County Employees Retirement System
Finance Committee - Special Meeting
August 27, 2026 at 2:00 PM ET (1:00 PM CT)
Live Video Conference/Facebook Live

AGENDA

1.	**Call to Order**	**Bill O'Mara**
2.	**Legal Public Statement**	**Eric Branco**
3.	**Roll Call**	**Sherry Rankin**
4.	**Public Comment**	**Sherry Rankin**
5.	**Approval of Minutes* - May 18, 2026**	**Bill O'Mara**
6.	**CERS ACFR – External Audit Planning Letter and Timeline**	**Eide Bailly**
7.	**Quarterly Financial Reports** a. Fiscal Year-End Financial Spreadsheet b. Administrative Expense to Budget c. Contribution Report d. Outstanding Invoice Report e. Penalty Waiver Report	**Mike Lamb**
8.	**Hazardous Duty Requests***	**D'Juan Surratt**
9.	**Other Financial Updates** a. Investment Trust Budget	**Steve Willer**
10.	**CLOSED SESSION***	**Eric Branco** **Michael Board**
11.	**Adjourn**	**Bill O'Mara**

Committee Action May be Taken

MINUTES OF MEETING
COUNTY EMPLOYEES RETIREMENT SYSTEM
FINANCE COMMITTEE MEETING
MAY 18, 2026, AT 2:00 P.M., E.T.
VIA LIVE VIDEO TELECONFERENCE

At the meeting of the County Employees Retirement System Finance Committee held on May 18, 2026, the following members were present: William O'Mara (Chair), George Cheatham, Jim Tony Fulkerson, Dr. Patricia Carver, and Steve Webb. Staff members present were CERS CEO Ed Owens III, Erin Surratt, Michael Lamb, Michael Board, Odette Gwandi, Steve Willer, Victoria Hale, Nathan Goodrich, D'Juan Surratt, Connie Davis, Shaun Case, Sherry Rankin, and Mary Hill. Others in attendance included Eric Branco with Johnson, Branco, and Brennan, LLP.

1. Mr. O'Mara called the meeting to ***Order***.

2. Mr. Branco read the ***Legal Public Statement.***

3. Ms. Rankin called ***roll.***

4. Ms. Rankin noted there were no ***Public Comments*** received.

5. Mr. O'Mara introduced agenda item ***Approval of Minutes – February 16, 2026.*** *(Video 00:08:53 to 00:09:23).* Mr. Fulkerson made the motion to approve the minutes from the meeting held on February 16, 2026, as presented. Mr. Cheatham seconded the motion. The motion passed unanimously.

6. Mr. O'Mara introduced agenda item ***FY 2027 Hybrid Percentage Allocation.*** *(Video 00:09:27 to 00:11:35).* Mike Lamb began his presentation by stating that his report is the allocation specific to the CERS portion of the hybrid percentage plan. The total plan previously approved by the KPPA Board in March 2026 allocated 64.38% to CERS and 35.62% to KRS. Mr. Lamb further explained that each system then determines the recommended allocations for their own plans. This has traditionally been decided by

relative membership. Membership in the CERS Nonhazardous plan totaled 263,522 and Hazardous membership totaled 23,873. As a result of these membership numbers, the recommended allocations are 59.17% for Nonhazardous members and 5.21% for Hazardous members. Mr. O'Mara requested a motion to approve the FY 2027 allocation of the CERS hybrid percentage between the CERS Nonhazardous duty member fund and the CERS Hazardous duty member fund as presented. Dr. Carver made a motion to approve, and it was seconded by Mr. Fulkerson. A vote was held and the motion passed unanimously.

7. Mr. O'Mara introduced agenda item ***Quarterly Financial Reports.*** *(Video 00:11:38 to 00:18:33)*. Mr. Lamb provided an update on the CERS Fiduciary Net Position, reporting overall growth and increases. He highlighted some notes on the figures, including those about unrealized gains on real returns and the total investments at fair value. He noted that both the pension and insurance plans are up 11.66% and 8.51%, respectively. Mr. Lamb stated that the overall growth in all plans is driven by overall net investment income being higher. Both administrative costs and contributions increased at the same rate.

   Mr. Lamb continued with an overview of the CERS Contribution Report, stating that both CERS pension plans received $904.5 million in member and employer contributions through the third quarter of FY 2026, an increase of $21.1 million over the same period the previous year. He went on to explain some changes in the employer pay credit due to an increase in both participants and salaries, leading to higher member contributions. Net investment income also increased by 9.34%. Despite these gains, the overall net contributions and cash flow remain in the red before adding the net investment income. Insurance plan contributions and cash flow are also in the negative without net investment income.

   Mr. Lamb continued and discussed Past Due Invoices *(Video 00:18:35 to 00:30:56)*. He noted an increase in the amount past due between the second and third quarters due to a large increase in invoices. He highlighted a few specific entities and how their balances affect the overall past due amount. One large account, the Metcalfe Health Care Center has been actively working with KPPA staff and making regular payments. Additionally, their balance will be paid by the end of FY 2026 as required by their cessation agreement. Mr. Lamb explained that while the past due numbers have trended upward, there have been significant gains made since reports were released in March 2026. He also gave a brief overview of the Penalty Invoice Report for the third quarter.

Mr. Cheatham inquired about some accounts not appearing in the Past Due Invoices report and asked for some clarification on the process of determining past due amounts. Mr. Lamb explained that invoices are typically due thirty (30) days after delivery, even if the past due amounts being invoiced are from years prior. If the invoice is not paid within those thirty (30) days, it is flagged as past due. Mr. Lamb stated that the previous reports were of all open invoices, and he pushed to have a snapshot of the past due invoices that remain continually past due. Regarding the entities Mr. Cheatham asked about, Mr. Lamb explained that while their accounts were found to be unpaid from previous years, the errors were only recently found and invoiced and therefore would not yet show up as past due on the report being shared.

Mr. Cheatham then requested a list of every entity that has a past due balance, rather than simply the top ten (10) accounts. Mr. Lamb stated that a full, comprehensive report is provided to the CEOs on a quarterly basis. Mr. Owens stated that he would be happy to pass those reports on to the rest of the committee. Mr. Webb asked about the possibility of flagging any past due accounts earlier in the process and Mr. Lamb stated that he and Mr. Surratt do go over those numbers on a monthly basis to catch any errors before they get out of hand. He credited Mr. Surratt and his team for being diligent in their ongoing reviews, but admitted that with so many employers, sometimes past due accounts do go unnoticed and they accumulate.

8. Mr. O'Mara introduced agenda item ***Hazardous Duty Requests.*** *(Video 00:31:01 to 00:36:29)*. Mr. Surratt reported there were seventeen (17) positions being requested for hazardous duty, all of which were police or paramedic positions. He noted that a staff review showed these positions met the statutory guidelines for hazardous duty classification. Mr. Surratt highlighted the Anderson County Fiscal Court's request for a

retroactive classification and Dr. Carver asked if there had previously been requests for positions older than five (5) years to be reported retroactively. Mr. Surratt explained that during reviews, his team has found misclassifications that go back several years, but contributions have been made by the employer, and the position simply requires approval by the board. He clarified that if it is discovered that contributions were not being made KPPA does invoice those employers.

Mr. Cheatham asked about members being classified as part-time but averaging more than 100 hours per month and how that related to a discrepancy in contributions. Mr. Surratt explained that his team occasionally finds instances of this during their compliance reviews and when they are found, the employers are invoiced for the past due amounts. He noted that KPPA has planned to begin averaging and billing for this on a yearly basis in order to catch those discrepancies earlier.

Mr. O'Mara requested a motion to approve the hazardous duty coverage requests as presented. Mr. Webb made the motion and Mr. Cheatham seconded. The motion passed unanimously.

9. Mr. O'Mara introduced agenda item ***Draft FY 2027 Administrative Budget.*** *(Video 00:36:31 to 00:53:32)*. Mr. Lamb first presented the quarterly administrative budget to actual report for FY 2026 and highlighted a few line items being closely monitored, including salary/wages and locality premiums, employer paid FICA and retirement, and employer paid health insurance. Most line items are expected to come in under budget at fiscal year-end.

Mr. Lamb continued and presented a draft of the FY 2027 administrative budget. He stated that the Ad Hoc Budget Committee determined the requested biennium budget amount presented to the Kentucky legislature. The passage of House Bill 500 granted KPPA $49.8 million, about $1 million less than was requested. He explained the budget drafting process and that since submitting the draft, he has had discussions with several division directors and adjusted the proposed budget. According to new calculations, the proposed budget is just over $1.5 million higher than what was granted. Mr. Lamb further explained that his calculations included personnel costs, turnover ratio, and the 2% salary increase awarded to all state employees that will go into effect July 1, 2026. Overall, he stated the budget is tight but should be manageable.

Mr. Cheatham raised some questions regarding the difference in the approved budget and the projected actual for FY 2026. Mr. Lamb further explained that the projected actual was simply his best estimate of what will be spent by year-end. He went on to highlight several line items in FY 2027's budget and explained why they are projected to increase. He stated he will have more accurate figures by the regular CERS Board of Trustees meeting in June, as that will be even closer to fiscal year-end.

10. Mr. O'Mara introduced agenda item ***Draft FY 2027 Investment Budget.*** *(Video 00:53:36 to 01:08:11).* Mr. Willer gave an overview of the Investment Budget and noted a projected 28% decrease in legal and auditing services. A modest 2% increase was budgeted for consulting services, and a 16% increase was budgeted for contractual services. Mr. Willer noted that through the first three (3) quarters of the fiscal year, only 42% of the total amount budgeted had been spent, largely driven by the savings from the legal and auditing services line items. He specifically highlighted the variability in expenses for Jayant Ghevaria, the firm that provides the required tax and accounting services for investments in the public equity portfolio in India. He explained that the timing for invoices from the firm is difficult to anticipate, as they go long periods of time without sending invoices, and then send multiple invoices at the same time.

