,904	13,250
Net assets at end of period	\$ 3,051,265	\$ 289,586	\$ 477,914	\$ 60,056	\$ 338,791	\$ 15,892



West Virginia University

Administration and Finance

August 1, 2011

VIA HAND DELIVERY/FAX

Earl Ray Tomblin, Governor
State of West Virginia
1900 Kanawha Boulevard, East
Charleston, WV 25305

Jeffrey V. Kessler, Senate President
State of West Virginia
West Virginia Legislature
Room 227M, Building 1
State Capitol Complex
Charleston, WV 25305

Richard Thompson, Speaker of the House of Delegates
State of West Virginia
West Virginia Legislature
Room 234M, Building 1
State Capitol Complex
Charleston, WV 25305

Re: West Virginia University Board of Governors Improvement Revenue Bonds, 2011 Series A and West Virginia University Board of Governors Refunding Revenue Bonds, 2011 Series B, Notice of Rating Agency Meetings

Gentlemen:

The West Virginia University Board of Governors (the "Board") intends to issue its Improvement Revenue Bonds, 2011 Series A (the "Series A Bonds") in an amount not to exceed \$200,000,000, and is considering the issuance of its Refunding Revenue Bonds, 2011 Series B (the "Series B Bonds" and together with the Series A Bonds, the "Bonds"), in an amount not to exceed \$50,000,000, for the purposes of financing the costs of capital improvement projects designated by the Board and related expenses, refinancing the costs of prior capital improvement projects and paying the costs of issuance of the Bonds. In connection with the issuance of the Bonds, representatives of West Virginia University will be participating in formal presentations or question and answer conference calls with the following nationally recognized rating agencies as follows:

Office of Vice President

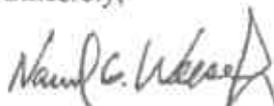
Phone: 304-293-2545 104 Stewart Hall
Fax: 304-293-3493 PO Box 6205
<http://adminfin.wvu.edu> Morgantown, WV 26506-6205

Standard and Poor's - August 12, 2011, beginning at 10:30 a.m., in the President's Conference Room at Stewart Hall, on the West Virginia University Campus, University Avenue, Morgantown, West Virginia 26506

Moody's Investors Service, Inc. - August 15, 2011, at 9:00 a.m., by telephone call from the office of Liz Reynolds, Suite 257, Marina Tower, 48 Donley Street, Morgantown, West Virginia 26501.

Should you desire to attend the meetings or participate in the conference call or have any questions, please feel free to contact me at 304-293-2545.

Sincerely,



Narvel G. Weese, Jr.
Vice President for
Administration and Finance,
West Virginia University



West Virginia University®

Purchasing, Contracts and Payment Services

Date: August 15, 2011

To: The Joint Committee on Government and Finance
Jeffrey V. Kessler, Chair
Richard Thompson, Chair
State Capital Complex
Charleston, WV 25305

From: West Virginia University Department of Procurement, Contracting, and Payment Services

Pursuant to West Virginia Code §5A-3B-2(j), and the university's Request for Proposals 90001100, West Virginia University provides this "thirty days' written notice" of its intent to award an energy savings contract to Siemens Industries, Inc.

A copy of the proposal returning a minimum of \$769,100 annually in guaranteed energy savings is attached, as referenced in paragraph (b) of the West Virginia Code.

Please contact me if you have any questions regarding this notice.

