

**PSC-CUNY Welfare Fund**  
*Financial Statements FY 2004 through FY 2008*

**Statement of Net Assets**

*Fiscal Year Ending June 30*

| <b>Assets</b>                                  | <b>2008</b>         | <b>2007</b>         | <b>2006</b>         | <b>2005</b>        | <b>2004</b>        |
|--|---------------------|---------------------|---------------------|--------------------|--------------------|
| Cash and Short term investments                | \$11,071,253        | \$8,675,036         | \$824,828           | \$4,191,829        | \$2,607,380        |
| Savings accounts and certificates of deposit   | \$0                 | \$0                 | \$103,399           | \$103,399          | \$296,871          |
| Contributions receivable from CUNY             | \$0                 | \$235,794           | \$34,481,068        | \$27,394           | \$4,792,462        |
| Retiree drug subsidy receivable (RDS)          | \$737,413           | \$744,607           |                     |                    |                    |
| Accrued interest and other receivables         | \$870,264           | \$1,215,957         | \$1,952,058         | \$495,708          | \$625,660          |
| Mutual Funds                                   | \$736,422           | \$728,626           | \$666,694           | \$637,534          | \$251,107          |
| Investments in govt. and agency obligations    | \$27,074,825        | \$28,377,364        | \$38,538            | \$70,052           | \$74,226           |
| Fixed assets (net of accumulated depreciation) | \$78,510            | \$87,340            | \$16,265            | \$20,335           | \$15,474           |
| Other assets                                   | <u>\$10,950</u>     | <u>\$723,048</u>    | <u>\$28,823</u>     | <u>\$32,912</u>    | <u>\$6,952</u>     |
| <b>TOTAL ASSETS</b>                            | <b>\$40,579,637</b> | <b>\$40,787,772</b> | <b>\$38,111,673</b> | <b>\$5,579,163</b> | <b>\$8,670,132</b> |
| <b><u>Liabilities and Fund Balance</u></b>     |                     |                     |                     |                    |                    |
| ACCOUNTS PAYABLE                               | <u>\$2,950,979</u>  | <u>\$2,511,122</u>  | <u>\$2,089,809</u>  | <u>\$1,842,968</u> | <u>\$4,072,947</u> |
| <b>TOTAL LIABILITIES</b>                       | <b>\$2,950,979</b>  | <b>\$2,511,122</b>  | <b>\$2,089,809</b>  | <b>\$1,842,968</b> | <b>\$4,072,947</b> |
| <b>FUND BALANCE [Accumulated Reserves]</b>     | <b>\$37,628,658</b> | <b>\$38,276,650</b> | <b>\$36,021,864</b> | <b>\$3,736,195</b> | <b>\$4,597,185</b> |

