

# KALF

## FY 2020-21 FINAL BUDGET

|  | FY 2020-21<br>Final Budget |
|--|----------------------------|
| <b><u>INCOME</u></b>                             |                            |
| Premium Income, Net of Discounts                 | \$ 41,000,000              |
| Investment Income                                | 1,500,000                  |
| <b>TOTAL INCOME</b>                              | <b>42,500,000</b>          |
| <br><b><u>EXPENSES</u></b>                       |                            |
| <b>Management &amp; Marketing Services</b>       |                            |
| Board Expenses                                   | 50,000                     |
| Board Fees                                       | 16,250                     |
| Total Board Expenses                             | 66,250                     |
| <br><b>Program Administration and Management</b> | <br>2,796,340              |
| <b>Total Management &amp; Marketing</b>          | <b>2,862,590</b>           |
| <br><b>Professional Services</b>                 |                            |
| Actuary  | 30,000                     |
| Audit  | 32,500                     |
| Audit - Department of Insurance                  | 82,500                     |
| Board Counsel                                    | 60,000                     |
| Coverage Counsel                                 | 50,000                     |
| Investment                                       | 185,000                    |
| <b>Total Professional Services</b>               | <b>440,000</b>             |
| <br><b>Program Expense</b>                       |                            |
| Agent Commissions                                | 3,000,000                  |
| Broker Services                                  | 415,000                    |
| Claims Administration-US&C                       | 1,150,000                  |
| Actuarial Reserve Increase Allowance             | 2,000,000                  |
| Claim Payments                                   | 24,000,000                 |
| Loss Control                                     | 300,000                    |
| Grant Program                                    | 100,000                    |
| Premiums Ceded                                   | 650,000                    |
| Reinsurance                                      | 5,700,000                  |
| Bad Debt   | 10,000                     |
|  | <b>37,325,000</b>          |
| <br><b>Total Program Expense</b>                 | <br><b>37,325,000</b>      |
| <br>Royalty                                      | <br>1,000                  |
| Total Expenses                                   | 40,628,590                 |
| <b>NET INCOME</b>                                | <b>\$ 1,871,410</b>        |

**KALF**  
**FY 2020-21 FINAL BUDGET**  
**Claim Payments By Policy Years**

|                                 |                       |           |                                 |
|---------------------------------|-----------------------|-----------|---------------------------------|
| Claims Arising from             | 2020-21               | \$        | 7,000,000                       |
| Claims Arising from             | 2019-20               |           | 6,000,000                       |
| Claims Arising from             | 2018-19               |           | 3,800,000                       |
| Claims Arising from             | 2017-18               |           | 2,500,000                       |
| Claims Arising from             | 2016-17               |           | 2,000,000                       |
| Claims Arising from             | 2015-16               |           | 800,000                         |
| Claims Arising from             | 2014-15               |           | 700,000                         |
| Claims Arising from             | 2013-14               |           | 500,000                         |
| Claims Arising from             | 2012-13               |           | 200,000                         |
| Claims Arising from             | 2011-12               |           | 75,000                          |
| Claims Arising from             | 2010-11               |           | 50,000                          |
| Claims Arising from             | 2009-10               |           | 135,000                         |
| Claims Arising from             | 2008-09               |           | 10,000                          |
| Claims Arising from             | 2007-08               |           | 5,000                           |
| Claims Arising from             | 2006-07               |           | 5,000                           |
| Claims Arising from             | 2005-06               |           | 5,000                           |
| Claims Arising from             | 2004-05               |           | 10,000                          |
| Claims Arising from             | 2003-04               |           | 5,000                           |
| Claims Arising from             | 2002-03               |           | -                               |
| Claims Arising from             | 2001-02               |           | -                               |
| Claims Arising from             | 2000-01 & Prior Years |           | <u>200,000</u>                  |
| <b>Total Claims - All Years</b> |                       | <b>\$</b> | <b><u><u>24,000,000</u></u></b> |