Sincerely,


Joseph Fisher
Interim Chief Procurement Officer

Phone: 304-293-5711
Fax: 304-293-7193

One Waterfront Place, 3rd Floor
PO Box 6024
Morgantown WV 26506-6024

West Virginia University Performance Contracting Phase IIIB Project					
Campus	Building or Facility	Description	Simple Payback	Selected Savings	Selected Costs
Downtown-dorms	Stalnaker Hall	Lighting Retrofit	9.0	10,712	90,128
Downtown-dorms	Stalnaker Hall	Lighting Controls	9.0	452	2,694
Downtown-dorms	Stalnaker Hall	Water Conservation	6.4	10,785	59,234
Downtown-dorms	Stalnaker Hall	Steam Trap Savings	6.8	849	5,755
Downtown-dorms	Stalnaker Hall	Steam Meter Install	n/a	-	3,018
Downtown-dorms	Stalnaker Hall	Time of Day Scheduling	0.2	6,251	1,233
Downtown-dorms	Stalnaker Hall	Mechanical Repairs	n/a	-	1,351
Downtown-dorms	Stalnaker Hall	AHU-1 Demand Control Ventilation	2.0	1,274	2,528
Downtown-dorms	Stalnaker Hall	Kitchen Hood CFM Reduction	6.8	1,655	14,482
Downtown-dorms	Stalnaker Hall	Controls - Panel Migration	n/a	-	7,733
Downtown-dorms	Stalnaker Hall	VFD Pumping	14.1	2,560	37,609
Downtown-dorms	Boreman North	Lighting Retrofit	21.8	3,268	71,375
Downtown-dorms	Boreman North	Water Conservation	6.8	10,024	67,777
Downtown-dorms	Boreman North	Steam Trap Savings	19.3	8,211	158,641
Downtown-dorms	Boreman North	Steam Meter Install	n/a	-	24,890
Downtown-dorms	Boreman North	Pipe Insulation	4.4	175	774
Downtown-dorms	Boreman South	Pipe Insulation	1.9	612	1,161
Downtown-dorms	Boreman South	Lighting Retrofit	19.9	5,690	113,211
Downtown-dorms	Boreman South	Water Conservation	6.3	13,993	87,985
Downtown-dorms	Boreman South	Steam Trap Savings	32.5	9,182	298,267
Downtown-dorms	Boreman South	VAV-VSD Fan Conversion	1.6	525	840
Downtown-dorms	Boreman South	Demand Control Ventilation	4.0	500	4,185
Downtown-dorms	Boreman South	Kitchen Hood CFM Reduction	5.3	2,993	15,944
Downtown-dorms	Boreman South	Time of Day Scheduling	0.7	5,713	4,267
Downtown-dorms	Boreman South	Controls - Panel Migration	n/a	-	6,361
Downtown-dorms	Arnold	Lighting Retrofit	17.9	10,939	185,393
Downtown-dorms	Arnold	Lighting Controls	0.6	1,193	668
Downtown-dorms	Arnold	Water Conservation	4.3	35,361	151,227
Downtown-dorms	Arnold	Steam Trap Savings	16.9	22,177	373,920
Downtown-dorms	Arnold	Pipe Insulation	17.7	219	3,870
Downtown-dorms	Arnold	Walk in Retrofit (Water Cool to Air Cool)	25.0	3,836	90,977
Downtown-dorms	Summit Hall	Lighting Retrofit	13.0	10,791	140,400
Downtown-dorms	Summit Hall	Lighting Controls	8.3	127	1,061
Downtown-dorms	Project Wide	Engineering and Development	n/a	-	138,522
Downtown-dorms	Project Wide	Performance Assurance	n/a	-	12,567
Downtown-dorms	Project Wide	Commissioning	n/a	-	17,480
Downtown-other	Stewart Hall	Time of Day - AHU-153	0.6	1,625	1,236
Downtown-other	Stewart Hall	Time of Day - AHU-2	20.5	1,568	32,197
Downtown-other	Stewart Hall	Mechanical Repairs	n/a	-	310
Downtown-other	Clark Hall	Steam Meter Install (2 meters)	n/a	-	53,882
Downtown-other	Clark Hall	Mechanical Repairs	n/a	-	23,030
Downtown-other	Clark Hall	Lighting Retrofit	7.0	17,940	125,403
Downtown-other	Clark Hall	Lighting Controls	16.2	2,569	41,605
Downtown-other	Clark Hall	Water Conservation	9.3	4,189	38,946
