



JOINT COMMITTEE  
ON GOVERNMENT & FINANCE  
**INTERIM BOOK**

Materials Distributed  
May 21, 2024



# Joint Committee on Government & Finance Interim Book

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May 2024

West Virginia Department of Economic Development  
Office of Broadband  
Report to the  
Joint Committee on Government and Finance

Prepared by the  
West Virginia Office of Broadband  
May 16, 2024

<https://broadband.wv.gov>

<https://internetforallwv.wv.gov>

## American Rescue Plan Act (ARPA) Funding

The West Virginia Legislature's allocation of State Local Fiscal Recovery Funds (SLFRF) and General Revenue funding provided a historic \$100 million investment for broadband development in West Virginia. This funding will complement West Virginia's allocation of funds through the Capital Projects Funds (CPF), also part of the American Rescue Plan Act (ARPA). West Virginia was among the first four states in the nation to receive approval from the U.S. Treasury for funding under the ARPA CPF program in June 2022. West Virginia received \$136 million in ARPA CPF funding to support broadband development.

The ARPA SLFRF and CPF broadband funding allocations represent a major transition to state-led broadband development through which states will oversee the investment of broadband funding. CPF funding, combined with the Legislature's allocation of SLFRF funding in the amount of \$90 million and General Revenue Funding in the amount of \$10 million, provides a combined total of \$236 million for broadband development in West Virginia under ARPA.

To carry out the Governor's Billion Dollar Broadband Strategy, the West Virginia Department of Economic Development, Office of Broadband, in coordination with the West Virginia Broadband Enhancement Council, developed and launched the West Virginia Broadband Investment Plan (WVBIP). The WVBIP is designed to:

- Leverage Private Investment
- Involve Local Governments
- Encourage Public-Private Partnerships
- Connect the Unconnected

The WVBIP includes three separate programs for projects that can be awarded funding from Capital Projects Fund or State and Local Fiscal Recovery Fund (SLFRF), each designed to meet West Virginia's broadband development needs through efficient utilization of state and federal funding streams. The programs were developed to align with ARPA rules and guidance and contain three well defined infrastructure grant initiatives.

Following Treasury guidelines, ARPA programs focus on last mile connections to locations without access to reliable wireline service of 25/3 Mbps. Deployed networks will deliver a minimum of 100/20 Mbps and are scalable to symmetrical 100 Mbps.

### ARPA Key Performance Indicators

Progress reports are collected from grantees and submitted to the U.S. Treasury on a quarterly basis. The WVDED has awarded 48 ARPA funded projects; however, Optimum has officially terminated its grant agreements for two projects: North Lincoln-Alum Creek and Greater Sissonville. Optimum has agreed to pursue connectivity to these project areas with private investments. The company has agreed to provide status updates to the WVDED bi-annually. Unserved and underserved locations initially included in Optimum's ARPA projects will be re-obligated and made eligible in the BEAD program. Internet Service Providers participating in BEAD will have the opportunity to include these locations in an application.

Total investment to date includes \$116 million in U.S. Treasury Capital Projects Funds and \$71 million in State Local Fiscal Recovery Funds. Private investment has exceeded \$71 million, for a total investment of \$259 million under West Virginia’s ARPA initiative. Below lists the project status for active projects in construction or those anticipated to go to construction this quarter:

- LEAD Citynet Green Valley Line Extension - **Complete**
- LEAD Comcast Brooke, Hancock, Marshall, Ohio Line Extension - **Construction**
- LEAD Comcast Cabell, Kanawha, Morgan, Putnam Line Extension - **Anticipated Quarter 2 of 2024**
- LEAD Prodigy North-Central Preston Extensions - **Construction**
- LEAD Prodigy West Preston-Valley District Extension - **Construction**
- LEAD Hardy Telecommunications - East Hardy Line Extension - **Complete**
- LEAD Citynet Shavers Fork, Helvetta, Crestview Line Extension - **Construction**
- LEAD Shentel North Fork - **Construction**
- LEAD Hardy Telecommunications - South Mill Creek Road Line Extension - **Anticipated Quarter 2 of 2024**
- LEAD Prodigy East Monongalia and East Preston Rural Broadband - **Construction**
- LEAD Prodigy Preston to Barbour Rural Expansion - **Anticipated Quarter 2 of 2024**
- MBPS Frontier Boone County - Turtle Creek - **Construction**
- MBPS Frontier West Mason - **Anticipated Quarter 2 of 2024**
- MBPS Citynet Thornton, Gladesville & Morgantown South - **Construction**
- MBPS Micrologic Randolph County MBPS - **Anticipated Quarter 2 of 2024**

#### **ARPA Project Dashboard**

To demonstrate awards announced under ARPA, the WVDED has created an interactive application for end users to learn more about project details. This dashboard is available at [broadband.wv.gov](https://broadband.wv.gov) and [ARPA Dashboard \(arcgis.com\)](https://arcgis.com).

#### **Infrastructure Investment and Jobs Act (IIJA) Broadband Programs**

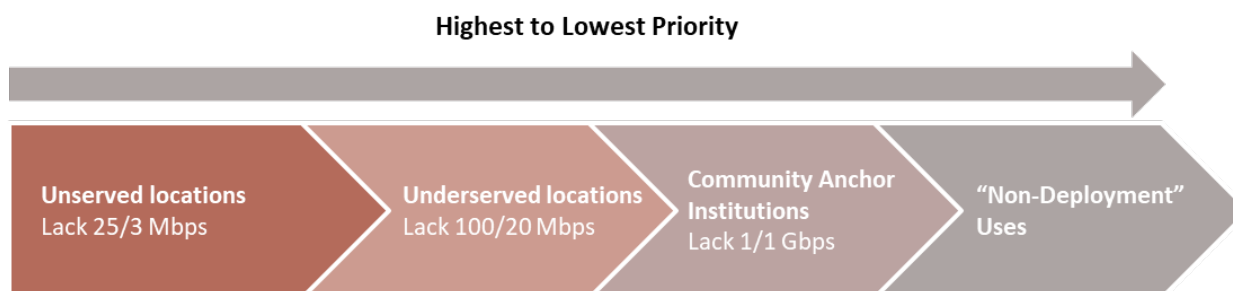
In June 2023, NTIA announced that West Virginia would be awarded \$1.2 billion in federal Broadband Equity, Access and Deployment (BEAD) funding for broadband development in West Virginia. BEAD is administered by the National Telecommunication and Information Administration (NTIA). This historic investment in broadband infrastructure and related digital inclusion efforts will support West Virginia’s universal broadband access vision:

### **West Virginia Vision for Digital Equity and BEAD**

Achieve universal broadband coverage and digital equity throughout the State through aggressive broadband deployment goals and a commitment to closing the digital divide through robust equity and inclusion initiatives.

The BEAD application requires several steps: a Five-Year Action Plan, Initial Proposal Volumes I and II, followed by a Final Proposal. Additionally, the BEAD Program requires states to coordinate efforts with Digital Equity planning, capacity building, and workforce development. West Virginia's Initial Proposal Volumes I and II will build upon the goals, objectives, and strategies outlined in West Virginia's BEAD Five-Year Action Plan.

As directed by NTIA, BEAD funding places the highest priority on expanding broadband to unserved locations, followed by underserved locations, community anchor institutions, and non-deployment uses.



West Virginia's broadband access gap is significant, and the State currently ranks near the bottom of broadband availability in the U.S.<sup>1</sup> As of December 31, 2022, Federal Communications Commission (FCC) data shows that only 65.3% of West Virginia's Broadband Serviceable Locations (BSLs) are classified as fully served.<sup>2</sup>

To be considered fully served, a BSL must have a terrestrial or licensed fixed wireless internet service provider that provides, or could easily provide, a minimum connection speed of 100/20 Mbps, with latency less than or equal to 100 milliseconds. Underserved locations are subsequently defined as BSLs with maximum speeds between 25/3 Mbps, and 100/20 Mbps. Finally, unserved locations are defined by the BEAD program as BSLs with speeds less than 25/3 Mbps.<sup>3</sup>

Unserved and underserved locations exclude those with existing enforceable federal, state, or local commitments to provide service.<sup>4</sup> Ongoing state and federal investments are projected to increase the number of connected BSLs, but there is still a long way to go to reach 100%.<sup>5</sup> This gap in broadband access impedes full participation in an increasingly digital society, preventing access to telemedicine, remote work, personal connections, and online news media, among other things. West Virginia's Five-Year Action Plan serves as a guide to achieve universal connectivity and close the digital divide.

**The IIJA includes three major programs:**

### **1. Broadband Equity, Access, and Deployment (BEAD) Program (\$42.5 billion)**

<sup>1</sup> West Virginia is 50<sup>th</sup> of 50 states, Washington, D.C., and Puerto Rico.

<sup>2</sup> West Virginia's broadband availability falls short; of all 50 states, the District of Columbia, and Puerto Rico, West Virginia ranks 50<sup>th</sup>. This number reflects residential broadband availability rankings; the FCC does not provide data for statewide combined residential, mixed-use, and non-residential rankings.

<sup>3</sup> <https://broadbandusa.ntia.doc.gov/sites/default/files/2022-05/BEAD%20NOFO.pdf>, p16 and p17

<sup>4</sup> NTIA, Notice of Funding Opportunity (NOFO) Broadband Equity, Access, and Deployment Program, <https://broadbandusa.ntia.doc.gov/sites/default/files/2022-05/BEAD%20NOFO.pdf>, p36

<sup>5</sup> Derived from calculations by WVDED. For more details, please see Section 3.1.

2. **State Digital Equity Act programs (Digital Equity Capacity Grant and Digital Equity Competitive Grant (\$2.75 billion))**
3. **Enabling Middle Mile Broadband Infrastructure Program (BIP)**

Each program is briefly detailed below:

1. **Broadband, Equity, Access, and Deployment (BEAD)**
  - a. The BEAD program provides funding for broadband planning, deployment, mapping, equity, and adoption activities.
  - b. On June 26, 2023, NTIA announced that West Virginia will receive \$1,210,800,969.15 in BEAD funding.
  - c. West Virginia’s Five-Year Action Plan is approved by NTIA. The plan is posted at [broadband.wv.gov](https://broadband.wv.gov).
  - d. **West Virginia was among the first states in the nation to gain NTIA approval of its Initial Proposal Volume 1.** The plan approval date of January 29, 2024, and is posted at [broadband.wv.gov](https://broadband.wv.gov).
    - e. **West Virginia was among the first states in the nation to begin its BEAD Challenge Process.** The process began on February 10 and concluded on April 14, 2024. A list of all challenged locations was publicly posted on at [broadband.wv.gov](https://broadband.wv.gov) on April 24, 2024.
    - f. West Virginia’s Initial Proposal Volume 2 was posted for a 30-day public comment period at <https://broadband.wv.gov/> through November 20, 2023. Following an extended period of curing and approval of revisions, NTIA announced approval of that state’s BEAD IPV II on April 25, 2024. **West Virginia was among the first states in the nation to achieve approval of Initial Approval Volume 2.**

#### Key Takeaways from the BEAD Planning Process

- WVDED is coordinating the deployment of BEAD funding with other existing broadband infrastructure programs in the State.
- Only 65% of broadband serviceable locations in West Virginia are served, according to NTIA’s definitions.
- **BEAD funding will support deployment to approximately 124,000 unserved and underserved locations. Adjustments from provider challenges, existing enforceable commitments, and areas newly served since the initial BEAD assessment reduced total eligible locations from the starting count of 167,965.**
- In addition to NTIA’s community anchor institution categories, WVDED will consider adding correctional and rehabilitation facilities, courthouses, job training centers, and senior centers because they facilitate greater use of broadband service by vulnerable populations.
- **To ensure “future-proof” broadband service, any location served through DSL will be considered “underserved” for the purposes of the BEAD program.**

#### Recent BEAD Benchmarks

- The BEAD Challenge Process began February 10, 2024, with a 30-day window for submission of challenges to location eligibility ending March 10, 2024. Challengers were required to register for submission using a Challenge Portal created via contract with Ready.net.

- The Rebuttal Submission window, during which registered entities can choose to respond or provide counter evidence to challenged locations, ran from March 11 to April 13, 2024.
- The Final Determination Evaluation phase of the Challenge Process will occur for 30 days from April 14, 2024. During this period, the Office of Broadband made final determinations to sustain or reject challenges, approaching completion of the final map of eligible BEAD locations.
- On March 11, 2024, WVDED posted Draft Target Areas for BEAD, or “BDC Fabric Locations”, for public review and comment through April 5. Five comments were received for review. These locations are subject to change.
- The Office of Broadband opened the BEAD Pre-application Phase and submission portal on March 18, initially for a period of 30 days. On May 9, 2024, WVDED announced the pre-application deadline was extended through May 30, 2024. WVDED has conducted three training sessions on the BEAD Pre-application Process, two virtual on February 29 and April 10, 2024, and one in-person on March 28, 2024, at the Robert H. Mollohan Research Center in Fairmont, WV.
- On May 3, 2024, WVDED held virtual Pre-application Office Hours to provide assistance and respond to the ongoing intake of questions and inquiries through an online BEAD question intake form available at [broadband.wv.gov](http://broadband.wv.gov).
- On May 8, 2024, the first of a series of four webinar and workshop events focusing on the full BEAD deployment funding applications took place. Registration details have been shared repeatedly via website postings and direct emails with potential ISP applicants, those who have registered to pre-apply, and other interested partners.

### Next Steps for BEAD

Since March 18, 2024, West Virginia has been collecting required Pre-applications, and preparing for the BEAD Application Phase through a slate of upcoming workshops and webinars:

## Important Dates

Event	Date
Office Hours	<del>May 3, 2024</del>
Webinar: Special Topics	<del>May 8, 2024</del>
Pre-Application Portal Closes	May 30, 2024
Onsite Workshop: Select Full App Topics	May 23, 2024
Onsite Workshop: GIS and Technical Considerations	June 6, 2024
Full Application Portal Opens*	June 2024
Webinar: Special Topics	June 12, 2024
Full Application Portal Closes	August 2024
Review and Final Proposal	
Late 2024	



## BEAD Pre-Application Phase Outreach Schedule

- March 14: WEBINAR— 9:30 am to 12 Noon; BEAD Pre-Application
- March 28: ONSITE WORKSHOP— (Fairmont, WV) The Robert H. Mollohan Research Center, I-79 Technology Park, 1000 Galliher Drive, Fairmont
- April 10: WEBINAR— 9:30 am to 12 Noon; BEAD Pre-Application
- May 8: WEBINAR — 9:30 am to 12 Noon: BEAD Full Application Workshop
- May 23: ONSITE WORKSHOP— (Charleston, WV) WV Regional Tech Park, Toyota Hall, South Charleston
- June 6: ONSITE WORKSHOP— (Morgantown, WV) WVU Erickson Alumni Center, 1 Alumni Drive, Morgantown
- June 12: WEBINAR— 9:30 am to 12 Noon: BEAD Full Application Workshop

Draft versions of BEAD Deployment Program Procedures are available at [broadband.wv.gov](http://broadband.wv.gov), subject to change pending final approval by NTIA. Significant coordination is also ongoing with partner funding agencies and existing funding sources to ensure that West Virginia maximizes use of available funds in partner with, or in complement with BEAD funding to maximize deployment efforts in the mission to **support deployment to the approximate 124,000 unserved and underserved locations that do not have existing enforceable commitments.**

## BEAD Non-Deployment

The West Virginia Office of Broadband has posted draft procedures for BEAD Non-Deployment Programs [broadband.wv.gov](http://broadband.wv.gov) including Workforce, Device Distribution, and Digital Navigator. While WVDED expects that BEAD funds will be available for these non-deployment programs, the final budget will not be known until funds are budgeted for BEAD deployment projects for all unserved and underserved locations statewide. To facilitate the efficient and impactful deployment of anticipated non-deployment activities, WVDED is pursuing Appalachian Regional Commission (ARC) funding to complement BEAD efforts to provide technical assistance to applicants, and to create and implement a Broadband Industry Career Exploration Program through the West Virginia Department of Education. Priorities are being refined and Workforce needs explored in part through the West Virginia Broadband Workforce Council, in particular through a Workforce Committee which is meeting quarterly.

## West Virginia's Digital Equity Program

The Digital Equity Act is a component of the Infrastructure Investment and Jobs Act (IIJA). The goal of the Digital Equity Act is to close the “digital divide” across the nation, ensuring that everyone has access to affordable, high-speed internet service, affordable digital devices, and the tools and training necessary to make full use of the internet’s benefits—all of which should be accessible to everyone, regardless of their background.

### West Virginia Vision for Digital Equity

Ensure that all West Virginians have the resources they need to participate in the digital world and achieve the economic benefits of digital equity

High quality, accessible, and affordable broadband is critical for a more just and equitable West Virginia, a healthier society, and an economy that offers opportunity for everyone. West Virginia's low rate of access to broadband, coupled with its demographic profile, creates many challenges for digital equity<sup>6</sup>:

1. 97% of West Virginians fall into one or more of the Digital Equity Act's targeted populations categories.
2. More than 35% of its citizens live in unserved or underserved areas as defined by the NTIA.<sup>7</sup>
3. West Virginia has the highest rate in the U.S. of individuals living in a rural area (90%).<sup>8</sup>

The Digital Equity Act contains three grant programs:

1. The Digital Equity Planning Grant (\$60 million)
2. The Digital Equity Capacity Grant (\$1.44 billion)
3. The Digital Equity Competitive Grant (\$1.25 billion)

### Digital Equity Planning Grant

West Virginia was allocated over \$700,000 to complete a State Digital Equity Plan. Grant funds were used to collect data, coordinate with partners and relevant stakeholders, and draft the plan. After a public comment period, multiple rounds of revisions, and two rounds of curing, the West Virginia Digital Equity Plan was completed and submitted to NTIA on December 14, 2023. **West Virginia's Plan was approved by NTIA on February 29, 2024—one of the first six states to be granted approval.** WVDED completed the remaining reports and requirements to close out the Digital Equity Planning Grant on April 26, 2024.

### Digital Equity Capacity Grant

On March 29, 2024, NTIA released the Notice of Funding Opportunity (NOFO) for the \$1.44 billion Digital Equity Capacity Grant Program. This grant program is for each state and territory to implement its Digital Equity Plan.

The first of three NOFOs under the program has **tentatively allocated over \$9 million to West Virginia to increase adoption of high-speed internet through affordability, digital skills training, and device access programs.** West Virginia's funding allocation was determined by its total population, percentage of covered populations, and lack of broadband availability and adoption compared to other states. **The Office of Broadband submitted the application DE Capacity Grant funding on May 15, well ahead of the May 28, 2024 deadline.**

With the official wind-down of the Affordable Connectivity Program (ACP), WVDED will be exploring new methods of ensuring affordability of high-speed internet service, including spreading awareness of existing affordable internet packages and other relevant consumer information.

WVDED will invest funds to support:

1. Digital Equity (DE) Plan Updates and Data Collection

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<sup>6</sup> NTIA defines digital equity as a condition in which all individuals and communities have the information technology capacity needed for full participation in our society, democracy, and economy. Digital equity is necessary for access to essential services, civic and cultural participation, employment, and lifelong learning.

<sup>7</sup> Calculated using National Broadband Availability Data provided by the Federal Communications Commission, available at <https://broadband477map.fcc.gov/#/data-download>.

<sup>8</sup> Ibid.

2. Grant Program Development, Implementation and Evaluation
3. Broadband Affordability Awareness.

WVDED will design three grant programs that empower local organizations to serve Covered Populations, as described in both the State’s DE Plan and BEAD Initial Proposal Volume II.

**Digital Skills Program:** WVDED is prioritizing implementation of the Digital Skills program to address a “lack of technical knowledge,” as identified in the DE Plan Needs Assessment. This program will leverage experienced West Virginia organizations to provide training and education to members of the Covered Populations on the use of digital tools, accessing online resources, and practicing safe and responsible online behavior.

**Local Digital Equity Planning:** This grant program will be available to local governments (e.g. municipal, county) to support the development of local Digital Equity plans. Successful plans will include strategies and key activities aligned with the State DE Plan so that subgrantees are prepared to secure implementation funding, such as the DE Competitive Grant Program.

**Pilot Device Program:** WVDED will pilot its Affordable Device Program to provide eligible residents with devices. The program, connected to skills training, will ensure participants have the technical assistance needed to operate their new devices. This program, targeted for low-income individuals as defined by the “Covered Households” category of the DEA, will be scaled in subsequent years based on the best practices learned from the pilot.

**DE Plan Updates and Data Collection:** WVDED will revise the State’s DE Plan, specifically regarding affordability activities, the Local DE Planning Program, and implementation timeline. Additionally, WVDED will continue to collect data and administer surveys to establish more precise baseline figures and subsequent monitoring of Key Performance Indicators (KPIs).

#### Highlights:

- a. The Digital Equity Capacity Grant Program is meant to fund implementation and revision of each state Digital Equity Plan ([https://broadbandusa.ntia.doc.gov/funding-programs/Digital\\_Equity\\_Capacity\\_Grant\\_Program](https://broadbandusa.ntia.doc.gov/funding-programs/Digital_Equity_Capacity_Grant_Program))
- b. NTIA announced the opening of the application period and released the Notice of Funding Opportunity (NOFO) on March 29, 2024. Applications from States are due by May 28, 2024.
- c. West Virginia has tentatively been allocated over \$9 million to carry out the State Digital Equity Plan for the next five years. Two more funding allocations will become available in 2025 and 2026.
- d. The Office of Broadband has completed the Capacity Grant application. The Program structure features three subgrant programs and data collection activities to annually update the State Digital Equity Plan.

#### Digital Equity Competitive Grant

The Digital Equity Competitive Grant Program will allocate \$1.25 billion to community anchor institutions, nonprofit organizations, and other types of organizations to implement digital inclusion projects. This will

be a five-year, annual grant program expected to open in Fall 2024. The West Virginia Office of Broadband will be spreading awareness and providing assistance to potential applicants.

### West Virginia Digital Equity Outreach

A core activity under the Digital Equity Planning Grant was data collection and public outreach. Through partnership with West Virginia's 11 Regional Planning and Development Councils (RPDCs), small-to-mid-sized listening sessions were held across the state with broad representation from members of covered populations and organizations that serve them. Under RPDC leadership, data was collected from residents at 145 events over a four-month period in 2023, with broad representation from members of covered populations and organizations that serve them. Most events were in-person listening sessions though paper and digital questionnaires were also utilized. A total of 1,967 West Virginians participated in the statewide listening sessions. More information about the listening sessions can be found in the State Digital Equity Plan on [broadband.wv.gov](https://broadband.wv.gov).

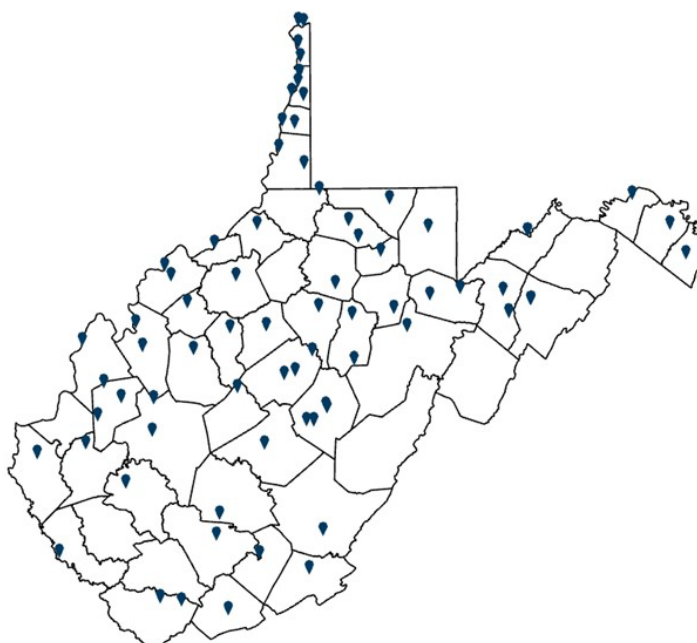
Figure 4: Non-exhaustive map of listening session locations

A statewide survey was also conducted to collect data on barriers to high-speed internet access and adoption in Summer 2023. An in-depth survey result report can also be found on [broadband.wv.gov](https://broadband.wv.gov).

### FCC Affordable Connectivity Program (ACP)

The Affordable Connectivity Program (ACP) helps ensure that households can afford the broadband by providing a discount of \$30 per month (\$75 for eligible households on tribal lands).

On January 11, 2024, the FCC announced that the program would officially wind-down due to a lack of continued funding for the program. An enrollment freeze took effect on February 8, 2024. **At the time of the enrollment freeze, over 128,000 West Virginia households were enrolled in the ACP.** The FCC determined that April 2024 would be the final month of the full \$30 benefit to enrolled households, with a partial benefit of \$14 in May 2024.



The West Virginia Broadband Enhancement Council and West Virginia Office of Broadband had widely promoted the ACP among West Virginia residents and partners organizations. Both websites prominently feature the Affordable Connectivity Program at <https://broadband.wv.gov/> and <https://internetforallwv.wv.gov/>. The West Virginia Office of Broadband received a \$400,000 grant from the FCC to promote the ACP through a media campaign and in-person awareness and enrollment assistance events. Due to the official wind-down and subsequent FCC guidance, the Office of Broadband ceased ACP promotional activities on February 2, 2024, and transitioned to spreading awareness of the program's end. **West Virginia households enrolled in the Affordable Connectivity Program are strongly encouraged to contact their service provider to confirm their service and billing details after the official end of the ACP.**

## JOINT COMMITTEE ON GOVERNMENT AND FINANCE

**(Speaker Hanshaw)**

April 14, 2024

5:00 p.m. – 6:00 p.m.

<b>Senate</b>	<b>House</b>
Blair, Chair	Hanshaw, Chair
Nelson	Criss
Takubo (absent)	Hornbuckle (absent)
Tarr	Householder
Trump	Howell
Weld (absent)	Phillips
Woelfel (absent)	Summers

**Speaker Hanshaw:** “...Chair will note for the record the presence of a quorum today for this meeting. Let's begin with the minutes of our January 7th meeting which are in your packets that have been distributed. So, if everyone will take a moment and familiarize yourself with that draft. Questions from any members about the draft set of minutes? No questions? Chair will recognize President Blair.”

**President Blair:** “Mr. Speaker, I move that the minutes for January the 7th, 2024, meeting of the Joint Committee on Government Finance as contained in the members packets, be approved.”

**Speaker Hanshaw:** “The President moves the draft of the January 7th, 2024, meeting minutes be approved as distributed. Is there discussion on the motion? If not, those in favor of adoption of the motion will please say aye, those opposed please say no, the ayes have it, that motion is adopted. Let's take our regular report on general and federal funds. Mr. Muchow, welcome back. I see you have new help with you.”

**Deputy Secretary Muchow:** “Yes, I do. I have somebody to...to make me do better. So, good addition to the...”

**Speaker Hanshaw:** “Well, welcome to both of you.”

**Deputy Secretary Muchow:** “Thank you. Mark Muchow, Department of Revenue, and here to talk about the March general revenue and March State Road Fund. Start with the General Revenue Fund. March was a very good month for state general revenues, we collected \$487.4 million dollars. The estimate was \$392.6 million, so we ended up 94...almost \$94.9 million above estimate. Compared to last year, we were down only 5.9%, that's...that would be one of our better months for the year. On the individual, for the...for the year to date, we've now collected \$4.068 billion, and the estimate was \$3.54 billion, that's \$522.9 million above estimate. Compared to last year, down 11.8%, but certainly the revenues for this year incorporate the 21 1/4% reduction in personal income tax and then the severance tax revenues, which were very high last year, have come back down to a more normal type level. On the individual components, I'll start with the sales tax. The sales tax in March, we collected \$147.2 million, that was almost \$5.6 million above estimate, 5.3% ahead of last year, which puts us...one of the better months for sales tax this year. Year to date, we've collected \$1.315 billion, that's \$23.7 million above estimate, 3.7% ahead of last year. Personal income tax we collected \$198.3 million in

March, the estimate was one hundred forty-nine and a half. That was our...our best performing component (...inaudible...) estimate we were \$48.8 million above estimate. We were only 1% below last year and I do mention that...you know...we passed some legislation a year or so ago involving elective pass-through entities, allowing them to pay tax on behalf of the individual owners. The annual return due date for most elective pass-through entities would be in March. So, you...a lot of annual payments came in March, whereas in previous years some of those payments may have come in April. Year to date on personal income tax \$1.635 billion, that's \$184.1 million above estimate, only 9.4% below last year, which is pretty good...21 1/4% tax cut is built in there. Moving down the list here, I'm going to go to the severance tax. We collected \$48.2 million in March, that was above estimate by \$26 million dollars. Compared to last year, down 43.2% which is a better performance than we've had in previous months. Year to date on severance, we're now at two hundred forty-seven and a half million compared to the estimate of \$222.3. So, severance is running \$25.2 million ahead of last year. Compared to previous year, we're down sixty-eight and a half percent. The severance numbers have gotten better in recent months, particularly compared to...to last year. Of course, last year in the second half of the year, the severance tax started to...to slow down a little bit and we're now comparing this year with a slower level of revenue last year. So, that helps...helps the numbers out a bit. Corporate income tax we collected \$15.4 million in March, that was \$6.9 million above estimate. It actually was a little bit lower than last year, but year to date corporate income tax...one of our best performing taxes...is almost \$259 million dollars. We're \$131.4 million above estimate and 11.2% ahead of last year. So, that's our double-digit growth component. I'll also mention insurance premium tax, the...the due date for

the latest installment of insurance premium tax is March 1st...because it's March 1st, some money comes in February, some money comes in March...and this particular year more money came in February, a little less money came in March but overall, the numbers were pretty good. Insurance premium tax we collected \$20.7 million, versus an estimate of \$23.7, that was \$3 million below estimate and 10% below last year but moving to the year-to-date numbers, we've collected almost eighty-nine and a half million for general revenue, versus an \$85.4 million estimate, that's a little over \$4 million above estimate, and 8% ahead of last year. So, that's also doing well and I...I do note that there are some folks that are concerned about volunteer fire departments. Volunteer fire departments receive some insurance premium taxes. So, when the insurance premium tax grows, volunteer fire departments will receive additional money when it grows. So, their numbers this year should be up compared to last year. I will move to the State Road Fund unless there is any questions on the General Revenue Fund?"