Mr. Cheatham asked about the Solovis contract and noted there had been previous discussions about termination. Mr. Willer stated that Solovis provides several services for the KPPA investment team and that the team is currently performing a full review and anticipates having a recommendation for the Investment Committee and the Board of Trustees in the next year. He noted that it is likely too soon to determine exactly what the recommendation will be, but the team continues to monitor and scale back services as needed to save costs. Regarding Albourne, Mr. Willer explained that they provide private markets consulting, and the investment team is very pleased with the work they have been doing thus far. He stated that in the near future, the investment team will be conducting a full review of the consulting services to determine what is needed from both a general consultant and those that provide specialty consulting services. Mr. Cheatham noted that the review is one that should be discussed with the Investment Committee and Mr. Willer agreed.

11. Mr. Willer then gave a brief overview of the ***Other Financial Updates*** including investment fees and expenses. He noted that the largest increase was in the Real Return asset class due to the investment staff building portfolios toward asset allocation targets. Mr. Willer made sure to note that staff continue to negotiate fee schedules with external managers, targeting rates that consistently fall within the lowest quartile. As a result of these ongoing fee negotiations, staff have saved the systems more than $4 million. Mr. Cheatham gave Mr. Willer and his team recognition for the substantial savings they have negotiated for the systems.

12. There being no further business, Mr. O'Mara declared the meeting ***adjourned***.

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CERTIFICATION

I do certify that I was present at this meeting, and I have recorded the above actions of the Trustees on the various items considered by it at this meeting. Further, I certify that all requirements of KRS 61.805-61.850 were met in conjunction with this meeting.

____
Recording Secretary

I, William O'Mara, the Chair of the County Employees Retirement System Finance Committee, do certify that the Minutes of Meeting held on May 18, 2026, were approved on August 27, 2026.

____
Chair of the CERS Finance Committee

I have reviewed the Minutes of the May 18, 2026, CERS Finance Committee Meeting for content, form, and legality.

____
Executive Director
Office of Legal Services

July 8, 2026

To the Board of Trustees
County Employees Retirement System (CERS)
Kentucky Retirement Systems (KRS)
Frankfort, Kentucky

This letter is provided in connection with our engagement to audit the financial statements of the County Employee Retirement System and Kentucky Retirement Systems as of and for the year ended June 30, 2026. Professional standards require that we communicate with you certain items including our responsibilities with regard to the financial statement audit and the planned scope and timing of our audit, including significant risks we have identified.

Our Responsibilities

As stated in our statement of work dated July 8, 2026, we are responsible for conducting our audit in accordance with auditing standards generally accepted in the United States of America and in accordance with *Government Auditing Standards* for the purpose of forming and expressing an opinion about whether the financial statements that have been prepared by management, with your oversight, are prepared, in all material respects, in accordance with accounting principles generally accepted in the United States of America. Our audit does not relieve you or management of your respective responsibilities.

Our responsibility relating to other information, whether financial or nonfinancial information (other than financial statements and the auditor's report thereon), included in the entity's annual report includes only the information identified in our report. We have no responsibility for determining whether the introduction, investments, actuarial, and statistical sections are properly stated. We require that we receive the final version of the annual report (including all the documents that, together, comprise the annual report) in a timely manner prior to the date of the auditor's report, or if that is not possible, as soon as practicable and, in any case, prior to the entity's issuance of such information.

Planned Scope of the Audit

Our audit will include examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. Our audit is designed to provide reasonable, but not absolute, assurance about whether the financial statements as a whole are free of material misstatement, whether due to error, fraudulent financial reporting, misappropriation of assets, or violations of laws or governmental regulations. Because of this concept of reasonable assurance and because we will not examine all transactions, there is a risk that material misstatements may exist and not be detected by us.

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Our audit will include obtaining an understanding of the entity and its environment, including its internal control, sufficient to assess the risks of material misstatement of the financial statements and as a basis for designing the nature, timing, and extent of further audit procedures, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting. However, we will communicate to you at the conclusion of our audit, any material weaknesses or significant deficiencies identified. We will also communicate to you:

- Any violation of laws or regulations that come to our attention;
- Our views relating to qualitative aspects of the entity's significant accounting practices, including accounting policies, accounting estimates, and financial statement disclosures;
- Significant difficulties, if any, encountered during the audit;
- Disagreements with management, if any, encountered during the audit;
- Significant unusual transactions, if any;
- The potential effects of uncorrected misstatements on future-period financial statements; and
- Other significant matters that are relevant to your responsibilities in overseeing the financial reporting process.

Professional standards require us to design our audit to provide reasonable assurance that the financial statements are free of material misstatement whether caused by fraud or error. In designing our audit procedures, professional standards require us to evaluate the financial statements and assess the risk that a material misstatement could occur. Areas that are potentially more susceptible to misstatements, and thereby require special audit considerations, are designated as "significant risks." Although we are currently in the planning stage of our audit, we have preliminarily identified the following significant risks that require special audit consideration.

- Management override of controls is considered an inherent risk according to GAAS.
- Risk of improper revenue recognition of contributions - We identified revenue recognition as a significant risk due to the potential risk related to revenue being recognized in the incorrect period because of the nature of the contributions.
- Net pension & OPEB liability – We identified the actuarial valuations of the net pension liability and net OPEB liability as a significant risk due to the nature and complexity of the calculations and the estimates and assumptions used in the calculations.
- Proper valuation of alternative investments – We identified the valuation of alternative investments as a significant risk due to the non-readily available market prices for these investments, for which the valuation of these investments is based on cash flow analysis with true-up valuation adjustments provided by investment fund managers.
- Proper calculation of initial benefit payments – We identified initial benefit calculations as a significant risk due to the nature and complexity of the benefit payment calculations.

We expect to begin our audit in July 2026 and issue our report in December 2026.

This information is intended solely for the information and use of the Board of Trustees and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully,

Eide Bailly LLP

Boise, Idaho

Combining Statement of Fiduciary Net Position

For the twelve month period ending June 30, 2026, with Comparative Totals for the twelve month period ending June 30, 2025 ($ in thousands) (Unaudited)

	Pension		Insurance		CERS Total	CERS Total		
ASSETS	CERS Nonhazardous	CERS Hazardous	CERS Nonhazardous	CERS Hazardous	2026	2025		
CASH AND SHORT-TERM INVESTMENTS								
Cash Deposits	$253	$27	$103	$27	$410	$490	(16.33%)	
Short-term Investments	370,427	160,352	118,488	56,701	705,968	837,533	(15.71%)	1
Total Cash and Short-term Investments	**370,680**	**160,379**	**118,591**	**56,728**	**706,378**	**838,023**	(15.71%)	
RECEIVABLES								
Accounts Receivable	82,281	25,093	6,642	1,949	115,965	113,565	2.11%	
Accounts Receivable - Investments	98,720	37,895	34,300	14,842	185,757	205,798	(9.74%)	
Total Receivables	**181,001**	**62,988**	**40,942**	**16,791**	**301,722**	**319,363**	(5.52%)	
INVESTMENTS, AT FAIR VALUE								
Core Fixed Income	1,464,626	545,534	534,631	251,466	2,796,257	2,495,361	12.06%	2
Public Equities	5,875,492	2,140,430	2,150,965	977,911	11,144,798	9,574,452	16.40%	3
Private Equities	520,921	187,808	186,226	102,712	997,667	1,164,022	(14.29%)	4
Specialty Credit	2,243,139	826,462	830,567	378,604	4,278,772	3,932,648	8.80%	
Derivatives	(199)	(84)	(78)	(23)	(384)	10	(3940.00'	
Real Return	794,574	286,001	285,214	134,255	1,500,044	1,090,757	37.52%	5
Real Estate	538,127	171,089	196,602	87,359	993,177	1,020,801	(2.71%)	
Total Investments, at Fair Value	**11,436,680**	**4,157,240**	**4,184,127**	**1,932,284**	**21,710,331**	**19,278,051**	12.62%	
Securities Lending Collateral Invested	215,716	78,656	62,817	29,064	386,253	492,267	(21.54%)	6
CAPITAL/INTANGIBLE ASSETS								
Capital Assets	1,701	153	—	—	1,854	1,854	—%	
Intangible Asets	9,961	827	—	—	10,788	10,788	—%	
Accumulated Depreciation	(1,701)	(153)	—	—	(1,854)	(1,854)	—%	
Accumulated Amortization	(9,961)	(827)	—	—	(10,788)	(10,788)	—%	
Total Capital Assets	**—**	**—**	**—**	**—**	**—**	**—**	—%	
Total Assets	**12,204,077**	**4,459,263**	**4,406,477**	**2,034,867**	**23,104,684**	**20,927,704**	10.40%	
LIABILITIES								
Accounts Payable	6,494	1,083	62	43	7,682	8,023	(4.25%)	
Investment Accounts Payable	141,098	54,030	50,235	22,995	268,358	267,500	0.32%	
Securities Lending Collateral	215,716	78,657	62,817	29,064	386,254	492,267	(21.54%)	7
Total Liabilities	**363,308**	**133,770**	**113,114**	**52,102**	**662,294**	**767,790**	(13.74%)	
Total Fiduciary Net Position Restricted for Benefits	**$11,840,769**	**$4,325,493**	**$4,293,363**	**$1,982,765**	**$22,442,390**	**$20,159,914**	11.32%	

NOTE - Variance Explanation for changes greater than 10% and more than $1 million.

Differences due to rounding, notes continued on next page.

1) Short term investments are primarily comprised of cash on hand at the custodial bank, the variance in the balance is a result of the cash flows of each plan.

2) The increase in Core Fixed Income is a result of additional funding and favorable market conditions.

3) The increase in Public Equity is primarily due to unrealized and realized gains.

4) The decrease in Private Equity is due to increased distributions and a decline in contributions to the asset class.

5) The increase in Real Return is primarily due to unrealized and realized gains.

6) The variance is a result of the demand of the Securities Lending Program.

7) The variance is a result of the demand of the Securities Lending Program.

