



# **Office of Injured Employee Counsel**

## **2011 Annual Financial Report**

**For the Fiscal Year Ending August 31, 2011**





**THE OFFICE OF INJURED EMPLOYEE COUNSEL**

**Annual Financial Report**  
For the Year Ended August 31, 2011

Norman Darwin  
Public Counsel



# OFFICE OF INJURED EMPLOYEE COUNSEL

NORMAN DARWIN, PUBLIC COUNSEL

September 28, 2011

Honorable Rick Perry, *Governor*  
Honorable Susan Combs, *Texas Comptroller*  
John O'Brien, *Deputy Director, Legislative Budget Board*  
John Keel, CPA, *State Auditor*

Dear Governor Perry, Ms. Combs, Mr. O'Brien, and Mr. Keel:

We are pleased to submit the *Annual Financial Report* of the Office of Injured Employee Counsel for the year ended August 31, 2011, in compliance with *Tex. Gov't Code, Ann. §2101.011*, and in accordance with the requirements established by the Comptroller of Public Accounts.

Due to the statewide requirements embedded in Governmental Accounting Standards Board Statement No. 34, *Basic Financial Statements – and Management's Discussion and Analysis – for State and Local Governments*, the Comptroller of Public Accounts does not require the accompanying annual financial report to comply with all the requirements in this statement. The financial report will be considered for audit by the State Auditor as part of the audit of the State of Texas Comprehensive Annual Financial Report; therefore, an opinion has not been expressed on the financial statements and related information contained in this report.

If you have any questions, please contact Brian White at 512-804-4186.

Sincerely,

A handwritten signature in black ink, appearing to read "Norman Darwin".

Norman Darwin  
Public Counsel

**UNAUDITED**

**The Office of Injured Employee Counsel (448)**

**Oversight Agencies**

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**NOTES TO THE FINANCIAL STATEMENTS**

**Balance Sheet –  
Gov./ Prop. Funds**

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)

PERCENT OF YEAR ELAPSED: 100%

REPORT PERIOD= ADJUSTMENT FY= 11

PROD SYSTEM

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GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GL CAT	GL CLASS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
01	002	0043	TRAVEL CASH IN BANK		10,000.00	10,000.00
	GL CLS	002	CA CASH IN BANK		10,000.00	10,000.00
01	004	0045	CASH IN STATE TREASURY		47,558,501.40-	37,569,127.97-
		0047	SHARED CASH		47,558,501.40	37,569,127.97
	GL CLS	004	CA CASH IN STATE TREASURY		.00	.00
01	072	0284	DUE FROM OTHER AGENCIES	45400360	915,834.63	832,500.70
	GL CLS	072	CA DUE FROM OTHER AGENCIES		915,834.63	832,500.70
	* GLA CAT	01	CURRENT ASSETS		925,834.63	842,500.70
	** TOTAL ASSETS AND OTHER DEBITS				925,834.63	842,500.70
21	200	1009	VOUCHERS PAYABLE		95.45-	.00
		1010	ACCOUNTS PAYABLE		74,813.85-	126,664.99-
	GL CLS	200	CL ACCOUNTS PAYABLE		74,909.30-	126,664.99-
21	203	1015	PAYROLL PAYABLE		840,925.33-	705,835.71-
	GL CLS	203	CL PAYROLL PAYABLE		840,925.33-	705,835.71-
21	211	1050	DUE TO OTHER AGENCIES		.00	.00
		1050	DUE TO OTHER AGENCIES	32001650	.00	.00
		1050	DUE TO OTHER AGENCIES	45400110	.00	.00
	GL CLS	211	CL DUE TO OTHER AGENCIES		.00	.00
	* GLA CAT	21	CURRENT LIABILITIES		915,834.63-	832,500.70-
	** TOTAL LIABILITIES				915,834.63-	832,500.70-
51	360	2050	FD BAL-RESERVED FOR ENCUMBRANCES		.00	.00
	GL CLS	360	FD BAL RESERVED FOR ENCUMBRANCES		.00	.00

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 BALANCE SHEET - GOVERNMENTAL & PROPRIETARY FUND TYPES (FFS)  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100%

