

STATE OF NEVADA
BIENNIAL REPORT
OF THE
Nevada Industrial Commission

Reviewing the Administration of the Nevada Industrial Insurance Act
for the Period—July 1, 1944, to June 30, 1946



CARSON CITY, NEVADA
STATE PRINTING OFFICE - - JACK McCARTHY, SUPERINTENDENT
1947



LETTER OF TRANSMITTAL

CARSON CITY, NEVADA, January 2, 1947.

To his Excellency, VAIL PITTMAN, Governor of the State of Nevada.

DEAR SIR: The Nevada Industrial Commission has the honor to submit the accompanying report of its administration for the biennium ending June 30, 1946.

DAN J. SULLIVAN, *Chairman.*

CHARLES HUBER, *Commissioner.*

R. N. GIBSON, *Commissioner.*

PERSONNEL

DAN J. SULLIVAN.....	Chairman
CHARLES HUBER.....	Commissioner
R. N. GIBSON.....	Commissioner

EMPLOYEES

GRACE M. ATHERTON.....	Secretary
DR. JAMES THOM.....	Chief Medical Advisor
C. E. HORTON.....	Attorney
HENRY H. LEE.....	Auditor
CHET NEWELL.....	Assistant Auditor
DORIS FODRIN.....	Assistant Auditor
NED TURNER.....	Traveling Auditor
JOE DAYTON.....	Auditor-Inspector
JOE FARNSWORTH.....	Statistician
C. E. HORAN.....	Claim Clerk
GWEN BUTTI.....	Assistant Claim Clerk
ROSE STEWART.....	Stenographer
ADELAIDE ALLRED.....	Bookkeeper
MARGARET WALKER.....	Stenographer
ALYS HAUKLAND.....	Typist
ALEX BULLETINI.....	Janitor

REPORT OF NEVADA INDUSTRIAL COMMISSION

This report is limited to various Tables covering the statistics compiled by the Commission, and following these is a complete report submitted by Semenza and Kottinger, Certified Public Accountants, who are employed by the Industrial Commission Board, consisting of the Governor, Attorney General, and the State Mine Inspector.

The report of the Certified Public Accountants provides a complete review of the financial operations of the Nevada Industrial Commission from its inception, July 1, 1913, to June 30, 1946, and shows the financial condition of both the State Insurance and the Accident Benefit Funds, as of June 30, 1946. In view of their complete report, we will submit only the statistics shown in the following Tables:

Comparative Table.

Accident Experience with Coverage and Compensation Cost.

Frequency of Accidents by Classes.

Biennial Report Full-Time Workers.

Biennial Report of Payroll Exposure.

Fatalities for the two years ending June 30, 1946, and the Estimated Cost Thereof.

LITIGATION

During the thirty-two years' experience of the Nevada Industrial Commission, sixty-three dissatisfied claimants have resorted to the courts of our State for relief, with the following results:

- 6—Cases dismissed.
- 21—Cases adjusted without trial.
- 11—Cases won by claimant.
- 12—Cases won by Commission.
- 2—Cases in court; no action by plaintiff for years.
- 11—Cases pending.

—
63

The Commission has also been represented by its attorney in several other suits, wherein a question seemed to lie against a third party, as provided under Section 7 of the Nevada Industrial Insurance Act, and through this source alone, there has been refunded to this Commission, in several of these cases, a sum amounting to \$30,000, and there are other cases as well, which are now in the course of adjudication, from which we may expect an additional return.

COMPARATIVE TABLE

	Total 25 years*	Total 27 years	Total 29 years	Total 31 years	1945	1946	Total 33 years
Earned Premiums—							
Compensation.....	\$9,213,875.16	\$10,463,933.26	\$12,446,676.46	\$15,925,947.43	\$964,359.77	\$1,028,673.07	\$17,928,980.27
Accident benefits.....	2,353,201.80	3,030,240.69	4,318,879.47	5,745,605.81	410,260.18	521,892.45	6,877,658.44
Total.....	\$11,567,076.96	\$13,494,173.95	\$16,765,555.93	\$21,671,453.24	\$1,374,619.95	\$1,560,565.52	\$24,806,638.71
Compensation costs.....	\$8,791,844.20	\$9,926,152.65	\$11,499,079.67	\$13,242,424.20	\$594,523.55	\$673,048.83	\$14,509,996.58
Accident benefit costs.....	2,024,579.21	2,456,369.33	3,071,495.45	3,729,152.93	259,015.24	297,743.62	4,285,911.79
Total.....	\$10,816,423.41	\$12,382,521.98	\$14,570,575.12	\$16,971,577.13	\$853,538.79	\$970,792.45	\$18,795,908.37
Administrative earnings.....	\$1,019,829.44	\$1,105,152.29	\$1,270,143.46	\$1,544,531.28	\$147,534.09	\$148,660.97	\$1,840,726.34
Administrative expense.....	922,439.01	1,016,607.53	1,136,727.26	1,390,344.49	68,285.29	71,255.16	1,429,884.94
Earnings in excess of expense.....	\$97,340.43	\$88,544.76	\$133,416.20	\$254,186.79	\$79,248.80	\$77,405.81	\$410,841.40
Percentage of earned premiums required for administration expense.....	7.98	7.53	6.78	5.95	4.97	4.57	5.81

*None. For comparative table covering five 5-year periods (July 1, 1913, to June 30, 1938) see Biennial Report for period July 1, 1936, to June 30, 1938.