**Speaker Hanshaw:** "...just a moment. Questions of Mr. Muchow? All right, let's go ahead and take the road fund then."

**Deputy Secretary Muchow:** "Okay, the road fund I'm mainly going to talk about the revenues this year compared to last year because the revenue estimates have been updated two different times, but I will mention that in March, the overall collections including federal reimbursement were \$129.1 million. The estimate was 171, so it's technically \$42 million below estimate, but that's because of a huge revision upward by DOT in their estimate of federal funds received. On the federal funds received in March, we had forty-five and a half million dollars compared to \$62.2 million last year. So, it was a little less than last year on...on federal funds received, but for the year to date on federal



funds received, 500 and...almost \$577 million dollars, which is 19.4% ahead of last year. So, we're going to...we're still on pace for a record year for federal reimbursements. On the state components, the...the motor fuel tax in March, we collected \$28.8 million, that was a little bit below estimate, about \$800,000 below estimate. Year to date we've collected \$325.8 million, which is about \$9 million below estimate but 2% ahead of last year. So, we've still collected more than last year and by the year end we should be pretty much on...on the estimate for the fuel tax. Registration fees we collected \$11.9 million in March, that was 10.2% less than last March. For the year to date, total collections on license and registration fees are \$89.8 million, which is 7.6% below last year. Motor vehicle sales tax, when...when interest rates rise, that tends to slow down big...big ticket items in terms of discretionary spending, and also the other factor is used cars prices which were very high a year or two ago...used car prices have come down. So, lower prices mean lower sales tax, higher interest rates mean a little bit less sales tax on motor vehicles as well. In March we collected \$23.6 million, the...that was down 19 and 1/2% from last year when we collected \$29.3 million. For the year to date, we collected \$230.5 million, which is still about \$2.3 million above the revised estimate, but it's about 2 1/2% below last year's collection levels and... and then the miscellaneous line...year to date, we've collected \$229.4 million versus \$167.5 million last year, and the biggest item there is...in both years...is a \$150 million appropriation from the legislature for...for both years. So, with that I'll open up to any questions you might have.”

**Speaker Hanshaw:** “Okay. Questions from any member about either of the presentations? No? Okay. Mr. Muchow, thank you very much.”

**Deputy Secretary Muchow:** “Thank you.”

**Speaker Hanshaw:** “All of the remainder of the periodic reports that we receive are presented for review by the members in the packets today. So, at this time, the chair will ask if there is interest from any member in bringing any representative of any of the various reports contained in the packet today for further explanation? If there's not, I'll recognize the President.”

**President Blair:** “Mr. Speaker, I move we adjourn.”

**Speaker Hanshaw:** “President's motion is that the meeting adjourn. Those in favor will please say aye, those opposed please say no. The ayes have it, we are adjourned. Thank you.”

# WEST VIRGINIA LEGISLATURE

*Office of the Legislative Auditor*



*Budget Division  
Building 1, Room 314-West Wing  
1900 Kanawha Blvd. East  
Charleston, WV 25301*

*304-347-4870*

May 17, 2024

## Executive Summary WV Lottery, Unemployment Trust, General Revenue and State Road Fund

- West Virginia Lottery as of April 30, 2024  
Gross profit as of April 30, 2024, was \$501.1 million. Gross profit as of April 30, 2023, was \$508.5 million.
- West Virginia Unemployment Compensation Fund as of March 31, 2024  
Total disbursements were \$52.9 million higher than in fiscal year 2023. Overall ending trust fund balance was \$15.7 million higher on March 31, 2024, than on March 31, 2023.
- General Revenue Fund as of April 30, 2024  
The general revenue collections ended the tenth month of fiscal year 2024 at 116% of the estimate for the year. Total collections were \$637.5 million above the estimate for the fiscal year.
- State Road Fund as of April 30, 2024  
The road revenue collections ended the tenth month of fiscal year 2024 at 104% of the estimate for the year. Total collections were \$41.2 million above the estimate for the fiscal year.

WEST VIRGINIA LEGISLATURE  
*Office of the Legislative Auditor*



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

MEMORANDUM

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

From: William Spencer, CPA  
Director, Budget Division  
Legislative Auditor's Office

Date: May 17, 2024

Re: Review of West Virginia Lottery Financial Information  
As of April 30, 2024

We performed an analysis of the Statement of Revenues, Expenses and Changes in Fund Net Position for April 30, 2024, from monthly unaudited financial reports furnished to our office by the West Virginia Lottery Commission. The results are as follows:

**Lottery Revenues:**

Gross lottery revenues are receipts from on-line games, instant games, table games and video lottery. These gross receipts totaled \$1.1 billion for July - April of fiscal year 2024. Table games accounted for \$27.5 million of this total. Historic Resort Hotel video lottery accounted for \$5.4 million of total gross receipts. Gross lottery revenue has decreased by \$26.7 million, or -2.4%, when compared with July - April of fiscal year 2023. This number does not include commission and prize deductions. Gross profit (gross revenues minus commissions and prize costs) for July - April 2024 was \$501.1 million; for July - April 2023, it was \$508.5 million. Expressed as a percentage, gross

## Lottery continued

profit is 1.5% lower for fiscal year 2024 than for fiscal year 2023.

**Operating Transfers to the State of West Virginia:**

A total of \$481,789,000.00 has been accrued to the state of West Virginia for fiscal year 2023-2024. 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:

**State Lottery Fund**

Bureau of Senior Services	\$79,479,000.00
Community and Technical College	\$4,998,000.00
Department of Education	\$14,386,000.00
Library Commission	\$11,514,000.00
Higher Education-Policy Commission	\$7,430,000.00
Tourism	\$6,956,000.00
General Revenue	\$35,000,000.00
Department of Natural Resources	\$3,779,000.00
Division of Culture and History	\$4,284,000.00
Economic Development Authority	\$9,993,000.00
School Building Authority	\$18,000,000.00
<b><u>SUBTOTAL BUDGETARY TRANSFERS</u></b>	<b>\$195,819,000.00</b>

## Lottery continued

**Excess Lottery Fund**

Economic Development Fund	\$21,019,000.00
Higher Education Improvement Fund	\$15,000,000.00
General Purpose Fund	\$63,137,000.00
Education Improvement Fund	\$28,169,000.00
State Park Improvement Fund	\$1,461,000.00
School Building Authority	\$18,963,000.00
Refundable Credit	\$9,213,000.00
WV Racing Commission	\$2,744,000.00
WV DHHR	\$00.00
Teacher's Retirement Savings	\$00.00
Department of Education	\$00.00
Division of Human Services	\$17,000,000.00
WV Lottery Statutory Transfers	\$59,274,000.00
Economic Development Authority	\$4,392,000.00
General Revenue Fund	\$71,000,000.00
Office of Technology	\$00.00
Excess Lottery Surplus	\$00.00
WV Infrastructure Council Fund	\$44,854,000.00
<b>Total State Excess Lottery Revenue Fund</b>	<b>\$356,226,000.00</b>

Total Budgetary Distributions:	\$552,045,000.00
Veterans Instant Ticket Fund	\$462,000.00
Pension Plan	\$00.00

Lottery continued

<b>TOTAL TRANSFERS</b>	<b>\$552,507,000.00</b>
------------------------	-------------------------

\* CASH BASIS

Total Accrued last FY 2023:	\$252,394,000.00
Total Cash Distributions FY 2024:	\$552,507,000.00
Applied to FY 2023:	\$252,394,000.00
Applied to FY 2024:	\$300,113,000.00
Accrued for FY 2024 as of Apr 30:	\$181,676,000.00



P.O. BOX 2067  
CHARLESTON, WV 25327

JOHN A. MYERS  
DIRECTOR

PHONE: 304.558.0500  
wvlottery.com

**MEMORANDUM**

TO: Joint Committee on Government and Finance

FROM: John A. Myers, Director

A handwritten signature in blue ink that reads "John A. Myers".

RE: Monthly Report on Lottery Operations  
Month Ending April 30, 2024

DATE: May 16, 2024

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

Financial statements of the Lottery for the month ending April 30, 2024 are attached. Lottery revenue, which includes on-line, instant, video lottery sales, table games, and historic resort, sports wagering, and interactive gaming was \$107,748,216 month of April.

Transfers of lottery revenue totaling \$43,070,269 made for the month of April to the designated state agencies per Senate Bill 160, 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 12 on pages 20 and 21 of the attached financial statements.

The number of traditional and limited retailers active as of April 30, 2024 was 1,517 and 1,193 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.

JAM  
Attachment

pc: Honorable Jim Justice, Governor  
Larry Pack, Acting Cabinet Secretary – Dept. of Revenue  
Riley Moore, Treasurer  
J. B. McCuskey, Auditor  
Members of the West Virginia Lottery Commission



**WEST VIRGINIA LOTTERY**

**STATE OF WEST VIRGINIA**

**FINANCIAL STATEMENTS  
-UNAUDITED-**

**April 30, 2024**

**WEST VIRGINIA LOTTERY****TABLE OF CONTENTS**

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**WEST VIRGINIA LOTTERY**  
**STATEMENT OF NET POSITION**  
(In Thousands)  
-Unaudited-

ASSETS	April 30, 2024	June 30, 2023
Current Assets:		
Cash and cash equivalents	\$ 207,790	\$ 288,680
Accounts receivable	43,600	35,255
Inventory	1,204	1,228
Other assets	211	1,407
Total Current Assets	<u>252,805</u>	<u>326,570</u>
Capital assets	63,841	63,256
Less accumulated depreciation and amortization	<u>(23,261)</u>	<u>(21,847)</u>
Net Capital Assets	<u>40,580</u>	<u>41,409</u>
Total Noncurrent Assets	<u>40,580</u>	<u>41,409</u>
Total Assets	<u>\$ 293,385</u>	<u>\$ 367,979</u>
Deferred outflows of resources	<u>\$ 2,340</u>	<u>\$ 2,340</u>
Total assets and deferred outflows	<u>\$ 295,725</u>	<u>\$ 370,319</u>
Current Liabilities:		
Accrued nonoperating distributions to the State of West Virginia	\$ 181,676	\$ 252,394
Estimated prize claims	19,912	18,081
Accounts payable	1,737	3,672
Other accrued liabilities	<u>30,204</u>	<u>33,976</u>
Total Current Liabilities	<u>233,529</u>	<u>308,123</u>
Deferred inflows	<u>\$ 766</u>	<u>766</u>
Net Position:		
Net Investment in capital assets	40,580	41,409
Unrestricted	<u>20,850</u>	<u>20,021</u>
Total Net Position	<u>61,430</u>	<u>61,430</u>
Total net position, liabilities, and deferred inflows	<u>\$ 295,725</u>	<u>\$ 370,319</u>

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

**WEST VIRGINIA LOTTERY**  
**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION**  
**FOR THE TEN MONTH PERIOD ENDED APRIL 30, 2024**

(In Thousands)

-Unaudited-

	CURRENT MONTH		YEAR TO DATE	
	FY 2024	FY 2023	FY 2024	FY 2023
Lottery revenues				
On-line games	\$ 7,639	\$ 5,521	\$ 82,638	\$ 81,952
Instant games	15,104	13,443	139,126	144,692
Racetrack video lottery	37,152	42,964	393,206	415,342
Limited video lottery	41,738	42,117	407,784	411,397
Table games	2,811	2,881	27,549	29,294
Historic resort	289	598	5,370	5,332
Sports Wagering	395	291	4,568	4,660
Interactive Wagering	2,619	1,942	23,014	17,273
	<u>107,747</u>	<u>109,757</u>	<u>1,083,255</u>	<u>1,109,942</u>
Less commissions				
On-line games	529	383	5,776	5,733
Instant games	1,057	941	9,738	10,128
Racetrack video lottery	17,658	20,705	206,081	216,805
Limited video lottery	20,451	20,637	199,814	201,584
Table games	1,195	1,225	11,736	12,451
Historic resort	151	285	2,717	2,683
	<u>41,041</u>	<u>44,176</u>	<u>435,862</u>	<u>449,384</u>
Less on-line prizes	3,730	2,683	40,199	41,771
Less instant prizes	10,344	9,191	95,139	98,644
Less ticket costs	145	322	1,639	1,860
Less vendor fees and costs	872	963	9,354	9,832
	<u>15,091</u>	<u>13,159</u>	<u>146,331</u>	<u>152,107</u>
Gross profit	<u>51,615</u>	<u>52,422</u>	<u>501,062</u>	<u>508,451</u>
Administrative expenses				
Advertising and promotions	420	246	4,537	4,916
Wages and related benefits	1,136	1,027	10,921	9,772
Telecommunications	119	79	622	634
Contractual and professional	996	1,043	9,344	9,642
Rental	12	26	197	242
Depreciation and amortization	141	141	1,414	1,404
Other administrative expenses	164	106	2,204	2,108
	<u>2,988</u>	<u>2,668</u>	<u>29,239</u>	<u>28,718</u>
Other Operating Income	<u>5,449</u>	<u>5,328</u>	<u>9,646</u>	<u>9,402</u>
Operating Income	<u>54,076</u>	<u>55,082</u>	<u>481,469</u>	<u>489,135</u>
Nonoperating income (expense)				
Investment income	912	852	11,564	7,196
Distributions to municipalities and counties	(818)	(825)	(7,992)	(8,063)
Distributions -capital reinvestment	(847)	(891)	(3,252)	(3,623)
Distributions to the State of West Virginia	(53,323)	(54,218)	(481,789)	(484,645)
	<u>(54,076)</u>	<u>(55,082)</u>	<u>(481,469)</u>	<u>(489,135)</u>
Net income	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position, beginning of period	61,430	60,896	61,430	60,896
Net position, end of period	<u>\$ 61,430</u>	<u>\$ 60,896</u>	<u>\$ 61,430</u>	<u>\$ 60,896</u>

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

**WEST VIRGINIA LOTTERY**  
**STATEMENTS OF CASH FLOWS**  
**FOR THE TEN MONTH PERIOD ENDED APRIL 30, 2024**

(In Thousands)  
- Unaudited -

	2024	2023
Cash flows from operating activities:		
Cash received from customers and other sources	\$ 1,084,556	\$ 1,108,566
Cash payments for:		
Personnel costs	(10,921)	(9,772)
Suppliers	(17,942)	(18,239)
Other operating costs	(577,859)	(600,289)
Cash provided by operating activities	<u>477,834</u>	<u>480,266</u>
Cash flows from noncapital financing activities:		
Nonoperating distributions to the State of West Virginia	(552,507)	(537,670)
Distributions to municipalities and counties	(7,965)	(8,000)
Distributions to racetrack from racetrack cap. reinv. fund	(9,231)	(8,714)
Cash used in noncapital financing activities	<u>(569,703)</u>	<u>(554,384)</u>
Cash flows from capital and related financing activities:		
Purchases of capital assets	<u>(585)</u>	<u>(734)</u>
Cash flows from investing activities:		
Investment earnings received	<u>11,564</u>	<u>7,196</u>
Cash provided by investing activities	<u>11,564</u>	<u>7,196</u>
Increase (decrease) in cash and cash equivalents	(80,890)	(67,656)
Cash and cash equivalents - beginning of period	<u>288,680</u>	<u>281,709</u>
Cash and cash equivalents - end of period	\$ <u><u>207,790</u></u>	\$ <u><u>214,053</u></u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 481,469	\$ 489,135
Adjustments to reconcile operating income to cash provided by operating activities:		
Depreciation and amortization	1,414	1,404
Changes in operating assets and liabilities:		
(Increase) decrease in accounts receivable	(8,345)	(10,778)
(Increase) decrease in inventory	24	48
(Increase) decrease in other assets	1,196	60
Increase (decrease) in estimated prize claims	1,831	2,049
Increase (decrease) in accounts payable	(1,935)	(384)
Increase (decrease) in other accrued liabilities	2,180	(1,268)
Cash provided by operating activities	\$ <u><u>477,834</u></u>	\$ <u><u>480,266</u></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; Mega Millions®, a multi-state “jackpot” game; Cash25 “lotto” game; Daily 3 and 4 “numbers” games; and Travel, a daily “keno” game. Revenue is recognized when the agent sells the tickets to the public. Prize expense is recognized on the basis of actual drawing results.

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

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

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

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

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

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

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

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

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

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

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

**COMPENSATED ABSENCES** – The Lottery has accrued \$807,352 and \$755,071 at June 30, 2023 and 2022, respectively, for estimated obligations that may arise in connection with compensated absences for vacation at the current rate of employee pay. Employees fully vest in all earned but unused vacation. To the extent that accumulated sick leave is expected to be converted to benefits on termination or retirement, the Lottery participates in another postemployment benefits plan.



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

**NOTE 2 - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)**

**NET POSITION** – Net position is presented as restricted, unrestricted and net investment 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 position are available, restricted resources are applied first.

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

**NOTE 3 - CASH AND CASH EQUIVALENTS**

At April 30, 2024 the carrying amounts of deposits (overdraft) with financial institutions were \$426 thousand with a bank balance (overdraft) of \$509 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):

	April 30, 2024	June 30, 2023
Deposits with financial institutions	\$ 426	\$ 458
Cash on hand at the Treasurer's Office	3,440	13,834
Investments with BTI reported as cash equivalents	203,924	274,388
	\$ 207,790	\$ 288,680

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

**WEST VIRGINIA LOTTERY**  
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**NOTE 4 – CAPITAL ASSETS**

A summary of capital asset activity for the month ended April 30, 2024 is as follows (in thousands):

Capital Assets:

	Historical Cost At June 30, 2023	Additions	Deletions	Historical Cost At April 30, 2024
Construction in Progress	2,152	585	-	2,737
Buildings	48,243	-	-	48,243
Land	1,681	-	-	1,681
Equipment	11,180	-	-	11,180
	<u>\$ 63,256</u>	<u>\$ 585</u>	<u>\$ -</u>	<u>\$ 63,841</u>
Accumulated Depreciation:				
	Historical Cost At June 30, 2023	Additions	Deletions	Historical Cost At April 30, 2024
Buildings	\$ 12,631	\$ 1,028	\$ -	\$ 13,659
Equipment	9,216	386	-	9,602
	<u>\$ 21,847</u>	<u>\$ 1,414</u>	<u>\$ -</u>	<u>\$ 23,261</u>

**NOTE 5 - PARTICIPATION IN THE MULTI-STATE LOTTERY**

The Lottery is a member of the Multi-State Lottery (MUSL), which operates the semi-weekly POWERBALL® jackpot lotto game, the LOTTO AMERICA® 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, Lotto America, 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®, LOTTO AMERICA®, 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 April 30, 2024 and fiscal year-to-date is as follows:

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

<u>Revenues</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 3,972,850	\$ 38,970,528
Lotto America	438,219	4,554,763
Mega Millions	1,324,009	19,804,015
Total	\$ 5,735,078	\$ 63,329,306

<u>Expenses (Prizes)</u>	<u>Month</u>	<u>Y-T-D</u>
Powerball	\$ 1,994,400	\$ 19,498,917
Lotto America	219,109	2,277,450
Mega Millions	662,008	9,879,196
Total	\$ 2,875,517	\$ 31,655,563

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

	<u>PowerBall</u>	<u>Lotto America</u>	<u>Mega Millions</u>
Required Contribution (% of sales)	2%	3%	1%
Reserve Fund Cap	\$132,000,000	\$12,000,000	\$110,000,000

At April 30, 2024, the Lotteries share of the prize reserve fund balances were as follows:

<u>Game</u>	<u>Total Prize Reserve</u>	<u>Lottery Share</u>
Powerball	\$ 126,934,265	\$ 1,137,958
Lotto America	8,854,039	681,521
Mega Millions	101,626,862	766,957
Total	\$ 237,415,166	\$ 2,586,436

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

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

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 \$19,017,628 at April 30, 2024, of which the Lottery's share was \$211,489.

**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 and has been amended again by HB 101 as passed during the first extraordinary session of 2014. For a complete summary of the impacts of HB 101, see Note 11 titled "Summary Impact of Recent Legislation." 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 (46.5%); other private entities associated with the racing industry (8.7%); and the local county and municipal governments (2%). The remaining revenues (42.8%) 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 11 titled "Nonoperating Distributions to the State of West Virginia."

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

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

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

After deduction of the surcharge, 49% of net terminal revenue is allocated in lieu of commissions to: the racetracks (42%); other private entities associated with the racing industry (5%); and the local county and incorporated municipality governments (2%).

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

The remaining net terminal revenue (51%) is allocated for distribution to the State as specified in the Racetrack Video Lottery Act or subsequent State budget, as described in Note 12.

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.

A summary of racetrack video lottery revenues for the month ended April 30, 2024 and fiscal year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2024	2023	2024	2023
Total credits played	\$ 445,682	\$ 500,584	\$ 4,641,053	\$ 4,828,912
Credits (prizes) won	(401,634)	(450,228)	(4,177,375)	(4,341,735)
Promotional credits played	(6,896)	(7,392)	(70,472)	(71,835)
Gross terminal income	37,152	42,964	393,206	415,342
Administrative costs	(588)	(774)	(12,382)	(12,800)
Net Terminal Income	36,564	42,190	380,824	402,542
Less distribution to agents	(17,658)	(20,705)	(206,081)	(216,805)
Racetrack video lottery revenues	<u>\$ 18,906</u>	<u>\$ 21,485</u>	<u>\$ 174,743</u>	<u>\$ 185,737</u>

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

	April 30, 2024	Year-to-Date
State Lottery Fund	\$ 4,233	\$ 90,355
State Excess Lottery Revenue Fund	13,858	81,504
Capital Reinvestment Fund	815	2,884
Total nonoperating distributions	<u>\$ 18,906</u>	<u>\$ 174,743</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

**WEST VIRGINIA LOTTERY**  
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**NOTE 7 - LIMITED VIDEO LOTTERY (continued)**

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. This percentage is 50 percent. 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 April 30, 2024 and fiscal year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2024	2023	2024	2023
Total credits played	\$ 556,158	\$ 556,406	\$ 5,430,633	\$ 5,439,286
Credits (prizes) won	(514,420)	(514,289)	(5,022,849)	(5,027,889)
Gross terminal income	\$ 41,738	\$ 42,117	\$ 407,784	\$ 411,397
Administrative costs	(835)	(842)	(8,156)	(8,228)
Gross Profit	40,903	41,275	399,628	403,169
Commissions	(20,451)	(20,637)	(199,814)	(201,584)
Municipalities and Counties	(818)	(825)	(7,992)	(8,063)
Limited video lottery revenues	<u>\$ 19,634</u>	<u>\$ 19,813</u>	<u>\$ 191,822</u>	<u>\$ 193,522</u>

**NOTE 8 – TABLE GAMES**

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

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

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

**WEST VIRGINIA LOTTERY**  
**NOTES TO FINANCIAL STATEMENTS**  
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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 Excess Lottery Revenue Fund.

The cash transferred to the State Excess Lottery Revenue Fund in the current month is included in Note 12- Nonoperating Distributions to the State of West Virginia. The table games adjusted gross receipts for the month and year ended April 30, 2024, were \$8,031,164 and \$78,710,105, respectively. The following table shows the month and year totals of the privilege tax and the accrued distributions (in thousands) to be transferred in the subsequent month:

	Current Month		Year-to-Date	
	2024	2023	2024	2023
Table Games Privilege Tax	\$ 2,811	\$ 2,881	\$ 27,549	\$ 29,294
Interest on Table Games Fund	20	19	261	162
Administrative costs	(241)	(247)	(2,361)	(2,511)
Total Available for Distribution	<u>2,590</u>	<u>2,653</u>	<u>25,449</u>	<u>26,945</u>
<u>Less Distributions:</u>				
Racetrack Purse Funds	181	185	1,771	1,883
Thoroughbred & Greyhound Development Funds	144	148	1,417	1,507
Racing Association Pension Plan	71	73	703	743
Municipalities/ Counties	799	819	7,845	8,318
Total Distributions	<u>1,195</u>	<u>1,225</u>	<u>11,736</u>	<u>12,451</u>
Excess Lottery Fund	<u>\$ 1,395</u>	<u>\$ 1,428</u>	<u>\$ 13,713</u>	<u>\$ 14,494</u>

**WEST VIRGINIA LOTTERY**  
**NOTES TO FINANCIAL STATEMENTS**  
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**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 historic resort hotel.

A summary of historic resort hotel video lottery revenues for the month ended April 30, 2024 and fiscal year-to-date follows (in thousands):

	Current Month		Year-to-Date	
	2024	2023	2024	2023
Total credits played	\$ 3,882	\$ 5,179	\$ 47,446	\$ 53,997
Credits (prizes) won	(3,611)	(4,743)	(43,037)	(49,625)
Promotional credits played	(66)	(80)	(835)	(852)
Gross terminal income	205	356	3,574	3,520
Capital reinvestment	(9)	(17)	(168)	(165)
Excess Lottery Fund	(2)	(3)	(32)	(32)
Administrative costs	(11)	(19)	(193)	(190)
Hotel commissions	(87)	(150)	(1,512)	(1,489)
Net terminal income	96	167	1,669	1,644
Historic Resort Hotel Fund	61	107	1,061	1,046
Human Resource Benefit Fund	35	60	608	598



**WEST VIRGINIA LOTTERY**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 9 – HISTORIC RESORT HOTEL (continued)**

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 ended April 30, 2024 were \$239,111 and \$5,130,769 respectively.

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

	<u>2024</u>	<u>2023</u>	<u>2024</u>	<u>2023</u>
Table games privilege tax	\$ 84	\$ 242	\$ 1,796	\$ 1,812
Administrative Costs	(11)	(31)	(231)	(233)
Total Available for Distribution	73	211	1,565	1,579
Historic Resort Hotel Fund	61	176	1,308	1,320
Human Resource Benefit Fund	12	35	257	259

Historic Resort Hotel Fund

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

- 1) Eighty-six percent (86%) is paid to the State Excess Lottery Revenue Fund;
- 2) Four percent (4%) is paid to the county where the gaming facility is located;
- 3) Two and one-half percent (2.5%) is paid to the municipality where the gaming facility is located as prescribed by statute;
- 4) 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;
- 5) 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;
- 6) 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	\$ 61	\$ 1,061
Historic Resort Table Games	61	1,308
Interest on Historic Resort Hotel Fund	4	62
Historic Resort Hotel Fund Net Income	126	2,431
Municipalities/ Counties	17	340
Excess Lottery Fund	109	2,091
Total Distributions	<u>\$ 126</u>	<u>\$ 2,431</u>

**WEST VIRGINIA LOTTERY**  
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**NOTE 10– SPORTS WAGERING**

Sports Wagering legislation passed in 2018 per Senate Bill 415. Each racetrack and historic resort hotel licensee is subject to a privilege tax of ten percent (10%) of adjusted gross wagering receipts which will be deposited weekly into the Sports Wagering Fund.

From the privilege tax deposited into the Sports Wagering Fund, the Commission, on a monthly basis shall:

Retain 15% for administrative expenses of which any surplus in excess of \$250,000 shall be reported to the Joint Committee on Government and Finance and remitted to the State Treasurer.

After the reduction for administrative expenses, the net profit shall be deposited into the State Lottery Fund until a total of \$15 million is deposited. The remainder of net profit shall be deposited into the Public Employees Insurance Agency Financial Stability Fund.

The Sports Wagering adjusted gross wagering receipts for the month and year-to-date periods ended April 30, 2024 were \$3,950,644 and \$45,675,839, respectively. 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	
	2024	2023	2024	2023
Sports Wagering Privilege Tax	\$ 395	\$ 291	\$ 4,568	\$ 4,660
Interest on Sports Waging Fund	-	-	-	-
Administrative Costs	(59)	(43)	(685)	(699)
Total Available for Distribution	336	248	3,883	3,961

**WEST VIRGINIA LOTTERY**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 11– INTERACTIVE WAGERING**

Interactive Wagering legislation passed in 2019 per House Bill 2934. Each racetrack and historic resort hotel licensee is subject to a privilege tax of fifteen percent (15%) of adjusted gross interactive gaming receipts which will be deposited weekly into the Interactive Wagering Fund.

From the privilege tax deposited into the Interactive Wagering Fund, the Commission, on a monthly basis shall:

Retain 15% for administrative expenses of which any surplus in excess of \$250,000 shall be reported to the Joint Committee on Government and Finance and remitted to the State Treasurer.

In each fiscal year, the Lottery Commission shall deposit one-quarter of a percent of the net profit into each of the four special funds established by the Racing Commission, pursuant to §29-22A-10 and §29-22C-27 to be used for payment into the pension plan for the employees of the licensed racing associations in this state.

After the reduction for administrative expenses and the pension plans for the racing associations, the net profit shall be deposited into the State Lottery Fund.

The Interactive Wagering adjusted gross interactive gaming receipts for the month and year-to-date periods ended April 30, 2024 were \$17,463,314 and \$153,429,091 respectively. 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	
	2024	2023	2024	2023
Interactive Wagering Privilege Tax	\$ 2,619	\$ 1,942	\$ 23,014	\$ 17,273
Interest on Interactive Wagering Fund	34	22	467	159
Administrative Costs	<u>(393)</u>	<u>(291)</u>	<u>(3,452)</u>	<u>(2,591)</u>
Total Available for Distribution	2,260	1,673	20,029	14,841

A summary of Interactive Gaming Fund related distributions is as follows (in thousands):

	Current Month	Year-to-Date
Pensions	23	200
Lottery Fund	2,237	19,829
Total Distributions	<u>\$ 2,260</u>	<u>\$ 20,029</u>

**WEST VIRGINIA LOTTERY**  
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**NOTE 12- 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, 2024 the State Legislature budgeted \$144,069,148 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 \$6,537,211 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. For the month ended April 30, 2024 the Lottery has accrued additional distributions of \$181,675,670. The Lottery is a non-appropriated state agency and therefore does not have a legally adopted annual budget.

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

<u>BUDGETARY DISTRIBUTIONS</u>	<u>April 30, 2024</u>	<u>Year-to-Date</u>
<u>State Lottery Fund:</u>		
Community and Technical College	\$ 500	\$ 4,998
Bureau of Senior Services		79,479
Department of Education		14,386
Library Commission		11,514
Higher Education-Policy Commission		7,430
Tourism		6,956
General Revenue		35,000
Natural Resources		3,779
Division of Culture & History		4,284
Economic Development Authority	999	9,993
School Building Authority	1,800	18,000
Total State Lottery Fund	<u>\$ 3,299</u>	<u>\$ 195,819</u>

**WEST VIRGINIA LOTTERY**  
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State Excess Lottery Revenue Fund:

Economic Development Fund	\$ 2,102	\$ 21,019
Higher Education Improvement Fund	1,500	15,000
General Purpose Account	9,899	63,137
Education Improvement Fund	4,417	28,169
State Park Improvement Fund	229	1,461
School Building Authority	1,896	18,963
Refundable Credit	2,941	9,213
WV Racing Commission	305	2,744
WV Department of Health and Human Resources		
Teacher's Retirement Savings		
Department of Education		
Division of Human Services		17,000
WV Lottery Statutory Transfers	9,294	59,274
Economic Development Authority	439	4,392
General Revenue Fund		71,000
Office of Technology		
Excess Lottery Surplus		
West Va. Infrastructure Council	6,693	44,854
Total State Excess Lottery Revenue Fund	<u>\$ 39,715</u>	<u>\$ 356,226</u>
Total Budgetary distributions:	<u>\$ 43,014</u>	<u>\$ 552,045</u>
Veterans Instant Ticket Fund	\$ 56	\$ 462
Total nonoperating distributions to the State of West Virginia (cash basis)	\$ 43,070	\$ 552,507
Accrued nonoperating distributions, beginning	(171,423)	(252,394)
Accrued nonoperating distributions, end	<u>181,676</u>	<u>181,676</u>
	<u>\$ 53,323</u>	<u>\$ 481,789</u>

**WEST VIRGINIA LOTTERY**  
**NOTES TO FINANCIAL STATEMENTS**  
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**NOTE 13 – 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 cancellable operating leases. Rental expense for the fiscal year-to-date ended April 30, 2024 and April 30, 2023 approximated \$196,989 and \$242,296 respectively.

