



September 13, 2023

ATA Comp Fund and Alliance Interstate Risk  
Service Participating Companies

Dear Ladies and Gentlemen:

Enclosed you will find a copy of the Consolidated Summarized Financial Statements of the Alabama Trucking Association Workers' Compensation Fund and Alliance Interstate Risk Service (Consolidated Programs) for the Eight Months ended August 31, 2023. These financial statements reflect the Consolidated Programs currently have accumulated total profits, net of distributions, of \$88,017,130 set aside for future retrospective dividend credits to be refunded to active participating companies as directed by Alabama State Regulatory Requirements. Since inception of the Consolidated Programs, the total amount of retrospective dividend credits previously distributed back to participating members is \$174,196,378.

This report includes the overall operations of the Consolidated Programs, and the claims losses reflected in the Consolidated Statement of Income and Deductions includes loss reserves which are required to pay incurred but not reported (IBNR) losses. These IBNR loss reserves are established at levels recommended by the our independent Actuarial firm (Casualty Actuarial Consultants) and approved by the Boards of each program. Our Actuaries recently completed their yearend loss reserve analysis update and have adjusted reserves based on the decreasing development trend of losses over the most recent years of operation. This trend is the direct result of aggressive and effective claims handling practices and our loss control and risk management practices within both programs. The combined overall operating profit for the Eight Months ended August 31, 2023 is \$18,356,245. The Boards of both programs are very pleased to report the Consolidated Programs continue to grow stronger and generate greater dividends payable back to our participating companies.

In closing, we always wish to take the opportunity to remind you that the best approach to curb increases in your company's operating expenses is to strive to maximize your company's emphasis on your claims reporting and handling procedures along with your loss control and risk management practices. Your efforts in these areas will directly increase the bottom line of your company. Please take advantage of the opportunity to contact our team members to assist you in these efforts. Suzy Baker, our Claim Manager, along with Todd Hager, our Chief Operating Officer, will assist you with any claims related questions you may have. Don Anchors, our Director of Safety and Risk Management, as well as our Risk Management Consultants, Candy Woodruff, MaryAnn Brown, Victor Whatley, Will Moses and Patrick Monahan will evaluate your company to develop a risk analysis plan and implement safety procedures and training that can immediately reduce the losses occurring within your company as we have done for many others in both programs. We encourage you to contact us and take advantage of these resources at no cost to you and remember to always Work Safe / Work Smart.



## BOARD MEMBERS

**Susan Kirkpatrick, Chairman**

ATA Comp Fund Trustee and AIR Board Director  
Exec. Vice President/CFO, Buddy Moore Trucking, Inc.  
P.O. Box 10047  
Birmingham, AL 35202  
Term: April 2020 – April 2023  
(205) 949-3201

**Fenn Church**

ATA Comp Fund Trustee and AIR Board Director  
President/CEO, Church Transportation & Logistics, Inc.  
P. O. Box 65  
Birmingham, AL 35201  
Term: September 2021 – April 2024  
(205) 925-1977

**Drew Linn**

ATA Comp Fund Trustee and AIR Board Director  
President, Southland International Trucks, Inc.  
P. O. Box 578  
Birmingham, AL 35201-0578  
Term: September 2021 – April 2024  
(205) 942-6226

**Rusty Sprouse**

ATA Comp Fund Trustee and AIR Board Director  
CFO, B & G Supply, Inc.  
P. O. Box 748  
Albertville, AL 35950  
Term: April 2020 – April 2023  
(256) 878-2928

**Mark Colson**

Ex-Officio ATA Comp Fund Trustee and AIR Board Director  
President and CEO, AL Trucking Association  
P. O. Box 2339  
Montgomery, AL 36102-2339  
Term: July 2023 – July 2024  
(334) 834-3983

**Tommy Neely**

Ex-Officio ATA Comp Fund Trustee and AIR Board Director  
Owner, Ross Neely Systems, Inc.  
P. O. Box 12345  
Birmingham, AL 35202  
Term: July 2023 – July 2024  
(205) 798-1137

**Mike Limbaugh, Vice Chairman**

ATA Comp Fund Trustee and AIR Board Director  
Owner, White Oak Transportation, Inc.  
P.O. Box 876  
Decatur, AL 35602  
Term: April 2022 – April 2025  
(877) 948-3625