REPORT OF NEVADA INDUSTRIAL COMMISSION

ACCIDENT EXPERIENCE OF THIRTY-SECOND AND THIRTY-THIRD YEARS, ENDING JUNE 30, 1946

	COVERAGE			COMPENSATION COST			
	Number of con-tributors	Number full time workers	Pay roll exposure	All cases	Deaths and permanent disability total	Temporary disability total	Permanent partial disability
Class 1—Mining—							
Copper.....	34	1,195	\$3,557,049.66	\$69,138.50	\$17,848.85	\$29,290.40	\$21,999.25
Gold, silver and miscellaneous metals.....	542	2,551	7,410,940.93	140,471.18	38,832.88	\$7,928.30	44,210.00
Nonmetallic.....	98	315	1,091,116.70	16,754.16	3,175.00	8,019.10	5,560.00
Total—Class 1.....	674	4,091	\$12,058,706.29	\$226,363.78	\$59,356.73	\$95,237.80	\$71,769.25
Class 2—Milling—							
Copper.....	10	60	\$173,273.42	\$328.70	.....	.....	\$328.70
Gold, silver and miscellaneous metals.....	130	3,925	11,719,246.77	81,086.55	\$22,794.95	\$29,337.85	28,953.75
Nonmetallic.....	18	438	1,308,604.32	6,272.65	.....	4,472.65	1,800.00
Total—Class 2.....	158	4,123	\$13,201,124.51	\$87,687.90	\$22,794.95	\$33,810.50	\$31,082.45
Class 3—Kennecott Copper Corp.—							
Milling.....	1	1,451	\$4,886,477.29	\$23,614.80	.....	\$10,694.80	\$12,920.00
Mining.....	1	780	2,553,856.70	19,365.50	.....	7,570.50	8,620.00
Total—Class 3.....	2	2,231	\$7,240,333.99	\$42,980.30	\$33,175.00	\$18,265.30	\$21,540.00
Class 4—Railroads—							
All operations.....	11	320	\$723,492.82	\$15,931.29	\$11,146.14	\$2,685.15	\$2,100.00
Class 5—Public Utilities—							
Electric light, power and gas companies.....	32	825	\$2,421,590.95	20,086.51	\$9,228.76	\$7,657.75	\$3,150.00
Telephone and telegraph companies.....	13	538	1,060,896.27	165.00	.....	165.00	.....
Water companies.....	9	48	104,132.39	681.00	.....	81.00	600.00
Total—Class 5.....	54	1,408	\$3,586,659.61	\$20,882.51	\$9,228.76	\$7,903.75	\$3,750.00
Class 6—State and Municipal, Compulsory—							
Cities.....	37	1,913	\$4,126,842.84	\$28,197.94	\$9,850.74	\$11,837.20	\$6,510.00
Counties.....	20	2,132	4,854,008.00	46,853.55	.....	13,620.15	7,227.50
Schools.....	49	1,929	4,533,945.69	20,978.70	.....	538.70	4,450.00
State departments and institutions.....	28	2,446	5,230,649.49	46,002.31	.....	9,193.75	7,127.50
Highway contracts.....	9	679	2,148,605.64	61,391.04	.....	10,761.50	6,912.50
Total—Class 6.....	152	8,799	\$20,899,551.66	\$219,456.97	\$31,938.35	\$45,941.30	\$28,227.50
Class 7—Miscellaneous—							
All others.....	846	4,217	\$9,049,721.82	\$104,110.32	\$17,430.45	\$32,686.90	\$10,560.00
Auto trucking and transfer.....	110	89	2,223,596.86	37,226.51	4,200.38	12,144.15	10,137.50
Bakeries.....	10	309	726,556.02	5,423.85	.....	2,460.60	1,800.00
Brewing and bottling.....	24	209	578,441.40	6,560.34	.....	5,531.55	1,773.75
Building construction and allied trades.....	1,236	4,235	13,128,559.165	383,196.64	32,235.23	80,442.10	56,556.25

Creameries and dairies.....	88	1,403,564.28	18,870.90	10,800.85	3,175.00	4,925.55	2,700.00
Foundries and machine shops.....	38	291,433.57	7,041.06	5,566.45	.....	3,556.45	2,010.00
Garages and service stations.....	316	3,138,597.05	36,122.09	20,077.20	.....	12,918.20	7,153.00
Hotels, bars and restaurants.....	852	20,496,445.88	111,792.52	49,671.35	.....	35,433.85	14,237.50
Ice, feed and lumber yards.....	100	1,519,453.33	25,849.82	12,401.60	.....	7,115.60	3,286.00
Laundries and cleaners.....	80	1,998,222.63	16,524.66	14,180.05	.....	7,770.05	6,410.00
Oil distributors.....	98	1,269,070.69	16,656.21	1,925.90	.....	1,025.90	900.00
Printing and publishing.....	42	1,307,843.55	3,412.01	2,259.35	.....	1,509.35	750.00
Ranching.....	1,900	8,247,490.40	165,419.52	148,419.21	.....	88,437.05	50,457.16
Stores, mercantile and meat markets.....	578	9,104,414.36	37,803.50	22,380.00	.....	16,942.50	5,437.50
Total—Class 7.....	6,350	\$74,393,401.99	\$976,010.25	\$555,620.82	\$66,566.06	\$312,900.10	\$176,154.66
Grand total—All classes.....	7,401	\$132,103,170.87	\$1,972,546.38	\$1,055,573.75	\$204,205.99	\$516,743.90	\$334,623.86

COMPENSATORY CASES COST

Class	Total number	Average per case	Per \$100 payroll
Mining.....	715	\$316.59	\$1.88
Milling.....	261	\$355.97	.66
Kennecott Copper Corporation.....	167	257.37	.59
Total mining industry.....	1,143	\$312.36	\$1.10
Railroads.....	29	\$549.35	\$2.20
Public utilities.....	48	435.05	.58
State and municipal, compulsory.....	292	363.88	.51
Miscellaneous.....	2,272	244.55	.75
Grand total, all classes.....	3,784	\$278.96	\$0.80

FREQUENCY OF ACCIDENTS BY CLASSES AND EXTENT OF DISABILITY — THIRTY-SECOND AND THIRTY-THIRD FISCAL YEARS, JULY 1, 1944, TO JUNE 30, 1946