The Lottery leases office space under the terms of a non-cancellable operating lease to various tenants. Rental revenues for the fiscal year-to-date ended April 30, 2024 and April 30, 2023 approximated \$885,008 and \$895,624 respectively.

**NOTE 14 – COMMITMENTS**

For the year ended June 30, 2023 the Lottery Commission has not designated any unexpended administrative funds for the acquisition of capital assets. For the year ended June 30, 2022 the Lottery Commission designated \$4,512,722 of unexpended administrative funds for the acquisition of capital assets. As of June 30, 2023 and 2022, \$5,986,994 and \$7,075,367, respectively, are included in unrestricted net position and net investment in capital assets for this purpose.

**NOTE 15 - 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 hired prior to July 1, 2015 are required to contribute 4.5% of their salary to the PERS. Covered employees hired on or after July 1, 2015 will contribute 6.0% of their salary to the PERS Tier II. The Lottery is required to contribute 10% 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 April 30, 2024 and fiscal year-to-date are as follows (in thousands):

	<u>April 30, 2024</u>	<u>Year-to-Date</u>
Employee contributions	\$ 38	\$ 401
Lottery contributions	167	826
Total contributions	\$ 205	\$ 1,227

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

**NOTE 16 - 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.

**WORKERS' COMPENSATION INSURANCE**

The Lottery carries workers compensation insurance coverage through a commercial insurance carrier. The commercial insurance carrier is paid a monthly rated premium to provide compensation for injuries sustained in the course of employment.

**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.

**SCHEDULE OF REVENUES AND NET REVENUES OF THE  
 LOTTERY FUND AND EXCESS LOTTERY FUND  
 FOR THE TEN MONTH PERIOD ENDED APRIL 30, 2024  
 (In Thousands)**

	Current Month		FISCAL YEAR	
	Actual	Projected	Actual	Projected
Gross Revenues				
Instant games	15,104	12,083	139,126	120,833
On-line games	7,639	5,834	82,638	58,334
Racetrack video lottery	37,152	37,434	393,206	373,371
Limited video lottery	41,738	38,614	407,784	378,049
Racetrack table games	2,811	2,095	27,549	20,817
Historic resort	289	406	5,370	5,614
Sports wagering	395	297	4,568	2,976
Interactive wagering	2,619	662	23,014	6,626
Total gross revenues	<u>107,747</u>	<u>97,425</u>	<u>1,083,255</u>	<u>966,620</u>
Net Revenues - Lottery Fund and Excess Lottery Fund				
Lottery Fund				
Instant games	1,650	1,423	15,340	14,228
On-line games	2,420	1,674	26,102	16,742
Racetrack Video Lottery	4,320	4,887	92,833	87,575
Sports wagering	341	253	3,949	2,530
Interactive wagering	2,238	557	19,829	5,575
Total Lottery Fund net revenues	<u>10,969</u>	<u>8,794</u>	<u>158,053</u>	<u>126,650</u>
Excess Lottery Fund				
Racetrack Video Lottery	14,136	13,072	83,475	74,850
Limited Video Lottery	19,905	18,164	196,140	177,834
Limited Video Lottery Fees	4,852	-	5,835	-
Racetrack table games	1,394	1,028	13,712	10,212
Historic resort	110	152	2,123	2,132
Total Excess Lottery Fund Net Revenues	<u>40,397</u>	<u>32,416</u>	<u>301,285</u>	<u>265,028</u>
Total Net Revenues	<u>51,366</u>	<u>41,210</u>	<u>459,338</u>	<u>391,678</u>



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: William Spencer, C.P.A., Director, Budget Division  
Legislative Auditor's Office

Date: May 01, 2024

Re: Status of General Revenue Fund and State Road Fund as of  
April 30, 2024 (FY 24)

We have read the cash flow of the West Virginia general revenue fund as of April 30, 2024, which is the tenth month of the fiscal year. The status of the fund collections for the month is as follows:

The net collections were 116% of the estimate for the fiscal year. Total collections were \$637.5 million above the estimate for the fiscal year.

Personal Income Tax collections were \$165.3 million above the estimate for the fiscal year.

Consumer sales and use tax collections were \$20.6 million above the estimate for the year.

Severance Tax was \$50.4 million above the estimate for the fiscal year.

Corporate Income and Business Franchise Tax collections were \$223.0 million above the estimate for the fiscal year.

**State Road Fund**

The state road fund collections were 104% of the estimate for the fiscal year. Total collections were \$41.2 million above the estimate for the fiscal year.

### Rainy Day and Personal Income Tax Reserve

Revenue Shortfall Reserve **Fund A** (Rainy Day Fund) had a cash balance of \$700,834,452.22 as of April 30, 2024.

Balance July 1, 2023	\$ 435,167,871.58
Fiscal year 23 Surplus	\$ 231,584,774.65
*Loan to General Revenue Fund	\$ (70,000,000.00)
Loan paid off 09-23-23	\$ 70,000,000.00
Earnings/(Loss)	\$ 34,081,805.99
April 30, 2024	\$ 700,834,452.22

\*\$70 million loan to state General Revenue Fund 7/01/2023 for beginning of the year cash flow, to be repaid within 90 days. Loan was paid off 09-23-2023.

Revenue Shortfall Reserve **Fund B** (Tobacco Settlement Monies) had a cash balance of \$549,339,147.61 as of April 30, 2024.

Balance July 1, 2023	\$ 508,162,521.37
Earnings	\$41,176,626.24
Balance April 30, 2024	\$ 549,339,147.61

The **Personal Income Tax Reserve** Fund had a \$460,000,000.00 cash balance as of April 30, 2024.

Balance July 1, 2023	\$60,000,000.00
**Budget surplus September 8, 2023	\$400,000,000.00
Balance April 30, 2024	\$460,000,000.00

\*\*HB 2024 appropriation to be used to pay for the first year of the Personal Income Tax and Personal Property Tax exemption.

**REVENUE COLLECTIONS  
FISCAL YEAR 2024  
as of April 30, 2024**

**GENERAL REVENUE FUND**

	MONTH ESTIMATES	ACTUAL MONTH COLLECTIONS	<b>FINAL</b> MONTHLY COLLECTIONS OVER ESTIMATES	YTD ESTIMATES	ACTUAL YTD COLLECTIONS	YTD COLLECTIONS OVER ESTIMATES	YTD PERCENT COLLECTED
Personal Income Tax	\$ 249,000,000	\$ 230,205,734	\$ (18,794,266)	\$ 1,699,900,000	\$ 1,865,204,239	\$ 165,304,239	110%
Consumer Sales Tax & Use Tax	130,500,000	127,366,712	(3,133,288)	1,422,400,000	1,442,983,983	20,583,983	101%
Severance Tax	25,300,000	50,488,106	25,188,106	247,600,000	298,003,068	50,403,068	120%
Corporate Net Income Tax	42,100,000	133,711,766	91,611,766	169,700,000	392,692,988	222,992,988	231%
Insurance Tax	29,000,000	28,967,811	(32,189)	114,400,000	118,420,473	4,020,473	104%
Tobacco Products Tax	12,200,000	11,601,787	(598,213)	130,600,000	127,542,310	(3,057,690)	98%
Business and Occupation	10,000,000	12,206,290	2,206,290	92,500,000	96,060,686	3,560,686	104%
Liquor Profit Transfers	2,000,000	2,015,675	15,675	22,000,000	24,169,552	2,169,552	110%
Departmental Collections	1,380,000	1,240,664	(139,336)	22,084,000	23,157,274	1,073,274	105%
Property Transfer Tax	700,000	866,216	166,216	8,600,000	10,301,007	1,701,007	120%
Property Tax	1,050,000	956,437	(93,563)	7,600,000	8,745,160	1,145,160	115%
Beer Tax and Licenses	600,000	541,667	(58,333)	5,300,000	5,343,586	43,586	101%
Miscellaneous Transfers	50,000	154,775	104,775	1,730,000	960,698	(769,302)	56%
Interest Income	2,000,000	19,615,174	17,615,174	34,900,000	189,765,140	154,865,140	544%
Refundable Credit Reimb Liability	3,650,000	2,941,153	(708,847)	7,500,000	9,212,853	1,712,853	0%
HB 102 - Lottery Transfers	9,200,000	9,899,517	699,517	65,000,000	63,137,061	(1,862,939.16)	0%
Miscellaneous	240,000	335,532	95,532	1,810,000	13,783,325	11,973,325	762%
Business Franchise Fees	70,000	284,816	214,816	620,000	1,022,714	402,714	165%
Estate & Inheritance Tax	-	-	-	-	-	-	0%
Liquor License Renewal	101,000	98,757	(2,243)	644,000	650,880	6,880	101%
Special Revenue Transfers	-	-	-	-	-	-	0%
Charter Tax	-	1,076	1,076	-	5,615	5,615	0%
Telecommunications Tax	-	-	-	-	-	-	0%
Video Lottery Transfers	-	31,404	31,404	-	416,545	416,545	0%
July-Dec Retro Rev Adj	-	-	-	-	-	-	0%
Cash Flow Transfer	-	-	-	-	-	-	0%
Soft Drink Excise Tax	1,000,000	1,149,384	149,384	10,900,000	11,663,712	763,712	107%
<b>SUBTOTALS</b>	<b>\$ 520,141,000</b>	<b>\$ 634,680,453</b>	<b>\$ 114,539,453</b>	<b>\$ 4,065,788,000</b>	<b>\$ 4,703,242,868</b>	<b>\$ 637,454,868</b>	
Less: Cash Flow Transfer	-	-	-	-	-	-	
Less: Special Revenue Transfer	-	-	-	-	-	-	
<b>TOTALS</b>	<b>\$ 520,141,000</b>	<b>\$ 634,680,453</b>	<b>\$ 114,539,453</b>	<b>\$ 4,065,788,000</b>	<b>\$ 4,703,242,868</b>	<b>\$ 637,454,868</b>	

Percent of Estimates

122%

116%

Collections this day

\$ 56,075,251

Source: WV OASIS

Prepared by: Legislative Auditor's Office, Budget Division

May 01, 2024

**STATE OF WEST VIRGINIA  
COMPARISON OF REVENUE  
APRIL 2023 vs APRIL 2024**

**GENERAL REVENUE FUND**

	Actual Collections April 2023	Actual Collections April 2024	Actual Collections 10 Months Jul-Apr 2023	Actual Collections 10 Months Jul-Apr 2024	YTD \$ Increase (Decrease) over prior period	YTD % Increase (Decrease) over prior period
Personal Income Tax	\$ 472,577,871	\$ 230,205,734	\$ 2,277,667,188	\$ 1,865,204,239	\$ (412,462,949)	-18%
Consumer Sales Tax & Use Tax	129,181,466	127,366,712	1,398,301,784	1,442,983,983	44,682,200	3%
Severance Tax	35,557,734	50,488,106	822,522,317	298,003,068	(524,519,249)	-64%
Corporate Net Income Tax	97,951,335	133,711,766	330,838,837	392,692,988	61,854,152	19%
Insurance Tax	27,705,625	28,967,811	110,528,551	118,420,473	7,891,922	7%
Tobacco Products Tax	12,864,937	11,601,787	130,455,914	127,542,310	(2,913,604)	-2%
Business and Occupation	10,312,474	12,206,290	95,159,429	96,060,686	901,256	1%
Liquor Profit Transfers	2,006,367	2,015,675	26,081,816	24,169,552	(1,912,264)	-7%
Departmental Collections	1,551,832	1,240,664	23,944,074	23,157,274	(786,801)	-3%
Property Transfer Tax	1,009,934	866,216	11,474,339	10,301,007	(1,173,332)	-10%
Property Tax	1,005,956	956,437	7,417,784	8,745,160	1,327,376	18%
Beer Tax and Licenses	625,571	541,667	5,405,952	5,343,586	(62,366)	-1%
Miscellaneous Transfers	102,975	154,775	786,143	960,698	174,555	0%
Interest Income	18,766,647	19,615,174	97,239,815	189,765,140	92,525,325	95%
Refundable Credit Reimb Liability	3,640,699	2,941,153	8,361,001	9,212,853	851,852.00	0%
HB 102 - Lottery Transfers	9,183,935	9,899,517	65,000,000	63,137,061	(1,862,939.16)	0%
Miscellaneous	295,108	335,532	2,243,253	13,783,325	11,540,071	514%
Business Franchise Fees	202,848	284,816	843,470	1,022,714	179,244	21%
Estate & Inheritance Tax	-	-	-	-	-	0%
Liquor License Renewal	98,757	98,757	847,302	650,880	(196,422)	-23%
Special Revenue Transfers	-	-	-	-	-	0%
Charter Tax	1,041	1,076	4,721	5,615	894	19%
Video Lottery Transfers	62,937	-	-	-	0	0%
July-Dec Retro Rev Adj	-	31,404	415,568	416,545	977	0%
Cash Flow Transfer	-	-	-	-	-	0%
Soft Drink Excise Tax	1,224,627	1,149,384	11,560,965	11,663,712	102,747	100%
<b>SUBTOTALS</b>	<b>\$ 825,930,674</b>	<b>\$ 634,680,453</b>	<b>\$ 5,427,100,222</b>	<b>\$ 4,703,242,868</b>	<b>\$ (723,857,354)</b>	
Less: Cash Flow Transfer	-	-	-	-	-	
Less: Special Revenue Transfer	-	-	-	-	-	
<b>TOTALS</b>	<b>\$ 825,930,674</b>	<b>\$ 634,680,453</b>	<b>\$ 5,427,100,222</b>	<b>\$ 4,703,242,868</b>	<b>\$ (723,857,354)</b>	
Increase/Decrease over Prior Period		\$ (191,250,221)		\$ (723,857,354)		
% Increase/Decrease over Prior Period		-23.16%		-13.34%		

Source: WV OASIS  
Prepared by: Legislative Auditor's Office, Budget Division  
May 01, 2024

**REVENUE COLLECTIONS  
FISCAL YEAR 2024  
as of April 30, 2024**

**STATE ROAD FUND**

	MONTH ESTIMATES	NET MONTH COLLECTIONS	FINAL COLLECTIONS OVER ESTIMATES	YTD ESTIMATES	NET YTD COLLECTIONS	YEARLY COLLECTIONS OVER ESTIMATES	YTD PERCENT COLLECTED
Motor Fuel Tax	\$ 39,300,000	\$ 52,794,405	\$ 13,494,405	\$ 374,200,000	\$ 378,621,170	\$ 4,421,170	101%
Sales/Privilege Tax	25,000,000	25,601,185	601,185	236,000,000	256,078,332	20,078,332	109%
Licenses & Registration	13,175,000	13,225,001	50,001	122,750,000	103,019,553	(19,730,447)	84%
Miscellaneous	5,500,000	4,190,609	(1,309,391)	197,000,000	233,590,234	36,590,234	119%
Highway Litter Control	183,000	151,492	(31,509)	1,425,000	1,290,943	(134,057)	91%
Federal Reimbursement	47,500,000	71,995,716	24,495,716	553,800,000	648,984,143	95,184,143	117%
<b>SUBTOTALS</b>	<b>\$ 130,658,000</b>	<b>\$ 167,958,409</b>	<b>\$ 37,300,409</b>	<b>\$ 1,485,175,000</b>	<b>\$ 1,621,584,374</b>	<b>\$ 136,409,374</b>	
Less: Federal Reimbursement	47,500,000	71,995,716	24,495,716	553,800,000	648,984,143	95,184,143	
<b>TOTALS</b>	<b>\$ 83,158,000</b>	<b>\$ 95,962,692</b>	<b>\$ 12,804,692</b>	<b>\$ 931,375,000</b>	<b>\$ 972,600,231</b>	<b>\$ 41,225,231</b>	
<b>Percent of Estimates</b>		<b>115%</b>			<b>104%</b>		

Collections this day \$ 26,380,262

**REVENUE SHORTFALL RESERVE FUND 7005, Part A as of April 30, 2024 : \$704,122,430.49**

\$70 million loan to General Revenue fund 7/1/23 for beginning of the year cash flow, to be repaid within 90 days, not reflected.

Loan paid off 9/15/23.

**REVENUE SHORTFALL RESERVE FUND 7006, Part B as of April 30, 2024: \$ 549,339,147.61**

**SPECIAL INCOME TAX REFUND RESERVE FUND as of April 30, 2024: \$460,000,000.00**

\$400 million appropriated on 9/8/23 - HB 2024 will be used to pay for the first year of the Personal Income Tax and Personal Property Tax Exemption.

Source: WV OASIS

Prepared by: Legislative Auditor's Office, Budget Division

May 01, 2024

**STATE OF WEST VIRGINIA  
COMPARISON OF REVENUE  
APRIL 2023 vs APRIL 2024**

**STATE ROAD FUND**

	Actual Collections Apr 2023	Actual Collections Apr 2024	Actual Collections 10 Months Jul-Apr 2023	Actual Collections 10 months Jul- Apr 2024	YTD Increase (Decrease) over prior period	YTD % Increase (Decrease) over prior period
<b>Gasoline &amp; Motor Carrier Rd Tax</b>	\$ 32,109,601	\$ 52,794,405	\$ 351,440,651	\$ 378,621,170	\$ 27,180,519	8%
<b>Privilege Tax</b>	25,943,212	25,601,185	262,401,756	256,078,332	(6,323,424)	-2%
<b>Licenses &amp; Registration</b>	12,933,205	13,225,001	110,123,684	103,019,553	(7,104,131)	-6%
<b>Miscellaneous</b>	2,559,846	4,190,609	170,087,152	233,590,234	63,503,082	37%
<b>Highway Litter Control</b>	234,399	151,492	1,485,700	1,290,943	(194,757)	-13%
<b>Federal Reimbursement</b>	42,477,439	71,995,716	525,904,894	648,984,143	123,079,249	23%
<b>    SUBTOTALS</b>	<b>\$ 116,257,701</b>	<b>\$ 167,958,409</b>	<b>\$ 1,421,443,836</b>	<b>\$ 1,621,584,374</b>	<b>\$ 200,140,538</b>	
<b>Less: Federal Reimbursement</b>	42,477,439	71,995,716	525,904,894	648,984,143	123,079,249	
<b>    TOTALS</b>	<b>\$ 73,780,262</b>	<b>\$ 95,962,692</b>	<b>\$ 895,538,942</b>	<b>\$ 972,600,231</b>	<b>\$ 77,061,289</b>	
 <b>Increase/Decrease over Prior Period</b>		<b>\$ 22,182,431</b>		<b>\$ 77,061,289</b>		
 <b>% Increase/Decrease over Prior Period</b>		<b>30.1%</b>		<b>8.6%</b>		

Source: WV OASIS  
Prepared by: Legislative Auditor's Office, Budget Division  
May 01, 2024

## 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: William Spencer, C.P.A.  
 Director Budget Division  
 Legislative Auditor's Office

Date: April 26, 2023

Re: West Virginia Unemployment Compensation Trust Fund

We have reviewed the March 31, 2024, monthly report of the Unemployment Compensation Trust Fund we received from WorkForce West Virginia.

As of March 31, 2024, of fiscal year 2023-2024, the trust fund cash flow was as follows:

Trust Fund Beginning Cash Balance 7-1-2023	\$ 419,876,988.10
Receipts July 1,2023 thru June 30, 2024	\$ 246,653,375.55
Disbursements July 1,2023 thru June 30, 2024	\$ 289,106,238.37
Balance March 31, 2024	\$ 377,424,125.28

## ITEMS OF NOTE:

Regular benefits paid for July-March 2024 were \$ 30 million more than July-March 2023.

Federal emergency benefits totaled \$0 for July-March 2024. For July-March 2023, federal emergency benefits totaled \$0.

Total disbursements were \$53 million more in July-March 2024 than the preceding July-March 2023.

Receipts as of July-March 2024, were \$26.7 million more than in July-March 2023. Overall ending trust fund balance was \$15.7 million higher on March 31, 2024, than on March 31, 2023.

Seasonally adjusted unemployment rates for February 2024 were 4.3 percent for West Virginia and 3.8 percent nationally.

Since March 2023, employment has increased by 11,700. Employment increases included 5,000 in private education and health services, 2,300 in construction, 4,900 in government, 200 in professional and business services, 200 in leisure and hospitality, 100 mining and logging, 400 in other services, and 700 in financial activities. Employment declines included 1,100 in trade, transportation, and utilities, 800 in manufacturing, and 200 in information.



**MONTHLY STATUS REPORT FOR THE JOINT COMMITTEE ON GOVERNMENT AND FINANCE  
FOR THREE MONTHS STARTING JANUARY 2023 AND JANUARY 2024**

	JANUARY 2023	FEBRUARY 2023	MARCH 2023	JANUARY 2024	FEBRUARY 2024	MARCH 2024	THREE MONTH TOTAL VARIANCE *	
<b>Balance Forward</b>	<u>\$ 382,161,959.12</u>	<u>\$ 376,904,507.02</u>	<u>\$ 369,307,771.02</u>	<u>\$ 406,309,428.10</u>	<u>\$ 400,286,828.76</u>	<u>\$389,689,669.95</u>	<u>\$ 67,911,689.65</u>	
Add Receipts:								
1. Bond Assessment							\$ -	1. Bond Assessment
2. Regular Contributions:	10,878,668.75	5,806,182.39	2,153,553.10	11,978,417.76	5,251,169.43	639,687.22	(969,129.83)	2. Regular Contributions:
3. Federal Emergency Benefits (PEUC)	14,615.99	16,262.98	9,298.99	78.00	-	4,329.00	(35,770.96)	3. Federal Emergency Benefits (PEUC)
4. Federal Share Extended Benefits (EB)	540.00	-	-	-	-	-	(540.00)	4. Federal Share Extended Benefits (EB)
5. Federal Additional Compensation - FPUC	6,179.89	12,299.82	52,464.45	2,399.93	6,526.34	300.01	(61,717.88)	5. Federal Additional Compensation - FPUC
6. Pandemic Unemployment Assistance PUA	(514.00)	(1,397.00)	(1,474.00)	(411.00)	(27,170.00)	(15,479.62)	(39,675.62)	6. Pandemic Unemployment Assistance PUA
7. UCFE (Federal Agencies)	70,549.01	73,642.25	74,132.87	98,328.45	110,142.05	70,528.30	60,674.67	7. UCFE (Federal Agencies)
8. TSFR From Non-Invstd FUA	-	-	-	-	-	-	-	8. TSFR From Non-Invstd FUA
9. EUISAA - EMER US RELIEF/STC	8,532.73	5,802.57	-	-	-	-	(14,335.30)	9. EUISAA - EMER US RELIEF/STC
10. Treasury Interest Credits	-	-	1,652,108.91	-	-	2,656,195.21	1,004,086.30	10. Treasury Interest Credits
11. UCX (Military Agencies)	72,104.29	49,863.37	35,704.23	61,599.45	49,420.40	40,833.64	(5,818.40)	11. UCX (Military Agencies)
12. Temporary Compensation	-	-	-	-	-	-	-	12. Temporary Compensation
13. BT to State UI Account	-	-	-	-	-	-	-	13. BT to State UI Account
14. UI Modernization	-	-	-	-	-	-	-	14. UI Modernization
15. Loan Advance	-	-	-	-	-	-	-	15. Loan Advance
16. Return of Overpayments FPUC/PUA/EUO	-	-	-	-	-	-	-	16. Return of Overpayments FPUC/PUA/EUO
<b>Total Monthly Receipts</b>	<u>\$ 35,795,306.84</u>	<u>\$ 25,495,204.73</u>	<u>\$ 17,679,370.18</u>	<u>\$ 41,041,993.18</u>	<u>\$ 26,824,885.58</u>	<u>\$ 17,566,730.09</u>	<u>\$ 6,463,727.10</u>	<b>Total Monthly Receipts</b>
Less Disbursements:								
Debt Bond Repayment	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	Debt Bond Repayment
Regular Benefits:	\$ 16,112,554.92	\$ 13,375,847.44	\$ 11,386,064.53	\$ 18,005,998.32	\$ 15,808,780.25	\$ 15,562,970.36	8,503,282.04	Regular Benefits:
Federal Emergency Compensation - PEUC	8,085.00	17,716.98	7,844.99	73.43	-	4,333.57	(29,239.97)	PEUC
Federal Additional Compensation - FPUC	26,838.70	39,663.37	72,386.93	4,765.41	3,860.87	(15,750.47)	(146,013.19)	FPUC
Pandemic Unemployment Assistance PUA	-	(1,397.00)	(1,589.00)	(411.00)	(27,170.00)	(15,479.62)	(40,074.62)	PUA
Federal Emergency Benefits (EUC08)	-	-	-	-	-	-	-	Federal Emergency Benefits (EUC08)
<b>Federal Extended - 2112</b>	-	-	-	-	-	-	-	<b>Federal Extended - 2112</b>
Emergency Benefits (TEUC)	-	-	-	-	-	-	-	Emergency Benefits (TEUC)
UCFE (Federal Workers) Benefits	77,257.60	67,525.85	73,611.51	96,580.14	103,337.27	80,902.88	62,425.33	UCFE (Federal Workers) Benefits
UCX (Military Workers) Benefits	72,777.29	48,430.60	35,704.23	56,005.63	50,643.79	44,961.71	(5,300.99)	UCX (Military Workers) Benefits
Reed Act Funds	-	-	-	-	-	-	-	Reed Act Funds
EUISAA Title IX/STC	8,532.73	5,802.57	8,608.14	-	47,794.85	-	24,851.41	EUISAA Title IX/STC
<b>Total Monthly Disbursements</b>	<u>\$41,052,758.94</u>	<u>\$ 33,091,940.73</u>	<u>\$25,286,212.96</u>	<u>\$47,064,592.52</u>	<u>\$37,422,044.39</u>	<u>\$29,832,274.76</u>	<u>\$ 14,887,999.04</u>	<b>Total Monthly Disbursements</b>
<b>Trust Fund Balance</b>	<u>\$376,904,507.02</u>	<u>\$ 369,307,771.02</u>	<u>\$361,700,928.24</u>	<u>\$400,286,828.76</u>	<u>\$389,689,669.95</u>	<u>\$377,424,125.28</u>	<u>\$ 59,487,417.71</u>	<b>Trust Fund Balance</b>

\* 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.

Indicates prior month values that have been updated

\*\*Note: UI Trust Fund Balance Includes Trust Fund Loan from the Revenue Shortfall Reserve Fund per Senate Bill 558 passed March 9, 2016:

- Borrowed on 3/11/2016
- Repaid on 5/17/2016
- Borrowed on 12/5/2016
- Repaid on 5/4/2017
- Outstanding Loan from Revenue Shortfall Reserve Fund

\*\*Note: Reed Act funds of \$549,468.24 previously drawn down were unexpended and returned to Trust Fund on deposit with the U.S. Treasury.