Combining Statement of Changes In Fiduciary Net Position

For the twelve month period ending June 30, 2026, with Comparative Totals for the twelve month period ending June 30, 2025 ($ in thousands) (Unaudited)

	Pension		Insurance		CERS Total 2026	CERS Total 2025		
	CERS Nonhazardous	CERS Hazardous	CERS Nonhazardous	CERS Hazardous				
ADDITIONS								
Member Contributions	$176,786	$70,174	$—	$—	$246,960	$232,997	5.99%	
Employer Contributions	674,551	308,963	695	15,729	999,938	1,001,968	(0.20%)	
Pension Spiking Contributions	3	12	—	—	15	50	(70.00%)	
Health Insurance Contributions (HB1)	(201)	(72)	25,161	6,574	31,462	28,412	10.73%	1
Humana Gain Share Payment	—	—	—	—	—	—	—%	
Medicare Drug Reimbursement	—	—	—	—	—	—	—%	
Insurance Premiums	—	—	186	(260)	(74)	(195)	(62.05%)	
Retired Reemployed Healthcare	—	—	13,596	2,616	16,212	14,233	13.90%	2
Total Contributions	**851,139**	**379,077**	**39,638**	**24,659**	**1,294,513**	**1,277,465**	1.33%	
INVESTMENT INCOME								
From Investing Activities								
Net Appreciation (Depreciation) in FV of Investments	1,178,970	423,926	415,360	193,366	2,211,622	1,642,613	34.64%	3
Interest/Dividends	338,791	123,364	123,811	56,964	642,930	610,739	5.27%	
Total Investing Activities Income (loss)	1,517,761	547,290	539,171	250,330	2,854,552	2,253,352	26.68%	
Less: Investment Expense	61,341	21,023	22,568	11,264	116,196	122,261	(4.96%)	
Less: Performance Fees	17,295	5,947	5,835	2,747	31,824	44,931	(29.17%)	4
Net Income (loss) from Investing Activities	1,439,125	520,320	510,768	236,319	2,706,532	2,086,160	29.74%	
From Securities Lending Activities								
Securities Lending Income	11,610	4,404	3,639	1,363	21,016	23,818		
Less: Securities Lending Borrower Rebates (Income)/Expense	9,074	3,460	2,767	999	16,300	21,060		
Less: Securities Lending Agent Fees	380	141	131	55	707	415		
Net Income from Securities Lending	2,156	803	741	309	4,009	2,343	71.11%	5
Net Investment Income (loss)	**1,441,281**	**521,123**	**511,509**	**236,628**	**2,710,541**	**2,088,503**	29.78%	
Total Additions	**2,292,420**	**900,200**	**551,147**	**261,287**	**4,005,054**	**3,365,968**	18.99%	
DEDUCTIONS								
Benefit Payments	1,023,972	384,338	—	—	1,408,310	1,369,705	2.82%	
Refunds	25,982	10,025	—	—	36,007	32,382	11.19%	6
Administrative Expenses	27,272	2,395	567	530	30,764	29,537	4.15%	
Healthcare Expenses	—	—	130,658	113,837	244,495	241,982	1.04%	
Self Funded Healthcare Costs	—	—	2,397	595	2,992	5,223	(42.71%)	7
Excise Tax	—	—	7	—	7	7	—%	
Total Deductions	**1,077,226**	**396,758**	**133,629**	**114,962**	**1,722,575**	**1,678,836**	2.61%	
Net Increase Decrease in Fiduciary Net Position Restricted for Pension Benefits	1,215,194	503,442	417,518	146,325	2,282,479	1,687,132	35.29%	
Total Fiduciary Net Position Restricted for Benefits								
Beginning of Period	**10,625,575**	**3,822,051**	**3,875,848**	**1,836,440**	**20,159,914**	**18,472,783**	9.13%	
End of Period	**$11,840,769**	**$4,325,493**	**$4,293,366**	**$1,982,765**	**$22,442,393**	**$20,159,915**	11.32%	

NOTE - Variance Explanation for changes greater than 10% and more than $1 million.

Differences due to rounding, notes continued on next page.

1) Health Insurance Contributions will continue to increase as membership in Tier 2 and Tier 3 increases.

2) The increase in Retired Reemployed Healthcare is due to an increase in retired reemployed employees in all plans.

3) The increase in Net Appreciation in Fair Value of Investments is the result of gains largely from Public Equities and Specialty Credit.

4) The decrease in performance fees is primarily due to the decreasing asset base within the Private Equity asset class.

5) The variance is a result of the demand of the Securities Lending Program.

6) The increase in Refunds is due to the employees opting into Tier 3, taking refunds when terminated, and an increase in Partial Lump Sum retirement payments.

7) The decrease in Self Funded Healthcare Costs is due to a decrease in Humana claim cost for CERS Nonhazardous.

CERS Contribution Report

For the twelve month period ending June 30, 2026, with Comparative Totals for the twelve month period ending June 30, 2025 ($ in Millions)

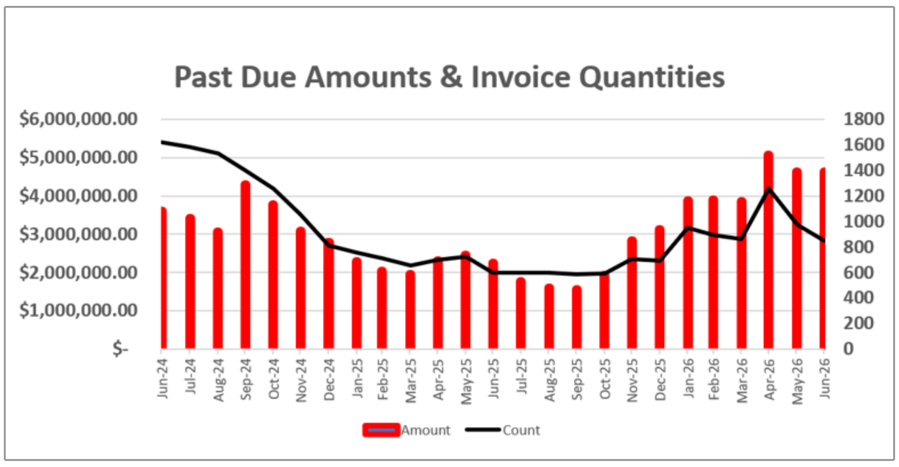
	County Employees Retirement System			
	Nonhazardous		Hazardous	
	Pension			
	FY26	FY25	FY26	FY25
Member Contributions	$176.6	$167.1	$70.0	$65.8
Employer Contributions	597.0	607.9	273.3	274.8
Employer Pay Credit	77.6	69.5	35.7	31.3
Net Investment Income	262.3	234.8	97.2	85.6
Total Inflows	**1,113.5**	**1,079.3**	**476.2**	**457.5**
Benefit Payments/Refunds	1,050.0	1,017.7	394.4	384.4
Administrative Expenses	27.3	25.8	2.4	2.3
Total Outflows	**1,077.3**	**1,043.5**	**396.8**	**386.7**
NET Contributions	**36.2**	**35.8**	**79.4**	**70.8**
Realized Gain/(Loss)	426.6	496.5	153.7	175.8
Unrealized Gain/(Loss)	752.4	375.7	270.2	135.6
Change in Net Position	**1,215.2**	**908.0**	**503.3**	**382.2**
Beginning of Period	**10,625.6**	**9,717.6**	**3,822.0**	**3,439.8**
End of Period	**$11,840.8**	**$10,625.6**	**$4,325.3**	**$3,822.0**
Net contributions less Net Investment Income	($226.1)	($199.0)	(17.8)	($14.8)
Cash Flow as % if Net Assets	(1.91%)	(1.87%)	(0.41%)	(0.39%)
Net Investment Income	$262.3	$234.8	$97.2	$85.6
Yield as % of Net Assets	2.22%	2.21%	2.25%	2.24%

	County Employees Retirement System			
	Nonhazardous		Hazardous	
	Insurance			
	FY26	FY25	FY26	FY25
Employer Contributions	$0.7	$0.8	$15.7	$17.7
Insurance Premiums	0.1	0.1	(0.3)	(0.3)
Humana Gain Share	—	—	—	—
Retired Reemployed	13.6	12.0	2.5	2.2
Health Insurance Contributions	25.2	22.8	6.6	5.8
Net Investment Income	96.1	86.3	43.3	39.2
Total Inflows	**135.7**	**122.0**	**67.8**	**64.6**
Healthcare Premiums	133.1	142.1	114.3	105.2
Administrative Expenses	0.6	0.9	0.5	0.5
Total Outflows	**133.7**	**143.0**	**114.8**	**105.7**
NET Contributions	**2.0**	**(21.0)**	**(47.0)**	**(41.1)**
Realized Gain/(Loss)	164.2	196.5	77.6	96.1
Unrealized Gain/(Loss)	251.2	114.5	115.8	52.0
Change in Net Position	**417.4**	**290.0**	**146.4**	**107.0**
Beginning of Period	**3,875.9**	**3,585.9**	**1,836.4**	**1,729.4**
End of Period	**$4,293.3**	**$3,875.9**	**$1,982.8**	**$1,836.4**
Net contributions less Net Investment Income	($94.1)	($107.3)	($90.3)	($80.3)
Cash Flow as % if Net Assets	(2.19%)	(2.77%)	(4.55%)	(4.37%)
Net Investment Income	$96.1	$86.3	$43.3	$39.2
Yield as % of Net Assets	2.24%	2.23%	2.18%	2.13%