PROD SYSTEM

PAGE 2

GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GL CAT	GL CLASS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
51	364	2065	FD BAL-RESERVED FOR IMPREST ACCOUNTS		.00	10,000.00-
	GL CLS	364	FD BAL RESERVED FOR IMPREST ACCT.		.00	10,000.00-
51	550	****	2325-POST CLS FFS FB UNASSIGNED		10,000.00-	.00
	GL CLS	550	FD BAL-UNASSIGNED		10,000.00-	.00
51	620	2240	FB-UNRESERVED-UNDESIGNATED-OTHER		.00	.00
		9999	FFS SYSTEM CLEARING - GL LEVEL ONLY		.00	.00
	GL CLS	620	FUND BALANCE - UNRESERVED/UNDESIGNATED		.00	.00
51	800	9003	ENCUMBRANCES (REPORTING AGENCIES)		.00	.00
		9005	BUDGET RESSERVATION FOR ENCUMBRANCES		.00	.00
	GL CLS	800	BUDGETARY		.00	.00
51	950	9202	PAYROLL SYSTEM CLEARING		.00	.00
	GL CLS	950	SYSTEM ACCOUNTS		.00	.00
*	GLA CAT	51	FUND BALANCE (DEFICITS)		10,000.00-	10,000.00-
**	TOTAL OTHER CREDITS AND FUND BALANCE/EQUITY WITH CURRENT CHANGES				10,000.00-	10,000.00-
**	TOTAL LIABILITIES AND FUND BALANCE/EQUITY				925,834.63-	842,500.70-
*	GAAP FUND	0036	INSURANCE BD OPERATING FD (0036)-GENERAL		.00	.00
*	GAAP FUND TYPE	01	GENERAL		.00	.00
*	GAAP FUND GROUP	01	GOVERNMENTAL		.00	.00
*	AGENCY	448			.00	.00

\*\*\*\*\*RJE R448\*\*\*\*\*



**Operating Statement  
Gov Funds**

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS

PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 11 PROD SYSTEM  
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GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL  
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GAAP						CURRENT
GAAP	GAAP GL ACCT GL	GAAP	COMPT	TITLE		YEAR
CATEGORY	FUNC CLASS	ACCT SRC/OBJ	OBJ			
01		0080	3777	DEFAULT FUND-WARRANT VOIDED		1,260.62
* GAAP SRC/OBJ		0080		OTHER		1,260.62
* GAAP CATEGORY	01			REVENUES		1,260.62
TOTAL REVENUES						1,260.62
04		0200	7001	SAL & WAGES (LINE ITEM EXEMPT)		115,500.00
			7002	SAL/WAGES-CLASS&N/C-PERM FULTM		6,362,273.98
			7003	SAL/WAGES-CLASS&N/C-PERM PRTM		52,004.52
			7004	SAL/WAGES-CLASS&N/C-NONPRM FUL		17,904.76
			7005	SAL/WAGES-CLASS&N/C-NONPRM PRT		27,249.51
			7017	ONE-TIME MERIT INCREASE		582,500.00
			7021	OVERTIME PAY		1,378.49
			7022	LONGEVITY PAY		208,260.00
			7023	LUMP SUM TERMINATION PAYMENT		61,550.83
			7050	BENEFIT REPLACEMENT PAY		58,271.74
* GAAP SRC/OBJ		0200		SALARIES AND WAGES		7,486,893.83
04		0210	7032	EMPLOYEE RETIREMENT-ST CONTRIB		468,667.69
			7041	EMPLOYEE INS PYMTS-EMPLR CONTR		1,044,296.57
			7043	FICA EMPLOYER MATCHING CONTR		547,332.00
			7984	UNEMP COMP BEN-SP FD/ACCT 0001, 0165		25,235.15
* GAAP SRC/OBJ		0210		PAYROLL RELATED COSTS		2,085,531.41
04		0220	7243	EDUCATIONAL/TRAINING SERVICES		18,273.25
			7253	OTHER PROFESSIONAL SERVICES		3,696.32
* GAAP SRC/OBJ		0220		PROFESSIONAL FEES AND SERVICES		21,969.57
04		0230	7101	TRAV IN-STATE-PUB TRANS FARES		76,994.98
			7102	TRAV IN-STATE MILEAGE		24,169.26
			7105	TRAV IN-STATE-INCIDENTAL EXPEN		36,036.81