**UC TRUST FUND – 2024**

Month	Receipts	Disbursements	Trust Fund Balance
<b>2023</b>			
<b>Balance 1/1/2023</b>			<b>\$ 382,161,959</b>
<b>January</b>	\$ 35,795,306	\$ 41,052,758	\$ 376,904,507
<b>February</b>	\$ 25,495,204	\$ 33,091,940	\$ 369,307,771
<b>March</b>	\$ 17,679,370	\$ 25,286,212	\$ 361,700,928
<b>April</b>	\$ 53,423,465	\$ 41,376,931	\$ 373,747,462
<b>May</b>	\$ 135,614,882	\$ 83,183,401	\$ 426,178,943
<b>June</b>	\$ 14,588,998	\$ 20,890,953	\$ 419,876,988
<b>July</b>	\$ 40,323,764	\$ 37,362,605	\$ 422,838,147
<b>August</b>	\$ 31,593,212	\$ 30,899,660	\$ 423,531,699
<b>September</b>	\$ 13,233,259	\$ 19,721,305	\$ 417,043,653
<b>October</b>	\$ 37,545,497	\$ 33,067,426	\$ 421,521,724
<b>November</b>	\$ 21,846,092	\$ 26,399,918	\$ 416,967,898
<b>December</b>	\$ 16,677,941	\$ 27,336,411	\$ 406,309,428
<b>Totals - 2023</b>	<b>\$ 443,816,990</b>	<b>\$ 419,669,520</b>	<b>\$ 406,309,428</b>
<b>2024</b>			
<b>January</b>	\$ 41,041,993	\$ 47,064,592	\$ 400,286,829
<b>February</b>	\$ 28,824,885	\$ 37,422,044	\$ 389,689,670
<b>March</b>	\$ 17,566,730	\$ 29,810,943	\$ 377,445,457
<b>April</b>	\$	\$	\$
<b>May</b>	\$	\$	\$
<b>June</b>	\$	\$	\$
<b>July</b>	\$	\$	\$
<b>August</b>	\$	\$	\$
<b>September</b>	\$	\$	\$
<b>October</b>	\$	\$	\$
<b>November</b>	\$	\$	\$
<b>December</b>	\$	\$	\$
<b>Totals - 2024</b>	<b>\$</b>	<b>\$</b>	<b>\$</b>

Benefits and Technical Support Section • Unemployment Compensation Division  
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**MONTHLY STATUS REPORT FOR THE JOINT COMMITTEE ON GOVERNMENT AND FINANCE  
FOR THREE MONTHS STARTING JANUARY 2023 AND JANUARY 2024**

	JANUARY 2023	FEBRUARY 2023	MARCH 2023	JANUARY 2024	FEBRUARY 2024	MARCH 2024	THREE MONTH TOTAL VARIANCE *	
<b>Balance Forward</b>	\$ 382,161,959.12	\$ 376,904,507.02	\$ 369,307,771.02	\$ 406,309,428.10	\$ 400,286,828.76	\$389,689,669.95	\$ 67,911,689.65	
Add Receipts:								
1. Bond Assessment							\$ -	1. Bond Assessment
2. Regular Contributions:	10,878,668.75	5,806,182.39	2,153,553.10	11,978,417.76	5,251,169.43	639,687.22	(969,129.83)	2. Regular Contributions:
3. Federal Emergency Benefits (PEUC)	14,615.99	16,262.98	9,298.99	78.00	-	4,329.00	(35,770.96)	3. Federal Emergency Benefits (PEUC)
4. Federal Share Extended Benefits (EB)	540.00	-	-	-	-	-	(540.00)	4. Federal Share Extended Benefits (EB)
5. Federal Additional Compensation - FPUC	6,179.89	12,299.82	52,464.45	2,399.93	6,526.34	300.01	(61,717.88)	5. Federal Additional Compensation - FPUC
6. Pandemic Unemployment Assistance PUA	(514.00)	(1,397.00)	(1,474.00)	(411.00)	(27,170.00)	(15,479.62)	(39,675.62)	6. Pandemic Unemployment Assistance PUA
7. UCFE (Federal Agencies)	70,549.01	73,642.25	74,132.87	98,328.45	110,142.05	70,528.30	60,674.67	7. UCFE (Federal Agencies)
8. TSFR From Non-Invstd FUA	-	-	-	-	-	-	-	8. TSFR From Non-Invstd FUA
9. EUISAA - EMER US RELIEF/STC	8,532.73	5,802.57	-	-	-	-	(14,335.30)	9. EUISAA - EMER US RELIEF/STC
10. Treasury Interest Credits	-	-	1,652,108.91	-	-	2,656,195.21	1,004,086.30	10. Treasury Interest Credits
11. UCX (Military Agencies)	72,104.29	49,863.37	35,704.23	61,599.45	49,420.40	40,833.64	(5,818.40)	11. UCX (Military Agencies)
12. Temporary Compensation	-	-	-	-	-	-	-	12. Temporary Compensation
13. BT to State UI Account	-	-	-	-	-	-	-	13. BT to State UI Account
14. UI Modernization	-	-	-	-	-	-	-	14. UI Modernization
15. Loan Advance	-	-	-	-	-	-	-	15. Loan Advance
16. Return of Overpayments FPUC/PUA/EUO	-	-	-	-	-	-	-	16. Return of Overpayments FPUC/PUA/EUO
<b>Total Monthly Receipts</b>	\$ 35,795,306.84	\$ 25,495,204.73	\$ 17,679,370.18	\$ 41,041,993.18	\$ 26,824,885.58	\$ 17,566,730.09	\$ 6,463,727.10	<b>Total Monthly Receipts</b>
Less Disbursements:								
Debt Bond Repayment	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	(Retired)	Debt Bond Repayment
Regular Benefits:	\$ 16,112,554.92	\$ 13,375,847.44	\$ 11,386,064.53	\$ 18,005,998.32	\$ 15,808,780.25	\$ 15,562,970.36	8,503,282.04	Regular Benefits:
Federal Emergency Compensation - PEUC	8,085.00	17,716.98	7,844.99	73.43	-	4,333.57	(29,239.97)	PEUC
Federal Additional Compensation - FPUC	26,838.70	39,663.37	72,386.93	4,765.41	3,860.87	(15,750.47)	(146,013.19)	FPUC
Pandemic Unemployment Assistance PUA	-	(1,397.00)	(1,589.00)	(411.00)	(27,170.00)	(15,479.62)	(40,074.62)	PUA
Federal Emergency Benefits (EUC08)	-	-	-	-	-	-	-	Federal Emergency Benefits (EUC08)
<b>Federal Extended - 2112</b>	-	-	-	-	-	-	-	<b>Federal Extended - 2112</b>
Emergency Benefits (TEUC)	-	-	-	-	-	-	-	Emergency Benefits (TEUC)
UCFE (Federal Workers) Benefits	77,257.60	67,525.85	73,611.51	96,580.14	103,337.27	80,902.88	62,425.33	UCFE (Federal Workers) Benefits
UCX (Military Workers) Benefits	72,777.29	48,430.60	35,704.23	56,005.63	50,643.79	44,961.71	(5,300.99)	UCX (Military Workers) Benefits
Reed Act Funds	-	-	-	-	-	-	-	Reed Act Funds
EUISAA Title IX/STC	8,532.73	5,802.57	8,608.14	-	47,794.85	-	24,851.41	EUISAA Title IX/STC
<b>Total Monthly Disbursements</b>	\$41,052,758.94	\$ 33,091,940.73	\$25,286,212.96	\$47,064,592.52	\$37,422,044.39	\$29,832,274.76	\$ 14,887,999.04	<b>Total Monthly Disbursements</b>
<b>Trust Fund Balance</b>	\$376,904,507.02	\$ 369,307,771.02	\$361,700,928.24	\$400,286,828.76	\$389,689,669.95	\$377,424,125.28	\$ 59,487,417.71	<b>Trust Fund Balance</b>

\* 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.

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\*\*Note: UI Trust Fund Balance Includes Trust Fund Loan from the Revenue Shortfall Reserve Fund per Senate Bill 558 passed March 9, 2016:

- Borrowed on 3/11/2016
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- Borrowed on 12/5/2016
- Repaid on 5/4/2017
- Outstanding Loan from Revenue Shortfall Reserve Fund

\*\*Note: Reed Act funds of \$549,468.24 previously drawn down were unexpended and returned to Trust Fund on deposit with the U.S. Treasury.

FOR RELEASE: April 17, 2024  
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## **State Unemployment Rate Remains at 4.3 Percent in March 2024**

West Virginia's seasonally adjusted unemployment rate remained at 4.3 percent in March 2024, the seventh month in a row the state's unemployment rate has stood at 4.3 percent. The number of unemployed state residents rose 200 to 34,300. Total employment slipped 200 over the month. The national seasonally adjusted unemployment rate inched downward one-tenth of a percentage point to 3.8 percent in March 2024.

Total nonfarm payroll employment fell 2,000 in March, with losses of 1,600 in the service-providing sector and 400 in the goods-producing sector.

Within the goods-producing sector, a decline of 900 in manufacturing overpowered modest gains of 300 in construction and 200 in mining and logging.

Within the service-providing sector, employment gains included 400 in government, almost entirely within the local sector, and 200 in other services. Employment declines included 900 in leisure and hospitality, 700 in professional and business services, 200 in trade, transportation, and utilities, 200 in financial activities, 100 in private education and health services, and 100 in information.

Since March 2023, total nonfarm payroll employment has risen 11,700. Employment gains included 5,000 in private education and health services, 4,900 in government, 2,300 in construction, 700 in financial activities, 400 in other services, 200 in leisure and hospitality, 200 in professional and business services, and 100 in mining and logging. Employment declines included 1,100 in trade, transportation, and utilities, 800 in manufacturing, and 200 in information.

West Virginia's not seasonally adjusted unemployment rate inched downward one-tenth of a percentage point to 4.9 percent in March.

The state's seasonally adjusted labor force participation rate remained at 55.2 percent in March 2024.

**WEST VIRGINIA**  
(In Thousands - Seasonally Adjusted)  
**March 2024**

	Prelim. Mar 2024	Revised Feb 2024	Revised Mar 2023	Change from:	
				Feb 2024	Mar 2023
Civilian Labor Force	790.5	790.5	780.8	0.0	9.7
Total Employment	756.2	756.4	753.8	-0.2	2.4
Total Unemployment	34.3	34.1	27.0	0.2	7.3
Unemployment Rate	4.3	4.3	3.5	xx	xx
Labor Force Participation Rate	55.2	55.2	54.6	xx	xx
<b>NONFARM PAYROLL EMPLOYMENT BY INDUSTRY</b>					
Total Nonfarm	719.6	721.6	707.9	-2.0	11.7
Total Private	563.6	566.0	556.8	-2.4	6.8
Goods Producing	101.8	102.2	100.2	-0.4	1.6
Mining and Logging	21.3	21.1	21.2	0.2	0.1
Construction	34.9	34.6	32.6	0.3	2.3
Manufacturing	45.6	46.5	46.4	-0.9	-0.8
Durable Goods	27.7	28.5	28.3	-0.8	-0.6
Non-Durable Goods	17.9	18.0	18.1	-0.1	-0.2
Service-Providing	617.8	619.4	607.7	-1.6	10.1
Private Service-Providing	461.8	463.8	456.6	-2.0	5.2
Trade, Transportation, and Utilities	121.7	121.9	122.8	-0.2	-1.1
Wholesale Trade	19.8	19.5	19.2	0.3	0.6
Retail Trade	77.1	77.4	77.8	-0.3	-0.7
Transportation, Warehousing, and Utilities	24.8	25.0	25.8	-0.2	-1.0
Information	7.7	7.8	7.9	-0.1	-0.2
Financial Activities	26.1	26.3	25.4	-0.2	0.7
Finance and Insurance	19.2	19.3	18.7	-0.1	0.5
Real Estate and Rental and Leasing	6.9	7.0	6.7	-0.1	0.2
Professional and Business Services	73.0	73.7	72.8	-0.7	0.2
Professional, Scientific & Technical Services	30.2	29.8	29.0	0.4	1.2
Administrative and Support and Waste Mgmt	35.8	36.8	36.5	-1.0	-0.7
Private Education and Health Services	136.9	137.0	131.9	-0.1	5.0
Educational Services	7.0	6.9	6.8	0.1	0.2
Health Care and Social Assistance	129.9	130.1	125.1	-0.2	4.8
Leisure and Hospitality	72.2	73.1	72.0	-0.9	0.2
Arts, Entertainment, and Recreation	9.1	9.1	8.9	0.0	0.2
Accommodation and Food Service	63.1	64.0	63.1	-0.9	0.0
Other Services	24.2	24.0	23.8	0.2	0.4
Government	156.0	155.6	151.1	0.4	4.9
Federal Government	26.7	26.6	25.6	0.1	1.1
State Government	48.5	48.5	47.0	0.0	1.5
Local Government	80.8	80.5	78.5	0.3	2.3

**West Virginia Labor Force Statistics by Calendar Year  
Seasonally Adjusted**

2024	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	790,900	790,500	790,500										
Employment	756,800	756,400	756,200										
Unemployment	34,000	34,100	34,300										
Rate	4.3	4.3	4.3										
Participation Rate	55.3	55.2	55.2										
2023	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	779,400	780,100	780,800	781,900	783,300	785,100	786,900	788,600	789,900	790,600	790,500	790,200	786,700
Employment	751,500	752,800	753,800	754,500	754,800	755,200	755,500	755,900	756,200	756,400	756,400	756,300	756,900
Unemployment	27,900	27,200	27,000	27,400	28,500	29,900	31,400	32,700	33,700	34,200	34,100	33,900	29,800
Rate	3.6	3.5	3.5	3.5	3.6	3.8	4.0	4.2	4.3	4.3	4.3	4.3	3.8
Participation Rate	54.5	54.5	54.6	54.7	54.8	54.9	55.0	55.1	55.2	55.2	55.2	55.2	54.9
2022	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	777,400	778,700	779,500	779,700	779,400	778,800	778,300	778,000	777,800	777,900	778,300	778,800	778,700
Employment	747,000	748,900	750,000	750,200	749,500	748,400	747,300	746,500	746,400	747,000	748,300	750,000	748,300
Unemployment	30,400	29,700	29,400	29,500	29,900	30,400	31,000	31,400	31,400	30,900	30,000	28,900	30,400
Rate	3.9	3.8	3.8	3.8	3.8	3.9	4.0	4.0	4.0	4.0	3.8	3.7	3.9
Participation Rate	54.2	54.3	54.4	54.4	54.4	54.4	54.4	54.4	54.3	54.3	54.4	54.4	54.4
2021	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	771,500	771,600	772,600	773,800	774,800	775,400	774,900	774,300	773,800	774,000	774,800	775,900	788,800
Employment	724,400	725,600	727,400	729,600	731,900	733,800	735,200	736,600	738,200	740,100	742,300	744,600	749,100
Unemployment	47,100	46,100	45,300	44,300	43,000	41,600	39,700	37,600	35,600	33,800	32,400	31,300	39,700
Rate	6.1	6.0	5.9	5.7	5.5	5.4	5.1	4.9	4.6	4.4	4.2	4.0	5.0
Participation Rate	53.6	53.6	53.7	53.8	53.9	53.9	53.9	53.8	53.8	53.9	53.9	54.0	54.7
2020	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	797,900	795,900	792,900	791,100	792,900	789,700	792,800	794,600	793,700	792,500	792,300	792,400	792,200
Employment	755,800	753,300	750,400	749,200	749,500	748,000	747,000	746,500	746,400	747,000	748,300	750,000	748,300
Unemployment	42,100	42,500	42,500	41,900	43,400	41,700	45,800	48,100	47,300	45,500	44,000	42,400	43,900
Rate	5.3	5.3	5.4	5.3	5.5	5.3	5.8	6.1	6.1	5.8	5.7	5.4	5.5
Participation Rate	55.0	54.9	54.7	54.6	54.6	54.4	54.4	54.5	54.5	54.5	54.5	54.6	54.4
2019	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	793,400	792,500	791,700	791,700	792,300	793,600	795,100	796,500	797,600	798,500	798,900	798,800	798,300
Employment	753,700	753,400	753,400	753,800	754,700	755,800	756,600	757,100	757,700	758,100	758,200	757,500	759,000
Unemployment	39,700	39,100	38,400	37,800	37,600	37,800	38,500	39,300	39,900	40,300	40,800	41,400	39,300
Rate	5.0	4.9	4.8	4.8	4.7	4.8	4.8	4.9	5.0	5.1	5.1	5.2	4.9
Participation Rate	54.5	54.5	54.4	54.5	54.5	54.6	54.7	54.9	54.9	55.0	55.0	55.1	54.8
2018	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	788,500	789,900	791,700	793,400	794,500	795,000	794,900	794,600	794,500	794,600	794,700	794,500	793,400
Employment	746,000	747,400	749,400	751,500	753,100	754,200	754,700	754,900	754,800	754,700	754,500	754,300	752,200
Unemployment	42,500	42,500	42,300	41,900	41,400	40,800	40,200	39,800	39,700	39,900	40,200	40,200	41,200
Rate	5.4	5.4	5.3	5.3	5.2	5.1	5.1	5.0	5.0	5.0	5.1	5.1	5.2
Participation Rate	53.9	54.0	54.2	54.3	54.4	54.5	54.5	54.5	54.5	54.5	54.5	54.6	54.4
2017	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	782,300	781,900	781,700	781,900	782,800	783,900	785,300	786,400	787,200	787,400	787,400	787,500	783,800
Employment	739,900	741,000	741,800	742,500	743,400	744,300	745,000	745,500	745,700	745,500	745,100	745,000	742,700
Unemployment	42,300	40,900	39,900	39,400	39,400	39,700	40,200	40,900	41,500	41,900	42,300	42,500	41,000
Rate	5.4	5.2	5.1	5.0	5.0	5.1	5.1	5.2	5.3	5.3	5.4	5.4	5.2
Participation Rate	53.2	53.2	53.2	53.2	53.3	53.4	53.5	53.6	53.7	53.7	53.8	53.8	53.5
2016	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	789,400	789,400	788,800	787,500	785,900	784,600	783,600	783,000	782,600	782,300	782,000	781,700	785,100
Employment	739,200	739,300	739,000	738,300	737,300	736,300	735,600	735,300	735,400	735,800	736,700	737,800	737,200
Unemployment	50,200	50,100	49,700	49,200	48,700	48,300	48,000	47,700	47,200	46,400	45,300	44,000	47,900
Rate	6.4	6.3	6.3	6.2	6.2	6.2	6.1	6.1	6.0	5.9	5.8	5.6	6.1
Participation Rate	53.4	53.5	53.4	53.4	53.3	53.2	53.2	53.1	53.1	53.1	53.2	53.2	53.3
2015	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	793,800	793,600	793,800	794,000	794,000	793,300	792,000	790,400	789,000	788,300	788,300	788,800	791,500
Employment	742,900	741,800	740,900	740,200	739,800	739,300	738,700	738,200	737,900	737,900	738,200	738,700	739,500
Unemployment	50,900	51,800	52,900	53,800	54,200	54,000	53,200	52,200	51,200	50,500	50,200	50,100	52,100
Rate	6.4	6.5	6.7	6.8	6.8	6.8	6.7	6.6	6.5	6.4	6.4	6.4	6.6
Participation Rate	53.5	53.5	53.6	53.6	53.6	53.6	53.5	53.4	53.3	53.3	53.3	53.4	53.5
2014	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	797,600	797,900	797,800	797,100	796,000	795,000	794,400	794,300	794,500	794,700	794,600	794,200	795,700
Employment	743,700	744,300	744,600	744,400	743,900	743,400	743,200	743,300	743,700	744,100	744,200	743,800	744,000
Unemployment	53,800	53,700	53,200	52,700	52,100	51,500	51,100	50,900	50,800	50,600	50,400	50,500	51,800
Rate	6.7	6.7	6.7	6.6	6.5	6.5	6.4	6.4	6.4	6.4	6.3	6.4	6.5
Participation Rate	53.7	53.7	53.7	53.7	53.6	53.5	53.5	53.5	53.5	53.5	53.5	53.5	53.6
2013	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	804,800	802,800	801,200	800,300	799,900	799,700	799,500	798,900	798,000	797,100	796,800	797,000	799,500
Employment	747,900	747,100	746,600	746,800	747,100	747,200	746,900	746,200	745,100	744,100	743,400	743,300	745,800
Unemployment	56,900	55,700	54,600	53,500	52,800	52,500	52,600	52,700	52,800	53,000	53,300	53,700	53,600
Rate	7.1	6.9	6.8	6.7	6.6	6.6	6.6	6.6	6.6	6.7	6.7	6.7	6.7
Participation Rate	54.1	54.0	53.9	53.8	53.8	53.8	53.8	53.7	53.7	53.6	53.6	53.6	53.8
2012	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	AVG
Labor Force	808,100	807,800	807,900	808,200	808,600	808,900	808,900	808,800	808,700	808,400	807,800	806,600	808,000
Employment	750,900	751,000	750,900	750,300	749,700	749,300	749,000	749,000	749,100	749,200	749,100	748,700	749,600
Unemployment	57,200	56,800	57,000	57,900	58,900	59,600	59,900	59,800	59,600	59,200	58,700	57,900	58,400
Rate	7.1	7.0	7.1	7.2	7.3	7.4	7.4	7.4	7.4	7.3	7.3	7.2	7.2
Participation Rate	54.3	54.3	54.3	54.3	54.3	54.4	54.4	54.3	54.3	54.3	54.3	54.2	54.3

**West Virginia Labor Force Statistics by Calendar Year  
Not Seasonally Adjusted**

<b>2024</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	782,500	783,900	784,700										
Employment	745,200	744,800	746,500										
Unemployment	37,200	39,100	38,300										
Rate	4.8	5.0	4.9										
Participation Rate	54.7	54.8	54.8										
<b>2023</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	770,000	776,400	775,400	781,100	783,600	797,900	793,000	794,400	793,400	793,100	787,100	782,300	786,700
Employment	738,700	744,300	744,500	753,600	755,600	765,000	761,600	759,200	763,900	763,700	758,300	751,500	756,900
Unemployment	31,300	32,100	30,900	27,500	28,000	32,900	31,400	35,300	29,500	29,400	28,800	30,800	29,800
Rate	4.1	4.1	4.0	3.5	3.6	4.1	4.0	4.4	3.7	3.7	3.7	3.9	3.8
Participation Rate	53.8	54.3	54.2	54.6	54.8	55.8	55.4	55.5	55.4	55.4	55.0	54.7	54.9
<b>2022</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	770,500	776,300	773,200	776,500	781,700	792,200	784,800	782,800	779,500	781,000	774,200	771,800	778,700
Employment	734,700	739,900	740,500	747,200	753,900	758,100	752,200	749,300	753,900	755,000	748,100	746,500	748,300
Unemployment	35,800	36,400	32,600	29,400	27,800	34,200	32,500	33,500	25,600	26,000	26,100	25,300	30,400
Rate	4.6	4.7	4.2	3.8	3.6	4.3	4.1	4.3	3.3	3.3	3.4	3.3	3.9
Participation Rate	53.7	54.2	54.0	54.2	54.6	55.3	54.8	54.7	54.5	54.6	54.1	53.9	54.4
<b>2021</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	760,700	767,900	765,700	773,800	775,200	787,900	783,700	779,000	776,100	775,300	770,100	768,000	788,800
Employment	708,700	715,500	716,900	728,300	733,400	742,800	743,600	740,500	745,600	747,000	742,600	741,200	749,100
Unemployment	52,000	52,400	48,800	45,500	41,800	45,100	40,200	38,500	30,600	28,300	27,500	26,800	39,700
Rate	6.8	6.8	6.4	5.9	5.4	5.7	5.1	4.9	3.9	3.6	3.6	3.5	5.0
Participation Rate	52.8	53.4	53.2	53.8	53.9	54.8	54.5	54.2	54.0	54.0	53.6	53.5	54.7
<b>2020</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	790,800	795,500	785,800	754,900	772,700	781,300	778,400	777,400	776,900	778,700	768,100	765,100	792,200
Employment	745,200	749,000	733,000	636,800	674,400	703,000	703,700	715,800	721,700	732,100	723,400	718,400	726,000
Unemployment	45,600	46,400	52,800	118,100	98,300	78,400	74,800	61,600	55,200	46,600	44,700	46,700	66,100
Rate	5.8	5.8	6.7	15.6	12.7	10.0	9.6	7.9	7.1	6.0	5.8	6.1	8.3
Participation Rate	54.5	54.9	54.2	52.3	53.6	54.2	54.0	53.9	53.9	54.0	53.3	53.1	54.1
<b>2019</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	786,600	789,900	783,000	786,800	791,400	807,000	804,200	800,400	800,200	803,000	793,900	792,000	798,300
Employment	739,400	743,300	740,400	751,000	755,700	766,400	764,500	761,200	766,300	767,000	757,200	753,600	759,000
Unemployment	47,200	46,600	42,600	35,800	35,600	40,600	39,700	39,200	33,900	35,900	36,700	38,400	39,300
Rate	6.0	5.9	5.4	4.5	4.5	5.0	4.9	4.9	4.2	4.5	4.6	4.8	4.9
Participation Rate	54.0	54.3	53.8	54.1	54.5	55.6	55.4	55.1	55.1	55.3	54.7	54.6	54.8
<b>2018</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	779,100	789,200	783,600	790,400	794,700	808,800	805,300	794,500	795,600	799,400	791,300	789,200	793,400
Employment	731,800	738,000	736,000	748,900	756,800	765,100	763,800	755,700	762,000	764,800	757,000	751,200	752,200
Unemployment	47,300	51,300	47,600	41,500	37,800	43,600	41,400	38,800	33,600	34,600	34,300	38,000	41,200
Rate	6.1	6.5	6.1	5.3	4.8	5.4	5.1	4.9	4.2	4.3	4.3	4.8	5.2
Participation Rate	53.3	54.0	53.6	54.1	54.5	55.4	55.2	54.5	54.6	54.9	54.3	54.2	54.4
<b>2017</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	775,600	779,900	775,100	781,500	780,000	795,200	792,500	790,400	792,900	789,400	784,100	780,400	783,800
Employment	726,200	730,700	731,100	743,000	744,500	753,600	751,500	747,700	757,600	754,300	745,400	739,900	742,700
Unemployment	49,300	49,200	44,000	38,500	35,500	41,600	41,100	42,700	35,300	35,100	38,700	40,400	41,000
Rate	6.4	6.3	5.7	4.9	4.6	5.2	5.2	5.4	4.5	4.4	4.9	5.2	5.2
Participation Rate	52.7	53.0	52.7	53.2	53.1	54.2	54.0	53.9	54.1	53.9	53.5	53.3	53.5
<b>2016</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	782,600	787,400	782,200	786,200	788,300	796,900	789,000	785,800	784,800	786,700	778,300	773,100	785,100
Employment	726,500	728,800	727,800	737,800	742,300	746,200	741,700	737,600	741,600	744,500	739,100	732,500	737,200
Unemployment	56,100	58,500	54,400	48,400	45,900	50,700	47,300	48,300	43,200	42,200	39,300	40,600	47,900
Rate	7.2	7.4	7.0	6.2	5.8	6.4	6.0	6.1	5.5	5.4	5.0	5.2	6.1
Participation Rate	53.0	53.3	53.0	53.3	53.4	54.0	53.5	53.3	53.3	53.4	52.9	52.6	53.3
<b>2015</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	787,000	789,700	784,900	793,800	797,700	806,900	799,800	793,900	788,100	790,200	783,900	782,400	791,500
Employment	730,400	730,400	727,800	741,200	744,400	750,700	744,400	741,500	743,100	745,900	738,400	735,300	739,500
Unemployment	56,600	59,300	57,100	52,600	53,300	56,200	55,400	52,400	45,000	44,400	45,500	47,100	52,100
Rate	7.2	7.5	7.3	6.6	6.7	7.0	6.9	6.6	5.7	5.6	5.8	6.0	6.6
Participation Rate	53.1	53.3	53.0	53.6	53.9	54.5	54.0	53.6	53.3	53.4	53.0	52.9	53.5
<b>2014</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	789,400	795,700	792,000	795,300	800,800	805,300	800,900	796,900	795,800	799,900	791,000	785,700	795,700
Employment	730,800	732,700	733,300	745,400	750,400	753,500	748,000	744,200	749,900	754,700	745,000	739,600	744,000
Unemployment	58,700	63,100	58,700	49,900	50,400	51,800	52,900	52,700	45,900	45,200	46,000	46,100	51,800
Rate	7.4	7.9	7.4	6.3	6.3	6.4	6.6	6.6	5.8	5.7	5.8	5.9	6.5
Participation Rate	53.1	53.6	53.3	53.5	53.9	54.2	53.9	53.7	53.6	53.9	53.3	53.0	53.6
<b>2013</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	798,800	798,000	790,900	799,200	802,400	814,200	807,700	802,100	800,700	798,100	792,900	788,800	799,500
Employment	734,500	734,900	733,800	747,400	752,100	758,400	754,200	749,400	752,500	749,100	744,500	739,200	745,800
Unemployment	64,300	63,100	57,100	51,800	50,300	55,800	53,500	52,700	48,100	49,000	48,400	49,600	53,600
Rate	8.0	7.9	7.2	6.5	6.3	6.9	6.6	6.6	6.0	6.1	6.1	6.3	6.7
Participation Rate	53.7	53.6	53.2	53.7	54.0	54.8	54.3	53.9	53.8	53.7	53.3	53.1	53.8
<b>2012</b>	<b>Jan</b>	<b>Feb</b>	<b>Mar</b>	<b>Apr</b>	<b>May</b>	<b>Jun</b>	<b>Jul</b>	<b>Aug</b>	<b>Sep</b>	<b>Oct</b>	<b>Nov</b>	<b>Dec</b>	<b>AVG</b>
Labor Force	797,500	802,500	799,100	806,600	815,200	822,700	815,800	809,500	811,600	813,000	802,600	800,200	808,000
Employment	736,100	738,000	738,900	750,500	757,200	760,400	754,300	749,300	757,500	759,400	749,400	744,000	749,600
Unemployment	61,400	64,500	60,200	56,100	58,000	62,300	61,500	60,200	54,100	53,600	53,200	56,100	58,400
Rate	7.7	8.0	7.5	7.0	7.1	7.6	7.5	7.4	6.7	6.6	6.6	7.0	7.2
Participation Rate	53.6	53.9	53.7	54.2	54.8	55.3	54.8	54.4	54.5	54.6	53.9	53.8	54.3

**BRIM**  
**May 2024**  
**Interim Packet**



**West Virginia Board of Risk and Insurance Management**  
**UNAUDITED BALANCE SHEET AND INCOME STATEMENT**  
**For the Nine Months Ending March 31, 2024**

**Talking Points for Joint Committee on Government and Finance Meeting**  
**May 2024**

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1. **Premium Revenue** for March reflects the premiums earned for the first nine months of the current fiscal year. BRIM premiums in FY'24 reflect an increase in premium revenue including an increase in premium to fund the higher actuarially estimated losses for the current year.
2. **Claims Expense** reflects net claims payments made through March, plus estimated accruals for the first nine months of the fiscal year and the September and December quarterly reserve adjustments to agree our reserves to the actuarial reports for the first and second quarters . Claim payments through March were lower than through March of last year. Please note that claims expense does not include an adjustment of our claims reserves to the third quarter actuarial report, as we have not yet received that report. This adjustment could have a significant positive or negative impact on our net income through March.
3. **Investments** reflect a gain of \$13.6 million year to date. Investment returns through March of last year were lower due to interest rates rising and volatility in the equities markets at that time. Interest rates could continue to fluctuate, but at a slower pace, and the volatility of the equities markets make for an uncertain outlook for investment income for FY'24.
4. BRIM continues to pursue pro-active loss control initiatives.