CLASS	Number contributors	Number full-time workers	Pay roll exposure	Total number of accidents	Death and permanent total disability	Permanent partial disability	TEMPORARY TOTAL DISABILITY		NUMBER OF ACCIDENTS	
							7 days or more	Under 7 days	Per 1,000 full-time workers	Per \$100,000 pay roll
Class 1—Mining—										
Copper.....	34	1,165	\$3,557,049.66	331	5	31	170	125	284	9
Gold, silver and miscellaneous metals.....	542	2,551	7,410,540.93	885	7	48	384	446	346	12
Nonmetallic.....	98	315	1,091,115.70	101	1	9	60	31	321	9
Total—Class 1.....	674	4,031	\$12,058,706.29	1,317	13	88	614	602	327	11
Class 2—Milling—										
Copper.....	10	60	\$178,273.42	6	....	....	2	4	100	3
Gold, silver and miscellaneous metals.....	130	3,625	11,719,246.77	661	6	29	181	445	182	6
Nonmetallic.....	18	438	1,308,604.32	63	....	2	41	20	144	5
Total—Class 2.....	158	4,123	\$13,201,124.51	730	6	31	224	469	177	6
Class 3—Kennecott Copper Corp.—										
Copper milling and smelting.....	1	1,451	\$4,686,477.39	84	....	14	70	....	58	2
Copper mining.....	1	780	2,553,856.70	83	....	11	71	....	106	3
Total—Class 3.....	2	2,231	\$7,240,333.99	167	1	25	141	....	75	2
Class 4—Railroads—										
All operations.....	11	320	\$723,492.82	52	1	3	25	23	163	7
Class 5—Public Utilities—										
Electric light, power and gas companies.....	32	825	\$2,421,530.95	195	1	3	38	153	236	8
Telephone and telegraph companies.....	13	538	1,060,896.27	7	....	....	2	6	112	1
Water companies.....	9	45	1,041,332.39	8	....	1	3	3	156	7
Total—Class 5.....	54	1,408	\$3,523,759.61	210	1	4	43	162	149	6
Class 6—State and Municipal, Compulsory—										
Cities.....	37	1,313	\$4,126,342.84	292	2	6	73	211	153	7
Schools.....	29	2,132	4,854,008.00	224	....	8	63	153	109	5
State departments and institutions.....	49	1,929	4,539,945.69	42	....	1	7	83	29	1
Highway contracts.....	28	2,146	5,230,649.49	275	2	9	40	224	123	7
Total—Class 6.....	152	8,799	\$20,899,551.66	1,182	5	33	254	890	514	16
Class 7—Miscellaneous—										
All others.....	846	4,217	\$9,049,721.82	833	2	11	249	571	198	9
Auto trucking and transfer.....	110	799	2,223,596.86	246	1	9	68	168	308	11

Bakeries.....	40	309	726,536.02	73	.....	1	21	51	236	10
Brewing and bottling.....	24	320	578,114.00	92	.....	3	24	68	413	16
Building construction and allied trades.....	1,238	4,255	13,123,531.52	2,384	4	69	473	1,838	560	18
Creameries and dairies.....	38	627	1,403,583.27	141	1	3	39	93	225	10
Foundries and machine shops.....	38	105	238,582.71	101	.....	3	20	82	1,000	36
Garages and service stations.....	316	1,291	3,138,591.98	470	.....	4	78	391	391	15
Hotels, bars, cafes, auto courts.....	852	8,431	20,196,113.28	908	.....	16	274	388	108	4
Ice, fuel and lumber yards.....	100	647	1,531,153.28	265	.....	7	51	618	429	17
Laundries and cleaners.....	80	339	1,287,723.33	129	.....	7	33	205	137	7
Oil distribution.....	98	416	1,237,710.39	49	.....	2	17	89	108	4
Printing and publishing.....	42	586	1,307,843.35	51	.....	1	5	30	137	4
Ranching.....	1,900	4,668	8,247,490.40	1,437	3	59	581	794	308	17
Stores, mercantile and meat markets.....	578	4,243	9,104,414.86	675	.....	5	122	544	159	7
Total—Class 7.....	6,350	31,663	\$74,393,401.99	7,861	11	206	2,055	5,589	248	11
Grand total—All classes.....	7,401	52,575	\$132,103,170.87	11,519	33	390	3,356	7,735	219	9

BIENNIAL NUMBER FULL-TIME WORKERS

	Class	Average 27 years ending June 30, 1940	Average 29 years ending June 30, 1942	Average 31 years ending June 30, 1944	1945 and 1946	Average 33 years ending June 30, 1946
Mining.....	1	2,967	3,032	3,038	4,031	2,976
Milling.....	2	592	840	1,163	4,123	1,217
Kennecott Copper Corp..	3	1,813	1,797	1,783	2,231	1,743
Railroads.....	4	268	258	257	320	251
Public utilities.....	5	479	489	496	1,408	509
State and subdivisions, compulsory.....	6	2,564	2,685	2,642	8,799	2,749
Miscellaneous.....	7	4,388	5,149	5,500	31,663	6,126
Grand totals.....		13,088	14,991	15,683	52,575	16,326

BIENNIAL PAY ROLL EXPOSURE

Class	Average 27 years ending June 30, 1940	Average 29 years ending June 30, 1942	Average 31 years ending June 30, 1944	1945 and 1946	Average 33 years ending June 30, 1946
Mining.....	\$5,408,895.18	\$5,592,835.22	\$5,781,211.97	\$12,058,706.29	\$5,796,250.83
Milling.....	1,072,300.69	1,572,138.48	3,422,843.90	13,201,132.51	3,635,735.92
Kennecott Copper Corp.....	3,092,688.49	3,143,298.10	3,202,574.06	7,240,333.89	3,237,832.97
Railroads.....	337,305.39	375,397.63	385,988.26	723,432.82	357,850.87
Public utilities.....	705,919.12	745,520.72	799,373.70	3,886,593.61	860,080.13
State and subdivisions, compulsory.....	4,029,625.90	4,322,297.52	4,623,664.04	20,899,591.66	4,770,761.72
Miscellaneous.....	6,322,346.00	7,204,107.00	8,995,719.97	74,393,401.99	10,704,870.33
Grand totals.....	\$21,016,416.94	\$22,952,806.00	\$27,210,296.05	\$132,103,170.87	\$29,564,313.59

FATALITIES

Years 1945 and 1946	Deaths	With dependents	Actual and estimated costs
Class 1.....	12	5	\$59,356.73
Class 2.....	5	2	22,794.95
Class 3.....	1	1	3,175.00
Class 4.....	1	1	11,146.14
Class 5.....	1	1	9,228.76
Class 6.....	5	5	25,996.19
Class 7.....	12	7	66,566.06
Totals.....	37	21	\$198,263.83

REPORT OF CERTIFIED PUBLIC ACCOUNTANTS

SEMENZA & KOTTINGER
CERTIFIED PUBLIC ACCOUNTANTS
TITLE INSURANCE BUILDING
RENO, NEVADA

September 14, 1946.