**Statement of Changes in Net Assets**

*Fiscal Year Ending June 30*

| <b>Additions</b>                              | <b>2008</b>                | <b>2007</b>                      | <b>2006</b>                | <b>2005</b>                | <b>2004<sup>(1)</sup></b>  |
|---|----------------------------|----------------------------------|----------------------------|----------------------------|----------------------------|
| <b>Contribution Income</b>                    |                            |                                  |                            |                            |                            |
| Employers                                     | \$33,117,955               | \$30,865,759                     | \$61,046,005               | \$25,248,845               | \$23,023,700               |
| COBRA   | \$222,994                  | \$268,704                        | \$262,058                  | \$329,891                  | \$260,126                  |
| Survivors                                     | <u>\$222,016</u>           | <u>\$201,589</u>                 | <u>\$97,634</u>            | <u>\$195,222</u>           | <u>\$208,208</u>           |
| Total Contribution Income                     | \$33,562,965               | \$31,336,052                     | \$61,405,697               | \$25,773,958               | \$23,492,034               |
| Net appreciation in fair value of investments | \$401,547                  | (\$2,252)                        | \$2,177                    | \$6,759                    | \$197,137                  |
| Interest Income                               | \$1,604,948                | \$1,486,793                      | \$33,173                   | \$26,390                   | \$25,506                   |
| Dividends                                     |                            |                                  | \$61,884                   | \$36,932                   | \$3,589                    |
| Other Income                                  | <u>\$112,582</u>           | <u>\$1,486,988<sup>(2)</sup></u> | <u>\$422,886</u>           | <u>\$93,458</u>            | <u>\$69,490</u>            |
| <b>TOTAL ADDITIONS</b>                        | <b>\$35,682,042</b>        | <b>\$34,307,581</b>              | <b>\$61,925,817</b>        | <b>\$25,937,497</b>        | <b>\$23,787,756</b>        |
| <b>Deductions</b>                             |                            |                                  |                            |                            |                            |
| Net cost of benefits [schedule below]         | \$34,652,544               | \$30,796,871                     | \$28,472,286               | \$25,754,501               | \$24,057,635               |
| Decrease (increase) In IBNR                   | \$334,047                  | (\$117,543)                      | (\$97,866)                 | (\$223,779)                | (\$1,078,986)              |
| Administrative costs                          | <u>\$1,343,443</u>         | <u>\$1,373,468</u>               | <u>\$1,265,728</u>         | <u>\$1,267,765</u>         | <u>\$1,539,501</u>         |
| <b>TOTAL DEDUCTIONS</b>                       | <b>\$36,330,034</b>        | <b>\$32,052,796</b>              | <b>\$29,640,148</b>        | <b>\$26,798,487</b>        | <b>\$24,518,150</b>        |
| <b>Excess ( Deficit )</b>                     | <b>(\$647,992)</b>         | <b>\$2,254,785</b>               | <b>\$32,285,669</b>        | <b>(\$860,990)</b>         | <b>(\$730,394)</b>         |
| Fund Balance - Beginning of Year              | \$38,276,650               | \$36,021,864                     | \$3,736,195                | \$4,597,185                | \$5,327,579                |
| <b>Fund Balance - End of Year</b>             | <b><u>\$37,628,658</u></b> | <b><u>\$38,276,650</u></b>       | <b><u>\$36,021,864</u></b> | <b><u>\$3,736,195</u></b>  | <b><u>\$4,597,185</u></b>  |
| <b>Cost of Benefits</b>                       |                            |                                  |                            |                            |                            |
| Prescription Drugs                            | \$19,522,091               | \$18,310,368                     | \$17,908,595               | \$15,947,822               | \$14,224,732               |
| Dental  | \$6,026,946                | \$4,066,825                      | \$2,838,463                | \$2,836,194                | \$2,754,845                |
| Basic Health                                  | \$7,619,196                | \$6,749,897                      | \$6,076,541                | \$5,281,274                | \$4,062,364                |
| Optical                                       | \$534,337                  | \$493,433                        | \$547,018                  | \$535,648                  | \$562,800                  |
| Disability                                    | \$468,531                  | \$488,182                        | \$480,730                  | \$172,243                  | \$554,623                  |
| Major Medical                                 | \$347,538                  | \$573,603                        | \$514,144                  | \$870,411                  | \$1,615,444                |
| Hearing Aids                                  | \$84,700                   | \$66,075                         | \$62,699                   | \$70,000                   | \$67,600                   |
| Life Insurance and Death Benefit              | \$47,628                   | \$46,991                         | \$43,293                   | \$40,000                   | \$206,230                  |
| Other   | \$1,577                    | \$1,497                          | \$803                      | \$909                      | \$8,997                    |
| <b>Net Cost of Benefits</b>                   | <b><u>\$34,652,544</u></b> | <b><u>\$30,796,871</u></b>       | <b><u>\$28,472,286</u></b> | <b><u>\$25,754,501</u></b> | <b><u>\$24,057,635</u></b> |

(1) Reclassified to conform to subsequent financial statement presentation

(2) Includes \$1,395,713 one-time recovery of NYS covered lives assessment