## West Virginia Board of Risk and Insurance Management

## Statements of Net Position

For the Nine Months Ended March 31st

	2024	2023
	<i>(In Thousands)</i>	
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 22,752	\$ 24,699
Advance deposits with insurance company and trustee	252,548	256,974
Receivables	20,291	727
Prepaid insurance	3,683	1,990
Restricted cash and cash equivalents	8,132	4,919
Premiums due from other entities	1,534	1,222
Total current assets	308,940	290,530
Noncurrent assets:		
Equity position in internal investments pools	57,532	151,327
Restricted investments	32,157	29,185
Total noncurrent assets	89,689	180,511
Total assets	398,629	471,041
Deferred Outflows of Resources	399	434
Deferred Outflows of Resources - OPEB	59	61
<b>Liabilities</b>		
Current liabilities:		
Estimated unpaid claims and claims adjustment expense	189,423	103,306
Unearned premiums	15,796	11,927
Agent commissions payable	1,228	1,070
Claims Payable	0	0
Accrued expenses and other liabilities	21,867	2,718
Total current liabilities	228,314	119,022
Estimated unpaid claims and claims adjustment expense net of current portion	95,369	244,491
Compensated absences	192	167
Net pension liability	148	(894)
Total noncurrent liabilities	95,709	243,764
Total liabilities	324,023	362,786
Deferred Inflows of Resources	0	1,156
Deferred Inflows of Resources - OPEB	137	280
Net position:		
Restricted by State code for mine subsidence coverage	32,363	75,988
Unrestricted	36,438	75,415
Net Assets (Deficiency)	6,126	(44,090)
Net position	\$ 74,927	\$ 107,313

*Unaudited*

West Virginia Board of Risk and Insurance Management  
 Statements of Revenues, Expenses, and Changes in Net Position  
 For the Nine Months Ended March 31st

	2024	2023
	<i>(In Thousands)</i>	
<b>Operating revenues</b>		
Premiums	\$ 86,662	\$ 72,161
Less coverage/reinsurance programs	(11,144)	(6,980)
Net operating revenues	75,518	65,182
 <b>Operating expenses</b>		
Claims and claims adjustment expense	78,678	112,638
General and administrative	4,324	4,200
Total operating expenses	83,002	116,839
 Operating income (loss)	(7,484)	(51,657)
 <b>Nonoperating revenues</b>		
Investment income	13,610	7,567
Legislative Appropriation	0	0
OPEB Non Operating Income	0	0
Net nonoperating revenues	13,610	7,567
Changes in net position	6,126	(44,090)
 Total net position, beginning of year	68,801	151,403
 Total net position, end of period	\$ 74,927	\$ 107,313

*Unaudited*

**PEIA**  
**May 2024**  
**Interim Packet**

## **PEIA May Interim Talking Points**

- **PEIA and RHBT FY 2024 year to date interim financial statements for March 31, 2024, are available for your review.**
- **PEIA statements indicate PEIA is currently behind plan by \$37 million. This is due to higher than forecast claims expense.**
- **RHBT statements indicate RHBT is currently ahead of plan by \$75 million. This is due to higher than forecast investment income.**
- **The 2024 year-end reserve for the State Fund, non-State Fund and RHBT is projected to be \$93, \$17 and \$201 million respectively.**
- **These reserve levels represent 12%, 10% and 114% of the respective funds' expenses. The required reserve for the State Fund is 12% of expenses.**

West Virginia Retiree Health Benefit Trust Fund  
STATEMENT OF CHANGES IN PLAN NET POSITION  
For Nine Months Ending Sunday, March 31, 2024  
In Thousands

ACTUAL	BUDGET	PRIOR YR	BUDGET VARIANCE	PRIOR YR VARIANCE
\$	\$	\$	\$	\$
	%	%	%	%
	<b>ADDITIONS</b>			
	<b>Employer Premiums:</b>			
\$1,521	\$1,483	\$1,520	\$38	\$1
5,768	6,123	6,824	(355)	(1,056)
-	-	44,536	-	(44,536)
22,500	22,500	22,500	-	-
<b>29,789</b>	<b>30,106</b>	<b>75,380</b>	<b>(317)</b>	<b>(45,591)</b>
	<b>Other Additions:</b>			
375	750	600	(375)	(225)
175,018	93,058	84,765	81,960	90,253
<b>205,182</b>	<b>123,914</b>	<b>160,745</b>	<b>81,268</b>	<b>44,437</b>
	<b>DEDUCTIONS</b>			
39,397	39,236	34,237	(161)	(5,160)
19,809	20,721	19,798	912	(11)
49,065	44,149	40,498	(4,916)	(8,567)
18,826	19,404	13,978	578	(4,848)
1,206	1,369	1,552	163	346
(43,428)	(44,338)	(43,737)	(910)	(309)
(19,776)	(20,776)	(19,765)	(1,000)	11
2,193	1,606	1,812	(587)	(381)
<b>67,292</b>	<b>61,371</b>	<b>48,373</b>	<b>(5,921)</b>	<b>(18,919)</b>
<b>137,890</b>	<b>62,543</b>	<b>112,372</b>	<b>75,347</b>	<b>25,518</b>
	<b>NET POSITION INCREASE (DECREASE)</b>			
	<b>Net Position Restricted for</b>			
	<b>Post Employment Benefits</b>			
1,795,666	1,795,666	1,624,972	-	170,694
1,651,449	1,576,102	1,455,237	75,347	196,212
282,107	282,107	282,107	-	-
<b>\$1,933,556</b>	<b>\$1,858,209</b>	<b>\$1,737,344</b>	<b>\$75,347</b>	<b>\$196,212</b>

**Real Estate Division**  
**May 2024**  
**Interim Packet**

**Department of Administration Real Estate Division Leasing Report**  
For the period of April 1-30, 2024

**There are 12 leasing changes for this period, and they are as follows:**

- 1 - New Contract of Lease - DOA Owned
- 2 - New Contract of Lease
- 6 - Straight Renewal
- 1 - Renewal with Increase in Rent - DOA Owned
- 1 - Renewal with Increase in Rent
- 1 - Increase in Square Feet



## Department of Administration Real Estate Division Leasing Report

For the period of April 1 - 30, 2024

### NEW CONTRACT OF LEASE – DOA OWNED

#### **WEST VIRGINIA OFFICE OF TECHNOLOGY**

**OOT-012** New Contract of Lease for 1.5 years consisting of 3,000 square feet of office space at the annual per square foot rate of \$11.83, annual cost \$35,490.00, full service, Building #33 ,321 Michigan Avenue, in the City of Charleston, Kanawha County, West Virginia.

### NEW CONTRACT OF LEASE

#### **DIVISION OF REHABILITATION SERVICES**

**DRS-139** New Contract of Lease for 5 years consisting of 120 square feet of office space at the monthly rate of \$500.00, annual cost \$6,000.00, full service, 141 Main Street, in the City of New Martinsville, Wetzel County, West Virginia.

#### **WEST VIRGINIA DEPARTMENT OF AGRICULTURE**

**AGR-059** New Contract of Lease for 5 years consisting of 120 square feet of office space at the monthly rate of \$500.00, (annual per square foot rate \$) annual cost \$6,000.00, full service, 166 5th Avenue, in the City of Davis, Tucker County, West Virginia.

### STRAIGHT RENEWAL

#### **DIVISION OF REHABILITATION SERVICES**

**DRS-123** Renewal for 3 years consisting of 254 square feet of office space at the current monthly rate of \$350.00, annual cost \$4,200.00, full service, 1601 Armory Drive, in the City of Williamson, Mingo County, West Virginia.

#### **DIVISION OF FORESTRY**

**FOR-094** Renewal for 1 year consisting of 156 square feet of office space at the current monthly rate of \$375.00, annual cost \$4,500.00, full service, 89 Richard D. Minnich Drive, Suite 102 A, in the City of Sutton, Braxton County, West Virginia.

**FOR-087** Renewal consisting of 8,424 square feet of office space with an increase in the annual per square foot rate from \$8.47 to \$9.32, annual cost \$78,511.68 for year 1, with an increase in the annual per square foot rate to \$10.06, annual cost \$84,745.44 for year 2, full service, Building #88, 7 Players Club Drive, in the City of Charleston, Kanawha County, West Virginia.

#### **HUMAN RESOURCE DEVELOPMENT FOUNDATION, INC.**

**HRD-005** Renewal for 1 year consisting of 120 square feet of office space at the current monthly rate of \$250.00, annual per square foot rate of \$25.00, annual cost \$3,000.00, full service, 1023 North Randolph Avenue, in the City of Elkins, Randolph County, West Virginia.

## STRAIGHT RENEWAL - Continued

### **NATIONAL COAL HERITAGE AREA AUTHORITY**

**CHH-006** Renewal for 2 years consisting of 2,300 square feet of office and storage space at the current annual per square foot rate of \$12.00, annual cost \$27,600.00, utilities, and snow/ice removal included, 100 Kelly Avenue, in the City of Oak Hill, Fayette County, West Virginia.

### **DEPARTMENT OF ENVIRONMENTAL PROTECTION**

**DEP-169** Renewal for 1 year consisting of 12,994 square feet of office space at the current annual per square foot rate of \$13.31, annual cost \$172,950.14, utilities, dumpster service, and ice/snow removal included, 1101 George Kistas Drive, in the City of Logan, Logan County, West Virginia.

## RENEWAL WITH INCREASE IN RENT – DOA Owned

### **DIVISION OF MINERS' HEALTH, SAFETY AND TRAINING**

**MHS-035** Renewal consisting of 9,427 square feet of office space with an increase in the annual per square foot rate from \$8.47 to \$9.32, annual cost \$87,859.64 for year 1, with an increase in the annual per square foot rate to \$10.06, annual cost \$94,835.62 for year 2, full service, Building #88, 7 Players Club Drive, in the City of Charleston, Kanawha County, West Virginia.

## RENEWAL WITH INCREASE IN RENT

### **DIVISION OF CORRECTIONS AND REHABILITATION**

**COR-093** Renewal for 3 years consisting of 1,300 square feet of office space with an increase in the annual per square foot rate from \$12.48 to \$14.75, annual cost \$19,175.00, water, sewer, snow/ice removal included, 765 South Jefferson Street, in the City of Lewisburg, Greenbrier County, West Virginia.

## INCREASE IN SQUARE FEET

### **DIVISION OF HIGHWAYS**

**HWY-026** Increase of square feet from 21,306 square feet to 41,432 square feet of office space at the current annual per square foot rate of \$12.16, annual cost \$503,813.12, full service, Building #6, 1900 Kanawha Boulevard, East, in the City of Charleston, Kanawha County, West Virginia.

Real Estate Division  
 Monthly Summary of Lease Activity  
 April 1-30, 2024

# of Transactions	Agency	Lease #	County	Square Feet	Rental Rate	Annual Rent	Term in years	Total Aggregate
1	West Virginia Office of Technology	OOT-012	Kanawha	3,000	11.83	35,490	1.50	53,235
2	Division of Rehabilitation Services	DRS-139	Wetzel	120	50.00	6,000	5.00	30,000
3	West Virginia Department of Agriculture	AGR-059	Tucker	120	50.00	6,000	5.00	30,000
4	Division of Rehabilitation Services	DRS-123	Mingo	254	16.54	4,200	3.00	12,600
5	Division of Forestry	FOR-094	Braxton	156	28.85	4,500	1.00	4,500
6	Division of Forestry	FOR-087	Kanawha	8,424	9.32	78,512	1.00	78,512
	Division of Forestry	FOR-087	Kanawha	8,424	10.06	84,745	1.00	84,745
7	Human Resources Development Foundation, Inc.	HRD-005	Randolph	120	25.00	3,000	1.00	3,000
8	National Coal Heritage Area Authority	CHH-006	Fayette	2,300	12.00	27,600	2.00	55,200
9	Department of Environmental Protection	DEP-169	Logan	12,994	13.31	172,950	1.00	172,950
10	Division of Miners' Health, Safety, and Training	MHS-035	Kanawha	9,427	9.32	87,860	1.00	87,860
	Division of Miners' Health, Safety, and Training	MHS-032	Kanawha	9,427	10.06	94,836	1.00	94,836
11	Division of Corrections and Rehabilitation	COR-093	Greenbrier	1,300	14.75	19,175	3.00	57,525
12	Division of Highways	HWY-026	Kanawha	41,432	12.16	503,813	1.50	755,720

273.19

**Total Rentable** 97,498

**Average Annual Rental Rate** 19.51

**Total Annual Rent** 1,128,681

Department of Human Services  
Bureau for Medical Services

Medicaid Report  
MARCH 2024

Submitted to  
Joint Committee on Government and Finance  
and  
Legislative Oversight Commission on Health and Human  
Resources Accountability  
MAY 2024

WV DEPARTMENT OF HUMAN SERVICES  
 BUREAU FOR MEDICAL SERVICES  
 EXPENDITURES BY PROVIDER TYPE  
 SFY2024

MONTH OF MARCH 2024

	ACTUALS	TOTAL	ACTUALS	ESTIMATE	ACTUALS	PROJECTED
	SFY2023	SFY2024	Current Month Ended 03/31/24	Current Month Ended 03/31/24	Year To-Date Thru 03/31/24	04/01/24 Thru 6/30/2024
<b>EXPENDITURES:</b>						
Inpatient Hospital - Reg. Payments	81,103,148	92,979,426	5,810,608	7,438,354	61,711,910	31,267,516
Inpatient Hospital - DSH	57,339,873	53,500,000	-	4,280,000	36,459,900	17,040,100
Inpatient Hospital - Supplemental Payments	1,098,674	-	-	-	-	-
Inpatient Hospital - GME Payments	14,461,737	13,452,984	-	1,076,239	11,218,977	2,234,007
Mental Health Facilities	6,295,274	9,855,666	852,663	788,453	7,159,064	2,696,602
Mental Health Facilities - DSH Adjustment Payments	16,372,757	18,887,045	-	1,510,964	16,416,460	2,470,585
Nursing Facility Services - Regular Payments	909,736,563	910,851,905	78,290,276	72,868,152	752,280,270	158,571,635
Nursing Facility Services - Supplemental Payments	-	25,000,000	-	2,000,000	-	25,000,000
Intermediate Care Facilities - Public Providers	-	-	-	-	-	-
Intermediate Care Facilities - Private Providers	70,285,738	61,773,950	6,141,894	4,941,916	53,966,722	7,807,228
Intermediate Care Facilities - Supplemental Payments	-	-	-	-	-	-
Physicians Services - Regular Payments	27,303,815	27,571,075	2,692,384	2,205,686	23,624,293	3,946,783
Physicians Services - Supplemental Payments	-	-	-	-	-	-
Physician and Surgical Services - Evaluation and Management	-	-	-	-	-	-
Physician and Surgical Services - Vaccine Codes	-	-	-	-	-	-
Outpatient Hospital Services - Regular Payments	34,572,879	36,497,510	3,118,408	2,919,801	30,092,014	6,405,496
Outpatient Hospital Services - Supplemental Payments	-	-	-	-	-	-
Prescribed Drugs	889,666,463	961,587,502	60,995,353	76,927,000	665,406,144	296,181,358
Drug Rebate Offset - National Agreement	(591,930,088)	(466,000,000)	(50,126,843)	(37,280,000)	(372,042,999)	(93,957,001)
Drug Rebate Offset - State Sidebar Agreement	(97,081,651)	(48,000,000)	(1,286)	(3,840,000)	(81,617,645)	33,617,645
Drug Rebate Offset - MCO National	(8,746,526)	(12,600,000)	(795,719)	(1,008,000)	(5,202,766)	(7,397,234)
Drug Rebate Offset - MCO State Sidebar Agreement	17,601	-	-	-	-	-
ODU Medication Assisted Treatment-Drugs	86,680,518	-	6,528,492	-	68,561,077	(68,561,077)
Dental Services	4,326,025	4,399,087	357,617	351,927	3,742,036	657,050
Other Practitioners Services - Regular Payments	146,588,874	17,263,355	17,220,625	1,381,068	160,213,434	(142,950,079)
Other Practitioners Services - Supplemental Payments	-	-	-	-	-	-
Clinic Services	2,442,194	1,433,269	267,095	114,662	2,667,995	(1,234,726)
Lab & Radiological Services	5,444,721	6,061,343	458,883	484,907	4,628,555	1,432,788
Home Health Services	22,635,227	31,691,744	1,858,849	2,535,340	15,361,820	16,329,924
Hysterectomies/Sterilizations	7,015	2,928	784	234	4,132	(1,204)
Pregnancy Terminations <sup>(2)</sup>	-	19,089	-	1,527	-	19,089
EPSDT Services	1,214,270	771,690	158,744	61,735	1,250,116	(478,426)
Rural Health Clinic Services	2,449,746	2,237,118	281,372	178,969	2,844,694	(607,576)
Medicare Health Insurance Payments - Part A Premiums	28,308,602	30,240,573	2,473,290	2,419,246	22,352,173	7,888,400
Medicare Health Insurance Payments - Part B Premiums	150,906,037	170,705,833	12,597,179	13,656,467	110,429,904	60,275,929
120% - 134% Of Poverty	15,979,491	16,226,884	1,389,739	1,298,151	12,567,159	3,659,725
135% - 175% Of Poverty	-	-	-	-	-	-
Coinsurance And Deductibles	13,687,829	12,394,747	1,370,783	991,580	10,142,169	2,252,578

WV DEPARTMENT OF HUMAN SERVICES  
 BUREAU FOR MEDICAL SERVICES  
 EXPENDITURES BY PROVIDER TYPE  
 SFY2024

MONTH OF MARCH 2024

	ACTUALS	TOTAL	ACTUALS	ESTIMATE	ACTUALS	PROJECTED
	SFY2023	SFY2024	Current Month Ended 03/31/24	Current Month Ended 03/31/24	Year To-Date Thru 03/31/24	04/01/24 Thru 6/30/2024
Medicaid Health Insurance Payments: Managed Care Organizations (MCO)	2,699,447,506	2,316,592,754	232,764,071	185,327,420	1,740,380,995	576,211,759
Medicaid MCO - Evaluation and Management	-	-	-	-	-	-
Medicaid MCO - Vaccine Codes	-	-	-	-	-	-
Medicaid Health Insurance Payments: Prepaid Ambulatory Health Plan	-	-	-	-	-	-
Medicaid Health Insurance Payments: Prepaid Inpatient Health Plan	-	-	-	-	-	-
Medicaid Health Insurance Payments: Group Health Plan Payments	2,311,560	2,219,207	-	177,537	1,761,567	457,640
Medicaid Health Insurance Payments: Coinsurance	-	-	-	-	-	-
Medicaid Health Insurance Payments: Other	-	-	-	-	-	-
Home & Community-Based Services (IDD)	399,436,614	425,644,479	25,541,818	34,051,558	245,200,552	180,443,927
Home & Community-Based Services (Aged/Disabled)	114,651,033	162,465,610	4,212,131	12,997,249	39,498,446	122,967,164
Home & Community-Based Services (Traumatic Brain Injury)	3,938,462	2,368,144	90,486	189,451	903,922	1,464,222
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	58,767,481	86,842,302	827,755	6,947,384	11,237,146	75,605,156
Personal Care Services - SDS 1915(j)	-	-	-	-	-	-
Targeted Case Management Services - Com. Case Management	-	-	-	-	-	-
Targeted Case Management Services - State Wide	1,953,673	2,125,804	40,863	170,064	521,814	1,603,990
Primary Care Case Management Services	-	-	-	-	-	-
Hospice Benefits	30,179,762	27,812,852	3,030,576	2,225,028	28,379,724	(566,872)
Emergency Services Undocumented Aliens	1,591,557	599,899	49,659	47,992	565,083	34,816
Federally Qualified Health Center	11,339,883	6,515,541	524,237	521,243	13,393,420	(6,877,879)
Non-Emergency Medical Transportation	41,612,362	42,182,568	3,218,835	3,374,605	30,198,847	11,983,721
Physical Therapy	1,001,192	985,693	91,866	78,855	781,234	204,459
Occupational Therapy	417,926	408,056	37,343	32,644	315,246	92,810
Services for Speech, Hearing & Language	286,823	236,711	24,360	18,937	218,324	18,387
Prosthetic Devices, Dentures, Eyeglasses	799,272	564,182	81,024	45,135	662,499	(98,317)
Diagnostic Screening & Preventive Services	74,116	63,414	6,360	5,073	71,966	(8,552)
Nurse Mid-Wife	96,015	101,173	8,377	8,094	99,341	1,832
Emergency Hospital Services	-	-	1,539	(1,539)	1,539	(1,539)
Critical Access Hospitals	23,286,462	21,496,408	2,005,687	1,719,713	17,832,990	3,663,417
Nurse Practitioner Services	4,696,653	3,859,208	606,580	308,737	4,561,869	(702,661)
School Based Services	32,482,763	29,998,882	217,909	2,399,911	2,221,559	27,777,323
Rehabilitative Services (Non-School Based)	36,592,651	26,807,946	2,710,490	2,233,995	24,415,922	2,392,023
2a) Opioid Treatment Program (OTP) - Methadone services	146,007	-	232,660	-	128,203	(128,203)
2a) Opioid Treatment Program (OTP) - Peer Recovery Support Services	2,322,357	-	-	-	4,567	(4,567)
2a) Opioid Treatment Program (OTP) - Residential Adult Services	7,008,425	-	720,275	-	8,215,800	(8,215,800)
2a) OUD Medicaid Assisted Treatment Services	16,386,491	-	1,456,770	-	13,693,096	(13,693,096)
2a) Opioid Treatment Program (OTP) - Other	2,829,873	-	58,205	-	521,748	(521,748)
Private Duty Nursing	4,636,150	4,807,324	367,480	384,586	3,865,421	941,903
Freestanding Birth Centers	-	-	-	-	-	-
Health Home for Enrollees w Chronic Conditions	2,657,501	2,507,273	153,536	200,582	1,574,606	932,668
Other Care Services	26,284,761	36,847,337	2,345,414	2,947,787	24,683,732	12,163,605
Less: Recoupments	-	-	(9,981)	-	(6,416,486)	6,416,486
<b>NET MEDICAID EXPENDITURES:</b>	<b>5,416,202,136</b>	<b>5,182,857,492</b>	<b>433,357,515</b>	<b>414,717,959</b>	<b>3,823,732,302</b>	<b>1,359,125,190</b>

WV DEPARTMENT OF HUMAN SERVICES  
 BUREAU FOR MEDICAL SERVICES  
 EXPENDITURES BY PROVIDER TYPE  
 SFY2024

**MONTH OF MARCH 2024**

	ACTUALS	TOTAL	ACTUALS	ESTIMATE	ACTUALS	PROJECTED
SFY2023	SFY2024	SFY2024	Current Month Ended 03/31/24	Current Month Ended 03/31/24	Year To-Date Thru 03/31/24	04/01/24 Thru 6/30/2024
Collections: Third Party Liability (line 9A on CMS-64)	(8,071,960)	-	-	-	(2,509,997)	2,509,997
Collections: Probate (line 9B on CMS-64)	(2,609,787)	-	-	-	(2,679,921)	2,679,921
Collections: Identified through Fraud & Abuse Effort (line 9C on CMS-64)	(917,727)	-	-	-	(394,540)	394,540
Collections: Other (line 9D on CMS-64)	(35,290,306)	-	-	-	(21,031,671)	21,031,671
<b>NET EXPENDITURES and CMS-64 ADJUSTMENTS:</b>	<b>5,369,312,356</b>	<b>5,182,857,492</b>	<b>433,357,515</b>	<b>414,717,959</b>	<b>3,797,116,173</b>	<b>1,385,741,319</b>
Plus: Medicaid Part D Expenditures	43,535,275	52,661,876	4,927,269	4,212,950	38,557,746	14,104,131
Plus: State Only Medicaid Expenditures	187,230	262,845	12,605	21,028	134,491	128,354
Plus: Money Follow the Person Expenditures	1,170,896	1,037,688	82,711	83,015	817,660	220,029
<b>TOTAL MEDICAID EXPENDITURES</b>	<b>\$5,414,205,758</b>	<b>\$5,236,819,901</b>	<b>\$438,380,099</b>	<b>\$419,034,952</b>	<b>\$3,836,626,069</b>	<b>\$1,400,193,832</b>
Plus: Reimbursables <sup>(1)</sup>	4,404,092	-	522,532	-	4,273,269	(4,273,269)
Plus: NATCEP/PASARR/Eligibility Exams	241,251	29,578	39,632	2,366	217,942	(188,363)
Plus: HIT Incentive Payments	-	-	-	-	-	-
<b>TOTAL EXPENDITURES</b>	<b>\$5,418,851,102</b>	<b>\$5,236,849,480</b>	<b>\$438,942,263</b>	<b>\$419,037,318</b>	<b>\$3,841,117,280</b>	<b>\$1,395,732,200</b>

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

(2) Pregnancy Terminations are State Only expenditures and are not currently claimed.

(3) Of the amount in the 'Nursing Facility Services - Regular Payments' line \$24,709,157 is the amount paid to State Facilities year to date.

WV DEPARTMENT OF HUMAN SERVICES  
 BUREAU FOR MEDICAL SERVICES  
 MEDICAID CASH REPORT  
 SFY2024

MONTH OF MARCH 2024	ACTUALS	ACTUALS	ACTUALS	PROJECTED	TOTAL
	SFY2023	Current Month Ended 03/31/24	Year-To-Date Thru 03/31/24	04/01/24 Thru 06/30/24	SFY2024
<b>REVENUE SOURCES</b>					
Beg. Bal. (5084/1020 prior mth)	81,507,579	26,303,791	127,247,384	-	127,247,384
<b>MATCHING FUNDS</b>					
General Revenue (0403/189)	292,112,801	23,366,511	165,532,324	101,670,450	267,202,774
IDD Waiver (0403/466)	108,541,736	9,045,144	72,722,963	35,818,773	108,541,736
Rural Hospitals Under 150 Beds (0403/940)	2,596,000	216,334	1,947,000	649,000	2,596,000
Tertiary Funding (0403/547)	6,356,000	529,666	4,767,000	1,589,000	6,356,000
Traumatic Brain Injury (0403/835)	800,000	66,666	536,000	264,000	800,000
Title XIX Waiver for Seniors (0403-533)	13,593,620	1,132,801	9,107,725	4,485,895	13,593,620
Medical Services Surplus (0403/633)	8,800,000	-	-	-	-
Waiver for Senior Citizens Surplus (0403/526)	-	-	-	-	-
Lottery Waiver (Less 550,000) (5405/539)	13,603,501	-	17,344,974	5,781,659	23,126,633
Lottery Waiver (0420/539)	19,612,957	-	8,129,868	2,709,957	10,839,825
Lottery Transfer (5405/871)	16,400,070	-	12,300,054	4,100,016	16,400,070
Excess Lottery (5365/189)	26,697,960	-	-	60,716,750	60,716,750
Lottery Surplus (5405/68199)	14,750,000	-	-	14,750,000	14,750,000
Lottery Surplus (5365/68100)	16,200,000	-	17,000,000	-	17,000,000
Trust Fund Appropriation (5185/189)	14,208,033	-	18,886,388	52,199,611	71,085,999
Provider Tax (5090/189)	290,400,000	46,637,079	393,594,315	245,657,347	639,251,662
NSGO UPL (5084/6717)	-	-	-	-	-
Expirations (5084)	-	-	-	-	-
Certified Match	15,218,760	988,386	8,576,703	5,129,297	13,706,000
Reimbursables - Amount Reimbursed	7,427,510	483,256	4,639,107	(4,639,107)	-
Other Revenue (MWIN, Escheated Warrants, etc.) 5084/4010 & 4015	10,461	53,503	318,152	(318,152)	-
CHIP State Share	-	-	-	-	-
CMS - 64 Adjustments	196,666	-	1,460,817	(1,460,817)	-
<b>TOTAL MATCHING FUNDS</b>	<b>\$ 949,033,654</b>	<b>\$ 108,823,136</b>	<b>\$ 864,110,775</b>	<b>\$ 529,103,679</b>	<b>\$ 1,393,214,454</b>
<b>FEDERAL FUNDS</b>	<b>4,596,740,061</b>	<b>365,539,647</b>	<b>3,012,524,900</b>	<b>1,090,495,424</b>	<b>4,103,020,324</b>
<b>TOTAL REVENUE SOURCES</b>	<b>\$ 5,545,773,715</b>	<b>\$ 474,362,783</b>	<b>\$ 3,876,635,675</b>	<b>\$ 1,619,599,102</b>	<b>\$ 5,496,234,777</b>
<b>TOTAL EXPENDITURES:</b>					
Provider Payments	\$ 5,418,851,102	\$ 438,942,263	\$ 3,841,117,280	\$ 1,395,732,200	\$ 5,236,849,480
<b>TOTAL</b>	<b>\$ 126,922,614</b>	<b>\$ 35,420,519</b>	<b>\$ 35,518,395</b>	<b>\$ 223,866,903</b>	<b>\$ 259,385,298</b>

Note: FMAP (74.10% applicable Jan 2024 - Jun 2024)



Department of Human Services  
Bureau for Medical Services

Medicaid Waiver Report  
MARCH 2024

Submitted to  
Joint Committee on Government and Finance  
and  
Legislative Oversight Commission on Health and Human  
Resources Accountability  
MAY 2024

**WV Department of Human Services  
Bureau for Medical Services A&D Waiver Program Report**

Aged & Disabled Waiver Reported March 31, 2024	FY2023	Jul-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	FY2024 YTD
<b>Slots Approved By CMS (1)</b>	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,750	8,750	8,750				8,750
-Slots Available for Traditional (ADW-WV) enrollees	8,424	8,424	8,424	8,424	8,424	8,424	8,424	8,674	8,674	8,674				8,674
-Slots reserved for Take Me Home-WV (TMH-WV) enrollees	76	76	76	76	76	76	76	76	76	76				76
-Slots reserved for Money Follows the Person (MFP-WV) enrollees														
Total number of members served YTD (unduplicated slots used) (2) <i>YTD Column reflects most recent month's count</i>	8,613	7,675	7,772	7,846	7,889	8,010	8,050	8,223	8,290	8,432				8,432
Applicants determined eligible this month and added to MEL (3) * 118 of 175 are awaiting Financial Eligibility not yet on MEL	2,416	137	157	125	151	141	149	179	175*	139				139
Applicants determined ineligible	123	11	10	7	4	3	7	6	6	8				8
<b>ACTIVE MEMBERS</b>														
Active Traditional Members at the end of the month	7,559	7,554	7,596	7,599	7,596	7,616	7,602	7,622	7,640	7,621				7,621
Active Take Me Home Members at the end of the month	48	41	44	42	45	46	50	46	47	46				46
Active Money Follows the Person Members at the end of the month														
Total Active members at the end of the month (unduplicated slots active) <i>YTD Column reflects most recent month's count</i>	7,607	7,595	7,640	7,641	7,641	7,662	7,652	7,668	7,687	7,667				7,667
<b>Active members enrolled during the calendar month</b>	1,835	187	195	113	153	127	113	169	159	113				1,329
-Total Active Traditional members enrolled during the calendar month	1,787	186	190	108	151	120	109	166	153	108				1,291
-Total Active TMH-WV members enrolled during the calendar month	48	1	5	5	2	7	4	3	6	5				38
-Total Active MFP-WV members enrolled during the calendar month														
Members discharged during the calendar month	1,516	199	150	112	153	106	123	153	140	133				1,269
ADW Members whose case was closed by reason	Member is deceased	874	71	31	33	74	63	66	89	77	62			566
	Other (4)	642	128	119	79	79	43	57	64	63	71			703
<b>MANAGED ENROLLMENT LIST (MEL)</b>														
# Eligible applicants closed during the calendar month (removed from MEL)	2,499	248	164	173	178	209	214	211	205	214				1,816
ADW Applicants removed from the MEL	Applicant offered a slot (Traditional + MFP)	1,330	143	69	74	79	83	105	98	106	96			853
	Applicant became deceased	222	12	8	16	8	13	11	12	4	16			100
	Other (5)	947	93	87	83	91	113	98	101	95	102			863
Applicants on the MEL who are in a nursing facility <i>YTD Column reflects # members in setting during reporting month</i>	0	0	1	1	1	0	1	0	0	0				0
Applicants on the MEL receiving Personal Care <i>YTD Column reflects # members receiving service during reporting month</i>	1	0	4	4	0	0	0	1	0	3				3
Applicants on the MEL at the end of month	83	5	25	22	18	20	15	31	36	36				36
Days - Average time spent on the MEL to date Minus MFP Applicants	127	28	2	3	1	1	3	1	3	3				5

(1) Beginning January 1, 2024, an additional 250 slots were approved by CMS, increasing the total to 8750. Of these slots, 76 are reserved for Money Follows the Person and Rebalancing Demonstration Grant.

(2) Unduplicated slots used refers to the total number of members who accessed services during the fiscal year.

(3) Monthly number added to MEL is being reported in the month an applicant is determined medically eligible; however, the individual's placement date on the managed enrollment list will be based on their initial application date.

(4) Other reasons for closing a case may include, but is not limited to: No services for 180 days, unsafe environment, member non-compliance with program, member no longer desires services, member no longer a WV resident, member no longer medically or financially eligible.

(5) "Other" includes those who are no longer a WV resident, voluntarily decline the program, etc.