CERS
County Employees Retirement System

Past Due Invoices As Of June 30, 2026

Employer Name (Top Ten) Type of Invoice	0-90 days	91-180 days	181-360 days	1-2 years	2-3 years	3-5 years	> 5 years	Total Past Due	COUNT	COMMENTS
ELLIOTT COUNTY AMBULANCE SERVICE		**$3,927**	**$1,101,097**	**$132,708**	**$34,000**	**$63**	**$11,146**	**$1,282,940**	**145**	With KPPA Legal
Omitted Employer		2,901	1,096,315	155		63	1,713	1,101,146	87	
Monthly Reporting Invoice			4,782	71,448			(185)	76,045	5	
Health Insurance Reimbursement		1,026		59,105			2,128	62,259	9	
Penalty – Monthly Reporting				2,000	34,000		7,000	43,000	43	
Pension Spiking							489	489	1	
KENTUCKY RIVER REGIONAL JAIL				**$79,271**			**$893,893**	**$973,164**	**67**	With CERS Legal
Omitted Employer				79,271			892,899	972,170	65	
Penalty - Monthly Reporting							1,000	1,000	1	
Monthly Reporting Invoice							(6)	(6)	1	
JEFFERSON COUNTY BOARD OF EDUCATION	**$718,592**	**$2,439**			**($190)**			**$720,841**	**4**	Invoices have been paid/ resolved
Health Insurance Reimnbursement	721,350	2,439						723,789	2	
Member Pension Spiking Refund					(190)			(190)	1	
Monthly Reporting Invoice	(2,757)							(2,757)	1	
ANDERSON COUNTY FISCAL COURT	**$80,817**	**$219,293**	**$350,000**					**$650,111**	**32**	ERCE working with employer to resolve past due amounts.
Monthly Reporting Invoice	(863)	43,503	202,631					245,272	7	
Omitted Employer	81,680	80,845	67,663					230,188	21	
Health Insurance Reimbursement		94,945	79,706					174,651	4	
CITY OF CARLISLE	**$360,671**	**$104**						**$360,776**	**28**	ERCE working with employer to resolve past due amounts.
Omitted Employer	200,962							200,962	4	
Monthly Reporting Invoice	86,181	104						86,285	20	
Health Insurance Reimbursement	73,528							73,528	4	
CALLOWAY COUNTY FISCAL COURT	**$334,643**		**($1,250)**	**($1,037)**				**$332,356**	**5**	ERCE working with employer to resolve past due amounts.
Monthly Reporting Invoice	246,620		(1,250)	(1,037)				244,333	4	
Health Insurance Reimbursement	88,023							88,023	1	
CITY OF ELKHORN CITY	**$5,099**				**$2,817**	**$6,365**	**$3,628**	**$17,909**	**16**	With KPPA Legal (Estimated Amount Due $255,464.51.)
Penalty - Monthly Reporting					2,000	6,000	2,000	10,000	10	
Monthly Reporting Invoice	5,099				817	365	(56)	6,225	5	
Omitted Employer							1,684	1,684	1	
BARREN COUNTY FISCAL COURT	**$181,761**	**$1,000**						**$182,761**	**40**	ERCE working with employer to resolve past due amounts.
Health Insurance Reimbursement	78,679							78,679	7	
Omitted Employer	78,418							78,418	11	
Monthly Reporting Invoice	24,440							24,440	18	
Initial Monthly Reporting Penalty (KPPA USE ONLY)		1,000						1,000	1	
Expense Allowance	223							223	3	
LEWIS COUNTY BOARD OF EDUCATION	**$49,801**							**$49,801**	**1**	Invoices have been paid/ resolved
Monthly Reporting Invoice	49,801							49,801	1	
JEFFERSON COUNTY SHERIFF	**$40,754**	**$5,480**						**$46,234**	**11**	ERCE working with employer to resolve past due amounts.
Standard Sick Leave	23,311							23,311	3	
Health Insurance Reimbursement	12,515	553						13,068	4	
Initial Monthly Reporting Penalty (KPPA USE ONLY)	4,927	4,927						9,855	4	
ALL OTHER CERS EMPLOYERS	**($92,641)**	**$52,171**	**$9,892**	**$5,857**	**$9,778**	**$3,174**	**$24,154**	**$12,385**	**503**	Employers Actively working with ERCE on payment of past due amounts, and taking of applicable credits
Health Insurance Reimbursement	100,284	34,624	(901)	19,284	11,342	—	—	164,632	34	
Omitted Employer	28,045	720	15,188	6,708	—	—	—	50,661	36	
Monthly Reporting Invoice	19,170	31,791	(5,394)	(1,927)	2,030	(67)	(411)	45,192	322	
Penalty – Monthly Reporting	12,000	1,000	1,000	3,000	1,000	3,000	8,000	29,000	29	
Standard Sick Leave	26,351	—	—	—	—	—	—	26,351	9	
Pension Spiking							16,367	16,367	6	
Expense Allowance	1,084	—	—	1,614	241	241	—	3,180	16	
Expired Post Pending Invoice							378	378	6	
Personnel Adjustment				216			(180)	36	4	
Member Pension Spiking Refund	(2,557)	(84)	—	(12)	(408)	—	—	(3,060)	12	
Averaging Refund to Employer	(277,019)	(15,881)	—	(23,026)	(4,427)	—	—	(320,352)	29	
Total PAST Due	**$1,679,497**	**$284,414**	**$1,459,740**	**$216,799**	**$46,405**	**$9,602**	**$932,821**	**$4,629,277**	**852**	



Past Due Amounts & Invoice Quantities
$6,000,000.00
$5,000,000.00
$4,000,000.00
$3,000,000.00
$2,000,000.00
$1,000,000.00
$-
1800
1600
1400
1200
1000
800
600
400
200
0
Jun-24
Jul-24
Aug-24
Sep-24
Oct-24
Nov-24
Dec-24
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Jul-25
Aug-25
Sep-25
Oct-25
Nov-25
Dec-25
Jan-26
Feb-26
Mar-26
Apr-26
May-26
Jun-26
Amount
Count

CERS County Employees Retirement System

County Employees Retirement System

Penalty Invoices Report

From: 4/1/2026 To: 6/30/2026

Note: Delinquent Interest amounts are included in the totals for the invoice

	Invoice Amount	Invoice Remaining Balance	Deliquent Interest	Invoice Status Date	Invoice Due Date	Invoice Status	Employer Classification	Comments
	$1,000	$—	$—	4/29/2026	7/7/2023	CANC	County Attorneys	Employer has no full time employees
	1,000	—	—	4/29/2026	7/7/2023	CANC	County Attorneys	Employer has no full time employees
	1,000	—	—	4/29/2026	7/21/2023	CANC	County Attorneys	Employer has no full time employees
	1,000	—	—	4/29/2026	7/22/2023	CANC	County Attorneys	Employer has no full time employees
	1,000	—	—	4/29/2026	2/9/2025	CANC	County Attorneys	KPPA system issue
	1,000	—	—	4/7/2026	5/3/2026	CANC	Libraries	New Employer Reporting Official
	1,000	—	—	6/1/2026	5/6/2026	CANC	Cities	New Employer Reporting Official
	1,000	—	—	5/11/2026	5/16/2026	CANC	Libraries	New Employer Reporting Official
	1,000	—	—	5/6/2026	5/17/2026	CANC	Cities	KPPA system issue
	1,000	—	—	4/29/2026	5/27/2026	CANC	Conservation Districts	Employer in good standing with KPPA
	1,000	—	—	6/3/2026	5/29/2026	CANC	Cities	New Employer Reporting Official
	1,391	—	—	5/11/2026	6/6/2026	CANC	Cities	KPPA system issue
	1,000	—	—	6/24/2026	7/2/2026	CANC	Cities	Employer in good standing with KPPA
Total	**$13,391**	**$—**	**$—**					
	$1,000	$1,000	$—	4/14/2026	5/14/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	4/14/2026	5/14/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	4/14/2026	5/14/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	4/14/2026	5/14/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	4/15/2026	5/15/2026	CRTD	Planning Commissions	
	1,000	1,000	—	4/16/2026	5/16/2026	CRTD	Cities	
	1,000	1,000	—	4/16/2026	5/16/2026	CRTD	Cities	
	1,000	1,000	—	4/16/2026	5/16/2026	CRTD	Libraries	
	1,553	1,553	—	4/16/2026	5/16/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	4/17/2026	5/17/2026	CRTD	Libraries	
	1,000	1,000	—	4/17/2026	5/17/2026	CRTD	Boards of Education	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Cities	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Cities	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Ambulance Services	
	1,312	1,312	—	5/18/2026	6/17/2026	CRTD	Cities	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Cities	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Planning Commissions	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Cities	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Housing Authorities	
	1,095	1,095	—	5/18/2026	6/17/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	5/18/2026	6/17/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	5/21/2026	6/20/2026	CRTD	Cities	
	1,000	1,000	—	5/27/2026	6/26/2026	CRTD	Cities	
	1,000	1,000	—	5/29/2026	6/28/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	6/2/2026	7/2/2026	CRTD	Planning Commissions	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Cities	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Cities	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Cities	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Cities	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Housing Authorities	
	1,000	1,000	—	6/16/2026	7/16/2026	CRTD	Fiscal Courts	
	1,000	1,000	—	6/17/2026	7/17/2026	CRTD	Housing Authorities	
	1,000	1,000	—	6/19/2026	7/19/2026	CRTD	Cities	
	1,000	1,000	—	6/23/2026	7/23/2026	CRTD	Fiscal Courts	
	1,053	1,053	—	6/29/2026	7/29/2026	CRTD	Fiscal Courts	
Total	**$37,014**	**$37,014**	**$—**					
	$1,000	$—	$—	4/6/2026	4/6/2025	PAID	Housing Authorities	
	1,000	—	—	4/6/2026	4/30/2025	PAID	Housing Authorities	
	1,000	—	—	5/11/2026	9/5/2025	PAID	Development Authorities	
	1,000	—	—	4/13/2026	10/9/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	10/9/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	10/9/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	10/9/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	12/18/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	12/18/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	12/18/2025	PAID	Fiscal Courts	
	1,000	—	—	4/13/2026	12/18/2025	PAID	Fiscal Courts	
	1,000	—	—	5/12/2026	3/13/2026	PAID	Cities	
	1,000	—	—	4/13/2026	3/22/2026	PAID	Development Authorities	
	1,000	—	—	4/21/2026	4/1/2026	PAID	Cities	