HON. VAIL PITTMAN, HON. ALAN BIBLE, HON. MATT MURPHY, *Industrial Commission Board, State of Nevada, Carson City, Nevada.*

DEAR SIRs: We have examined the accounts of the Nevada Industrial Commission for the year ended June 30, 1946, and in connection therewith submit the following exhibits and supporting schedules reflecting the operations of the Commission to June 30, 1946, and its financial condition as of that date:

Exhibit A—State Insurance Fund—Receipts and Disbursements—July 1, 1913, to June 30, 1946.

Exhibit B—State Accident Benefit Fund—Receipts and Disbursements—July 1, 1917, to June 30, 1946.

Exhibit C—State Insurance Fund—Summary of Operations—July 1, 1913, to June 30, 1946.

Exhibit D—State Insurance Fund—Experience by Classes—July 1, 1913, to June 30, 1946.

Exhibit E—State Accident Benefit Fund—Experience by Classes—July 1, 1917, to June 30, 1946.

Exhibit F—State Insurance Fund—Financial Condition—June 30, 1946.

Exhibit G—State Accident Benefit Fund—Financial Condition—June 30, 1946.

Details of the cash receipts and disbursements of the State Insurance Fund from its inception, July 1, 1913, through June 30, 1946, are presented in Exhibit A; and receipts and disbursements of the State Accident Benefit Fund from its inception, July 1, 1917, through June 30, 1946, are shown in Exhibit B. The recorded receipts for the year ended June 30, 1946, were checked and found to be properly accounted for. All disbursements were supported by vouchers or other data on file, and were properly approved for payment.

Receipts of the State Insurance Fund exceeded disbursements by \$6,656,642.76, an increase of \$553,332.00 from the prior year, as shown in Exhibit A. This excess is comprised of cash in the sum of \$830,322.59 and bonds totaling \$5,826,320.17.

Receipts of the State Accident Benefit Fund exceeded disbursements in the sum of \$2,288,781.34, an increase of \$245,207.12 from the prior year, as shown in Exhibit B. This excess is comprised of cash in the sum of \$308,945.21 and bonds totaling \$1,979,836.13.

The cash in both funds totaled \$1,139,267.80 and the items comprising it are shown in detail in Schedule No. 1. Cash available for disbursement at June 30, 1946, increased \$510,804.36 as compared with the cash available for disbursement at the end of the prior year.

The disbursements include in addition to compensation and accident benefits paid, sums expended for administrative expenses, office building, furniture, equipment, and automobiles necessary in the operation of the Commission.

The bonds owned by the two funds are listed in detail in Schedules Nos. 2 and 3, and include bonds held in the Catastrophe Fund.

The operations of the State Insurance Fund for the period July 1, 1913, to June 30, 1946, are summarized in Exhibit C. The surplus and surplus reserves amounted to \$4,057,235.79 at June 30, 1946, an increase of \$465,706.96 for the period under review.

Details of the experience by classes in the State Insurance Fund and the State Accident Benefit Fund are set forth in Exhibit D and Exhibit E, respectively. A summary of the surplus of each fund, by classes, at June 30, 1945, and June 30, 1946, is presented in the following table:

STATE INSURANCE FUND

	Class	Surplus June 30, 1945	Increase or decrease* in surplus during year	Surplus June 30, 1946
Mining.....	1	\$351,446.15	\$66,932.33	\$418,378.48
Ore reduction.....	2	1,065,008.34	155,643.57	1,220,656.91
Kennecott Copper Corp.....	3	221,124.47	21,692.67	242,817.14
Railroads.....	4	46,193.22	418.44	46,609.66
Public utilities.....	5	186,690.24	9,509.06*	177,181.18
State, counties, etc.....	6	250,767.06	51,038.46	301,805.52
Miscellaneous.....	7	1,270,299.35	179,487.55	1,449,786.90
		<u>\$3,391,528.83</u>	<u>\$465,706.96</u>	<u>\$3,857,235.79</u>

STATE ACCIDENT BENEFIT FUND

	Class	Surplus June 30, 1945	Increase or decrease in surplus during year	Surplus June 30, 1946
Mining.....	1	\$241,192.19	\$25,415.55	\$266,607.74
Ore reduction.....	2	615,175.34	34,447.80	649,623.14
Railroads.....	4	11,794.44	1,364.42	13,158.86
Public utilities.....	5	48,209.84	6,126.29	54,336.13
State, counties, etc.....	6	358,823.74	37,111.25	395,934.99
Miscellaneous.....	7	520,790.18	125,279.06	646,069.24
		<u>\$1,795,985.73</u>	<u>\$229,744.37</u>	<u>\$2,025,730.10</u>
		<u>\$5,187,514.56</u>	<u>\$695,451.33</u>	<u>\$5,882,965.89</u>

Administrative earnings have been apportioned on the basis of unpaid pension awards in the various classes in the State Insurance Fund and the net premiums earned in the State Accident Benefit Fund. In the preparation of this table it was necessary to revise the surplus at June 30, 1945, in order to apportion the administrative earnings on the basis of net earned premiums. The surplus of the two funds increased \$695,451.33 during the year under review.

The administrative expenses for the period July 1, 1913, to June 30, 1946, are shown in detail in Schedule No. 5, and amounted to \$71,255.16 for the fiscal year ended June 30, 1946, as compared with \$68,285.29 for the prior year. Administrative costs of the year represent 4.61 percent of the total premiums collected during the year, as compared with 4.88 percent for the year ended June 30, 1945, due in part to the increase in premiums collected from \$1,399,798.65 in the prior

year to \$1,544,581.94 for the fiscal year ended June 30, 1946. This expense has been prorated between the funds on the basis of the premiums handled, resulting in the sum of \$48,578.25 being charged to the State Insurance Fund and \$22,676.91 to the Accident Benefit Fund.