**WV Department of Human Services  
Bureau for Medical Services I/DD Waiver Program Report**

Intellectual/Developmental Disabilities Waiver Reported March 31, 2024		FY2023	July-23	Aug-23	Sep-23	Oct-23	Nov-23	Dec-23	Jan-24	Feb-24	Mar-24	Apr-24	May-24	Jun-24	YTD2024
Slots approved by CMS		6,115	6,115	6,115	6,115	6,115	6,115	6,115	6,115	6,115	6,115				6,115
Total number of members served YTD (unduplicated slots used) (1)		6,075	6,015	6,017	6,023	6,032	6,068	6,073	6,078	6,083	6,088				6,088
Total number of members served YTD in Traditional Slots		6,073	6,013	6,015	6,021	6,029	6,065	6,070	6,074	6,078	6,083				6,083
Total number of members served YTD in Adult Ben H. slots (Active)		2	0	1	1	2	2	2	3	3	3				3
Total number of members served YTD in Children Ben H. slots (Active)		2	1	1	1	1	1	1	1	2	2				2
Applicants determined eligible (2)		503	31	28	43	37	35	43	34	42	44				337
Applicants determined ineligible (3)		546	40	58	49	61	47	41	38	48	43				425
<b>ACTIVE MEMBERS</b>															
# of active members at the end of the month (unduplicated slots active) (1)		5,905	6,004	5,994	5,987	5,993	6,004	6,006	5,998	5,992	5,981				5,981
Discharged members at the end of the calendar month		183	19	14	14	3	27	4	14	12	16				123
Discharged members who were discharged by reason	Deceased	67	7	5	5	2	12	2	4	5	6				48
	Left program to enter a facility	56	4	2	4	0	5	0	2	5	3				25
	a. Hospital	0	0	0	0	0	0	0	0	0	0				0
	b. ICF/IID	30	1	0	3	0	3	0	1	3	0				11
	c. Nursing Facility	25	3	2	1	0	2	0	1	2	3				14
	d. Psychiatric Facility	0	0	0	0	0	0	0	0	0	0				0
	e. Rehabilitation Facility	0	0	0	0	0	0	0	0	0	0				0
	f. Other Facility	1	0	0	0	0	0	0	0	0	0				0
Other (6)	60	8	7	5	1	10	2	8	2	7				50	
<b>MANAGED ENROLLMENT LIST (MEL)</b>															
Total number of applicants on the MEL at the end of the month		548	459	483	516	540	537	571	588	623	658				658
Number of applicants added to the MEL (4)		503	31	28	43	37	35	43	34	42	44				337
Applicants enrolled (removed from the MEL)		208	118	4	7	9	38	6	6	6	5				199
Applicants removed from the MEL due to Death (5)		2	1	0	1	1	0	0	0	0	1				4
Applicants removed from the MEL due to Other (6)		17	1	0	2	3	0	3	11	1	3				24
Applicants on the MEL who are in a Nursing Facility		1	3	3	5	4	4	4	3	3	2				2
Applicants on the MEL who are in an ICF/IID Group Home		20	20	24	22	20	21	25	28	28	39				39
Applicants on the MEL receiving Personal Care Services each month		10	10	13	13	8	9	10	6	10	12				12
Longest on the MEL to date (7)		1173	1,204	1,235	1,265	1,296	1,326	1,357	1,213	1,242	1,273				1,273

(1) Unduplicated slots used refers to the total number of members who accessed services during the fiscal year.

(2) and (3) Numbers determined medically eligible and ineligible reflect the activity for the month reported. Financial eligibility is not determined until after slot release.

(4) Monthly managed enrollment is being reported in the month an applicant is determined medically eligible; however, the individual's placement date on the managed enrollment list will be based on the date the Medical Eligibility Contract Agent (MECA) determines medical eligibility.

(5) Currently there is no way to track other reasons why someone may leave the MEL for reasons such as moved out of state, decided not to participate in program, etc.

(6) Other reason for program discharge may include, but is not limited to, member is no longer financial or medically eligible, moved out of state, no longer wants the service, etc.

(7) Longest number of days an applicant has been on the MEL.

**WV Department of Human Services  
Bureau for Medical Services TBI Waiver Program Report**

<b>Traumatic Brain Injury Waiver Reported March 31, 2024</b>	<b>FY2023</b>	<b>Jul-23</b>	<b>Aug-23</b>	<b>Sep-23</b>	<b>Oct-23</b>	<b>Nov-23</b>	<b>Dec-23</b>	<b>Jan-24</b>	<b>Feb-24</b>	<b>Mar-24</b>	<b>Apr-24</b>	<b>May-24</b>	<b>Jun-24</b>	<b>FY2024 YTD</b>
Slots Approved By CMS (1)	96	96	96	96	96	96	96	96	96	96				96
-Slots Available for Traditional (non TMH-WV) enrollees	95	92	92	92	92	92	92	92	94	94				94
-Slots reserved for Take Me Home-WV (TMH-WV) enrollees	1	4	4	4	4	4	4	4	2	2				2
Total number of members served YTD (unduplicated slots used) (2) YTD Column reflects most recent month's count	96	92	90	93	93	93	94	94	96	96				96
Applicants determined eligible this month and added to MEL (3)	12	1	3	2	1	2	2	1	0	2				14
Applicants determined ineligible	0	0	0	0	0	0	0	0	0	0				0
<b>ACTIVE MEMBERS</b>														
Active members at the end of the month (unduplicated slots active) YTD Column reflects most recent month's count	92	92	90	92	92	91	92	91	91	91				91
Active members enrolled during the calendar month	13	0	0	7	0	0	1	0	3	0				11
-Total Active Traditional members enrolled during the calendar month	12	0	0	6	0	0	0	0	3	0				9
-Total Active TMH-WV members enrolled during the calendar month	1	0	0	1	0	0	1	0	0	0				2
Members discharged during the calendar month	5	0	2	5	0	1	0	1	3	0				12
TBIW Members whose case was closed by reason														
Member is deceased	1	0	1	1	0	1	0	0	0	0				3
Other (4)	4	0	1	4	0	0	0	1	3	0				9
<b>MANAGED ENROLLMENT LIST (MEL)</b>														
# Eligible applicants closed during the calendar month (removed from MEL)	0	0	2	4	0	0	1	0	5	0				12
TBIW Applicants removed from the MEL														
Applicant offered a slot	0	0	2	4	0	0	1	0	5	0				12
Applicant became deceased	0	0	0	0	0	0	0	0	0	0				0
Other (5)	0	0	0	0	0	0	0	0	2	0				2
Applicants on the MEL who are in a nursing facility	0	0	0	0	1	0	0	0	0	0				1
Applicants on the MEL receiving Personal Care	0	1	0	0	0	0	0	1	0	0				2
Applicants on the MEL at the end of the month	2	3	4	2	3	5	6	7	2	4				4
Days -Longest time spent on the MEL to date (6) YTD Column reflects average # of days	15	46	31	23	54	84	115	146	116	147				85

(1) CMS Approved 96 slots. Of the 96 slots approved by CMS, four (4) are reserved for the Money Follows the Person and Rebalancing Demonstration Grant for SFY 2024. Four (4) slots are reserved for TMH applicants. 2/2024-two (2) reserved slots released for non TMH applicants.

(2) Unduplicated slots used refers to the total number of members who accessed services during the fiscal year. Two (2) funded slots became available, no services paid for this SFY .

(3) Monthly number added to MEL is being reported in the month an applicant is determined medically eligible; however, the individual's placement date on the managed enrollment list will be based on their initial application date.

(4) Other reason for closing a case may include, but is not limited to: No services for 180 days, unsafe environment, member non-compliance with program, member no longer desires services, member no longer a WV resident, member no longer medically or financially eligible.

(5) "Other" includes those who are no longer a WV resident, voluntarily decline the program, etc.

(6) Reported in actual number of days on the MEL.

NOTE: All data as reported by the Utilization Management Contractor is point-in-time

# JOINT COMMITTEE ON GOVERNMENT AND FINANCE

May 2024



West Virginia Children's  
Health Insurance Program

Stacey Shamblin, Deputy  
Commissioner, WVCHIP, BMS

**West Virginia Children's Health Insurance Program**  
**Comparative Statement of Revenues, Expenditures, Changes in Fund Balance, and Budget-to-Actual**  
**For the Nine Months Ending March 31, 2024 and March 31, 2023**

	Annual	Budget	Actual	Actual	Actual		Budget	
	Budget 2024	Year-to-Date	March 31, 2024	March 31, 2023	Variance	%	Variance	%
					\$	%	\$	%
<b>Beginning Operating Fund Balance</b>			<b>\$5,382,999</b>	<b>\$6,999,256</b>	<b>(\$1,616,257)</b>	<b>-23%</b>		
<b>Revenues</b>								
Federal Grants	\$57,889,868	\$43,417,401	\$47,659,693	\$31,959,573	\$15,700,120	49%	\$4,242,292	10%
State Appropriations	\$11,026,842	\$8,270,132	\$7,397,412	\$4,625,152	\$0	0%	(\$872,720)	-11%
Premium Revenues	\$52,500	\$39,375	\$22,440	\$29,185	(\$6,745)	-23%	(\$16,936)	-43%
Investment Earnings (Interest)	<u>\$100,000</u>	<u>\$75,000</u>	<u>\$142,980</u>	<u>(\$7,294)</u>	<u>\$150,274</u>	<u>-2060%</u>	<u>\$67,980</u>	<u>91%</u>
<b>Total Operating Fund Revenues</b>	<b><u>\$69,069,210</u></b>	<b><u>\$51,801,908</u></b>	<b><u>\$55,222,524</u></b>	<b><u>\$36,606,615</u></b>	<b><u>\$18,615,909</u></b>	<b>51%</b>	<b><u>\$3,420,617</u></b>	<b>7%</b>
<b>Expenditures:</b>								
<b>Claims Expenses:</b>								
Managed Care Organizations			\$39,264,949	\$28,301,211	\$10,963,738	39%		
Prescribed Drugs			\$9,282,805	\$6,893,698	\$2,389,107	35%		
Physicians & Surgical			\$3,317,895	\$1,803,014	\$1,514,881	84%		
Medical Transportation			\$1,427,645	\$32,651	\$1,394,995	4272%		
Outpatient Services			\$1,063,190	\$222,548	\$840,643	378%		
Inpatient Hospital Services			\$1,034,205	\$357,062	\$677,143	190%		
Dental			\$586,164	\$74,747	\$511,417	684%		
Therapy			\$246,962	\$50,127	\$196,835	393%		
Other Services			\$136,053	\$36,421	\$99,632	274%		
Inpatient Mental Health			\$124,841	\$34,320	\$90,522	264%		
Outpatient Mental Health			\$57,016	\$4,762	\$52,254	1097%		
Vision			\$31,781	\$5,303	\$26,478	499%		
Durable & Disposable Med. Equip.			\$18,657	\$3,052	\$15,604	511%		
Less: Other Collections**			(\$6,521)	(\$135,092)	\$128,571	-95%		
Drug Rebates	<u>(\$2,517,954)</u>	<u>(\$1,888,466)</u>	<u>(\$3,512,650)</u>	<u>(\$2,364,164)</u>	<u>(\$1,148,487)</u>	49%	\$1,630,705	-86%
<b>Total Claims Expenses</b>	<b><u>\$64,732,739</u></b>	<b><u>\$48,549,554</u></b>	<b><u>\$53,072,993</u></b>	<b><u>\$35,319,660</u></b>	<b><u>\$17,753,334</u></b>	<b>50%</b>	<b><u>\$4,523,439</u></b>	<b>9%</b>
<b>Administrative Expenses:</b>								
Salaries and Benefits	\$557,031	\$417,773	\$238,883	\$241,202	(\$2,320)	-1%	(\$178,890)	-43%
Program Administration	\$4,864,472	\$3,648,354	\$2,049,008	\$2,891,575	(\$842,568)	-29%	(\$1,599,346)	-44%
Outreach & Health Promotion	\$0	\$0	\$0	\$0	\$0	0%	\$0	0%
Health Service Initiative	\$225,000	\$168,750	\$56,250	\$168,750	(\$112,500)	-67%	(\$112,500)	-67%
Current	<u>\$413,409</u>	<u>\$310,057</u>	<u>\$17,002</u>	<u>\$26,507</u>	<u>(\$9,505)</u>	<u>-36%</u>	<u>(\$293,055)</u>	<u>-95%</u>
<b>Total Administrative Expenses in Operating Fund</b>	<b><u>\$6,059,912</u></b>	<b><u>\$4,544,934</u></b>	<b><u>\$2,361,143</u></b>	<b><u>\$3,328,035</u></b>	<b><u>(\$966,892)</u></b>	<b>-29%</b>	<b><u>(\$2,183,791)</u></b>	<b>-48%</b>
<b>Total Operating Fund Expenditures</b>	<b><u>\$70,792,651</u></b>	<b><u>\$53,094,488</u></b>	<b><u>\$55,434,136</u></b>	<b><u>\$38,647,694</u></b>	<b><u>\$16,786,442</u></b>	<b>43%</b>	<b><u>\$2,339,648</u></b>	<b>4%</b>
<b>Adjustments</b>			<b><u>(\$8,350)</u></b>	<b><u>\$147,744</u></b>				
<b>Ending Operating Fund Balance</b>			<b><u>\$5,163,037.23</u></b>	<b><u>\$5,105,921</u></b>	<b><u>\$57,116</u></b>	<b>1%</b>		
Money Market			\$0	\$13,463				
Bond Pool			\$3,879,789	\$3,717,741				
Cash on Deposit			\$1,283,248	\$1,374,717				
<b>Revenues Outside of Operating Funds:</b>								
Federal Grants			\$0	\$0	\$0	0%		
<b>Total WVCHIP Revenues</b>			<b><u>\$55,222,524</u></b>	<b><u>\$36,606,615</u></b>	<b><u>\$18,615,909</u></b>	<b>51%</b>		
<b>Program Expenses outside of Operating Funds:</b>								
Eligibility	<u>\$1,500,000</u>	<u>\$1,125,000</u>	<u>\$2,032,986</u>	<u>\$1,910,466</u>	<u>\$122,520</u>	<u>6%</u>	<u>\$907,986</u>	<u>81%</u>
<b>Total Administrative Expenses</b>	<b><u>\$7,559,912</u></b>	<b><u>\$5,669,934</u></b>	<b><u>\$4,394,128</u></b>	<b><u>\$5,238,501</u></b>	<b><u>(\$844,372)</u></b>	<b>-16%</b>	<b><u>(\$1,275,806)</u></b>	<b>-23%</b>
<b>Total WVCHIP Expenditures</b>	<b><u>\$72,292,651</u></b>	<b><u>\$54,219,488</u></b>	<b><u>\$57,467,122</u></b>	<b><u>\$40,558,160</u></b>	<b><u>\$16,908,962</u></b>	<b>42%</b>	<b><u>\$3,247,634</u></b>	<b>6%</b>

**Footnotes:**

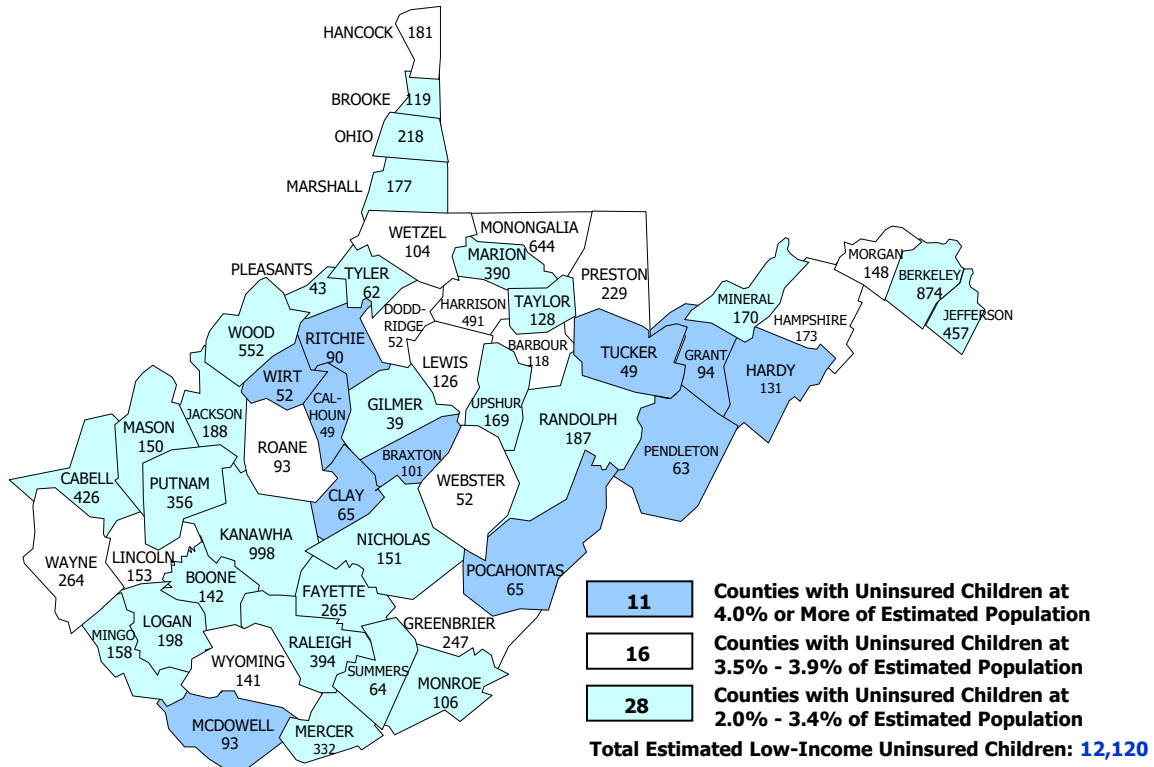
- 1) Statement is on cash basis.
- 2) Estimate of Incurred but Not Reported (IBNR) claims on March 31, 2024 is \$1,000,098. The March 31, 2023 estimate was \$493,441.
- 3) Administrative Accounts Payable balance on March 31, 2024 was \$1,853,439. The March 31, 2023 balance was \$484,555.
- 4) 2024 and 2023 adjustments to fund balances represents timing issues between the payment of expense and the draw-down of federal revenues.
- 5) Revenues are primarily federal funds. WVCHIP's Federal Matching Assistance Percentage (FMAP) during SFY24 is 81.87% (1/1/24); 82.92% (10/1/23); 83.56% (7/1/23). SFY23 was 85.00%.
- 6) Other Collections are primarily provider refunds and subrogation (amounts received from other insurers responsible for bills WVCHIP paid - primarily auto).
- 7) Physician & Surgical services include physicians, clinics, lab, Federally Qualified Health Centers (FQHC), and vaccine payments.
- 8) Other Services includes home health, chiropractors, psychologists, podiatrists, and nurse practitioners.
- 9) Eligibility costs outside the fund represent the costs allocated to the WVCHIP for eligibility and enrollment processing (RAPIDS/WVPATH).

**Unaudited - For Management Purposes Only**

## WVCHIP Enrollment Report

APRIL 2024

County	County Pop.				MATERNITY		Total CHIP	Total Medicaid	Total	CHIP/Medicaid	2021	2021
	2021 Est. (0-18 Yrs)	BLUE Apr-24	GOLD Apr-24	PREM Apr-24	BLUE Apr-24	PREM Apr-24	Enrollment Apr-24	Enrollment Apr-24	CHIP/Medicaid Enrollment	% of Population	SAHIE Uninsured Est.	SAHIE % Uninsured
Barbour	3,204	125	52	84	1	3	265	1,586	1,851	57.8%	107	3.3%
Berkeley	30,213	1,247	515	776	21	18	2,577	12,371	14,948	49.5%	879	2.9%
Boone	4,539	124	51	66	4	0	245	2,608	2,853	62.9%	145	3.2%
Braxton	2,378	61	25	44	0	3	133	1,310	1,443	60.7%	98	4.1%
Brooke	4,043	0	0	0	0	0	0	0	0	0.0%	121	3.0%
Cabell	19,300	509	222	330	6	11	1,078	8,677	9,755	50.5%	562	2.9%
Calhoun	1,178	59	21	29	1	1	111	729	840	71.3%	47	4.0%
Clay	1,793	59	17	35	1	2	114	1,162	1,276	71.2%	76	4.2%
Doddridge	1,084	48	11	24	0	1	84	700	784	72.3%	39	3.6%
Fayette	8,467	346	135	181	4	9	675	4,584	5,259	62.1%	254	3.0%
Gilmer	1,140	25	18	32	1	0	76	558	634	55.6%	35	3.1%
Grant	2,230	77	35	64	7	0	183	1,152	1,335	59.9%	93	4.2%
Greenbrier	6,534	319	118	204	5	6	652	3,373	4,025	61.6%	246	3.8%
Hampshire	4,248	173	75	75	3	0	326	2,295	2,621	61.7%	159	3.7%
Hancock	5,604	280	122	163	5	4	574	3,775	4,349	77.6%	205	3.7%
Hardy	2,892	113	39	86	2	2	242	1,287	1,529	52.9%	139	4.8%
Harrison	14,585	487	168	350	5	11	1,021	5,935	6,956	47.7%	555	3.8%
Jackson	6,181	173	91	113	2	2	381	2,766	3,147	50.9%	196	3.2%
Jefferson	13,328	383	167	273	5	4	832	3,604	4,436	33.3%	473	3.5%
Kanawha	36,989	1,139	470	718	29	28	2,384	31,037	33,421	90.4%	1103	3.0%
Lewis	3,706	145	63	83	2	2	295	1,862	2,157	58.2%	133	3.6%
Lincoln	4,606	138	60	97	2	6	303	2,563	2,866	62.2%	169	3.7%
Logan	6,800	218	76	132	4	0	430	3,965	4,395	64.6%	225	3.3%
Marion	11,652	377	160	244	0	7	788	4,960	5,748	49.3%	380	3.3%
Marshall	5,954	161	72	88	1	1	323	2,570	2,893	48.6%	154	2.6%
Mason	5,368	185	72	89	2	3	351	2,811	3,162	58.9%	157	2.9%
McDowell	3,143	91	41	79	1	1	213	2,495	2,708	86.2%	128	4.1%
Mercer	3,802	528	231	257	6	10	1,032	7,487	8,519	224.1%	110	2.9%
Mineral	12,788	202	98	101	0	0	401	2,270	2,671	20.9%	433	3.4%
Mingo	5,538	142	61	88	2	3	296	3,542	3,838	69.3%	144	2.6%
Monongalia	5,227	487	207	361	8	15	1,078	5,457	6,535	125.0%	188	3.6%
Monroe	18,601	94	45	93	2	3	237	1,151	1,388	7.5%	540	2.9%
Morgan	2,520	165	54	91	1	0	311	1,430	1,741	69.1%	97	3.8%
Nicholas	5,074	186	76	120	3	6	391	2,425	2,816	55.5%	166	3.3%
Ohio	8,461	217	89	132	3	2	443	3,560	4,003	47.3%	257	3.0%
Pendleton	1,195	33	15	48	1	1	98	520	618	51.7%	60	5.0%
Pleasants	1,522	42	13	34	1	0	90	657	747	49.1%	37	2.4%
Pocahontas	1,417	53	17	30	0	0	100	663	763	53.8%	66	4.7%
Preston	6,770	242	87	170	1	5	505	2,887	3,392	50.1%	238	3.5%
Putnam	13,220	359	168	252	7	7	793	3,975	4,768	36.1%	392	3.0%
Raleigh	16,094	558	229	418	12	8	1,225	8,370	9,595	59.6%	481	3.0%
Randolph	5,312	228	78	145	3	5	459	2,462	2,921	55.0%	176	3.3%
Ritchie	1,750	63	20	37	1	1	175	925	1,100	62.9%	90	5.1%
Roane	2,946	143	55	90	0	4	258	1,388	1,646	55.9%	107	3.6%
Summers	1,967	92	34	56	1	1	181	1,387	1,568	79.7%	65	3.3%
Taylor	3,325	105	54	53	1	3	212	1,444	1,656	49.8%	112	3.4%
Tucker	920	55	31	49	1	1	121	448	569	61.8%	45	4.9%
Tyler	1,667	50	20	33	0	0	204	741	945	56.7%	55	3.3%
Upshur	4,995	170	81	134	2	3	392	2,570	2,962	59.3%	164	3.3%
Wayne	8,022	300	114	136	2	6	454	4,358	4,812	60.0%	300	3.7%
Webster	1,639	75	35	32	0	3	167	968	1,135	69.2%	60	3.7%
Wetzel	3,033	74	25	54	1	4	130	1,815	1,945	64.1%	106	3.5%
Wirt	1,108	43	10	26	2	0	389	590	979	88.4%	44	4.0%
Wood	18,255	578	163	334	6	7	898	8,109	9,007	49.3%	548	3.0%
Wyoming	4,418	130	61	144	6	6	347	2,142	2,489	56.3%	161	3.6%
<b>Totals</b>	<b>372,745</b>	<b>12,476</b>	<b>5,067</b>	<b>7,977</b>	<b>187</b>	<b>229</b>	<b>25,936</b>	<b>184,476</b>	<b>210,412</b>	<b>56.4%</b>	<b>12,120</b>	<b>3.3%</b>



The above map shows the most recent 2021 county level data provided by the U.S. Census Bureau Small Area Health Insurance Estimates (SAHIE) for children under 19 years. While the statewide average for children under 19 is now about 3.3%, the SAHIE data reflects more accurately the variation from county to county depending on the availability of employer-sponsored insurance and should be a more accurate way to target outreach than in previous years.

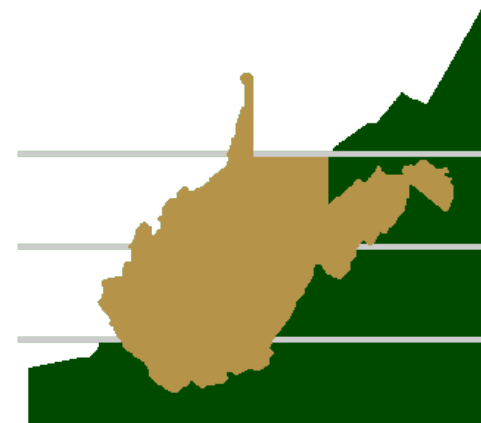


# WEST VIRGINIA INVESTMENT MANAGEMENT BOARD

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Participant Plan Performance Report

March 31, 2024



Participant Plans Allocation & Performance Net of Fees

Period Ending: March 31, 2024

	6/30/2023		3/31/2024		Performance %							
	Asset (\$000)	%	Asset (\$000)	%	1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year	20 Year
<b>WVIMB Fund Assets</b>	<b>24,219,305</b>	<b>100.0</b>	<b>26,034,982</b>	<b>100.0</b>								
<b>Pension Assets</b>	<b>19,790,811</b>	<b>81.7</b>	<b>21,172,441</b>	<b>81.3</b>								
Public Employees' Retirement System	8,398,434	34.7	8,993,517	34.6	2.5	4.9	10.0	13.3	6.7	9.6	8.3	7.8
Teachers' Retirement System	9,319,703	38.5	9,897,235	38.0	2.5	4.9	9.9	13.3	6.7	9.6	8.3	7.6
EMS Retirement System	125,180	0.5	139,498	0.5	2.5	4.9	9.9	13.2	6.7	9.6	8.3	
Public Safety Retirement System	778,439	3.2	812,827	3.1	2.5	4.9	10.0	13.4	6.8	9.7	8.3	7.8
Judges' Retirement System	278,545	1.2	303,115	1.2	2.5	4.9	10.0	13.3	6.7	9.6	8.4	7.8
State Police Retirement System	320,094	1.3	357,823	1.4	2.5	4.9	9.9	13.3	6.7	9.6	8.3	7.7
Deputy Sheriffs' Retirement System	316,039	1.3	346,956	1.3	2.5	4.9	9.9	13.3	6.7	9.6	8.3	7.8
Municipal Police & Firefighter Retirement System	34,945	0.1	43,051	0.2	2.5	4.9	9.9	13.2	6.6	9.5	8.2	
Natural Resources Police Office Retirement System	27,643	0.1	31,260	0.1	2.5	4.9	9.9	13.3	6.7			
Municipal Model A	189,153	0.8	244,080	0.9	2.5	4.9	10.4	13.8	7.3	10.1	8.6	
Municipal Model B	2,636	0.0	3,079	0.0	2.4	4.6	11.2	14.9	3.6			
<b>Insurance Assets</b>	<b>3,216,097</b>	<b>13.3</b>	<b>3,312,990</b>	<b>12.7</b>								
Workers' Compensation Old Fund	851,245	3.4	848,083	3.2	1.8	3.2	8.2	10.2	2.2	5.3	4.7	
Workers' Comp. Self-Insured Guaranty Risk Pool	37,044	0.2	39,844	0.1	1.8	3.2	8.2	10.2	2.6	5.5	4.8	
Workers' Comp. Self-Insured Security Risk Pool	48,517	0.2	50,687	0.2	1.8	3.2	8.2	10.2	2.6	5.5	4.8	
Workers' Comp. Uninsured Employers' Fund	16,767	0.1	18,240	0.1	1.8	3.2	8.2	10.2	2.5	5.4	4.7	
Pneumoconiosis	200,150	0.8	203,700	0.8	1.8	3.2	8.3	10.3	2.6	5.5	4.8	5.0
Board of Risk & Insurance Management	183,857	0.8	89,689	0.3	1.8	3.2	8.3	10.3	2.6	5.5	4.8	
Public Employees' Insurance Agency	135,642	0.6	146,639	0.6	1.7	3.0	8.1	9.7	2.3	5.1	4.6	
WV Retiree Health Benefit Trust Fund	1,742,875	7.2	1,916,108	7.4	2.5	4.9	9.9	13.3	6.7	9.6	8.3	
<b>Endowment Assets</b>	<b>1,212,397</b>	<b>5.0</b>	<b>1,549,551</b>	<b>6.0</b>								
Berkeley County Development Authority	8,558	0.0	6,707	0.0	2.5	4.9	9.5	12.8	6.6	9.5		
Wildlife Fund	72,283	0.3	74,981	0.3	2.5	4.9	10.0	13.3	6.7	9.6	8.3	7.7
WV State Parks and Recreation Endowment Fund	35,050	0.1	44,953	0.2	2.5	4.9	10.0	13.4				
Revenue Shortfall Reserve Fund	334,187	1.4	600,834	2.3	1.1	1.2	5.6	5.9	0.0	1.8	2.1	
Revenue Shortfall Reserve Fund - Part B	514,884	2.2	549,339	2.1	1.5	1.9	6.7	7.8	0.7	4.0	4.0	
WV DEP Trust	11,478	0.0	12,686	0.1	2.4	4.9	10.5	14.2	4.7	8.4	7.1	
WV DEP Agency	235,957	1.0	260,051	1.0	2.1	4.2	10.2	13.1	3.4	6.5	5.6	