County Employees Retirement System

Penalty Invoices Report

From: 4/1/2026 To: 6/30/2026

Note: Delinquent Interest amounts are included in the totals for the invoice

	Invoice Amount	Invoice Remaining Balance	Deliquent Interest	Invoice Status Date	Invoice Due Date	Invoice Status	Employer Classification	Comments
	1,000	—	—	4/10/2026	4/4/2026	PAID	Special Districts & Boards	
	1,000	—	—	4/1/2026	4/4/2026	PAID	Cities	
	1,000	—	—	4/9/2026	4/18/2026	PAID	Cities	
	1,000	—	—	4/17/2026	4/23/2026	PAID	Ambulance Services	
	1,000	—	—	4/9/2026	4/25/2026	PAID	Cities	
	1,000	—	—	4/9/2026	4/25/2026	PAID	Cities	
	1,000	—	—	5/27/2026	4/29/2026	PAID	Cities	
	1,000	—	—	5/18/2026	5/3/2026	PAID	Utility Boards	
	1,000	—	—	6/10/2026	5/6/2026	PAID	Cities	
	1,000	—	—	5/27/2026	5/9/2026	PAID	Cities	
	1,000	—	—	5/11/2026	5/16/2026	PAID	Cities	
	1,000	—	—	5/28/2026	5/16/2026	PAID	Boards of Education	
	1,000	—	—	4/28/2026	5/16/2026	PAID	Fiscal Courts	
	1,000	—	—	5/4/2026	5/16/2026	PAID	Libraries	
	2,110	—	—	6/9/2026	5/16/2026	PAID	Boards of Education	
	1,000	—	—	5/22/2026	5/17/2026	PAID	Ambulance Services	
	1,000	—	—	5/21/2026	5/21/2026	PAID	Cities	
	1,106	—	—	5/21/2026	5/28/2026	PAID	Fiscal Courts	
	1,000	—	—	5/27/2026	6/6/2026	PAID	Cities	
	1,000	—	—	6/11/2026	6/11/2026	PAID	Cities	
	1,000	—	—	6/11/2026	6/11/2026	PAID	Cities	
	1,000	—	—	6/10/2026	6/17/2026	PAID	Community Action Agencies	
	1,042	—	—	6/29/2026	6/20/2026	PAID	Fiscal Courts	
	1,000	—	—	6/26/2026	6/21/2026	PAID	Ambulance Services	
	1,000	—	—	6/29/2026	7/1/2026	PAID	Fiscal Courts	
	1,000	—	—	6/29/2026	7/1/2026	PAID	Fiscal Courts	
	1,000	—	—	6/10/2026	7/2/2026	PAID	Cities	
	1,383	—	—	6/10/2026	7/5/2026	PAID	Cities	
	1,062	—	—	6/29/2026	7/9/2026	PAID	Fiscal Courts	
Total	**$44,703**	**$—**	**$—**					

Notes:

Invoice Status:

CANC - Cancelled

CRTD - Created

PAID - Paid

KPPA ADMINISTRATIVE BUDGET FY 2025-2026
BUDGET-TO-ACTUAL SUMMARY ANALYSIS

FOR THE TWELVE MONTHS PERIOD ENDING JUNE 30, 2026, WITH COMPARATIVE TOTALS FOR THE TWELVE MONTHS ENDING JUNE 30, 2025

CATEGORY	BUDGETED	FY 2026 EXPENSE	REMAINING	PERCENT REMAINING	FY 2025 EXPENSE	PERCENT DIFFERENCE
PERSONNEL	$37,718,000	$37,018,095	$699,905	1.86%	$34,960,780	5.88%
LEGAL CONTRACTS	1,820,000	746,853	1,073,147	58.96%	1,286,061	(41.93%)
AUDITING	250,000	204,033	45,967	18.39%	201,847	1.08%
ACTUARIAL SERVICES	550,000	351,330	198,670	36.12%	316,119	11.14%
MEDICAL REVIEWERS	1,800,000	1,180,225	619,775	34.43%	1,132,465	4.22%
OTHER PERSONNEL	1,085,000	445,060	639,940	58.98%	264,255	68.42%
PERSONNEL TOTAL	**$43,223,000**	**$39,945,596**	**$3,277,404**	**7.58%**	**$38,161,527**	**4.68%**
RENTALS - BUILDING & EQUIPMENT	1,400,000	1,185,927	214,073	15.29%	1,221,942	(2.95%)
INFORMATION TECHNOLOGY	4,005,000	3,840,371	164,629	4.11%	3,587,613	7.05%
OTHER OPERATIONAL	1,319,000	928,554	390,446	29.60%	1,162,372	(20.12%)
OPERATIONAL TOTAL	**$6,724,000**	**$5,954,852**	**$769,148**	**11.44%**	**$5,971,927**	**(0.29%)**
RESERVE	22,700	—	22,700	100.00%	—	—%
RESERVE OSBD ADDITIONAL FUNDS	149,500	—	149,500	100.00%	—	—%
ADMINISTRATIVE BUDGETED AMOUNT	**$50,119,200**	**$45,900,448**	**$4,218,751**	**8.42%**	**$44,133,454**	**4.00%**

Differences due to rounding.

ADMINISTRATIVE BUDGET SUMMARY NOTES	
PERSONNEL (Staffing Subtotal)	KPPA has spent 98.14% of the annual budget, coming in under by 1.86% (or $700k). This years spending was 5.88% (or $2.1M higher) than prior year. There were certain individual line items in this subcategory that we closely monitored through fiscal year end: Salaries and Wages + Locality Premium (were budgeted together but tracked separately) and combined KPPA spent 98.45% of the annual budget which was slightly below the $22.4 budget for salaries and Locality premium. Employer Paid FICA, and Employer Paid Retirement, both ended below budget by $133k, and $260k, respectively. However, the Employer Paid Health Insurance Line item exceeded budget by $437k. All other line items in this category were under budget at year-end.
LEGAL CONTRACTS	Every individual line item within the legal category was under budget ($1.1M in total) and was $539k less than last fiscal year.
AUDITING	The Auditing line was $46k under budget, and was $2k higher than prior year.
ACTUARIAL SERVICES	Costs were $199k below budget, and were $35k higher than prior fiscal year.
MEDICAL REVIEWERS	Costs were $620k below budget, and were $47k higher than prior fiscal year.
OTHER PERSONNEL	Category was under budget by $640k, but was $181k higher than prior fiscal year. The IT assessment is in this category, and will continue through Dec. 2026.
OPERATIONAL TOTAL	The Operational Category was below budget by $770k, and costs were $17k less than prior year. A few individual line items were over budget as follows; - Printing $8.5k - Insurance $5k. - Dues and Subscriptions $11k All other individual line items in the budget are on target to be below budget at year-end.
OVERALL	KPPA spent 91.58% (or $45,900,448) of the FY budget amount of $50,119,200, coming in under budget by $4.2M. This year's spend was 4% (or $1.8M) higher than last fiscal year, with most of the increase year over year in Personnel Costs.

KPPA ADMINISTRATIVE BUDGET FY 2025-2026 BUDGET-TO-ACTUAL ANALYSIS FOR THE TWELVE MONTHS PERIOD ENDING JUNE 30, 2026, WITH COMPARATIVE TOTALS FOR THE TWELVE MONTHS ENDING JUNE 30, 2025						
Account Name	**Budgeted**	**FY 2026 Expense**	**Remaining**	**PERCENT REMAINING**	**FY 2025 EXPENSE**	**PERCENT DIFFERENCE**
PERSONNEL						
Staff						
Salaries/Wages	$22,400,000	$21,590,966	$809,034	3.61%	$20,212,112	6.82%
Wages (Overtime)	320,000	226,484	93,516	29.22%	192,278	17.79%
Locality Premium	—	461,605	(461,605)	(100.00%)	56,437	717.91%
Emp Paid FICA	1,740,000	1,607,446	132,554	7.62%	1,478,076	8.75%
Emp Paid Retirement	9,730,000	9,466,924	263,076	2.70%	9,809,431	(3.49%)
Emp Paid Health Ins	3,200,000	3,636,936	-436,936	(13.65%)	3,099,419	17.34%
Emp Paid Life Ins	3,000	3,218	-218	(7.27%)	3,098	3.87%
Emp Paid Sick Leave	250,000	—	250,000	100.00%	87,735	(100.00%)
Adoption Assistance Benefit	15,000	—	15,000	100.00%	—	—%
Escrow For Admin Fees	5,000	—	5,000	100.00%	(3,000)	(100.00%)
Workers Compensation	20,000	12,485	7,515	37.57%	12,485	—%
Unemployment	10,000	—	10,000	100.00%	2,007	(100.00%)
Employee Training	25,000	12,030	12,970	51.88%	10,702	12.41%
Tuition Assistance	—	—	—	—	—	—%
Bonds	—	—	—	—	—	—%
Staff Subtotal	**$37,718,000**	**$37,018,095**	**$699,905**	**1.86%**	**$34,960,780**	**5.88%**
LEGAL & AUDITING SERVICES						
Legal Hearing Officers	270,000	135,325	134,675	49.88%	188,861	(28.35%)
Legal (Stoll, Keenon)	125,000	10,733	114,267	91.41%	—	—%
Frost Brown	600,000	292,134	307,866	51.31%	506,081	(42.28%)
Reinhart	—	—	—	—	—	—%
Ice Miller	500,000	156,095	343,905	68.78%	250,538	(37.70%)
Johnson, Bowman, Branco LLC	150,000	70,235	79,765	53.18%	123,182	(42.98%)
Dentons Bingham & Greenbaum	50,000	45,805	4,195	8.39%	98,998	(53.73%)
Kellerman Law PLC	100,000	36,286	63,714	63.71%	90,772	(60.03%)
Legal Expense	25,000	242	24,758	99.03%	27,630	(99.12%)
Auditing	250,000	204,033	45,968	18.39%	201,847	1.08%
Total Legal & Auditing Services	**$2,070,000**	**$950,886**	**$1,119,114**	**54.06%**	**$1,487,908**	**(36.09%)**
CONSULTING SERVICES						
Medical Reviewers	1,800,000	1,180,225	619,775	34.43%	1,132,465	4.22%
Escrow for Actuary Fees	—	(10,000)	10,000	—	(1,000)	900.00%
Total Consulting Services	**$1,800,000**	**$1,170,225**	**$629,775**	**34.99%**	**$1,131,465**	**3.43%**
CONTRACTUAL SERVICES						
Miscellaneous Contracts	1,000,000	402,848	597,152	59.72%	210,873	91.04%
Human Resources Consulting	10,000	—	10,000	100.00%	—	—%
Actuarial Services	550,000	351,330	198,670	36.12%	316,119	11.14%
Facility Security Charges	75,000	52,212	22,789	30.38%	54,382	(3.99%)
Contractual Subtotal	**$1,635,000**	**$806,390**	**$828,610**	**50.68%**	**$581,374**	**38.70%**
PERSONNEL SUBTOTAL	**$43,223,000**	**$39,945,596**	**$3,277,404**	**7.58%**	**$38,161,527**	**4.68%**
OPERATIONAL						
Natural Gas	50,000	38,735	11,265	22.53%	34,157	13.40%
Electric	140,000	91,019	48,981	34.99%	112,627	(19.19%)
Rent-Non State Building	105,000	—	105,000	100.00%	—	—%
Building Rental - PPW	1,000,000	961,968	38,032	3.80%	961,968	—%
Copier Rental	100,000	88,291	11,709	11.71%	107,215	(17.65%)
Rental Carpool	5,000	5,914	-914	(18.28%)	5,975	(1.02%)
Vehicle/Equip. Maintenance	1,500	1,384.00	116	7.73%	22,432	(93.83%)
Postage	480,000	415,194	64,806	13.50%	418,461	(0.78%)
Freight	500	65.00	435	87.00%	—	—%
Printing (State)	5,000	2,280	2,720	54.40%	50	4,460.00%
Printing (Non-State)	95,000	103,496	-8,496	(8.94%)	89,693	15.39%