The financial condition of the State Insurance Fund and the State Accident Benefit Fund is reflected in Exhibit F and Exhibit G, respectively. The following comments apply to items in those statements:

Cash on Deposit—

The cash funds of the Commission are shown in detail on Schedule No. 1, and are on deposit in banks or held by the State Treasurer. These funds are available for expenditure, and \$830,322.59 of the total was applicable to the State Insurance Fund and \$308,945.21 to the State Accident Benefit Fund.

The funds held by the State Treasurer of Nevada were confirmed directly by that officer and the balance was reconciled and found to be in agreement with the records of the Commission. The funds on deposit with the First National Bank of Nevada, Carson City Branch, were reconciled and found to be in agreement with the records. The balances were verified by correspondence direct with the depository and are secured by bonds held in a safe deposit box in the main office of the bank at Reno, Nevada. These bonds have a par value of \$68,000 and are shown in Schedule No. 4.

The special time deposit in the First National Bank of Ely, Ely, Nevada, in the sum of \$20,000 was confirmed by correspondence direct with the depository. The bonds held as security for this deposit are also shown on Schedule No. 4, and were counted by us at the office of the State Treasurer.

Premiums Due—

Premiums earned during the month but not payable until July 1946 have been estimated at \$75,000 for the State Insurance Fund and \$40,000 for the State Accident Benefit Fund. These estimated premiums have been included in determining the surplus in each of the funds. This practice has been followed in prior years. The collection of premiums is assured by the fact that contributors have been required to maintain an advance premium with the Commission equal to an estimated premium for two months.

Account Receivable—

The sum of \$120 due the State Insurance Fund represents rental due from a tenant at June 30, 1946.

Accrued Interest—

Interest accrued at June 30, 1946, on bonds and time deposits amounted to \$36,395.49 in the State Insurance Fund and \$7,165.62 in the State Accident Benefit Fund, and represents the amount earned but not collectible until a date subsequent to June 30, 1946.

Investments—

The bonds owned by the funds were counted by us at the office of the State Treasurer on July 1, 1946. The bonds owned by the State Insurance Fund, including the Catastrophe Fund which is a part

thereof, totaled \$5,826,320.17 at June 30, 1946. The bond transactions in this fund during the year under review are summarized as follows:

	Par value	Amount
Balance, June 30, 1945.....	\$5,718,500.00	\$5,834,020.61
Purchased during the year ended June 30, 1946....	400,000.00	400,000.00
	\$6,118,500.00	\$6,234,020.61
Deduct—		
Bonds redeemed.....	\$398,000.00	\$398,000.00
Premium amortized.....	.....	9,700.44
	\$398,000.00	\$407,700.44
Balance, June 30, 1946.....	\$5,720,500.00	\$5,826,320.17

The changes in the bonds held in the State Accident Insurance Fund during the year ended June 30, 1946, were as follows:

	Par value	Amount
Balance June 30, 1945.....	\$1,615,000.00	\$1,684,400.93
Purchased during the year.....	300,000.00	300,000.00
	\$1,915,000.00	\$1,984,400.93
Deduct—		
Premium amortized.....	.....	4,564.80
	\$1,915,000.00	\$1,979,836.13

All interest collected during the year under review was properly accounted for. The bonds owned by the State Insurance Fund are listed in Schedule No. 2, and the bonds owned by the State Accident Benefit Fund are listed in Schedule No. 3.

Fixed Assets—

A portion of the State Insurance Fund is invested in an office building, furniture, equipment, and automobiles. All additions to fixed assets were checked by us and purchase invoices covering the additions were examined in all cases.

The real estate and improvements have been carried as one item as no value has been set on the land as distinguished from the improvements. Depreciation has been taken on the entire cost at the rate of 3 percent per annum.

The following rates have been used in providing for depreciation of the other assets:

	Percent
Heating plant.....	10
Furniture and equipment.....	10 to 33 1/3
Automobiles.....	25

Fire insurance in the amount of \$37,500 is carried on the building, and the furniture and fixtures are insured for \$10,000. General liability coverage of \$25/50,000 is also carried on the property, together with public liability of \$10/50,000 and property damage of \$5,000 on automobiles owned by the Commission.

Advance Premiums—

The advance premiums paid by contributors amounted to \$228,282.57

for the State Insurance Fund and \$110,216.86 for the State Accident Benefit Fund. Trial balances of the premium ledgers were run and found to be in agreement with the general ledger controls. We did not confirm any of the individual balances by direct correspondence with the contributors.

Pending Claims—

The estimated liability of \$924,402.37 for pending claims against the State Insurance Fund at June 30, 1946, is based on an analysis made by the Claims Department and reviewed by Mr. D. J. Sullivan, Chairman of the Commission. The estimated liabilities were \$108,188.94 greater than at the close of the previous year.

Based on discussions with Mr. D. J. Sullivan, Chairman of the Commission, we have made provision for a liability of \$200,000 for estimated claims against the State Accident Benefit Fund. The surplus in each fund has been determined after taking these pending claims into consideration.

Accounts Payable—

The sum of \$1,982.14 was payable at June 30, 1946, for current operating expenses for the month of June, together with withholding taxes deducted from employees for the quarter ended June 30, 1946. These accounts were paid in July 1946.