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100%

PROD SYSTEM

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GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GAAP						CURRENT
GAAP	GAAP	GL	GL	COMPT	TITLE	YEAR
CATEGORY	FUNC	CLASS	ACCT	SRC/OBJ	OBJ	
04			0230	7106	TRAVEL-IN-STATE MEALS/LODGING	138,763.67
				7107	TRAVEL IN-STATE (NON-OVERNITE, MEALS)	2,554.45
				7111	TRAV OUT-OF-ST-PUB TRANS FARES	21,268.66
				7115	TRAV OUT-OF-ST-INCIDENTAL EXP	608.23
				7116	TRAVEL OOS MEAL/LODGE-NTE LOCALITY ALLOW	2,139.96
				7135	TRAV IS-HOTEL TAX EXCL GALV, PORT A & SPI	1,211.70
				7136	TRAV IN-ST-HOTEL TAX INSIDE GALVESTON CL	8.28
* GAAP SRC/OBJ			0230		TRAVEL	303,756.00
04			0240	7300	CONSUMABLES	508.14
				7303	SUBS, PERIODICALS & INFO SERV	31.25
				7328	SUPPLY/MATERIAL-AGRIC, CONST, HARDWARE	538.00
				7334	PERSONAL PROP-FURN, EQUIP AND OTHER-EXP	13,067.69
				7377	PERSONAL PROP-COMPUTER EQUIPMENT-EXP	4,784.78
				7378	PERSONAL PROP-COMPUTER EQUIP(CONTROLLED)	200.09
				7382	PERS PROP-BOOKS & REF MATERIALS-EXPENSED	6,682.78
				7510	TELECOM PARTS & SUPPLIES	3,902.98
* GAAP SRC/OBJ			0240		MATERIALS AND SUPPLIES	29,715.71
04			0250	7276	COMMUNICATION SERVICES	11,894.78
				7503	TELECOMMS-LONG DISTANCE	9,706.73
				7516	TELECOMMS-OTHER SERV CHARGES	514.02
				7961	STS (TEX-AN) TRANSFERS TO GR FUND 0001	6,323.52
* GAAP SRC/OBJ			0250		COMMUNICATION AND UTILITIES	28,439.05
04			0270	7406	RENTAL OF FURNISHINGS/EQUIPMT	3,768.44
				7462	RENT OF OFFICE BLDG/OFFICE SPACE	420.00
				7470	RENTAL OF SPACE	4,734.54
* GAAP SRC/OBJ			0270		RENTALS AND LEASES	8,922.98
04			0280	7218	PUBLICATIONS	36,089.33-
				7273	REPRODUCTION & PRINTING SERVS	1,961.73
* GAAP SRC/OBJ			0280		PRINTING AND REPRODUCTION	34,127.60-
04			0340	7201	MEMBERSHIP DUES	4,305.00

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100%

PROD SYSTEM

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 GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL  
 \*\*\*\*\*

GAAP						CURRENT
GAAP	GAAP GL ACCT GL	GAAP	COMPT	TITLE		YEAR
CATEGORY	FUNC CLASS	ACCT SRC/OBJ	OBJ			
04		0340	7203	REGISTRATION FEES-EMPLOYEE TRAINING		54,332.99
			7204	INSURANCE PREMIUMS & DEDUCTIBLES		0.00
			7210	FEES AND OTHER CHARGES		35,895.33
			7211	AWARDS		2,449.44
			7216	INS PREM-APP BY BD OF INS & AG		250.00
			7274	TEMPORARY EMPLOYMENT AGENCIES		2,820.68
			7286	FREIGHT/DELIVERY SERVICES		61.00
			7299	PURCHASED CONTRACTED SERVICES		39,534.88
			7806	PROMPT PAYMENT INTEREST		22.10
			7947	ST OFC OF RISK MNGMT ASSESMENTS		21,767.59
			7953	SWCAP REIMBURSEMENT TO UNAPP GR 0001		58,383.00
* GAAP SRC/OBJ		0340		OTHER EXPENDITURES		219,822.01
* GAAP CATEGORY	04			EXPENDITURES		10,150,922.96
TOTAL EXPENDITURES						10,150,922.96
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES						10,149,662.34-
05		0500	3973	OTHER CASH TRNSF W/I FD/ACCT BETWEEN AGY		27,452,577.37-
			3991	RESIDUAL EQUITY TRANSFR IN CASH/NON-CASH		28,854,334.24
* GAAP SRC/OBJ		0500		TRANSFERS-IN		1,401,756.87
05		0510	7973	OTHER CASH TRNSF W/I FD/ACCT BETWEEN AGY		37,602,239.71
			7991	RESIDUAL EQUITY TRANSF OUT CASH/NON-CASH		28,854,334.24-
* GAAP SRC/OBJ		0510		TRANSFERS-OUT		8,747,905.47
* GAAP CATEGORY	05			OTHER FINANCING SOURCES (USES)		10,149,662.34
TOTAL OTHER FINANCING SOURCES (USES)						10,149,662.34
NET CHANGE IN FUND BALANCE						0.00
FUND BALANCE - BEGINNING						10,000.00