Insurance	7,500	12,692	(5,192)	(69.23%)	12,692	—%
Garbage Collection	8,000	3,143	4,857	60.71%	6,637	(52.64%)
Conference Expense	48,000	48,301	-301	(0.63%)	45,815	5.43%
Conference Exp. Investment	1,000	—	1,000	100.00%	—	—%
Conference Exp. Audit	1,000	795.00	205	20.50%	744	6.85%
MARS Usage	65,000	59,040	5,960	9.17%	58,710	0.56%
COVID-19 Expenses	—	—	—	—	—	—%
Office Supplies	100,000	56,890	43,110	43.11%	43,223	31.62%
Furniture & Office Equipment	50,000	33.00	49,967	99.93%	2,474	(98.67%)
Travel (In-State)	15,000	10,015	4,985	33.23%	9,123	9.78%
Travel (In-State) Investment	500	41.00	459	91.81%	217.00	(81.11%)
Travel (In-State) Audit	1,000	—	1,000	100.00%	—	—%
Travel (Out of State)	77,000	53,412	23,588	30.63%	63,409	(15.77%)
Travel (Out of State) Investment	135,000	1,871.00	133,129	98.61%	9,376	(80.04%)
Travel (Out of State) Audit	3,000	833.00	2,167	72.22%	—	100.00%
Dues & Subscriptions	69,000	80,029	(11,029)	(15.98%)	69,072	15.86%
Dues & Subscriptions Investment	15,000	5,509	9,491	63.27%	6,420	(14.19%)
Dues & Subscriptions Audit	1,000	410	590	59.00%	805	(49.07%)
Miscellaneous	55,000	28,813	26,187	47.61%	172,117	(83.26%)
Miscellaneous Investment	—	—	—	—	—	—%
Miscellaneous Audit	—	—	—	—	—	—%
COT Charges	40,000	23,228	16,772	41.93%	24,098	(3.61%)
Telephone - Wireless	10,000	6,757	3,243	32.43%	7,706	(12.32%)
Telephone - Other	125,000	95,219	29,781	23.83%	178,014	(46.51%)
Telephone - Video Conference	15,000	1,370	13,630	90.86%	3,893	(64.81%)
Computer Equip./Software	3,900,000	3,758,103	141,897	3.64%	3,504,805	7.23%
Comp. Equip./Software Investment	—	—	—	—	—	—%
Comp. Equip./Software Audit	—	—	—	—	—	—%
OPERATIONAL SUBTOTAL	**$6,724,000**	**$5,954,852**	**$769,149**	**11.44%**	**$5,971,927**	**(0.29%)**
SUB-TOTAL	**$49,947,000**	**$45,900,448**	**$4,046,552**	**8.10%**	**$44,133,454**	**4.00%**
Reserve	22,700	—	22,700	100.00%	—	—%
Reserve OSBD Additional Funds	149,500	—	149,500	100.00%	—	—%
TOTAL	**$50,119,200**	**$45,900,448**	**$4,218,752**	**8.42%**	**$44,133,454**	**4.00%**
Differences due to rounding.						

Plan	Budgeted	FY 2026 Expense	% of Total KPPA FY 2026 Expense
CERS Nonhazardous	$29,645,507	$27,150,115	59.15%
CERS Hazardous	2,606,198	2,386,823	5.20%
KERS Nonhazardous	15,670,269	14,351,234	31.266%
KERS Hazardous	1,848,396	1,692,809	3.688%
SPRS	348,830	319,467	0.696%
TOTAL	**$50,119,200**	**$45,900,448**	**100.00%**
Differences due to rounding.			

Plan - Specific Expenses	CERS	CERS Hazardous	KERS	KERS Hazardous	SPRS	Total
FY 2026 Expense	$27,150,115	$2,386,823	$14,351,234	$1,692,809	$319,467	$45,900,448
Plan Specific Adjustment- Hybrid Percent	(510,891)	(44,914)	(270,051)	(31,854)	(6,012)	-$863,722
Plan Specific Adjustment	365,444	32,123	408,817	48,247	9,090	863,722
Total Expenses	**$27,004,668**	**$2,374,033**	**$14,490,000**	**$1,709,201**	**$322,546**	**$45,900,448**

JP MORGAN CHASE HARD INTEREST EARNED

FOR THE FISCAL YEAR ENDING JUNE 30,2026

	Clearing Account	CERS	KERS	SPRS	Total
July-25	$13,193	$12,946	$5,088	$217	$31,445
August-25	12,022	27,751	15,970	1,843	57,585
September-25	13,283	13,877	5,743	417	33,319
October-25	9,731	9,986	4,666	538	24,922
November-25	9,836	14,239	7,062	508	31,645
December-25	8,375	23,810	9,577	391	42,153
January-26	9,076	12,955	7,324	610	29,965
February-26	14,868	9,987	6,544	337	31,736
March-26	11,493	11,289	8,110	439	31,331
April-26	9,011	6,670	4,123	200	20,004
May-26	6,609	7,781	4,525	346	19,261
June-26	6,154	11,748	6,564	308	24,773
Total	**$123,651**	**$163,039**	**$85,295**	**$6,153**	**$378,138**

KENTUCKY PUBLIC PENSIONS AUTHORITY
Ryan Barrow, Executive Director
1260 Louisville Road • Frankfort, Kentucky 40601
kyret.ky.gov • Phone: 502-696-8800 • Fax: 502-696-8822

Kentucky Public Pensions Authority

To: CERS Finance Committee

From: D'Juan Surratt
Director of Employer Reporting, Compliance and Education

Date: August 24, 2026

Subject: Hazardous Position Classification

AGENCIES ARE REQUESTING HAZARDOUS DUTY COVERAGE FOR THE FOLLOWING POSITIONS:

Agency	Position	Effective Date
City of Henderson	Fire Training Captain	7/1/2026
City of Jamestown	Police Chief	10/1/2026
City of Jamestown	Lieutenant	10/1/2026
City of Jamestown	Police Officer I	10/1/2026
City of Jamestown	Police Officer II	10/1/2026
City of Jamestown	Police Officer Recruit	10/1/2026
City of Jamestown	Sergeant	10/1/2026
City of Berea	Fire Prevention and Education Manager	10/1/2026
Saint Matthews Fire District	Assistant Chief of EMS Operations	7/1/2026
Mercer County Board of Education	School Law Enforcement Officer/Chief	7/1/2026

KPPA staff has reviewed the above requests and these positions meet statutory guidelines for hazardous coverage. Position questionnaires and job descriptions are attached.

County Employees Retirement System

Investment Budget Update

Quarter Ending: June 30, 2026

KENTUCKY PUBLIC PENSIONS AUTHORITY
Investment Budget
For the twelve month period ending June 30, 2026

Account Name	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Budget FY 2026	FY26 Expenditures	Percentage Spent	FY 2027 Budget
CONSULTING SERVICES											
Wilshire Associates	$ 1,021,799	$ 1,238,170	$ 1,225,671	$ 1,021,175	$ 838,172	$ 1,130,417	$ 1,163,352	$ 1,250,000	$ 1,194,193	96%	$ 1,280,000
Albourne	-	-	-	-	306,750	270,000	270,000	270,000	270,000	100%	270,000
MercerInsight	-	-	-	-	153,548	160,000	160,000	160,000	160,000	100%	160,000
New Private Markets Consultant	-	-	-	-	153,548	160,000		250,000	-	0%	250,000
SUBTOTAL	**1,021,799**	**1,238,170**	**1,225,671**	**1,021,175**	**1,452,019**	**1,720,417**	**1,593,352**	**1,930,000**	**1,624,193**	**84%**	**1,960,000**
LEGAL & AUDITING SERVICES											
Faegre Drinker			96,039	202,502	16,428	18,519	10,990	500,000	9,407	2%	300,000
Intelligent Management Solutions (IMS)	620,001	202,140	155,700	69,884	81,880	8,061	1,919,090	-	-	-	-
McClain/Goldberg			891	-	-	312	648	25,000	72	0%	25,000
Reinhart	317,909	671,269	663,689	619,509	109,508	619,420	2,673,961	1,600,000	12,429	1%	500,000
Stoll-Keenon-Ogden	10,314	135,353	254,211	463,560	750,438	210,475	335,923	875,000	157,652	18%	1,000,000
Haystack			-	-	120,175	209,490	244,470	200,000	201,755	101%	250,000
Umberg Zipser			289,100	498,058	606,701	738,483	70,349	1,400,000	12,190	1%	1,000,000
Fiduciary Legal Expenses	-	-	-	-	5,288	400,872	761,938	1,000,000	52,352	5%	1,000,000
Miscellaneous				-	-	3,160	6,300	50,000	-	0%	
SUBTOTAL	**948,225**	**1,008,762**	**1,459,630**	**1,853,513**	**1,690,417**	**2,208,791**	**6,023,668**	**5,650,000**	**445,857**	**8%**	**4,075,000**
CONTRACTUAL SERVICES											
Bloomberg	68,722	71,810	98,163	102,243	104,153	110,823	114,006	160,000	118,739	74%	160,000
BNYM Custodial Fees	2,056,390	2,088,475	2,379,838	2,565,169	2,333,981	2,752,592	2,878,225	3,000,000	3,494,849	116%	3,600,000
eVestment (Solovis RMS)			-	30,000	33,800	39,422	42,891	35,000	46,666	133%	45,000
Solovis (Reporting & Analytics)			-	245,000	266,017	306,319	319,744	320,000	319,847	100%	320,000
FactSet	222,476	162,295	109,662	140,098	146,411	151,431	134,669	140,000	138,715	99%	140,000
Russell Index Subscription	1,075	1,250	1,000	1,000	750	1,000	8,250	30,000	-	0%	30,000
S&P Global		94,500	26,250	68,250	27,563		20,672	47,500	-	0%	-
TradeWeb			-	6,000	7,700	2,800		-	-	-	-
State Street/Elkins McSherry	10,000	5,000	15,000	10,000	10,000			10,000	-	0%	10,000
ISS	32,050	32,050	28,288	35,813	39,875	62,875	51,406	60,000	79,057	132%	100,000
MSCI	1,000	1,000	1,000	1,000	1,000	1,000	2,500	2,500	2,500	100%	2,500
KPMG Tax Guarantor Services		7,606	22,050	7,350	-	9,450	9,450	10,000	9,450	95%	10,000
Jayant Ghevaria and CO		10,050	-	52,085	-			55,000	143,114	260%	55,000
India Renewal Fee (SEBI)			-	3,000	-	2,950	2,950	3,000	-	0%	3,000
With Intelligence	-	-	-	-	9,520	9,520	10,150	10,150	10,850	-	11,000
SUBTOTAL	**2,391,713**	**2,474,036**	**2,681,251**	**3,267,008**	**2,980,769**	**3,450,182**	**3,594,914**	**3,883,150**	**4,363,787**	**112%**	**4,486,500**