Reserve for Pensions Allowed—

The estimated liability for pensions totaled \$1,572,608.27 at June 30, 1946, a decrease of \$37,249.30 from the prior year. The "Survivorship Annuitant's Table of Mortality, Remarriage Table of the Dutch Royal Insurance Institution with interest at 3 $\frac{1}{3}$ percent per annum" has been used in making provision for the reserve for pensions. Each pension is revalued at the end of each year. We made test checks of the computations of individual pensions and they indicated that the pensions had been properly computed. This liability applies against the State Insurance Fund and is reflected in Exhibit F. A summary of the changes occurring in this reserve during the year follows:

Balance, June 30, 1945.....		\$1,609,857.57
Add:		
Pensions awarded during the year.....	\$81,791.25	
Revaluation of pensions, June 30, 1946.....	97,179.29	
		<u>178,970.54</u>
		\$1,788,828.11
Deduct:		
Pensions cancelled during the year.....	\$64,619.02	
Pension payments during the year.....	151,600.82	
		<u>216,219.84</u>
Balance, June 30, 1946.....		\$1,572,608.27
Cancellation of pensions during the year resulted from the following causes:		
Death of pensioners.....	\$16,524.14	
Remarriage.....	48,094.88	
		<u>\$64,619.02</u>

Catastrophe Reserve—

The Catastrophe Reserve has been maintained at \$200,000 since June 29, 1942.

Surplus—

The assets of the State Insurance Fund exceeded the liabilities by \$3,857,235.79 at June 30, 1946, while the State Accident Benefit Fund assets showed an excess of \$2,025,730.10 over the liabilities at the same date.

In our opinion, Exhibit D and Exhibit E properly set forth the operations of the State Insurance Fund and the State Accident Benefit Fund, respectively, from the dates of their inception to June 30, 1946, and Exhibit F and Exhibit G reflect the financial condition of the respective funds as at June 30, 1946.

Yours very truly,

SEMENZA AND KOTTINGER,

Certified Public Accountants.

EXHIBIT A
NEVADA INDUSTRIAL COMMISSION—STATE INSURANCE FUND
Receipts and Disbursements July 1, 1913, to June 30, 1946

	July 1, 1913, to June 30, 1945	Year ended June 30, 1946	July 1, 1913, to June 30, 1946
RECEIPTS			
Premiums collected, net.....	\$17,030,631.30	\$1,051,631.54	\$18,082,262.34
Administrative earnings.....	1,653,365.87	150,964.98	1,804,330.85
	<u>\$18,683,997.17</u>	<u>\$1,202,596.52</u>	<u>\$19,886,593.69</u>
DISBURSEMENTS			
Compensation paid.....	\$11,410,876.75	\$602,109.19	\$12,012,985.94
Administrative expense.....	1,109,530.53	46,544.42	1,156,074.95
Furniture and fixtures.....	30,316.27	441.81	30,758.08
Office building.....	14,049.36	-----	14,049.36
Office building improvements.....	5,621.01	-----	5,621.01
Automobiles.....	10,292.49	169.10	10,461.59
	<u>\$12,580,686.41</u>	<u>\$649,264.52</u>	<u>\$13,229,950.93</u>
Excess of receipts over disbursements	\$6,103,310.76	\$553,332.00	\$6,656,642.76
ACCOUNTED FOR AS FOLLOWS			
Cash (Schedule No. 1).....	-----	-----	\$830,322.59
Investments (Schedule No. 2).....	-----	-----	5,826,320.17
			<u>\$6,656,642.76</u>

EXHIBIT B
NEVADA INDUSTRIAL COMMISSION—STATE ACCIDENT
BENEFIT FUND

Receipts and Disbursements July 1, 1917, to June 30, 1946

	July 1, 1917, to June 30, 1945	Year ended June 30, 1946	July 1, 1917, to June 30, 1946
RECEIPTS			
Premiums collected.....	\$6,155,765.99	\$521,892.45	\$6,677,658.44
Interest.....	80,710.19	43,735.20	124,445.39
	<u>\$6,236,476.18</u>	<u>\$565,627.65</u>	<u>\$6,802,103.83</u>
DISBURSEMENTS			
Benefits paid.....	\$3,988,168.17	\$297,743.62	\$4,285,911.79
Administrative expense.....	204,733.79	22,676.91	227,410.70
	<u>\$4,192,901.96</u>	<u>\$320,420.53</u>	<u>\$4,513,322.49</u>
Excess of receipts over disbursements	\$2,043,574.22	\$245,207.12	\$2,288,781.34
ACCOUNTED FOR AS FOLLOWS			
Cash (Schedule No. 1).....	-----	-----	\$308,945.21
Investments (Schedule No. 2).....	-----	-----	1,979,836.13
			<u>\$2,288,781.34</u>

EXHIBIT C
NEVADA INDUSTRIAL COMMISSION—STATE INSURANCE FUND
 Summary of Operations July 1, 1913, to June 30, 1946

	Class	July 1, 1913, to June 30, 1945	Year ended June 30, 1946	July 1, 1913, to June 30, 1946
<i>Earned Premiums—</i>				
Mining.....	1	\$5,501,940.41	\$207,546.53	\$5,709,486.94
Ore reduction.....	2	2,408,866.12	103,559.52	2,512,425.64
Kennecott Copper Corp.....	3	1,518,325.43	37,033.26	1,555,358.69
Railroads.....	4	200,479.15	3,943.42	204,422.57
Public utilities.....	5	430,557.13	24,362.89	454,920.02
State, counties, etc.....	6	1,549,870.58	111,004.19	1,660,874.77
Miscellaneous.....	7	5,280,268.38	551,223.26	5,831,491.64
		<u>\$16,890,307.20</u>	<u>\$1,038,673.07</u>	<u>\$17,928,980.27</u>
<i>Compensation—</i>				
Mining.....	1	\$5,497,913.32	\$182,661.27	\$5,680,574.59
Ore reduction.....	2	1,209,082.49	41,881.86	1,167,200.63
Kennecott Copper Corp.....	3	1,309,329.70	40,405.85	1,349,735.55
Railroads.....	4	170,046.71	298.13	170,344.84
Public utilities.....	5	257,715.10	29,451.18	287,166.28
State, counties, etc.....	6	1,400,393.27	75,461.29	1,475,854.56
Miscellaneous.....	7	3,992,467.16	386,652.97	4,379,120.13
		<u>\$13,836,947.75</u>	<u>\$673,048.83</u>	<u>\$14,509,996.58</u>
Net earned premiums in excess of compensation.....		\$3,053,359.45	\$365,624.24	\$3,418,983.69
Interest and miscellaneous earnings, net.....		1,692,065.37	148,660.97	1,840,726.34
Administrative expense (Schedule No. 5).....		1,153,895.99	48,578.25	1,202,474.24
Net administrative earnings.....		\$538,169.83	\$100,082.72	\$638,252.10
Surplus.....		\$3,591,528.83	\$465,706.96	\$4,057,235.79
REPRESENTED BY				
Surplus accumulated during period..		\$3,391,528.83	\$465,706.96	\$3,857,235.79
Catastrophe reserve.....		200,000.00		200,000.00
		<u>\$3,591,528.83</u>	<u>\$465,706.96</u>	<u>\$4,057,235.79</u>