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 OPERATING STATEMENT - GOVERNMENTAL FUNDS  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100% PROD SYSTEM  
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GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GAAP  
 GAAP GAAP GL ACCT GL GAAP COMPT CURRENT  
 CATEGORY FUNC CLASS ACCT SRC/OBJ OBJ TITLE YEAR

FUND BALANCE - BEGINNING, AS RESTATED						10,000.00
FUND BALANCE - ENDING						10,000.00
* GAAP FUND	0036				INSURANCE BD OPERATING FD (0036)-GENERAL	10,000.00
* GAAP FUND TY	01				GENERAL	10,000.00
* GAAP FD GRP	01				GOVERNMENTAL	10,000.00
* AGENCY	448					10,000.00

\*\*\*\*\* USAS REPORT PRINTING HAS ENDED. IF YOU DID NOT RECEIVE REPORTS, NONE WERE GENERATED FOR YOU TODAY.

UU	UU	SSSSSSSSSSSS		AA	SSSSSSSSSSSSSS
UU	UU	SS		AA AA	SS
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\*\*\*\*\* USAS TEST SYSTEM REPORT PRINTING HAS STARTED. IF YOU HAVE REPORTS TODAY, THEY WILL FOLLOW.

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TT TT TT	EE	SS	TT TT TT	UU	UU	SS	AA AA	SS
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TTTT	EEEEEEEEEEEE	SSSSSSSSSSSS	TTTT	UUUUUUUUUUUU	UUUUUUUUUUUU	SSSSSSSSSSSS	AA AA	SSSSSSSSSSSS

**Statement of Net Assets-  
Agency Funds**

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - NET ASSET FORMAT  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100%

PROD SYSTEM

PAGE 1

GAAP FUND GROUP 03 FIDUCIARY  
 GAAP FUND TYPE 09 AGENCY FUNDS  
 GAAP FUND 0807 CHILD SUPPORT EMPLOY DEDUCT- OFFSET ACCT

GL CAT	GL CLS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
01	004	0045	CASH IN STATE TREASURY		850.00	670.00
	GL CLS	004 CA	CASH IN STATE TREASURY		850.00	670.00
* GLA CAT 01 CURRENT ASSETS					850.00	670.00
** TOTAL ASSETS					850.00	670.00
21	200	1009	VOUCHERS PAYABLE		.00	.00
	GL CLS	200 CL	ACCOUNTS PAYABLE		.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		850.00-	670.00-
	GL CLS	300 CL	FUNDS HELD FOR OTHERS		850.00-	670.00-
* GLA CAT 21 CURRENT LIABILITIES					850.00-	670.00-
** TOTAL LIABILITIES					850.00-	670.00-
51	372	****	2400-POST CLS FIDUC NET ASSETS		.00	.00
	GL CLS	372 NET	ASSETS HELD IN TRUST-FIDUCIARY FDS		.00	.00
* GLA CAT 51 FUND BALANCE (DEFICITS)					.00	.00
** NET ASSETS WITH CURRENT CHANGES					.00	.00
* GAAP FUND 0807 CHILD SUPPORT EMPLOY DEDUCT- OFFSET ACCT					.00	.00

DAFR8585 448 AFR 01 13 USAS RJE R448 2(ORG) ( ) ( ) 3(FND) ( ) 3(GLA) ( ) ( ) USAS  
 CYCLE: 09/23/11 21:59 4994 RUN DATE: 09/24/11 TIME: 02:52 18 CFY: 12 CFM: 01 LCY: 10 LCM: 10 FICHE: 448 11 03 09