Downtown-other	Clark Hall	Steam Trap Savings	0.3	13,697	4,563
Downtown-other	Clark Hall	Controls - Panel Migration	n/a	-	29,303
Downtown-other	Clark Hall	Time of Day Scheduling	2.9	9,147	26,413
Downtown-other	Clark Hall	LAB - ACH Reduction	2.6	29,832	76,379
Downtown-other	Clark Hall	Piping Insulation	25.4	169	4,287
Downtown-other	Clark Hall	AHU14 - Replacement	n/a	-	278,735
Downtown-other	Clark Hall	MCC Replacement	n/a	-	506,120
Downtown-other	Clark Hall	Compressor Replacement	n/a	-	8,489
Downtown-other	Chemistry Research Laboratory	Piping Insulation	60.5	164	11,148
Downtown-other	Chemistry Research Laboratory	Lighting Retrofit	10.5	11,211	117,686
Downtown-other	Chemistry Research Laboratory	Lighting Controls	12.7	1,113	14,085
Downtown-other	Chemistry Research Laboratory	Water Conservation	6.1	2,297	20,942
Downtown-other	Chemistry Research Laboratory	Steam Trap Savings	1.0	11,352	11,275
Downtown-other	Chemistry Research Laboratory	Steam Meter Install	n/a	-	25,030
Downtown-other	Chemistry Research Laboratory	Time of Day Scheduling	0.5	2,727	1,234
Downtown-other	Chemistry Research Laboratory	Lab ACH Reduction	24.9	21,636	538,364
Downtown-other	Chemistry Research Laboratory	Heat Recovery	22.5	12,338	277,670
Downtown-other	Chemistry Research Laboratory	Dual Duct Temp Reset	0.1	12,290	955
Downtown-other	Chemistry Research Laboratory	Cooling Tower Sewer Deduct	0.0	19,925	-
Downtown-other	Chemistry Research Laboratory	VFD Pumping (Heating Water)	9.5	1,531	14,594
Downtown-other	Chemistry / Clark	Misc Additional Controls	n/a	-	25,649
Downtown-other	Charles C. Wise, Jr Library	Lighting Retrofit	13.3	11,057	146,749
Downtown-other	Charles C. Wise, Jr Library	Lighting Controls	10.1	4,924	49,860
Downtown-other	Charles C. Wise, Jr Library	Water Conservation	12.8	2,184	38,363
Downtown-other	Charles C. Wise, Jr Library	Steam Trap Savings	0.6	9,974	5,680
Downtown-other	Charles C. Wise, Jr Library	VFD Pumping (Heating Water)	16.4	3,113	51,012
Downtown-other	Charles C. Wise, Jr Library	Controls - Panel Migration	n/a	-	98,170
Downtown-other	Charles C. Wise, Jr Library	VAV-VSD Fan Conversion	3.4	26,793	92,411
Downtown-other	Charles C. Wise, Jr Library	Demand Control Ventilation	10.3	1,781	18,372
Downtown-other	Charles C. Wise, Jr Library	Time of Day Scheduling	0.1	4,836	645
Downtown-other	Life Sciences Building	Lighting Retrofit	12.8	5,829	74,730
Downtown-other	Life Sciences Building	Lighting Controls	22.9	4,411	101,073
Downtown-other	Life Sciences Building	Water Conservation	32.3	2,438	76,626
Downtown-other	Life Sciences Building	Steam Trap Savings	0.9	16,716	14,734
Downtown-other	Life Sciences Building	Cooling Tower VFD	56.9	1,657	94,236
Downtown-other	Life Sciences Building	Time of Day Scheduling	0.1	37,848	3,090
Downtown-other	Life Sciences Building	Heat Recovery	27.3	10,002	272,262
Downtown-other	Life Sciences Building	LAB - ACH Reduction (Invenays)	0.3	19,149	5,028
Downtown-other	Life Sciences Building	Cooling Tower Sewer Deduct	0.0	18,027	-
Downtown-other	Life Sciences Building	Invenays Controls Upgrade	n/a	-	154,168
Downtown-other	Student Services	Water Conservation	22.3	675	12,807
Downtown-other	Mountaineer	Steam Trap Savings	1.0	11,218	11,636