EXHIBIT D
NEVADA INDUSTRIAL COMMISSION—STATE INSURANCE FUND
 Experience by Classes, July 1, 1913, to June 30, 1946

Class number	Earned premiums	Less catastrophe received	Net premiums	Less compensation and administrative	Surplus or deficit*	Add administrative earnings	Net surplus
1	\$5,709,486.94	\$6,852.97	\$5,652,633.97	\$6,063,502.72	\$410,868.75*	\$829,247.23	\$418,378.48
2	2,512,425.64	197,002.42	2,405,423.22	1,335,705.87	1,069,717.35	1,220,656.91	1,220,656.91
3	1,553,358.69	19,001.38	1,534,357.31	1,434,051.51	82,305.80	160,511.34	242,817.14
4	204,432.57	298,761.47	2,987,661.47	181,055.21	17,170.26	46,609.66	46,609.66
5	454,320.02	2,657.10	451,662.92	317,877.20	134,660.41	42,520.77	177,181.18
6	1,660,874.77	4,121.56	1,656,753.21	1,587,247.35	69,505.86	232,299.66	301,805.52
7	5,831,491.64	7,782.16	5,823,709.48	4,770,230.96	1,053,478.52	396,308.38	1,449,786.90
	\$17,923,980.27	\$200,000.00	\$17,723,980.27	\$15,712,470.82	\$2,011,509.45	\$1,840,726.34	\$3,857,235.79

Details of Compensation and Administrative Costs Shown Above

Class number	Compensation paid	Unpaid pension awarded	Liability account of pending	Total compensation	Total administrative expense	Total compensation and administrative
1	\$4,743,478.90	\$228,576.03	\$708,119.66	\$5,680,574.59	\$382,928.18	\$6,063,502.72
2	928,652.60	109,593.33	128,991.70	1,167,237.63	168,505.24	1,335,742.87
3	1,152,671.71	59,988.24	137,075.50	1,349,735.45	104,315.96	1,454,051.41
4	140,575.26	5,082.00	27,414.84	173,072.10	13,710.37	186,782.47
5	220,575.07	30,307.27	36,283.94	287,166.28	30,510.92	317,677.20
6	1,187,194.21	90,243.01	198,417.34	1,475,854.56	111,892.79	1,587,747.35
7	3,639,838.19	400,612.49	338,669.45	4,379,120.13	391,110.83	4,770,230.96
	\$12,012,985.94	\$924,402.37	\$1,572,608.27	\$14,509,996.58	\$1,202,474.24	\$15,712,470.82

NOTE—The administrative earnings have been apportioned to the various classes on the basis of the unpaid pensions awarded in each class as at June 30, 1946.

EXHIBIT E
NEVADA INDUSTRIAL COMMISSION—STATE ACCIDENT BENEFIT FUND
 Experience by Classes, July 1, 1917, to June 30, 1946

Class number	Premiums earned	Benefits paid	Administrative expense	Less benefits and administrative	Surplus	Add administrative earnings	Net surplus
1	\$1,359,347.35	\$1,063,275.86	\$46,785.37	\$1,110,061.23	\$249,286.32	\$17,321.42	\$266,607.74
2	991,370.20	349,832.51	34,120.35	383,954.86	607,415.34	42,205.80	649,621.14
3	34,389.42	20,901.90	1,183.59	22,085.39	12,303.03	48,993.33	13,158.86
4	158,923.29	102,647.64	5,469.72	108,117.36	50,805.93	3,530.30	54,336.13
5	1,128,812.00	719,750.30	33,850.67	753,601.37	375,210.63	2,573.76	395,934.99
6	2,934,599.12	2,239,535.53	101,001.20	2,338,536.73	604,062.39	41,974.90	646,037.29
7	\$6,607,441.53	\$4,485,911.79	\$227,410.70	\$4,713,322.49	\$1,894,119.09	\$131,611.01	\$2,025,730.10

NOTE—The administrative earnings have been apportioned to the various classes on the basis of the net earned premiums of each class at June 30, 1946.

EXHIBIT F
NEVADA INDUSTRIAL COMMISSION—STATE INSURANCE FUND
 Financial Condition June 30, 1946

		ASSETS	
<i>Current Assets—</i>			
Cash on deposit (Schedule No. 1).....		\$830,322.59	
Premiums due (estimated).....		75,000.00	
Accounts receivable.....		120.00	
Accrued interest.....		36,395.49	
		\$941,838.08	
<i>Investments—</i>			
Bonds (Schedule No. 2).....			5,826,320.17
<i>Fixed Assets—</i>			
Office building.....	\$19,670.37		
Less: Reserve for depreciation.....	10,025.15		
		\$9,645.22	
Furniture and fixtures.....	\$22,522.43		
Less: Reserve for depreciation.....	17,205.94		
		5,316.49	
Automobiles.....	\$4,762.62		
Less: Reserve for depreciation.....	3,371.44		
		1,391.18	
		16,352.89	
			\$6,784,511.14
LIABILITIES			
Advance premiums—Deposits.....	\$228,282.57		
Pending claims (estimated).....	924,402.37		
Accounts payable.....	1,982.14		
			\$1,154,667.08
<i>Reserves—</i>			
Pensions allowed.....	\$1,572,608.27		
Catastrophe reserve.....	200,000.00		
			1,772,608.27
<i>Surplus.....</i>			
			3,857,235.79
			\$6,784,511.14

EXHIBIT G
NEVADA INDUSTRIAL COMMISSION—STATE ACCIDENT
BENEFIT FUND
 Financial Condition June 30, 1946