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - NET ASSET FORMAT

PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 11 PROD SYSTEM  
 \*\*\*\*\*PAGE 2

GAAP FUND GROUP 03 FIDUCIARY  
 GAAP FUND TYPE 09 AGENCY FUNDS  
 GAAP FUND 0900 DEPARTMENTAL SUSPENSE (0900) - AGENCY

GL	GL	COMP		AGY	CURRENT	PRIOR
CAT	CLS	GL	TITLE	GL	YEAR	YEAR
01	004	0045	CASH IN STATE TREASURY		.00	.00
	GL	CLS	004 CA CASH IN STATE TREASURY		.00	.00
*	GLA	CAT	01 CURRENT ASSETS		.00	.00
**	TOTAL ASSETS				.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		.00	.00
	GL	CLS	300 CL FUNDS HELD FOR OTHERS		.00	.00
*	GLA	CAT	21 CURRENT LIABILITIES		.00	.00
**	TOTAL LIABILITIES				.00	.00
51	372	****	2400-POST CLS FIDUC NET ASSETS		.00	.00
	GL	CLS	372 NET ASSETS HELD IN TRUST-FIDUCIARY FDS		.00	.00
*	GLA	CAT	51 FUND BALANCE (DEFICITS)		.00	.00
**	NET ASSETS WITH CURRENT CHANGES				.00	.00
*	GAAP	FUND	0900 DEPARTMENTAL SUSPENSE (0900) - AGENCY		.00	.00



DAFR8585 448 AFR 01 13 USAS RJE R448 2(ORG) ( ) ( ) 3(FND) ( ) 3(GLA) ( ) ( ) USAS  
 CYCLE: 09/23/11 21:59 4994 RUN DATE: 09/24/11 TIME: 02:52 18 CFY: 12 CFM: 01 LCY: 10 LCM: 10 FICHE: 448 11 03 09

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - NET ASSET FORMAT  
 REPORT PERIOD= ADJUSTMENT FY= 11

PERCENT OF YEAR ELAPSED: 100% PROD SYSTEM  
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GAAP FUND GROUP 03 FIDUCIARY  
 GAAP FUND TYPE 09 AGENCY FUNDS  
 GAAP FUND 0901 SAVINGS BOND ACCOUNT (0901) - AGENCY

GL CAT	GL CLS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
01	004	0045	CASH IN STATE TREASURY		.00	950.00
	GL CLS	004	CA CASH IN STATE TREASURY		.00	950.00
* GLA CAT	01		CURRENT ASSETS		.00	950.00
** TOTAL ASSETS					.00	950.00
21	200	1009	VOUCHERS PAYABLE		.00	.00
	GL CLS	200	CL ACCOUNTS PAYABLE		.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		.00	950.00-
	GL CLS	300	CL FUNDS HELD FOR OTHERS		.00	950.00-
* GLA CAT	21		CURRENT LIABILITIES		.00	950.00-
** TOTAL LIABILITIES					.00	950.00-
51	372	****	2400-POST CLS FIDUC NET ASSETS		.00	.00
	GL CLS	372	NET ASSETS HELD IN TRUST-FIDUCIARY FDS		.00	.00
* GLA CAT	51		FUND BALANCE (DEFICITS)		.00	.00
** NET ASSETS WITH CURRENT CHANGES					.00	.00
* GAAP FUND		0901	SAVINGS BOND ACCOUNT (0901) - AGENCY		.00	.00

(AGY) 448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - NET ASSET FORMAT  
 REPORT PERIOD- ADJUSTMENT FY- 11

PERCENT OF YEAR ELAPSED: 100%

PROD SYSTEM

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GAAP FUND GROUP 03 FIDUCIARY  
 GAAP FUND TYPE 09 AGENCY FUNDS  
 GAAP FUND 0942 TEXASAVR HOLD-TRNSMIT 401K(0942)AGENCY