## Composite Asset Allocation &amp; Performance Net of Fees

Period Ending: March 31, 2024

	Asset (\$000)	%	Performance %								
			1 Month	3 Month	FYTD	1 Year	3 Year	5 Year	10 Year	20 Year	
Investment Pools Composite	26,046,237	100.00									
Portable Alpha Composite +/- S&P 500 Index	5,823,327	22.36	4.16 0.94	12.10 1.54	21.04 1.60	31.78 1.90	11.57 0.08				
Large Cap Domestic Equity Composite +/- S&P 500 Index	336,020	1.29	3.18 (0.04)	10.54 (0.02)	19.40 (0.04)	29.80 (0.08)	11.40 (0.09)	15.10 0.05	12.85 (0.11)	10.17 0.02	
Non-Large Cap Domestic Equity Composite +/- Russell 2500 Index	1,246,703	4.79	5.14 1.01	10.60 3.68	19.38 3.98	22.68 1.25	7.39 4.42	12.24 2.34	9.41 0.57	9.88 0.75	
International Equity Composite +/- MSCI AC World ex US IMI Index (a)	4,434,683	17.03	3.52 0.34	5.28 0.83	13.18 2.31	16.03 2.26	2.62 0.40	7.33 0.83	5.50 0.70	7.17 0.96	
Fixed Income Composite +/- Bloomberg Universal (b)	4,447,217	17.07	0.98 0.00	(0.02) 0.45	4.44 1.16	4.69 2.02	(1.07) 1.04	1.73 1.04	2.56 0.73	3.69 0.27	
Core Fixed Income Composite +/- Bloomberg US Aggregate	1,996,269	7.66	1.02 0.10	(0.29) 0.49	3.12 0.56	2.48 0.78	(1.61) 0.85	1.26 0.90	2.19 0.65		
Total Return Fixed Income Composite (c) +/- Bloomberg Universal	2,450,948	9.41	0.94 (0.04)	0.20 0.67	5.52 2.24	6.49 3.82	(0.61) 1.50	2.05 1.36	2.77 0.94	4.11 0.81	
TIPS Composite +/- Bloomberg US TIPS 1-10 Yr (d)	503,557	1.93	0.86 0.06	0.35 0.09	3.12 0.01	1.56 0.06	(0.14) 0.05	2.78 0.08	2.36 0.04		
Cash Composite +/- FTSE 3 Month US T-Bill (e)	145,119	0.56	0.44 (0.02)	1.33 (0.04)	4.00 (0.21)	5.25 (0.27)	2.59 (0.11)	1.94 (0.13)	1.35 (0.04)	1.57 (0.02)	
Private Equity Composite +/- Russell 3000 + 3% (f, g)	2,749,179	10.55	1.62 (1.85)	2.42 (8.34)	2.61 (18.92)	6.12 (26.17)	16.02 3.24	19.67 2.33	17.60 2.27		
Real Estate Composite +/- NCREIF + 1% (f)	2,462,389	9.45	(0.02) 0.91	(2.58) 0.19	(3.77) 1.72	(6.77) 0.17	4.07 (1.50)	4.00 (1.34)	6.81 (0.99)		
Hedge Fund Composite +/- HFRI FOF + 1% (h)	2,809,081	10.79	2.20 0.49	5.87 1.45	11.32 2.54	13.40 2.72	6.97 3.09	7.49 1.49	5.31 0.72		
Private Credit & Income Composite +/- SOFR + 4% (f, i)	1,088,962	4.18	0.56 (0.23)	0.22 (2.12)	3.35 (3.76)	6.22 (2.91)	6.66 0.51	6.52 0.22			

## Participant Plans Allocation vs. Strategy

	Equity		Fixed Income		Private Equity		Real Estate		Private Credit & Income		Hedge Funds		Cash	
	Actual %	Strategy %	Actual %	Strategy %	Actual %	Strategy %	Actual %	Strategy %	Actual %	Strategy %	Actual %	Strategy %	Actual %	Strategy %

**Pension Assets**

Public Employees' Retirement System	48.3	45.0	14.5	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.1	0.0
Teachers' Retirement System	48.3	45.0	14.4	15.0	11.6	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.1	0.0
EMS Retirement System	48.1	45.0	14.3	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.5	0.0
Public Safety Retirement System	48.2	45.0	14.3	15.0	11.6	12.0	10.4	12.0	4.6	6.0	10.7	10.0	0.2	0.0
Judges' Retirement System	48.0	45.0	14.7	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.2	0.0
State Police Retirement System	48.0	45.0	14.6	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.3	0.0
Deputy Sheriffs' Retirement System	48.1	45.0	14.4	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.4	0.0
Municipal Police & Firefighter Retirement System	48.0	45.0	14.3	15.0	11.5	12.0	10.3	12.0	4.5	6.0	10.6	10.0	0.8	0.0
Natural Resources Police Office Retirement System	48.1	45.0	14.0	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.8	0.0
Municipal Model A	48.1	45.0	14.4	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.4	0.0
Municipal Model B	57.2	55.0	42.2	45.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.6	0.0

**Insurance Assets**

Workers' Compensation Old Fund	27.0	25.0	43.5	45.0	3.9	4.0	3.5	4.0	1.6	2.0	16.4	15.0	4.1	5.0
Workers' Comp. Self-Insured Guaranty Risk Pool	26.8	25.0	43.2	45.0	3.9	4.0	3.5	4.0	1.5	2.0	16.3	15.0	4.8	5.0
Workers' Comp. Self-Insured Security Risk Pool	26.9	25.0	43.3	45.0	3.9	4.0	3.5	4.0	1.5	2.0	16.3	15.0	4.6	5.0
Workers' Comp. Uninsured Employers' Fund	26.8	25.0	43.0	45.0	3.9	4.0	3.5	4.0	1.5	2.0	16.2	15.0	5.1	5.0
Pneumoconiosis	27.1	25.0	43.4	45.0	3.9	4.0	3.5	4.0	1.6	2.0	16.4	15.0	4.1	5.0
Board of Risk & Insurance Management	26.9	25.0	43.1	45.0	3.9	4.0	3.5	4.0	1.5	2.0	16.2	15.0	4.9	5.0
Public Employees' Insurance Agency	21.4	20.0	52.4	55.0	2.0	2.0	1.7	2.0	0.8	1.0	21.7	20.0	0.0	0.0
WV Retiree Health Benefit Trust Fund	48.0	45.0	14.9	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.0	0.0

**Endowment Assets**

Berkeley County Development Authority	48.0	45.0	14.9	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.0	0.0
Wildlife Fund	48.0	45.0	14.9	15.0	11.5	12.0	10.3	12.0	4.5	6.0	10.6	10.0	0.2	0.0
WV State Parks and Recreation Endowment Fund	48.0	45.0	14.9	15.0	11.5	12.0	10.3	12.0	4.6	6.0	10.7	10.0	0.0	0.0
Revenue Shortfall Reserve Fund	10.7	10.0	79.3	80.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	0.0	10.0	10.0
Revenue Shortfall Reserve Fund - Part B	18.8	17.5	71.1	72.5	2.0	2.0	1.8	2.0	0.8	1.0	5.5	5.0	0.0	0.0
WV DEP Trust	52.8	50.0	14.6	15.0	9.6	10.0	8.6	10.0	3.8	5.0	10.6	10.0	0.0	0.0
WV DEP Agency	36.7	35.0	37.4	40.0	1.9	2.0	1.7	2.0	0.8	1.0	21.5	20.0	0.0	0.0

## Footnotes

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- (a) Prior to January 2014, the index was the MSCIACW ex USA (Standard).
- (b) Prior to April 2008, the index was Bloomberg US Aggregate.
- (c) From October 2015 to March 2017, performance returns from the Opportunistic Income Pool were included in the Total Return Fixed Income Composite.
- (d) Prior to June 2023, the index was Bloomberg US TIPS.
- (e) Prior to January 2014, the index was FTSE 3 Month US T-Bill plus 15 basis points.
- (f) Private Equity, Real Estate, and Private Credit & Income consist primarily of private market investments. The time lag in determining the fair value of these investments makes the comparison to their public market benchmarks less meaningful over shorter time periods.
- (g) Prior to January 2014, the index was S&P 500 plus 500 basis points.
- (h) Prior to January 2014, the index was Libor plus 400 basis points.
- (i) From April 2017 to May 2023, the index was CS Leveraged Loan plus 200 basis points. Prior to April 2017, the index was CS Leveraged Loan plus 250 basis points.

Note: Participant returns are net of fees. Portfolio returns are net of management fees. Returns shorter than one year are unannualized.

## Disclaimer

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Verus receives universe data from InvMetrics, eVestment Alliance, and Morningstar. We believe this data to be robust and appropriate for peer comparison. Nevertheless, these universes may not be comprehensive of all peer investors/managers but rather of the investors/managers that comprise that database. The resulting universe composition is not static and will change over time. Returns are annualized when they cover more than one year. Investment managers may revise their data after report distribution. Verus will make the appropriate correction to the client account but may or may not disclose the change to the client based on the materiality of the change.



**WEST VIRGINIA OFFICES *OF THE* INSURANCE COMMISSIONER**

*Allan L. McVey*  
*Insurance Commissioner*

**Insurance Commissioner**

**May 2024 Report**

**to**

*Joint Committee on Government & Finance*

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## Introduction

The passage of S.B. 1004 in January 2005 brought historic changes to workers' compensation insurance in West Virginia. The State-administered monopolistic system was phased out and the West Virginia workers' compensation insurance market was privatized and opened to full competition beginning in July 2008.

Although workers' compensation insurance in WV was privatized, a large legacy liability existed from the operation of the State-administered monopolistic fund. This legacy liability was retained by the State of West Virginia in what is known as the "Old Fund." The Old Fund consists of all historical claims with dates of injuries or last exposure through June 30, 2005.

As of April 2024, there were 6,259 active claims remaining in the Old Fund. This report provides updates on the status of the various workers' compensation funds and the activities associated with the regulation of workers' compensation insurance by the Insurance Commissioner.

## Definitions:

**Board of Review:** The Board of Review (BOR) is charged with adjudicating objections to claims decisions made by private carriers, self-insured employers or the Insurance Commissioner, if applicable, regarding claims made pursuant to the provisions of W.Va. Code §23-5-1a. The BOR conducts hearings, receives and weighs evidence, and issues written decisions on objections filed in regard to initial claims management decisions. A final decision of the Board of Review may be appealed to the Intermediate Court of Appeals.

**Intermediate Court of Appeals:** The Intermediate Court of Appeals (ICA) is the appellate court created in W.Va. Code §51-11-1, et seq., the *West Virginia Appellate Reorganization Act*, with appellate jurisdiction over final orders or decisions of the BOR issued pursuant to W.Va. Code 23-5-1, et seq., after June 30, 2022. Any employer, employee, claimant, or dependent who is aggrieved by a decision of the BOR may appeal to the West Virginia Intermedial Court of Appeals. The ICA may reverse, vacate, modify, or remand a decision of the BOR. Any appeal taken from an ICA 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 (CWP):** State managed fund into which FBL premiums previously received are held, and out of which FBL benefits are paid. This fund was closed to future liabilities as of December 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.

**FBL Awarded Claim:** an FBL claim that has been awarded but has not yet been accepted by the responsible operator/insurer.

**FBL Claim Notice:** an FBL claim for which not initial decision has yet been made, but evidence in the claims indicates the potential for an award.

**FBL Non-active 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. Denied FBL claims are closed administratively after 6 months, as the TPA’s bill for claims management services monthly on an open claims basis.

**FBL Paying Claim:** an FBL claim for which an award has been made and the responsible operator/insurer has accepted liability. Payments are being made to the claimant or dependents.

**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 was sought or awarded, i.e., no payment of wage replacement benefits (indemnity) is being made.

**Old Fund:** The residual assets and liabilities of the former Worker’s Compensation Fund are now reported in a fund known as the Workers’ Compensation Old Fund. Disbursements from the Old Fund are related to the liabilities and appropriate administrative expenses necessary for the administration of all claims, actual and incurred but not reported, for any claims with a date of injury on or before June 30, 2005.

**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.

**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.

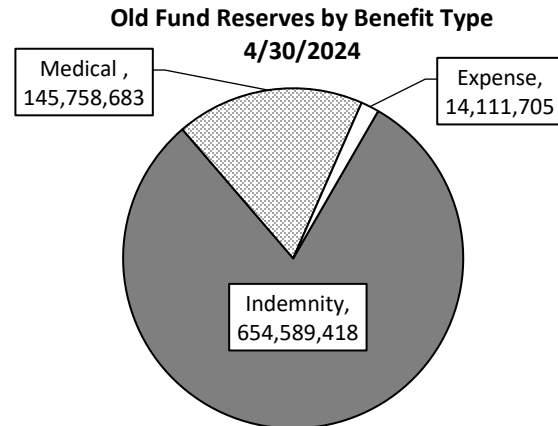
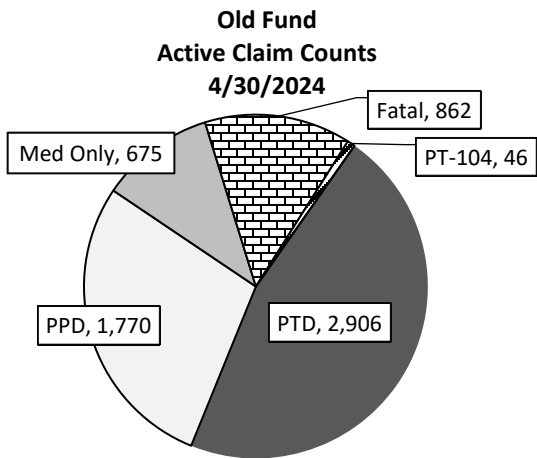
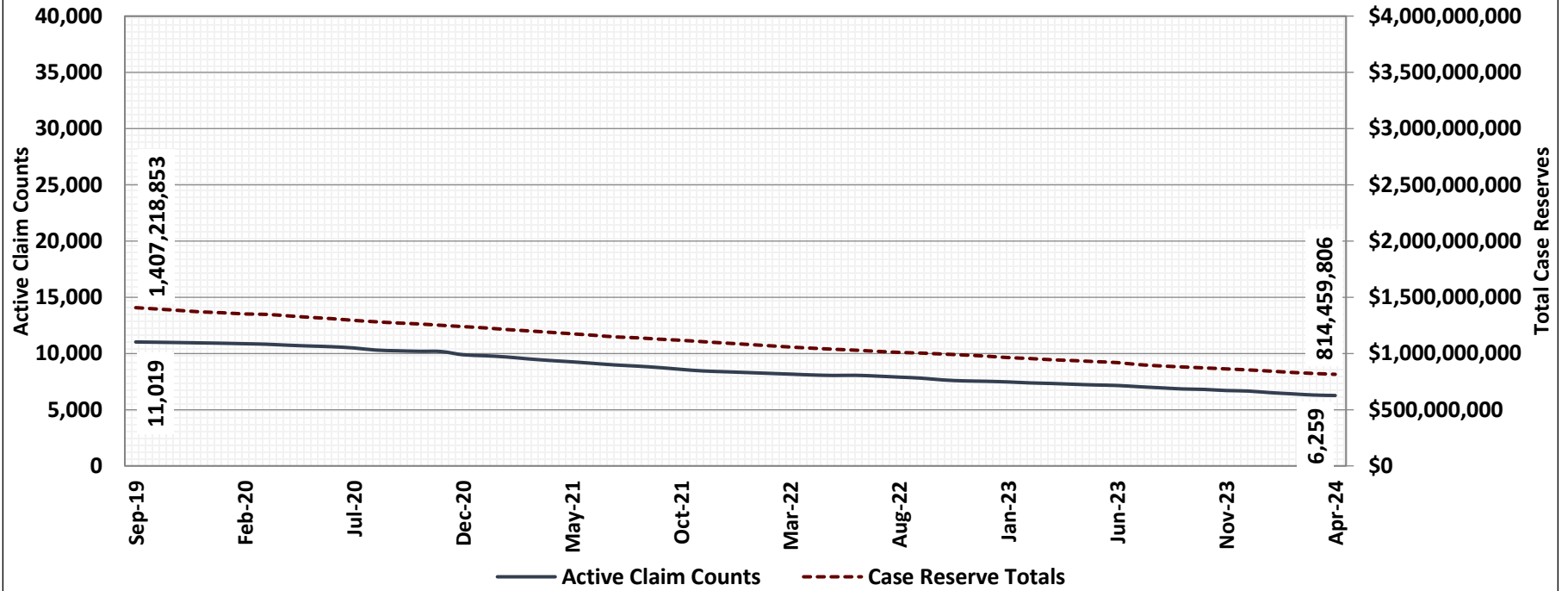
**Self-Insured Guaranty Fund:** State managed fund consisting of those funds transferred to it from the guaranty pool created pursuant to 85 CSR §19 (2004) and any future funds collected through continued administration of that exempt legislative rule as administered by the WVOIC and out of which workers' 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 consisting of those funds paid into it thru the WVOIC's administration of 85 CSR §19 (2004), 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.

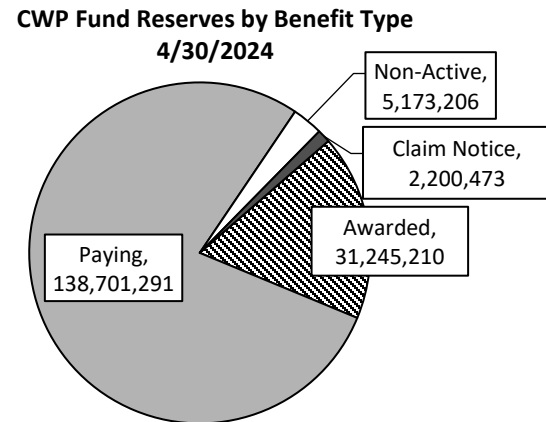
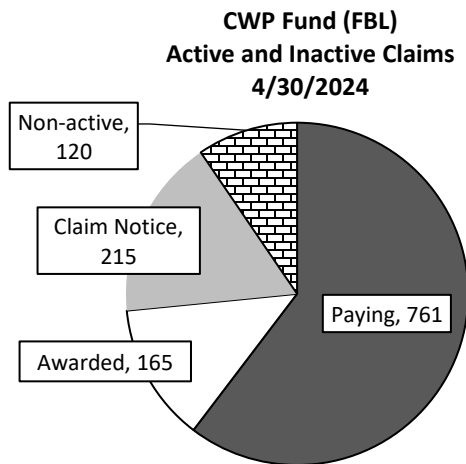
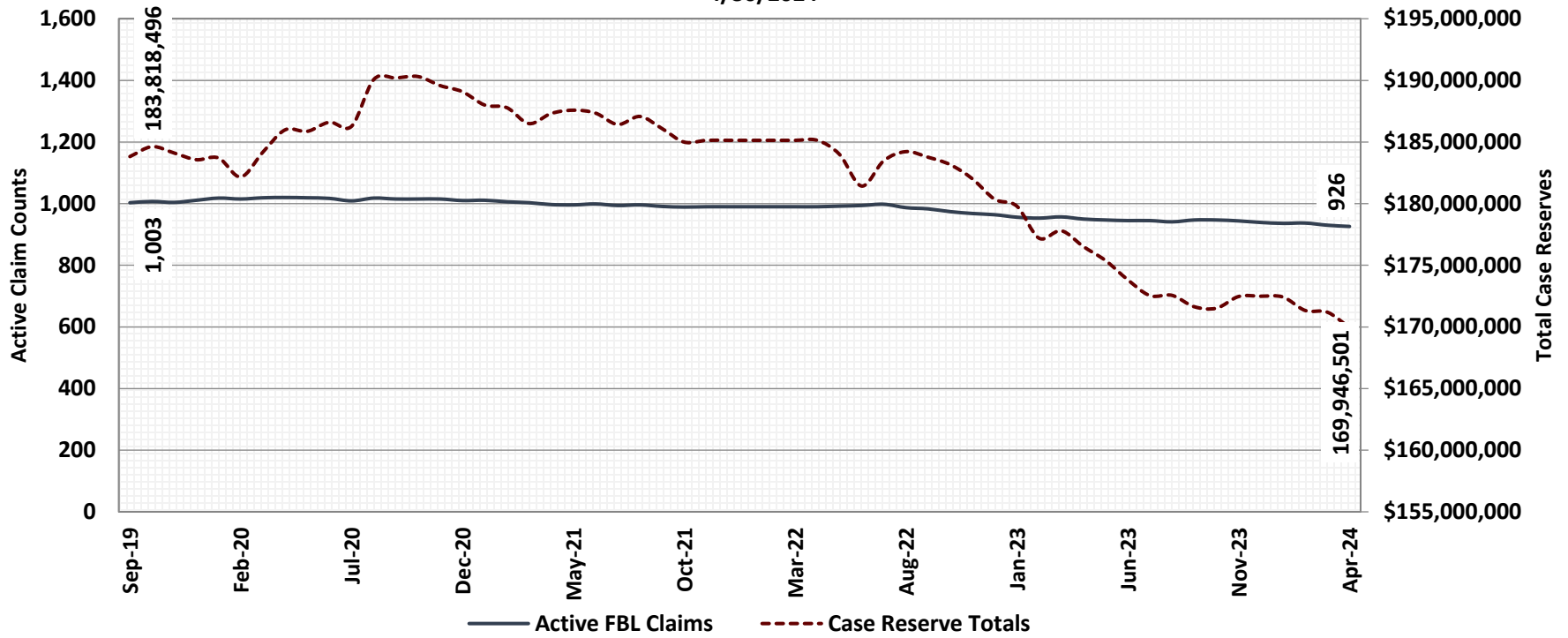
**TTD:** (Temporary Total Disability) an inability to return to substantial gainful employment requiring skills or activities comparable to those of one's previous gainful employment during the healing or recovery period after the injury. In order to receive TTD benefits, the injured worker must be certified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

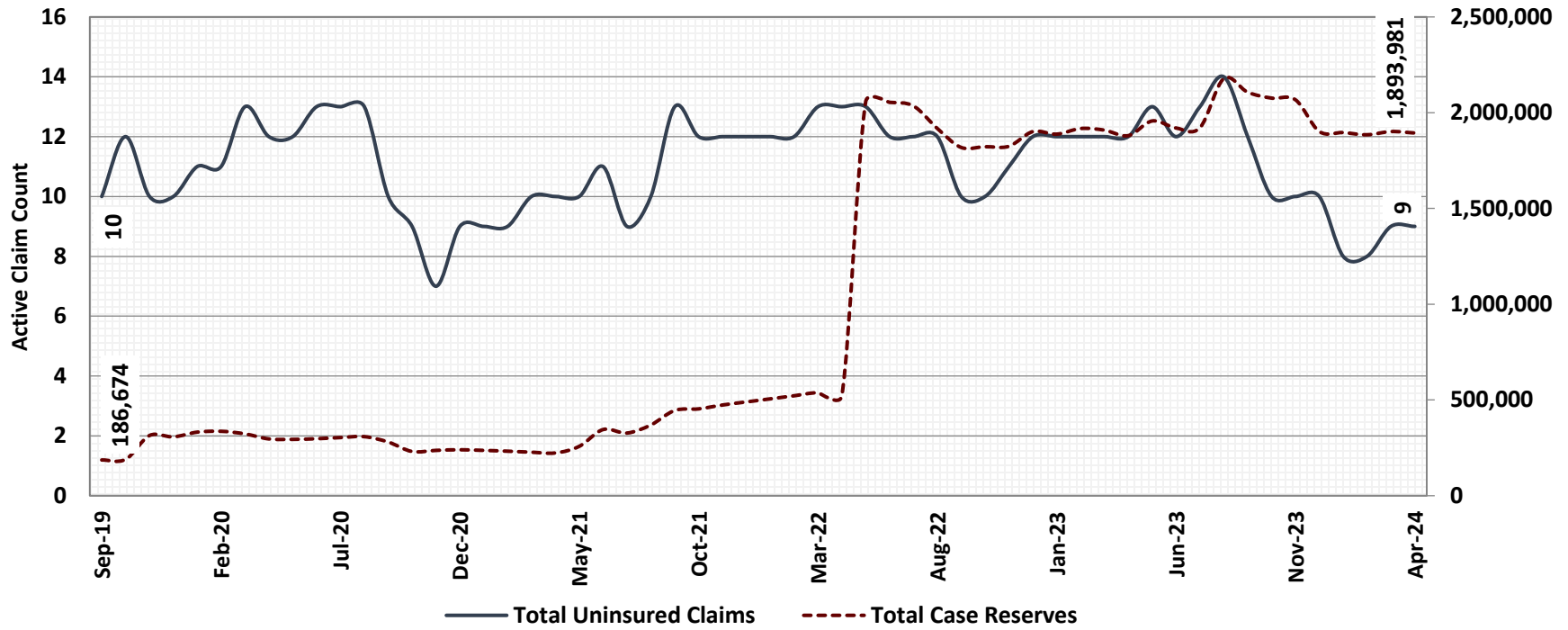
**Old Fund  
Active Claim Counts and Case Reserves  
4/30/2024**



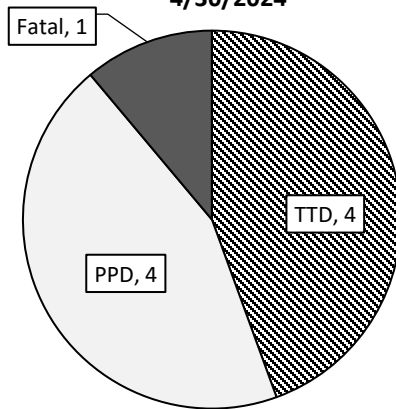
**CWP Fund (FBL)**  
**Active Claim Counts and Case Reserves**  
**4/30/2024**



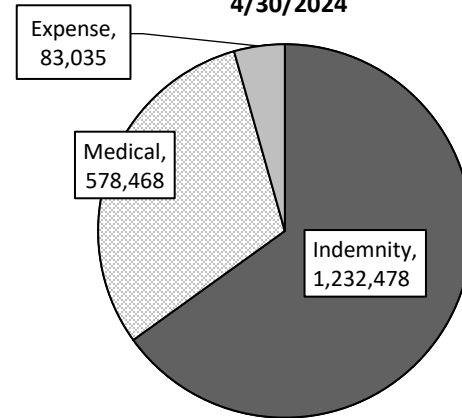
**Uninsured Fund  
Active Claim Counts and Case Reserves  
4/30/2024**



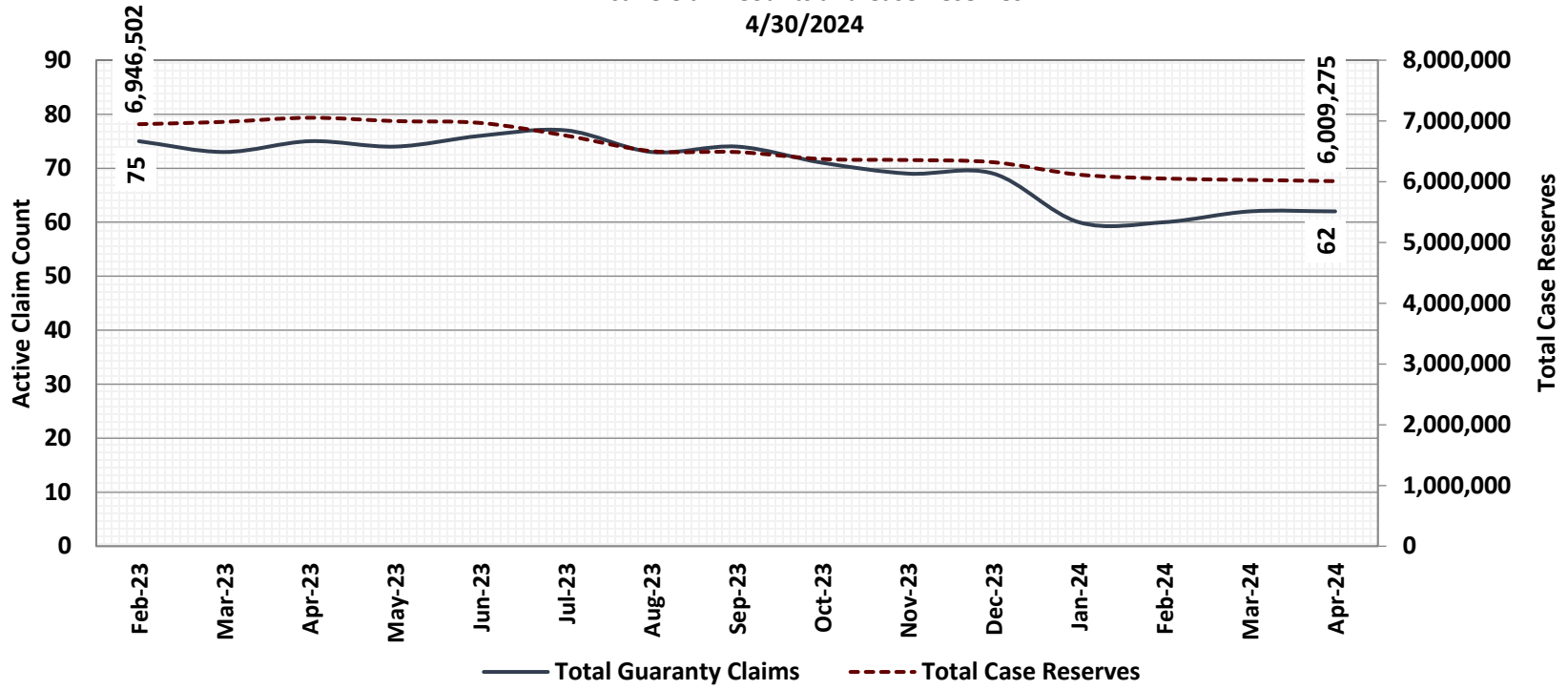
**Uninsured Fund  
Active Claim Counts  
4/30/2024**



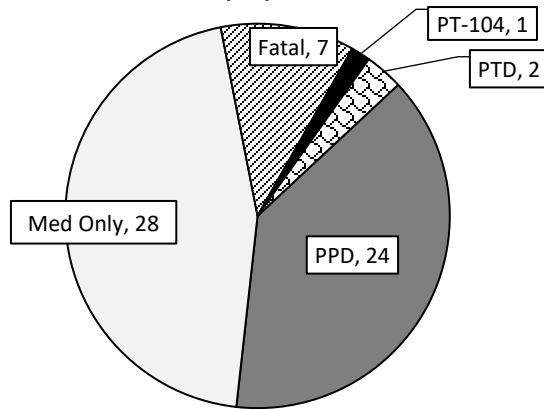
**Uninsured Fund Reserves by Benefit Type  
4/30/2024**



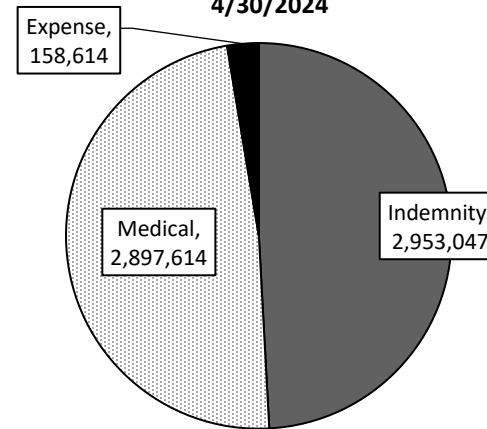
**Guaranty Fund  
Active Claim Counts and Case Reserves  
4/30/2024**