Downtown-other	Mountaineer	Panel Upgrades	n/a	-	9,921
Downtown-other	Business and Economics	Lighting Retrofit	9.2	14,987	123,050
Downtown-other	Chilwood Hall	Lighting Retrofit	12.5	2,700	33,618
Downtown-other	Chilwood Hall	Lighting Controls	3.6	379	1,364
Downtown-other	Woodburn Hall	Lighting Retrofit	0.3	5,570	1,617
Downtown-other	Marin Hall	Lighting Retrofit	8.7	1,484	13,916
Downtown-other	Brooks Hall	Lighting Retrofit	10.4	3,413	35,646
Downtown-other	Knapp Hall	Lighting Retrofit	10.7	3,836	39,975
Downtown-other	Knapp Hall	Lighting Controls	3.9	449	1,739
Downtown-other	Stansbury Hall	Lighting Retrofit	9.4	12,619	118,556
Downtown-other	Stansbury Hall	Lighting Controls	11.4	3,236	36,853
Downtown-other	Armstrong Hall	Lighting Retrofit	9.5	6,110	60,519
Downtown-other	Elliott Hall	Lighting Retrofit	9.3	11,150	104,106
Downtown-other	Colson Hall	Lighting Retrofit	17.0	219	3,716
Downtown-other	Punnett Hall	Lighting Retrofit	12.1	1,110	13,429
Downtown-other	Elizabeth Moore Hall	Lighting Retrofit	8.0	5,218	43,092
Downtown-other	Elizabeth Moore Hall	Lighting Controls	3.8	36	134
Downtown-other	Downtown Campus	Install DEM's on Chiller (Siemens Controls)	n/a	-	26,213
Downtown-other	East Downtown Chiller Plant	Transformer Electrical Switchgear	n/a	-	513,326
Downtown-other	Project Wide	Engineering and Development	n/a	-	315,972
Downtown-other	Project Wide	Performance Assurance	n/a	-	16,923
Downtown-other	Project Wide	Commissioning	n/a	-	55,087
Downtown-other	Project Wide	Service Contract	n/a	-	-
Potomac-dorms	Davis Hall	Lighting Retrofit	13.7	1,549	21,285
Potomac-dorms	Davis Hall	Lighting Controls	5.9	55	380
Potomac-dorms	Davis Hall	Water Conservation - manual flush	10.7	1,156	12,352
Potomac-dorms	Davis Hall	Base controls - Siemens	10.1	1,794	18,050
Potomac-dorms	Friend Hall	Lighting Retrofit	9.8	2,588	25,357
Potomac-dorms	Friend Hall	Water Conservation - manual flush	5.4	2,433	13,049
Potomac-dorms	Friend Hall	Base controls - Siemens	71.4	406	28,954
Potomac-dorms	Memorial Hall	Lighting Retrofit	11.0	1,891	17,511
Potomac-dorms	Memorial Hall	Base controls - Siemens	11.7	2,575	30,053
Potomac-dorms	Memorial Hall	HVAC system changeover valve	n/a	-	2,465
Potomac-dorms	Reynolds Hall	Lighting Retrofit	2.2	5,424	12,158
Potomac-dorms	Reynolds Hall	Water Conservation - manual flush	7.0	1,366	9,616
Potomac-dorms	Reynolds Hall	Base Controls - Siemens	22.1	1,238	27,355
Potomac-dorms	Reynolds Hall	HVAC system changeover valve	n/a	-	2,465
Potomac-dorms	University Place	Base Controls - Siemens	38.7	2,202	85,293
Potomac-dorms	University Place	Lighting retrofit - Dining Hall	2.4	1,130	3,710
Potomac-other	Academy	Lighting Retrofit	8.0	4,161	35,163
Potomac-other	Academy	Lighting Controls	5.0	1,054	5,495