KENTUCKY PUBLIC PENSIONS AUTHORITY
Investment Budget
For the twelve month period ending June 30, 2026

Account Name	FY 2019	FY 2020	FY 2021	FY 2022	FY 2023	FY 2024	FY 2025	Budget FY 2026	FY26 Expenditures	Percentage Spent	FY 2027 Budget
MISCELLANEOUS SERVICES											
Miscellaneous New Services							21,000	250,000	21,000	8%	200,000
Morningstar						2,500	2,500	2,625	2,625	100%	2,625
Mclagan Compensation Survey								8,750	-		-
Fin/News								1,350	-		1,350
Oxford Economics						19,500	20,475	21,500	21,500	100%	21,500
Pension Real Estate Association											2,950
Perscient Pro						330	330	350	330	94%	350
Reimbursement of Pzena	-	-	-	-	-	12,923	8,906	15,000	-		15,000
SUBTOTAL	**-**	**-**	**-**	**-**	**-**	**35,253**	**53,211**	**299,575**	**45,455**	**15%**	**243,775**
INACTIVE CONTRACTURAL SERVICES											
Dean Dorton	9,719		-	-	250	-	-	-	-	-	-
Hirschler		4,794	-	-		-	-		-	-	-
INFORMA	12,904		-	-		-	-	-	-	-	-
Lighthouse Solutions	3,093		-	-		-	-		-	-	-
London Stock Exchange GBP (GREAT BRITISH POUNDS)	6,467	3,544	-	-		-	-	-	-	-	-
Deutsche Bank Trust	3,000		3,000	-		-	-		-	-	-
Morris James LLP	94,192	20,154	-	-		-	-	-	-	-	-
Calcaterra Pollack			1,200,000	-		-	-		-	-	-
Manatt		90,798	30,757	-		-	-	-	-	-	-
ORG	162,344		-	-		162,344	-	-	-	-	-
SUBTOTAL	**291,718**	**119,290**	**1,233,757**	**-**	**250**			-			**-**
TOTAL	**$ 4,653,455**	**$ 4,840,258**	**$ 6,600,309**	**$ 6,141,696**	**$ 6,123,455**	**$ 7,414,644**	**$ 11,265,144**	**$ 11,762,725**	**$ 6,479,291**	**55%**	**$ 10,765,275**

INVESTMENT BUDGET	
CONSULTING SERVICES	
Wilshire Associates	General Investment Consultanting Services, Manager Research and Due Dilligence, Reporting, Asset Allocation
Albourne	Investment Consultant Research database - Private Markets Manager Research, Private Markets Research, Pension Markets Research
MercerInsight	Investment Consultant Research database - Public Markets Manager Research, Public Markets Research, Pension Markets Research
LEGAL & AUDITING SERVICES	
Faegre Drinker	Delaware litigation counsel
Intelligent Management Solutions (IMS)	IMS is an expert witness in the Bay Hills case.
McClain/Goldberg	Blackstone litigation counsel for the Trustees and Officers
Reinhart	Bay Hills counsel and investment counsel for contract negotiations
Stoll-Keenon-Ogden	Mayberry counsel
Haystack	Conduct Mayberry eDiscovery
Umberg Zipser	PAAMCO-Prisma (California litigation)
Frost Brown Todd	Currently has no investment-related cases
Swansburg & Smith	Reimbursement of Fiduciary Legal Expenses (KKR)
Eddins Domine	Reimbursement of Fiduciary Legal Expenses (KKR)
Taft	Reimbursement of Fiduciary Legal Expenses (Calcaterra Pollack)
CONTRACTURAL SERVICES	
Bloomberg	Bloomberg Professional Services, Data Analytics and Tools, Market Information and News, Research Portal
BNYM Custodial Fees	Full Service Custodial Services, Investment Accounting, Investment Operations, Transaction Services, Performance and Attribution, Reporting
eVestment (Solovis RMS)	Research Management Program organizing internal and exteranl research
Solovis (Reporting & Analytics)	Portfolio and Risk Analytics, Perfromance Measurement and Attribution, Reporting
FactSet	Workstation and Quant/Risk Applications for managing Public Equity Portfolios
Russell Index Subscription	Access to Russell Indexes for Portfolio Management, Reporting and Performance
S&P Global	Data on the S & P US Index / License to 10,000 Identifiers for Portfolio Management, Reporting and Performance
TradeWeb	Electronic Trading Platform for Internal Management
State Street/Elkins McSherry	Public Equity Trade Cost Analysis
ISS	Portfolio Monitoring and Proxy Voting Services, Securities Litigation Filing
MSCI	International Public Equity Data Package
KPMG Tax Guarantor Services	Tax Accounting Services - Taiwan
Jayant Ghevaria and CO	Tax Accounting Services - India
India Renewal Fee (SEBI)	Registration of India Local Market Accounts
With Intelligence	Portfolio Management Research provider
MISCELLANEOUS SERVICES	
Morningstar	Access to Morningstar Indexes for Portfolio Management, Reporting and Performance
Mclagan Compensation Survey	Compensation Data for US Public Funds
Fin/News	Subscription to institutional investment news hub
Oxford Economics	Global macroeconomics and markets research
Perscient Pro	Market and Policy Research
Pension Real Estate Association	Industry Association for News and Research
Reimbursement of Pzena	Proxy Voting Reimbursement

KENTUCKY PUBLIC PENSIONS AUTHORITY
Investment Fees and Expenses
For the twelve month period ending June 30
Pension

Fiscal Year	2026		2025		2024		2023		2022	
	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value
Core Fixed Income	**3,332,124**	**$ 3,967,614,487**	**2,482,085**	**$ 3,441,031,943**	**1,949,104**	**2,699,078,049**	**2,810,843**	**2,157,082,914**	**2,679,056**	**2,126,730,865**
Investment Advisory Fees	*2,426,140*		*2,134,665*		*1,817,614*		*2,161,526*		*2,284,025*	
Performance Fees	*877,423*		*321,985*		*92,418*		*597,736*		*327,140*	
Miscellaneous Fees and Expenses	*28,561*		*25,435*		*39,073*		*51,580*		*67,891*	
Public Equity	**18,316,190**	**11,005,256,657**	**16,677,701**	**9,343,374,181**	**14,330,178**	**8,857,531,079**	**13,439,395**	**7,675,481,712**	**13,773,772**	**6,283,684,703**
Investment Advisory Fees	*17,263,210*		*15,572,256*		*14,089,234*		*13,221,493*		*13,773,772*	
Performance Fees	*846,033*		*834,608*		*240,944*					
Miscellaneous Fees and Expenses	*206,947*		*270,837*		*240,944*		*217,902*		*14,055,871*	
Specialty Credit Fixed Income	**75,646,899**	**4,772,803,885**	**93,084,098**	**4,245,903,280**	**95,679,306**	**3,743,374,371**	**65,560,653**	**3,232,557,049**	**50,984,092**	**3,140,978,211**
Investment Advisory Fees	*23,952,691*		*23,415,763*		*19,917,912*		*18,967,582*		*18,167,989*	
Performance Fees	*28,813,429*		*30,526,183*		*35,457,002*		*18,303,365*		*23,790,103*	
Miscellaneous Fees and Expenses	*22,880,780*		*39,142,153*		*40,304,392*		*28,289,706*		*9,025,999*	
Real Estate	**16,001,446**	**1,076,796,097**	**14,724,916**	**1,051,020,113**	**6,975,957**	**982,170,683**	**6,077,555**	**970,705,137**	**34,875,097**	**882,758,681**
Investment Advisory Fees	*8,860,233*		*8,047,975*		*7,599,522*		*7,666,218*		*5,759,527*	
Performance Fees	*(3,723,074)*		*224,184*		*(5,262,915)*		*(3,012,939)*		*25,779,317*	
Miscellaneous Fees and Expenses	*10,864,287*		*6,452,757*		*4,639,350*		*1,424,277*		*3,336,253*	
Real Return	**30,255,899**	**1,842,550,230**	**13,953,397**	**1,444,811,572**	**6,837,222**	**1,023,460,825**	**6,438,573**	**477,175,149**	**4,923,027**	**560,575,289**
Investment Advisory Fees	*14,791,914*		*7,841,250*		*5,376,710*		*3,643,650*		*3,237,685*	
Performance Fees	*12,960,237*		*4,176,991*		*(552,218)*		*1,787,354*		*1,326,636*	
Miscellaneous Fees and Expenses	*2,503,749*		*1,935,155*		*2,012,730*		*1,007,569*		*358,707*	
Private Equity	**3,853,920**	**1,048,153,430**	**15,435,414**	**1,124,149,601**	**12,963,162**	**1,127,259,314**	**10,690,392**	**1,158,434,650**	**59,843,619**	**1,289,931,630**
Investment Advisory Fees	*4,667,073*		*4,191,371*		*5,347,292*		*6,858,327*		*7,269,395*	
Performance Fees	*(5,283,502)*		*8,149,800*		*3,357,570*		*(206,420)*		*47,992,035*	
Miscellaneous Fees and Expenses	*4,470,348*		*3,094,242*		*4,258,299*		*4,038,484*		*4,582,189*	
Administrative Expense/Cash	**4,280,617**	**541,623,611**	**7,674,317**	**642,551,398**	**4,951,114**	**492,340,367**	**3,907,558**	**1,037,039,063**	**4,288,007**	**718,023,703**
Total Investment Mgmt Fees	**151,687,096**	**$ 24,254,798,396**	**164,031,928**	**21,292,842,089**	**143,686,043**	**18,925,214,688**	**108,924,969**	**16,708,475,674**	**171,366,670**	**15,002,683,082**