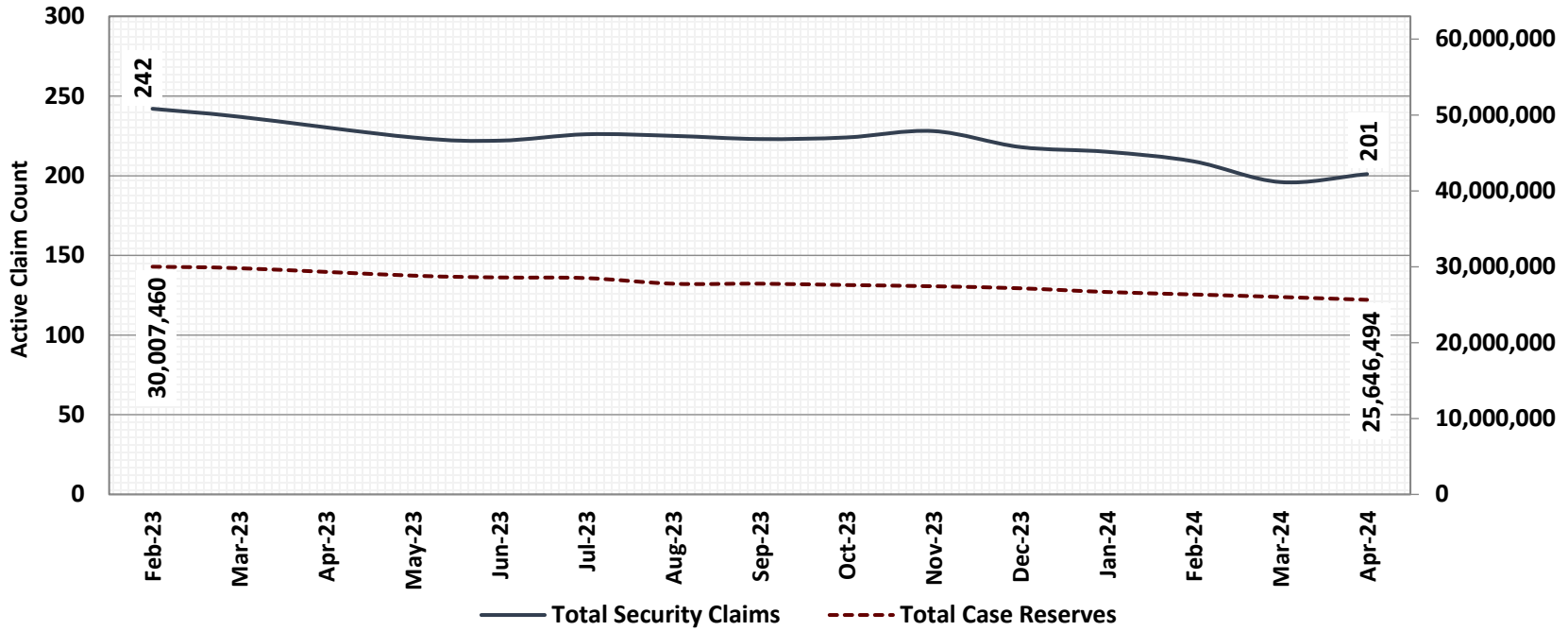
**Guaranty Fund  
Active Claim Counts  
4/30/2024**



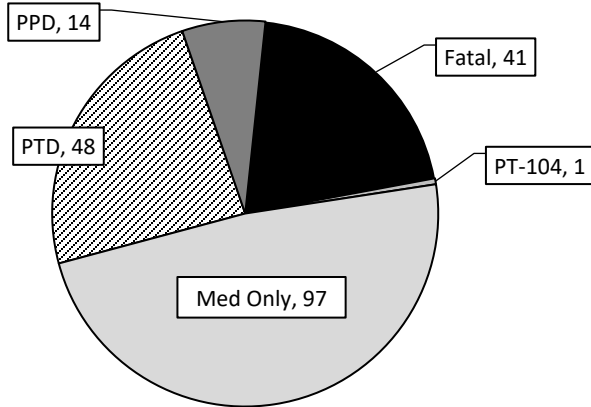
**Guaranty Fund Reserves by Benefit Type  
4/30/2024**



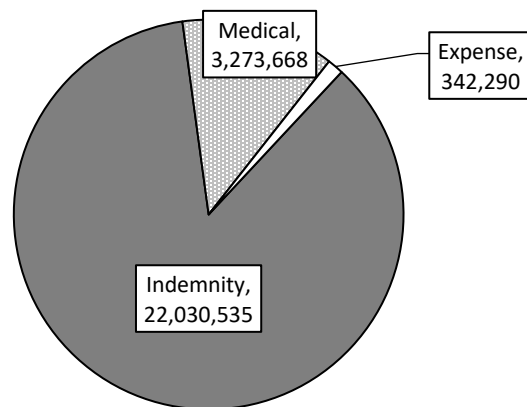
**Security Fund  
Active Claim Counts and Case Reserves  
4/30/2024**



**Security Fund  
Active Claim Counts  
4/30/2024**



**Security Fund Reserves by Benefit Type  
4/30/2024**





OLD FUND CASH STATEMENT

April 30, 2024

Three Year History for years ended:

	YTD FY2024	YTD FY2023	Change	FY2023	FY2022	FY2021
<b>Cash Beginning Balances</b>	<b>834,791,874</b>	<b>919,242,416</b>	<b>(84,450,541)</b>	<b>919,242,416</b>	<b>1,080,592,100</b>	<b>993,229,138</b>
<b>Revenues</b>						
Employer Premium	29,741	31,692	(1,951)	41,326	238,786	189,298
Other Income	-	-	-	-	-	-
<b>Operating Revenues</b>	<b>29,741</b>	<b>31,692</b>	<b>(1,951)</b>	<b>41,326</b>	<b>238,786</b>	<b>189,298</b>
Investment / Interest Earnings (Losses)	82,785,154	(9,974,799)	92,759,953	(11,188,287)	(52,668,067)	187,370,470
<b>Total Revenues</b>	<b>82,814,895</b>	<b>(9,943,108)</b>	<b>92,758,002</b>	<b>(11,146,961)</b>	<b>(52,429,280)</b>	<b>187,559,768</b>
<b>Expenditures</b>						
Claims Benefits Paid:						
Medical	12,512,913	12,507,253	5,659	14,732,152	14,588,442	16,509,277
Permanent Total Disability	44,066,980	47,928,070	(3,861,090)	57,045,856	63,031,618	69,561,392
Permanent Partial Disability	68,037	58,645	9,392	66,107	163,078	112,956
Temporary Disability	-	-	-	-	-	-
Fatals	12,764,737	13,497,827	(733,090)	16,153,932	17,124,757	18,386,146
104 weeks death benefit	3,681,976	4,031,704	(349,728)	4,611,340	6,011,709	6,353,928
Settlements	505,342	1,239,524	(734,181)	1,249,524	2,382,067	2,708,581
Loss Adjustment Expenses	503,652	821,202	(317,550)	899,017	1,284,295	1,095,241
<b>Total</b>	<b>74,103,637</b>	<b>80,084,225</b>	<b>(5,980,588)</b>	<b>94,757,927</b>	<b>104,585,967</b>	<b>114,727,520</b>
Less: Formulary Rebates	422,999	-	422,999	-	-	-
Less: Claims credits and overpayments	315,996	465,752	(149,756)	550,422	454,800	334,334
<b>Total Benefits Paid</b>	<b>73,364,642</b>	<b>79,618,473</b>	<b>(6,253,831)</b>	<b>94,207,505</b>	<b>104,131,167</b>	<b>114,393,187</b>
Administrative Expenses	2,969,585	3,162,784	(193,199)	4,096,075	4,789,237	5,803,619
<b>Total Expenditures</b>	<b>76,334,227</b>	<b>82,781,257</b>	<b>(6,447,031)</b>	<b>98,303,580</b>	<b>108,920,405</b>	<b>120,196,805</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>6,480,668</b>	<b>(92,724,365)</b>	<b>99,205,033</b>	<b>(109,450,541)</b>	<b>(161,349,685)</b>	<b>67,362,963</b>
<b>Transfer from Operating Fund</b>	<b>-</b>	<b>20,000,000</b>	<b>(20,000,000)</b>	<b>25,000,000</b>	<b>-</b>	<b>20,000,000</b>
<b>Cash Ending Balances</b>	<b>841,272,542</b>	<b>846,518,051</b>	<b>(5,245,509)</b>	<b>834,791,874</b>	<b>919,242,416</b>	<b>1,080,592,100</b>

Note: The purpose of this report is to enhance the user's ability to monitor the cash activities of the Old Fund. The Old Fund assets consist of cash and investments with the WV Investment Management Board. Investment earnings are presented in the month in which the State Treasurer records the earnings in the statewide accounting system, wvOASIS. The liabilities of the Old Fund consist of the worker's 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, 2005. 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  
APRIL 30, 2024

Three Year History for years ended:						
	YTD FY2024	YTD FY2023	Change	FY2023	FY2022	FY2021
<b>Cash Beginning Balances</b>	196,484,406	215,931,727	(19,447,321)	215,931,727	246,613,162	220,914,521
<b>Revenues</b>						
Investment Earnings (Losses)	19,754,903	(1,274,788)	21,029,691	(1,550,178)	(11,131,323)	43,567,242
Other Income	-	-	-	-	-	-
<b>Total Revenues</b>	<b>19,754,903</b>	<b>(1,274,788)</b>	<b>21,029,691</b>	<b>(1,550,178)</b>	<b>(11,131,323)</b>	<b>43,567,242</b>
<b>Expenditures</b>						
Claims Benefits Paid:						
Medical	1,823,184	2,513,324	(690,140)	2,799,907	6,033,252	5,107,159
PTD and Fatal Indemnity	9,024,898	8,787,970	236,928	10,613,261	9,518,418	8,726,207
Settlements	-	-	-	-	1,837	-
Loss Adjustment Expenses	3,166,659	4,001,133	(834,474)	4,660,713	3,513,844	3,343,071
Total	14,014,741	15,302,426	(1,287,686)	18,073,881	19,067,350	17,176,438
Less: Formulary Rebates	82,800	-	82,800	-	-	-
Less: Claims Credits and Overpayments	632,727	504,737	127,991	738,146	387,376	94,896
Total Benefits Paid	13,299,213	14,797,690	(1,498,477)	17,335,735	18,679,974	17,081,541
Administrative Expenses	550,715	469,126	81,589	561,407	870,138	787,060
<b>Total Expenditures</b>	<b>13,849,928</b>	<b>15,266,815</b>	<b>(1,416,888)</b>	<b>17,897,142</b>	<b>19,550,112</b>	<b>17,868,601</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>5,904,975</b>	<b>(16,541,604)</b>	<b>22,446,578</b>	<b>(19,447,321)</b>	<b>(30,681,436)</b>	<b>25,698,641</b>
<b>Cash Ending Balances</b>	<b>202,389,381</b>	<b>199,390,123</b>	<b>2,999,259</b>	<b>196,484,406</b>	<b>215,931,727</b>	<b>246,613,162</b>

Note: The Coal Worker's 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. Assets of the CWP Fund are invested with the WV Investment Management Board. The investment earnings are presented in the month in which the State Treasurer records the earnings. 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  
APRIL 30, 2024

Three Year History for years ended:

	YTD FY2024	YTD FY2023	Change	FY2023	FY2022	FY2021
<b>Cash Beginning Balances</b>	<b>36,425,695</b>	<b>37,187,942</b>	<b>(762,247)</b>	<b>37,187,942</b>	<b>39,659,496</b>	<b>33,724,356</b>
<b>Revenues</b>						
Guaranty Risk Pool Assessments	213,674	10,000	203,674	15,000	10,000	-
Collateral Proceeds	-	-	-	-	-	-
Investment Earnings (Losses)	3,756,722	(159,183)	3,915,906	(209,276)	(1,884,585)	6,763,880
<b>Total Revenues</b>	<b>3,970,396</b>	<b>(149,183)</b>	<b>4,119,580</b>	<b>(194,276)</b>	<b>(1,874,585)</b>	<b>6,763,880</b>
<b>Expenditures</b>						
Claims Benefits Paid:						
Medical	238,881	149,056	89,825	167,151	178,127	280,185
Permanent Total Disability	12,316	32,517	(20,201)	37,257	63,717	89,242
Permanent Partial Disability	50,698	33,839	16,860	33,839	83,562	91,922
Temporary Disability	-	-	-	-	-	-
Fatals	154,958	172,496	(17,538)	201,734	206,996	206,996
104 Weeks Death Benefit	29,400	20,580	8,820	26,460	-	-
Settlement Agreements	-	43,500	(43,500)	43,500	62,000	39,699
Non Awarded Partial Disability	-	-	-	-	-	-
Loss Adjustment Expenses	33,412	59,916	(26,504)	63,319	31,743	52,455
Total	519,665	511,904	7,761	573,261	626,144	760,498
Less: Formulary Rebates	3,191	-	3,191	-	-	-
Less: Claims Credits and Overpayments	22,843	334	22,509	409	53,649	150
Total Benefits Paid	493,632	511,570	(17,938)	572,851	572,495	760,348
Administrative Expenses	-	(3,979)	3,979	(4,880)	24,473	68,392
<b>Total Expenditures</b>	<b>493,632</b>	<b>507,591</b>	<b>(13,959)</b>	<b>567,971</b>	<b>596,968</b>	<b>828,740</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>3,476,764</b>	<b>(656,774)</b>	<b>4,133,539</b>	<b>(762,247)</b>	<b>(2,471,554)</b>	<b>5,935,140</b>
<b>Cash Ending Balances</b>	<b>39,902,459</b>	<b>36,531,168</b>	<b>3,371,291</b>	<b>36,425,695</b>	<b>37,187,942</b>	<b>39,659,496</b>

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 assets of the Self-Insured Guaranty Risk Pool are invested with the WV Investment Management Board. Investment earnings are presented in the month in which the State Treasurer records the earnings in the statewide accounting system, wvOASIS. The Self-Insured Guaranty Cash Statement is unaudited information.

SELF-INSURED SECURITY RISK POOL

APRIL 30, 2024

Three Year History for years ended:

	YTD FY2024	YTD FY2023	Change	FY2023	FY2022	FY2021
<b>Cash Beginning Balances</b>	<b>47,666,403</b>	<b>50,605,643</b>	<b>(2,939,240)</b>	<b>50,605,643</b>	<b>55,995,948</b>	<b>49,568,499</b>
<b>Revenues</b>						
Security Risk Pool Assessments	150,000	-	150,000	-	-	-
Collateral Proceeds	-	-	-	-	-	-
Investment Earnings (Losses)	4,838,922	(259,266)	5,098,188	(325,785)	(2,592,281)	9,805,453
<b>Total Revenues</b>	<b>4,988,922</b>	<b>(259,266)</b>	<b>5,248,188</b>	<b>(325,785)</b>	<b>(2,592,281)</b>	<b>9,805,453</b>
<b>Expenditures</b>						
Claims Benefits Paid:						
Medical	543,289	659,266	(115,978)	717,600	585,099	531,814
Permanent Total Disability	867,947	911,672	(43,724)	1,086,424	1,177,138	1,250,688
Permanent Partial Disability	8,996	8,906	91	8,906	11,540	4,243
Temporary Disability	-	-	-	-	-	-
Fatals	691,427	718,554	(27,127)	849,667	838,483	918,152
104 Weeks Death Benefit	28,985	25,361	3,623	35,632	50,458	171,468
Settlement Agreements	-	16,000	(16,000)	16,000	61,325	315,463
Loss Adjustment Expenses	22,239	36,493	(14,254)	39,671	36,980	73,223
Total	2,162,883	2,376,253	(213,370)	2,753,900	2,761,024	3,265,052
Less: Formulary Rebates	13,181	-	13,181	-	-	-
Less: Claims Credits and Overpayments	44,818	117,966	(73,148)	117,966	31,348	84,004
Total Benefits Paid	2,104,884	2,258,287	(153,403)	2,635,934	2,729,676	3,181,048
Administrative Expenses	552	(18,328)	18,880	(22,479)	68,348	196,956
<b>Total Expenditures</b>	<b>2,105,436</b>	<b>2,239,959</b>	<b>(134,523)</b>	<b>2,613,455</b>	<b>2,798,024</b>	<b>3,378,004</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>2,883,486</b>	<b>(2,499,225)</b>	<b>5,382,712</b>	<b>(2,939,240)</b>	<b>(5,390,305)</b>	<b>6,427,449</b>
<b>Cash Ending Balances</b>	<b>50,549,889</b>	<b>48,106,418</b>	<b>2,443,471</b>	<b>47,666,403</b>	<b>50,605,643</b>	<b>55,995,948</b>

The Self-Insured Security Risk Pool is liable for the worker's 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 assets of the Self-insured Security Risk Pool are invested with the WV Investment Management Board. Investment earnings are presented in the month in which the State Treasurer records the earnings in the statewide accounting system, wvOASIS. The Self-Insured Security Cash Statement is unaudited information.

UNINSURED EMPLOYERS FUND  
APRIL 30, 2024

Three Year History for years ended:

	YTD FY2024	YTD FY2023	Change	FY2023	FY2022	FY2021
<b>Cash Beginning Balances</b>	<b>16,468,190</b>	<b>16,195,294</b>	<b>272,895</b>	<b>16,195,294</b>	<b>16,844,759</b>	<b>13,817,714</b>
<b>Revenues</b>						
Fines and Penalties	341,495	418,657	(77,161)	477,594	341,220	322,680
Investment Earnings (Losses)	1,712,472	(52,355)	1,764,827	(74,574)	(828,855)	2,767,995
<b>Total Revenues</b>	<b>2,053,967</b>	<b>366,302</b>	<b>1,687,666</b>	<b>403,021</b>	<b>(487,635)</b>	<b>3,090,675</b>
<b>Expenditures</b>						
Claims Benefits Paid:						
Medical	189,636	45,335	144,302	46,236	118,279	2,096
Permanent Total Disability	-	-	-	-	-	-
Permanent Partial Disability	30,534	5,809	24,725	5,809	6,929	-
Temporary Disability	34,340	26,183	8,157	26,145	64,151	3,048
Fatals	9,329	-	9,329	-	19,201	25,601
104 Weeks Death Benefit	-	-	-	-	-	-
Settlement Agreements	6,000	54,000	(48,000)	54,000	22,000	44,276
Loss Adjustment Expenses	31,898	29,494	2,404	34,594	39,974	26,492
Total	301,737	160,820	140,916	166,784	270,534	101,513
Less: Employer Reimbursement	80,422	39,971	40,450	40,241	-	-
Less: Formulary Rebates	889	-	889	-	-	-
Less: Claims Credits and Overpayments	79	332	(253)	332	116,115	42,742
Total Benefits Paid	220,347	120,517	99,830	126,210	154,419	58,770
Administrative Expenses	2,115	3,093	(978)	3,915	7,410	4,860
<b>Total Expenditures</b>	<b>222,462</b>	<b>123,609</b>	<b>98,852</b>	<b>130,125</b>	<b>161,829</b>	<b>63,630</b>
<b>Excess (Deficiency) of Revenues over Expenditures</b>	<b>1,831,505</b>	<b>242,692</b>	<b>1,588,814</b>	<b>272,895</b>	<b>(649,465)</b>	<b>3,027,045</b>
<b>Cash Ending Balances</b>	<b>18,299,695</b>	<b>16,437,986</b>	<b>1,861,709</b>	<b>16,468,190</b>	<b>16,195,294</b>	<b>16,844,759</b>

The Uninsured Employer's Fund (UEF) was established January 1, 2006, to provide worker's 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 assets of the UEF are invested with the WV Investment Management Board. Investment earnings are presented in the month in which the State Treasurer records the earnings in the statewide accounting system, wvOASIS. 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

# BOARD OF TREASURY INVESTMENTS

## CALENDAR NOTE

Board Meeting  
May 7, 2024

## OPERATING REPORT

### MARCH 2024

#### Board of Treasury Investments

315 70<sup>th</sup> Street, SE  
Charleston WV  
25304  
(304) 340-1564  
www.wvbt.com

#### Board of Directors

Riley M. Moore,  
State Treasurer,  
Chairman

James C. Justice II,  
Governor

John B. McCuskey,  
State Auditor

Patrick M. Smith,  
CPA  
Appointed by the  
Governor

Mark A. Mangano,  
Esq. Attorney  
Appointed by the  
Governor

#### Executive Staff

Executive  
Director

Kara K. Hughes,  
CPA, MBA, CFE,  
CGIP

Chief Financial  
Officer

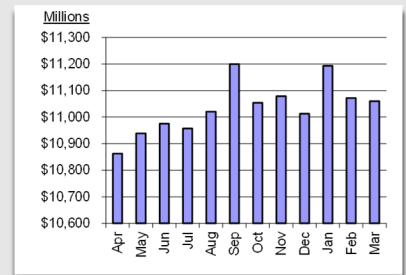
Karl Shanholtzer,  
CFA, CPA, CIA

### Total Net Assets Under Management

**\$11,060,096,000**

Last Month  
**\$11,071,530,000**

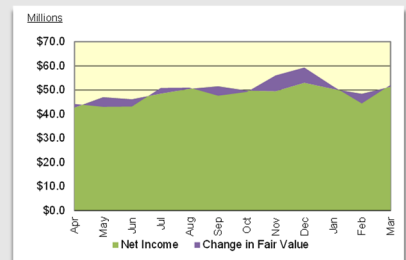
Beginning of Fiscal Year  
**\$10,975,194,000**



Net Assets for the Past 12 Months

### Total Net Income & Changes in Fair Value

Fiscal Year  
**\$463,404,000**



Monthly Net Income & Changes in Fair Value for the Past 12 Months

### Money Market Pools

As of March 31, 2024

Pool	30-Day Avg. Yield *	W.A.M. **	Net Assets
WV Money Market	5.5248%	36 Days	\$9.8 Billion
WV Gov't Money Market	5.3411%	35 Days	\$499.0 Million

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

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

# WEST VIRGINIA BOARD OF TREASURY INVESTMENTS

## THE ECONOMIC STATE

### MARCH 2024

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#### **“Comes in like a lion and out like a lamb.”**

##### **Overview:**

The old adage would not be a good description of how the month of March unfolded. Early in the month equity returns were muted, especially compared to January and February. Bonds, on the other hand, were positive early and faded a bit as the month went on. Inflation data has come in a little hot on a CPI basis, although year over year PCE of 2.5% for February was in-line with expectations, if slightly higher than January's reading of 2.4%. Housing remains elevated and the largest increases in the month were related to energy from higher gas prices.

Despite some concern on inflation and the pace of Federal Reserve rate cuts, returns were positive overall for the month across financial assets. For the quarter, equity returns were strong across the board, while bonds were mixed depending on sector and duration.

##### **Equity Markets**

The month and quarter were positive for equity markets. In addition, during the month we saw a broadening of returns from growth into value stocks, while small cap and mid cap stocks outperformed large cap stocks. Non-US stocks performed about equally to large cap US stocks overall. The quarter brought another double-digit return (+10.2%) for US stocks and year-to-date growth has outperformed value. However, the broadening of the market in March provided a positive fundamental backdrop where we also saw the doors to the IPO market re-open, bolstering the smaller end of the market, and hopefully accelerate some private equity distributions as we go through the year.

##### **Fixed Income**

It is still about the Fed and potential rate cuts, as volatility continued in the month and quarter. The Bloomberg Aggregate returned 0.9% in the month, with High Yield (+1.3%), long duration (+1.4%) and emerging markets (+1.8%) providing the best returns in the month. For the quarter the Bloomberg Aggregate is still negative (-0.8%), and high yield and emerging markets bonds are the best performers, each returning 1.6%.

##### **Looking Forward**

With the first quarter of 2024 behind us, the global monetary environment has changed from the last three years. Already this year there have been more rate cuts than rate increases around the globe (see chart below). This backdrop sets the stage for new phases of economic cycles, and with it a high probability of differing results, providing potential for both opportunity and volatility.

With the added backdrop that the US has been the preeminent growth engine amidst the developed world, the question remains: can goldilocks growth continue while defeating the inflation beast? As Chairman Powell stated in his testimony to Congress in early March: “If the economy evolves broadly as expected, it will likely be appropriate to begin dialing back policy restraint at some point this year. But the economic outlook is uncertain, and ongoing progress toward our 2 percent inflation objective is not assured.” So, it seems prudent that we should continue to watch the data as we proceed into the spring and summer.

## West Virginia Board of Treasury Investments Financial Highlights as of March 31, 2024

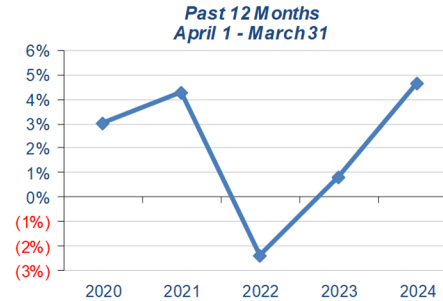
### WV Short Term Bond Pool

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

April 1 - March 31	Return	Net Assets At Mar 31 <i>(In Millions)</i>
2024	4.7%	\$ 676.1
2023	0.9%	\$ 701.6
2022	(2.3%)	\$ 713.7
2021	4.3%	\$ 797.6
2020	3.0%	\$ 804.2

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

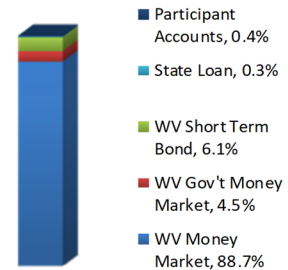
#### WV Short Term Bond Pool Rates of Return



### Summary of Value and Earnings *(In Thousands)*

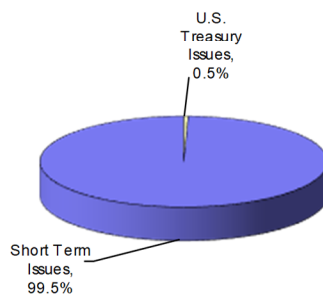
Pool	Net Asset Value	Mar Net Income <i>(Loss)</i>	Fiscal YTD Net Income <i>(Loss)</i>
WV Money Market	\$ 9,813,200	\$ 46,380	\$ 414,046
WV Gov't Money Market	498,981	2,274	17,781
WV Short Term Bond	676,135	3,358	31,092
WV Bank	0	0	1
Loans	30,747	60	405
Participant Accounts	41,033	33	79
	\$ 11,060,096	\$ 52,105	\$ 463,404

#### Percent of Total Net Asset Value

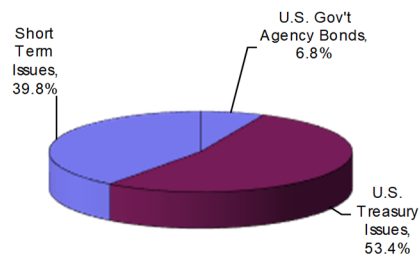


### Securities by Type for Operating Pools *(Percentage of Asset Value)*

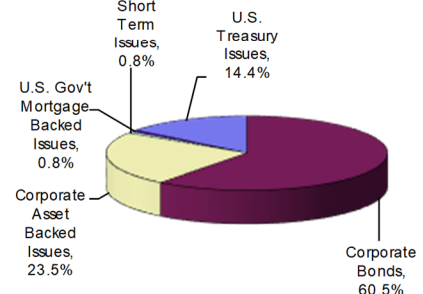
#### WV Money Market



#### WV Gov't Money Market



#### WV Short Term Bond





## SCHEDULE OF CHANGES IN FIDUCIARY NET POSITION – UNAUDITED

MARCH 31, 2024

(IN THOUSANDS)

	WV Money Market Pool	WV Government Money Market Pool	WV Short Term Bond Pool	Other Pools	Participant Directed Accounts	Total
<b>Assets</b>						
<b>Investments:</b>						
At amortized cost	\$ 9,780,999	\$ 507,305	\$ -	\$ 30,589	\$ -	\$ 10,318,893
At fair value	-	-	672,323	-	41,000	713,323
Other assets	33,344	794	6,276	159	33	40,606
Total assets	9,814,343	508,099	678,599	30,748	41,033	11,072,822
<b>Liabilities</b>						
Accrued expenses, dividends payable & payables for investments purchased	1,143	9,118	2,464	1	-	12,726
Total liabilities	1,143	9,118	2,464	1	-	12,726
<b>Net Position</b>						
Held in trust for investment pool participants	9,813,200	498,981	676,135	-	-	10,988,316
Held in trust for individual investment account holders	-	-	-	30,747	41,033	71,780
Total net position	\$ 9,813,200	\$ 498,981	\$ 676,135	\$ 30,747	\$ 41,033	\$ 11,060,096
<b>Additions</b>						
<b>Investment income:</b>						
Interest and dividends	\$ 20,201	\$ 1,252	\$ 2,494	\$ 60	\$ 33	\$ 24,040
Net (amortization) accretion	26,566	1,044	97	-	-	27,707
Provision for uncollectible loans	-	-	-	-	-	-
Total investment income	46,767	2,296	2,591	60	33	51,747
<b>Investment expenses:</b>						
Investment advisor, custodian bank & administrative fees	387	22	45	-	-	454
Total investment expenses	387	22	45	-	-	454
Net investment income	46,380	2,274	2,546	60	33	51,293
Net realized gain (loss) from investments	-	-	(215)	-	-	(215)
Net increase (decrease) in fair value of investments	-	-	1,027	-	-	1,027
Net increase (decrease) in net position from operations	46,380	2,274	3,358	60	33	52,105
<b>Participant transaction additions:</b>						
Purchase of pool units by participants	1,230,945	38,944	-	-	-	1,269,889
Reinvestment of pool distributions	46,443	2,274	1,859	-	-	50,576
Contributions to individual investment accounts	-	-	-	4,264	40,000	44,264
Total participant transaction additions	1,277,388	41,218	1,859	4,264	40,000	1,364,729
Total additions	1,323,768	43,492	5,217	4,324	40,033	1,416,834
<b>Deductions</b>						
<b>Distributions to pool participants:</b>						
Net investment income	46,443	2,274	2,546	-	-	51,263
Net realized gain (loss) from investments	-	-	(216)	-	-	(216)
Total distributions to pool participants	46,443	2,274	2,330	-	-	51,047
<b>Participant transaction deductions:</b>						
Redemption of pool units by participants	1,344,483	32,686	-	-	-	1,377,169
Withdrawals from individual investment accounts	-	-	-	48	4	52
Total participant transaction deductions	1,344,483	32,686	-	48	4	1,377,221
Total deductions	1,390,926	34,960	2,330	48	4	1,428,268
Net increase (decrease) in net position from operations	(67,158)	8,532	2,887	4,276	40,029	(11,434)
Inter-pool transfers in	-	-	-	-	-	-
Inter-pool transfers out	-	-	-	-	-	-
Net inter-pool transfers in (out)	-	-	-	-	-	-
Change in net position	(67,158)	8,532	2,887	4,276	40,029	(11,434)
Net position at beginning of period	9,880,358	490,449	673,248	26,471	1,004	11,071,530
Net position at end of period	\$ 9,813,200	\$ 498,981	\$ 676,135	\$ 30,747	\$ 41,033	\$ 11,060,096