GL CAT	GL CLS	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
01	004	0045	CASH IN STATE TREASURY		.00	.00
	GL CLS	004	CA CASH IN STATE TREASURY		.00	.00
01	052	0231	ACCTS. RECEIVABLE - UNBILLED		.00	.00
	GL CLS	052	CA ACCOUNTS RECEIVABLES, NET		.00	.00
* GLA CAT	01	CURRENT ASSETS			.00	.00
** TOTAL ASSETS					.00	.00
21	300	1149	FUNDS HELD FOR OTHERS		.00	.00
	GL CLS	300	CL FUNDS HELD FOR OTHERS		.00	.00
* GLA CAT	21	CURRENT LIABILITIES			.00	.00
** TOTAL LIABILITIES					.00	.00
51	372	****	2400-POST CLS FIDUC NET ASSETS		.00	.00
	GL CLS	372	NET ASSETS HELD IN TRUST-FIDUCIARY FDS		.00	.00
51	620	9999	FFS SYSTEM CLEARING - GL LEVEL ONLY		.00	.00
	GL CLS	620	FUND BALANCE - UNRESERVED/UNDESIGNATED		.00	.00
* GLA CAT	51	FUND BALANCE (DEFICITS)			.00	.00
** NET ASSETS WITH CURRENT CHANGES					.00	.00
* GAAP FUND		0942	TEXASAVR HOLD-TRNSMIT 401K(0942)AGENCY		.00	.00



**Statement of Net Assets-  
Bal Sheet Format**

(AGY)448 (ORG) (PRG) (NAC) (APP) (FND) (COB) (AOB) (GLA)  
 (AGL) (GRT) (PRJ) (SS1) (SS2)

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - BALANCE SHEET FORMAT(GWFS)

PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 11 PROD SYSTEM  
 \*\*\*\*\*PAGE 1

GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GL CT	GL CLS	B/C IND	COMP GL	TITLE	AGY GL	CURRENT YEAR	PRIOR YEAR
01	002	N	0043	TRAVEL CASH IN BANK		10,000.00	10,000.00
	GL CLS		002 CA	CASH IN BANK		10,000.00	10,000.00
01	004	N	0045	CASH IN STATE TREASURY		47,558,501.40-	37,569,127.97-
		N	0047	SHARED CASH		47,558,501.40	37,569,127.97
	GL CLS		004 CA	CASH IN STATE TREASURY		.00	.00
01	072	N	0284	DUE FROM OTHER AGENCIES	45400360	915,834.63	832,500.70
	GL CLS		072 CA	DUE FROM OTHER AGENCIES		915,834.63	832,500.70
	* GLA CAT		01	CURRENT ASSETS		925,834.63	842,500.70
	** TOTAL ASSETS AND OTHER DEBITS					925,834.63	842,500.70
21	200	N	1009	VOUCHERS PAYABLE		95.45-	.00
		N	1010	ACCOUNTS PAYABLE		74,813.85-	126,664.99-
	GL CLS		200 CL	ACCOUNTS PAYABLE		74,909.30-	126,664.99-
21	203	N	1015	PAYROLL PAYABLE		840,925.33-	705,835.71-
	GL CLS		203 CL	PAYROLL PAYABLE		840,925.33-	705,835.71-
21	211	N	1050	DUE TO OTHER AGENCIES		.00	.00
		N	1050	DUE TO OTHER AGENCIES	32001650	.00	.00
		N	1050	DUE TO OTHER AGENCIES	45400110	.00	.00
	GL CLS		211 CL	DUE TO OTHER AGENCIES		.00	.00
	* GLA CAT		21	CURRENT LIABILITIES		915,834.63-	832,500.70-
	** TOTAL LIABILITIES					915,834.63-	832,500.70-
51	360	N	2050	FD BAL-RESERVED FOR ENCUMBRANCES		.00	.00
	GL CLS		360 FD	BAL RESERVED FOR ENCUMBRANCES		.00	.00

OFFICE OF INJURED EMPLOYEE COUNSEL (448)  
 STATEMENT OF NET ASSETS - BALANCE SHEET FORMAT(GWFS)