KENTUCKY PUBLIC PENSIONS AUTHORITY

Investment Fees and Expenses

For the twelve month period ending June 30

Insurance

Fiscal Year	2026		2025		2024		2023		2022	
	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value	FYTD Fees	Market Value
Core Fixed Income	**1,006,864**	**$ 1,084,988,336**	**784,419**	**$ 1,001,631,913**	**648,731**	**824,149,794**	**1,045,453**	**767,203,724**	**1,025,837**	**783,771,227**
Investment Advisory Fees	*736,960*		*671,355*		*601,745*		*815,621*		*884,381*	
Performance Fees	*261,065*		*104,860*		*33,662*		*212,206*		*117,337*	
Miscellaneous Fees and Expenses	*8,840*		*8,204*		*13,324*		*17,626*		*24,118*	
Public Equity	**7,633,392**	**4,583,893,684**	**7,341,541**	**3,995,191,571**	**6,555,994**	**3,921,171,952**	**6,213,291**	**3,502,969,757**	**6,151,291**	**2,913,823,466**
Investment Advisory Fees	*7,177,896*		*6,845,507*		*6,350,222*		*6,114,797*		*6,151,291*	
Performance Fee	*373,181*		*381,519*		*98,493*					
Miscellaneous Fees and Expenses	*82,315*		*114,515*		*107,279*		*98,493*		*103,020*	
Specialty Credit Fixed Income	**34,379,372**	**1,979,216,652**	**41,129,630**	**1,842,619,259**	**42,660,725**	**1,649,911,387**	**29,502,537**	**1,450,421,603**	**22,623,007**	**1,417,059,844**
Investment Advisory Fees	*10,039,694*		*10,077,381*		*17,943,502*		*8,250,969*		*9,031,968*	
Performance Fees	*14,210,331*		*13,806,747*		*6,868,097*		*8,673,066*		*9,702,493*	
Miscellaneous Fees and Expenses	*10,129,348*		*17,245,502*		*17,849,127*		*12,578,501*		*3,888,546*	
Real Estate	**7,064,874**	**460,595,257**	**6,453,852**	**470,701,061**	**3,365,738**	**439,013,490**	**2,906,175**	**428,207,724**	**14,379,286**	**372,994,823**
Investment Advisory Fees	*4,008,205*		*3,651,062*		*1,515,699*		*3,467,712*		*2,491,508*	
Performance Fees	*(1,597,116)*		*95,616*		*(138,338)*		*(1,172,536)*		*10,457,273*	
Miscellaneous Fees and Expenses	*4,653,785*		*2,707,174*		*1,988,377*		*610,998*		*1,430,505*	
Real Return	**12,727,978**	**674,212,018**	**5,888,152**	**533,914,351**	**2,995,206**	**396,544,988**	**2,958,987**	**185,474,384**	**2,154,305**	**218,958,241**
Investment Advisory Fees	*5,946,976*		*3,150,242*		*2,355,028*		*1,645,581*		*1,456,997*	
Performance Fees	*5,674,188*		*1,877,559*		*(256,032)*		*809,344*		*526,052*	
Miscellaneous Fees and Expenses	*1,106,814*		*860,352*		*896,210*		*504,062*		*171,255*	
Private Equity	**(1,119,178)**	**446,157,071**	**6,981,545**	**534,337,085**	**8,847,151**	**567,479,490**	**7,312,492**	**591,148,154**	**35,364,269**	**625,456,058**
Investment Advisory Fees	*2,159,916*		*2,664,872*		*3,357,844*		*4,438,736*		*4,821,382*	
Performance Fees	*(5,399,249)*		*2,838,979*		*2,906,861*		*959,666*		*28,808,835*	
Miscellaneous Fees and Expenses	*2,120,155*		*1,477,694*		*2,582,446*		*1,914,090*		*1,734,052*	
Administrative Expense/Cash	**2,198,675**	**161,295,224**	**3,531,590**	**168,104,954**	**2,456,266**	**126,189,693**	**1,938,475**	**269,624,118**	**2,171,197**	**277,962,758**
Total Investment Mgmt Fees	**63,891,976**	**$ 9,390,358,243**	**$ 72,110,729**	**$ 8,546,500,194**	**$ 67,529,811**	**$ 7,924,460,794**	**$ 51,877,408**	**$ 7,195,049,465**	**$ 83,869,191**	**$ 6,610,026,417**

KENTUCKY PUBLIC PENSIONS AUTHORITY Investment Fees and Expenses For the twelve month period ending June 30, 2026 Pension				
	CERS		CERS Hazardous	
	FYTD Fees	Market Value	FYTD Fees	Market Value
Core Fixed Income	**1,267,920**	**$ 1,457,322,119**	**455,542**	**$ 542,812,976**
Investment Advisory Fees	*923,256*		*332,194*	
Performance Fees	*333,799*		*119,459*	
Miscellaneous Fees and Expenses	*10,865*		*3,889*	
Public Equity	**9,964,879**	**5,946,084,171**	**3,583,300**	**2,166,215,581**
Investment Advisory Fees	*9,393,936*		*3,379,277*	
Performance Fees	*457,577*		*163,006*	
Miscellaneous Fees and Expenses	*113,366*		*41,017*	
Specialty Credit Fixed Income	**41,107,068**	**2,267,242,640**	**13,821,928**	**837,651,820**
Investment Advisory Fees	*12,291,402*		*4,251,424*	
Performance Fees	*15,848,893*		*5,247,131*	
Miscellaneous Fees and Expenses	*12,966,772*		*4,323,374*	
Real Estate	**8,861,460**	**538,175,333**	**2,799,352**	**171,141,206**
Investment Advisory Fees	*4,852,568*		*1,531,490*	
Performance Fees	*(2,112,436)*		*(667,556)*	
Miscellaneous Fees and Expenses	*6,121,328*		*1,935,418*	
Real Return	**13,832,866**	**797,316,122**	**5,173,784**	**286,925,596**
Investment Advisory Fees	*6,162,566*		*2,267,219*	
Performance Fees	*6,359,505*		*2,439,632*	
Miscellaneous Fees and Expenses	*1,310,794*		*466,933*	
Private Equity	**1,504,294**	**520,948,025**	**376,178**	**190,784,873**
Investment Advisory Fees	*2,551,698*		*865,003*	
Performance Fees	*(3,590,029)*		*(1,353,598)*	
Miscellaneous Fees and Expenses	*2,542,625*		*864,774*	
Administrative Expenses/Cash	**2,098,090**	**237,640,496**	**760,107**	**105,924,419**
Total Investment Mgmt Fees	**78,636,576**	**$ 11,764,728,906**	**26,970,192**	**$ 4,301,456,471**

KENTUCKY PUBLIC PENSIONS AUTHORITY Investment Fees and Expenses For the twelve month period ending June 30, 2026 Insurance				
	CERS		CERS Hazardous	
	FYTD Fees	Market Value	FYTD Fees	Market Value
Core Fixed Income	**495,080**	**$ 531,606,013**	**231,111**	**$ 250,043,111**
Investment Advisory Fees	*362,547*		*168,795*	
Performance Fees	*128,193*		*60,276*	
Miscellaneous Fees and Expenses	*4,341*		*2,041*	
Public Equity	**3,519,383**	**2,176,336,388**	**1,633,666**	**989,419,329**
Investment Advisory Fees	*3,313,181*		*1,539,916*	
Performance Fees	*167,331*		*75,228*	
Miscellaneous Fees and Expenses	*38,871*		*18,522*	
Specialty Credit Fixed Income	**15,202,514**	**837,161,243**	**7,989,514**	**379,618,247**
Investment Advisory Fees	*4,313,370*		*2,118,479*	
Performance Fees	*6,348,278*		*3,448,975*	
Miscellaneous Fees and Expenses	*4,540,866*		*2,422,061*	
Real Estate	**3,174,468**	**196,602,320**	**1,694,572**	**87,358,586**
Investment Advisory Fees	*1,770,904*		*924,257*	
Performance Fees	*(733,518)*		*(402,401)*	
Miscellaneous Fees and Expenses	*2,137,082*		*1,172,716*	
Real Return	**5,616,444**	**286,119,747**	**2,521,387**	**134,731,930**
Investment Advisory Fees	*2,411,795*		*1,113,770*	
Performance Fees	*2,714,704*		*1,173,684*	
Miscellaneous Fees and Expenses	*489,944*		*233,933*	
Private Equity	**(603,291)**	**186,229,083**	**(527,368)**	**102,713,882**
Investment Advisory Fees	*1,068,960*		*524,560*	
Performance Fees	*(2,789,791)*		*(1,608,165)*	
Miscellaneous Fees and Expenses	*1,117,539*		*556,237*	
Administrative Expenses/Cash	**999,087**	**72,627,880**	**467,769**	**36,947,673**
Total Investment Mgmt Fees	**$ 28,403,685**	**$ 4,286,682,674**	**$ 14,010,652**	**$ 1,980,832,758**