**Jay Cox**

ATA Comp Fund Trustee and AIR Board Director  
CFO, Gulf Distributing Holdings, LLC  
3378 Moffett Road  
Mobile, AL 36607  
Term: April 2022 – April 2025  
(251) 476-9600

**Scott Smith**

ATA Comp Fund Trustee and AIR Board Director  
CEO, P & S Transportation, Inc.  
P. O. Box 8250  
Ensley, AL 35218  
Term: April 2020 – April 2023  
(205) 296-9588

**Harold Sumerford, Jr.**

ATA Comp Fund Trustee and AIR Board Director  
CEO, J&M Tank Lines, Inc.  
1100 Corporate Parkway  
Birmingham, AL 35242  
Term: September 2021 – April 2024  
(205) 876-1901

**Chris Cooper**

Ex-Officio ATA Comp Fund Trustee and AIR Board Director  
CEO, Boyd Brothers Transportation, Inc.  
3275 Highway 30  
Clayton, AL 36016  
Term: July 2023 – July 2024  
(334) 775-1200

**Joe Black**

Ex-Officio ATA Comp Fund Trustee and AIR Board Director  
Sales Manager, McGriff Tire Company, Inc.  
86 Walnut Street NW  
Cullman, AL 35055  
Term: July 2023 – July 2024  
(256) 739-0780



## BALANCE SHEET

August 31, 2023

### ASSETS

Assets:

Cash and Cash Equivalents	\$	9,179,565.73
Prepaid Expenses and Deposits		1,893,775.67
Accounts Receivable (net of allowance)		28,488,401.01
Certificates of Deposit and Investments		135,562,073.05
Deferred Tax Asset (net of liability)		3,637,088.61
Building and Fixed Assets (net of depreciation)		2,189,764.98

Total Assets \$ 180,950,669.05

### LIABILITIES, RESERVES AND MEMBERS' EQUITY

Liabilities:

Accounts Payable and Escrow	\$	11,592,556.04
Unearned Premium and Contributions		6,908,636.43

Total Liabilities \$ 18,501,192.47

Reserves:

Reserve for Aggregate Losses	\$	11,483,682.60
Actuarial Reserves for Claim Losses		69,694,146.28

Total Reserves 81,177,828.88

Members' Equity:

Investments Unrealized Gain/(Loss)	(\$	6,745,482.05)
All Years Accumulated Dividends		88,017,129.75

Total Members' Equity 81,271,647.70

Total Liabilities, Reserves and Members' Equity \$ 180,950,669.05



CONSOLIDATED STATEMENT OF INCOME AND DEDUCTIONS

For the Eight Months Ending August 31, 2023

ACF Contribution Income		\$ 30,786,526.72
AIR Premium		19,697,547.84
ACF / AIR Investment Income and Gain/(Loss)		4,063,010.01
ACF / AIR Other Income and Fees		<u>741,946.06</u>
		\$ 55,289,030.63
Claim Losses:		
ACF / AIR Incurred Losses (net)	\$ 20,636,802.02	<u>20,636,802.02</u>
Total Claims Losses		\$ 20,636,802.02
Operating Expenses:		
ACF / AIR Administrative Expenses	\$ 3,933,001.21	
AIR Administration Service Fees	5,187,999.23	
ACF Brokerage Expenses	1,675,703.37	
ACF Claims Service Fees	1,221,714.95	
ACF Excess Insurance	2,390,354.66	
ACF / AIR Professional Services	1,048,093.05	
ACF / AIR Royalty Fees	<u>727,266.48</u>	
Total Operating Expenses		<u>16,184,132.95</u>
		\$ 36,820,934.97
		\$ 18,468,095.66
Provision for Income Taxes		<u>111,850.63</u>
		\$ 18,356,245.03
		<u>243,857,262.97</u>
Excess Income Before Retrospective Dividends Distribution		\$ 262,213,508.00
Retrospective Dividends Distributed to Members		<u>174,196,378.25</u>
Excess Income Held for Future Retrospective Dividends		<u>\$ 88,017,129.75</u>