Potomac-other	Academy	Water Management - manual flush	7.1	3,754	26,500
Potomac-other	Academy	Base controls - Siemens	24.2	4,206	101,580
Potomac-other	Academy	AHU-1 Mech Repairs	n/a	-	8,477
Potomac-other	Academy	AHU-2 Mech Repairs	n/a	-	2,043
Potomac-other	Administration	Lighting Retrofit	6.7	5,827	38,857
Potomac-other	Administration	Water Conservation	0.0	77	-
Potomac-other	Administration	Base controls - Siemens	14.7	5,752	84,844
Potomac-other	Lough Gym	Lighting Retrofit	11.5	3,996	45,951
Potomac-other	Lough Gym	Lighting Controls	4.6	278	1,273
Potomac-other	Lough Gym	Water Conservation - manual flush	11.7	1,867	21,999
Potomac-other	Lough Gym	Base controls - Siemens	22.1	2,027	44,843
Potomac-other	Shipper Library	Lighting Retrofit	6.4	2,046	17,189
Potomac-other	Shipper Library	Base controls - Siemens	10.5	4,113	43,048
Potomac-other	Shipper Library	MZ Unit-13 Mech Repairs	n/a	-	1,643
Potomac-other	McKee Arts	Lighting Retrofit	6.0	6,755	40,730
Potomac-other	McKee Arts	Base controls - Siemens	10.7	9,803	104,775
Potomac-other	McKee Arts	AHU-1 Mech Repairs	n/a	-	7,396
Potomac-other	McKee Arts	AHU-2 Mech Repairs	n/a	-	11,127
Potomac-other	McKee Arts	Chilled Water Mech Repairs	n/a	-	2,045
Potomac-other	Science Hall	Lighting Retrofit	9.0	7,813	70,677
Potomac-other	Science Hall	Occupancy Sensors Lighting	4.4	794	3,511
Potomac-other	Science Hall	Base Controls - Siemens	5.6	7,830	43,911
Potomac-other	Science Hall	Tower Duct Meter	5.2	1,358	7,110
Potomac-other	Science Hall	AHU-1 Mech Repairs	n/a	-	3,946
Potomac-other	Student Union	Lighting Retrofit	14.9	1,504	22,372
Potomac-other	Student Union	Lighting Controls	4.8	27	130
Potomac-other	Student Union	Water Conservation - manual flush	10.2	567	5,990
Potomac-other	Student Union	AHU-1 Mech Repairs	n/a	-	8,195
Potomac-other	Student Union	Base Controls - Siemens	11.9	1,756	20,970
Potomac-other	Athletic Field	Sewer duct	0.0	2,361	-
Potomac-other	Campus	Engineering & Development	n/a	-	83,560
Potomac-other	Campus	Performance Assurance	n/a	-	4,789
Potomac-other	Campus	Commissioning	n/a	-	25,101
HSC	Charleston	Lighting Retrofit	9.89	17,545	177,484
HSC	Charleston	Water Conservation - auto flush	11.05	5,484	60,728
HSC	Charleston	VAV/VSD Fan Conversion (AHU1)	2.38	11,781	30,347
HSC	Charleston	Vestibule Install	110.02	165	18,202
HSC	Charleston	Control Upgrades - ALC	10.61	3,253	34,519
HSC	Charleston	Install Window Fan	18.81	2,036	38,332
HSC	Charleston	Mechanical Repairs - AHU's (AHU1)	n/a	-	6,640
HSC	Charleston	Mechanical Repairs - Parim HW Loop	n/a	-	42,682
HSC	Charleston	Chiller Repair	n/a	-	28,457
HSC	Campus	Engineering and Development	n/a	-	35,096
HSC	Campus	Performance Assurance	n/a	-	4,958
HSC	Campus	Commissioning	n/a	-	9,875
		Total Campus Wide	11.88	788,118	8,194,642