PERCENT OF YEAR ELAPSED: 100% REPORT PERIOD= ADJUSTMENT FY= 11 PROD SYSTEM  
 \*\*\*\*\*PAGE 2

GAAP FUND GROUP 01 GOVERNMENTAL  
 GAAP FUND TYPE 01 GENERAL  
 GAAP FUND 0036 INSURANCE BD OPERATING FD (0036)-GENERAL

GL	GL	B/C	COMP	AGY	CURRENT	PRIOR
CT	CLS	IND	GL	GL	YEAR	YEAR
51	364	N	2065	FD BAL-RESERVED FOR IMPREST ACCOUNTS	.00	10,000.00-
	GL	CLS	364	FD BAL RESERVED FOR IMPREST ACCT.	.00	10,000.00-
51	550	N	****	2325-POST CLS FFS FB UNASSIGNED	10,000.00-	.00
	GL	CLS	550	FD BAL-UNASSIGNED	10,000.00-	.00
51	620	N	2240	FB-UNRESERVED-UNDESIGNATED-OTHER	.00	.00
	N	9999		FFS SYSTEM CLEARING - GL LEVEL ONLY	.00	.00
	GL	CLS	620	FUND BALANCE - UNRESERVED/UNDESIGNATED	.00	.00
51	800	N	9003	ENCUMBRANCES (REPORTING AGENCIES)	.00	.00
	N	9005		BUDGET RESSERVATION FOR ENCUMBRANCES	.00	.00
	GL	CLS	800	BUDGETARY	.00	.00
51	950	N	9202	PAYROLL SYSTEM CLEARING	.00	.00
	GL	CLS	950	SYSTEM ACCOUNTS	.00	.00
*	GLA	CAT	51	FUND BALANCE (DEFICITS)	10,000.00-	10,000.00-
**	TOTAL OTHER CREDITS AND FUND BALANCE/EQUITY WITH CURRENT CHANGES				10,000.00-	10,000.00-
**	TOTAL LIABILITIES AND FUND BALANCE/EQUITY				925,834.63-	842,500.70-
*	GAAP	FUND	0036	INSURANCE BD OPERATING FD (0036)-GENERAL	.00	.00
*	GAAP	FUND	TYPE	01 GENERAL	.00	.00



**Notes to  
Financial Statements**



<b>Note 3: Deposits, Investments, &amp; Repurchase Agreements</b>
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The Office of Injured Employee Counsel is authorized by statute to make investments following the “prudent person rule.” There were no significant violations of legal provisions during the period.

**Deposits of Cash in Bank**

As of August 31, 2011, the carrying amount of deposits was \$10,000 as presented below.

<b>Governmental and Business-Type Activities</b>	
Cash in Bank – Carrying Value	\$ 10,000.00
Cash in Bank per AFR	\$ 10,000.00

## Note 5: Summary of Long-Term Liabilities

### Changes in Long-Term Liabilities

During the year ended August 31, 2011 the following changes occurred in liabilities.

<b>Governmental Activities</b>	<b>Balance 9/01/10</b>	<b>Additions</b>	<b>Reductions</b>	<b>Balance 8/31/11</b>	<b>Amounts Due Within 1 Year</b>
Compensable Leave	\$ 774,658.02	\$763,725.87	\$ 662,602.02	\$ 875,781.87	\$516,462.02
<b>Total Governmental Activities</b>	<b>\$ 774,658.02</b>	<b>\$763,725.87</b>	<b>\$ 662,602.02</b>	<b>\$875,781.87</b>	<b>\$516,462.02</b>

### Employees' Compensable Leave

A state employee is entitled to be paid for all unused vacation time accrued, in the event of the employee's resignation, dismissal, or separation from State employment, provided the employee has had continuous employment with the State for six months. Expenditures for accumulated annual leave balances are recognized in the period paid or taken in governmental fund types. For these fund types, the liability for unpaid benefits is recorded in the Statement of Net Assets. No liability is recorded for non-vesting accumulating rights to receive sick pay benefits.

**Note 13: Continuance Subject to Review**

Under the Texas Sunset Act, the Agency will be abolished effective September 1, 2017, unless continued in existence by the Legislature as provided by the Act.

## **Note 16: Subsequent Events**

Article IX General Provisions, Sec. 18.09 Payroll Contribution for Group Health Insurance of the FY 2012-2013 General Appropriations Act will have a negative impact on the Office of Injured Employee Counsel. Section 18.09 provides that State agencies reduce the amount of Salaries and Wages by 1.0 percent in FY 2012. Due to the administrative attachment with the Texas Department of Insurance and OIEC's funding structure, Salaries and Wages account for 90 percent of OIEC's annual budget.

Additionally, HB 2605, 82<sup>nd</sup> Legislative Session, provides effective June 1, 2012 that network disputes will be handled at DWC. As a result, OIEC anticipates it will be handling a large majority of these disputes since attorneys are not able to be paid for their services in medical dispute resolution



