

PSC-CUNY Welfare Fund
Annual Report to Fund Membership
Financial Statements FY 2007 through FY 2010

Statement of Net Assets

Fiscal Year Ending June 30

| <u>Assets</u> | <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> |
|--|---------------------|---------------------|---------------------|---------------------|
| Cash and Short term investments | \$5,588,644 | \$8,515,623 | \$11,071,253 | \$8,675,036 |
| Contributions receivable from CUNY | \$0 | \$1,747,536 | \$0 | \$235,794 |
| Retiree drug subsidy receivable (RDS) | \$1,027,349 | \$1,047,282 | \$737,413 | \$744,607 |
| Accrued interest and other receivables | \$1,971,932 | \$1,423,875 | \$870,264 | \$1,215,957 |
| Mutual Funds | \$774,390 | \$707,972 | \$736,422 | \$728,626 |
| Investments in governmental and agency obligations | \$30,650,786 | \$26,520,741 | \$27,074,825 | \$28,377,364 |
| Fixed assets (net of accumulated depreciation) | \$62,077 | \$74,823 | \$78,510 | \$87,340 |
| Other assets | <u>\$396,099</u> | <u>\$9,097</u> | <u>\$10,950</u> | <u>\$723,048</u> |
| TOTAL ASSETS | \$40,471,277 | \$40,046,949 | \$40,579,637 | \$40,787,772 |
| <u>Liabilities and Fund Balance</u> | | | | |
| Accounts payable | <u>\$4,652,132</u> | <u>\$4,196,901</u> | <u>\$3,212,397</u> | <u>\$2,707,090</u> |
| TOTAL LIABILITIES | \$4,652,132 | \$4,196,901 | \$3,212,397 | \$2,707,090 |
| FUND BALANCE [Accumulated Reserves] | \$35,819,145 | \$35,850,048 | \$37,367,240 | \$38,080,682 |

Statement of Changes in Net Assets

Fiscal Year Ending June 30

| <u>Additions</u> | <u>2010</u> | <u>2009</u> | <u>2008</u> | <u>2007</u> |
|---|---------------------|----------------------|---------------------|---------------------|
| Contribution Income | | | | |
| Employers | \$39,002,223 | \$34,868,920 | \$33,117,955 | \$30,865,759 |
| COBRA | \$285,799 | \$217,826 | \$222,994 | \$268,704 |
| Survivors | <u>\$241,819</u> | <u>\$230,694</u> | <u>\$222,016</u> | <u>\$201,589</u> |
| Total Contribution Income | \$39,529,841 | \$35,317,440 | \$33,562,965 | \$31,336,052 |
| Net appreciation in fair value of investments | \$32,167 | \$124,697 | \$401,547 | (\$2,252) |
| Interest Income | \$975,808 | \$1,187,845 | \$1,604,948 | \$1,486,793 |
| Dividends | | | | |
| Other Income | <u>\$112,205</u> | <u>\$1,121,079</u> | <u>\$112,582</u> | <u>\$1,486,988</u> |
| TOTAL ADDITIONS | \$40,650,021 | \$37,751,061 | \$35,682,042 | \$34,307,581 |
| <u>Deductions</u> | | | | |
| Net cost of benefits [schedule below] | \$39,032,471 | \$37,550,217 | \$34,652,544 | \$30,796,871 |
| Net pension related changes | (\$148,990) | \$184,975 | \$65,450 | \$195,968 |
| Decrease (increase) In IBNR | \$99,193 | \$49,489 | \$334,047 | (\$117,543) |
| Administrative costs | <u>\$1,698,250</u> | <u>\$1,483,572</u> | <u>\$1,343,443</u> | <u>\$1,373,468</u> |
| TOTAL DEDUCTIONS | \$40,680,924 | \$39,268,253 | \$36,395,484 | \$32,248,764 |
| Excess (Deficit) | (\$30,903) | (\$1,517,192) | (\$713,442) | \$2,058,817 |
| Fund Balance - Beginning of Year | \$35,850,048 | \$37,367,240 | \$38,080,682 | \$36,021,864 |
| Fund Balance - End of Year | \$35,819,145 | \$35,850,048 | \$37,367,240 | \$38,080,682 |
| <u>Cost of Benefits</u> | | | | |
| Life Insurance and Death Benefit | \$62,285 | \$45,815 | \$47,628 | \$46,991 |
| Basic Health | \$10,724,024 | \$8,822,021 | \$7,619,196 | \$6,749,897 |
| Disability | \$450,616 | \$469,367 | \$468,531 | \$488,182 |
| Dental | \$6,566,068 | \$6,463,063 | \$6,026,946 | \$4,066,825 |
| Major Medical | \$405,093 | \$405,022 | \$347,538 | \$573,603 |
| Wellcare | \$1,759 | \$754 | \$1,577 | \$1,497 |
| Prescription Drugs | \$20,209,143 | \$20,731,049 | \$19,522,091 | \$18,310,368 |
| Hearing Aids | \$66,244 | \$60,489 | \$84,700 | \$66,075 |
| Optical | \$547,239 | \$552,637 | \$534,337 | \$493,433 |
| Net Cost of Benefits | \$39,032,471 | \$37,550,217 | \$34,652,544 | \$30,796,871 |

(*) restated to reflect a priod period adjustment in compliance with a change from GASB to FASB