		ASSETS	
<i>Current Assets—</i>			
Cash on deposit (Schedule No. 1).....		\$308,945.21	
Premiums due (estimated).....		40,000.00	
Accrued interest.....		7,165.62	
		\$356,110.83	
<i>Investments—</i>			
Bonds (Schedule No. 2).....			1,979,836.13
			\$2,335,946.96
LIABILITIES			
<i>Current Liabilities—</i>			
Advance premiums—Deposits.....	\$110,216.86		
Pending claims (estimated).....	200,000.00		
			\$310,216.86
<i>Surplus.....</i>			
			2,025,730.10
			\$2,335,946.96

SCHEDULE No. 1
NEVADA INDUSTRIAL COMMISSION
 Cash on Deposit June 30, 1946

State Treasurer of Nevada.....	\$1,063,339.53
First National Bank of Nevada, Carson City Branch.....	52,928.27
Revolving Fund—First National Bank of Nevada, Carson City Branch....	3,000.00
Special time deposits—First National Bank of Ely, Ely, Nevada.....	20,000.00
	\$1,139,267.80
<i>Applicable as Follows—</i>	
State Insurance Fund.....	\$830,322.59
State Accident Benefit Fund.....	308,945.21
	\$1,139,267.80

SCHEDULE No. 2
NEVADA INDUSTRIAL COMMISSION
Bonds Owned—State Insurance Fund, June 30, 1946

Maturity	Interest rate	Balance June 30, 1946		Par	Premiums	Amount	Rescriptions and States		American Bond Co.	Balance June 30, 1946
		Principal	Accrued Interest				Rescriptions	States		
1945-1955	3 1/2	\$8,000.00	\$0,178.31				\$3,000.00	\$3,000.00	\$19.81	\$7,980.19
1945-1956	3 1/2	12,000.00	37,948.70				1,000.00	1,000.00	4.20	11,995.80
1945-1957	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1958	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1959	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1960	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1961	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1962	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1963	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1964	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1965	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1966	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1967	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1968	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1969	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1970	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1971	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1972	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1973	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1974	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1975	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1976	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1977	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1978	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1979	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1980	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1981	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1982	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1983	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1984	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1985	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1986	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1987	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1988	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1989	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1990	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1991	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1992	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1993	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1994	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1995	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1996	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1997	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1998	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-1999	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45
1945-2000	3 1/2	5,000.00	3,734.85				1,000.00	1,000.00	1.40	3,723.45

*Bonds issued at 6%. Interest is being paid at 4% by agreement.
†Transferred to Catastrophe Fund, State Accident Benefit Fund and S&S Mutual Employment Fund—\$100,000.00 each—totaling \$300,000.00.
‡Transferred from State Insurance Fund.

SCHEDULE No. 3
NEVADA INDUSTRIAL COMMISSION
Bonds Owned—State Accident Benefit Fund, June 30, 1946

	Maturity	Interest rate	—BALANCE, JUNE 30, 1945— Par	Amount	—PURCHASES AND TRANSFERS— Par	Amount	Amortization bond discount and premium	—BALANCE JUNE 30, 1946— Par	Amount
City and County of San Francisco, Spring Valley.	7-1-70	4½	\$5,000.00	\$6,195.40	.....	.....	\$49.80	\$5,000.00	\$6,145.60
City and County of San Francisco, Hetch Hetchy.	7-1-72	4½	5,000.00	6,261.34	.....	.....	48.51	5,000.00	6,212.83
City and County of San Francisco, Hetch Hetchy.	7-1-77	4½	5,000.00	6,410.45	.....	.....	45.50	5,000.00	6,364.95
U. S. Treasury Defense Bonds, Series G.....	8-1-53	2½	50,000.00	50,000.00	.....	.....	.....	50,000.00	50,000.00
U. S. Treasury Defense Bonds, Series G.....	2-1-54	2½	50,000.00	50,000.00	.....	.....	.....	50,000.00	50,000.00
U. S. Treasury Defense Bonds, Series G.....	7-1-54	2½	50,000.00	50,000.00	.....	.....	.....	50,000.00	50,000.00
U. S. Treasury Defense Bonds, Series G.....	1-1-55	2½	100,000.00	100,000.00	.....	.....	.....	100,000.00	100,000.00
U. S. Treasury Bonds.....	1960-1965	2½	250,000.00	260,937.50	.....	.....	781.25	250,000.00	260,156.25
U. S. Treasury Bonds.....	1960-1965	2½	250,000.00	271,809.90	.....	.....	1,453.99	250,000.00	270,355.91
U. S. Treasury Bonds.....	1960-1965	2½	100,000.00	102,588.30	.....	.....	172.52	100,000.00	102,415.78
U. S. Treasury Bonds.....	1960-1965	2½	200,000.00	208,595.32	.....	.....	579.69	200,000.00	208,115.63
U. S. Treasury Bonds.....	1960-1965	2½	250,000.00	271,502.72	.....	.....	1,433.51	250,000.00	270,069.21
U. S. Treasury Bonds.....	1963-1968	2½	100,000.00	100,000.00	.....	.....	.....	100,000.00	100,000.00
U. S. Savings Bonds, Series G.....	1963-1968	2½	.....	.....	100,000.00*	100,000.00*	.....	100,000.00	100,000.00
U. S. Savings Bonds, Series G.....	6-1-58	2½	.....	.....	100,000.00	100,000.00	.....	100,000.00	100,000.00
			\$1,415,000.00	\$1,484,400.93	\$200,000.00	\$200,000.00	\$4,564.80	\$1,615,000.00	\$1,679,836.13
<i>Excluded Employment Fund—</i>									
U. S. Treasury Defense Series G.....	9-1-54	2½	100,000.00	100,000.00	.....	.....	.....	100,000.00	100,000.00
U. S. Treasury Defense Series G.....	1-1-55	2½	100,000.00	100,000.00	100,000.00†	100,000.00†	.....	100,000.00	100,000.00
U. S. Treasury Bonds.....	1963-1968	2½	.....	.....	.....	.....	.....	.....	.....
			\$200,000.00	\$200,000.00	\$100,000.00	\$100,000.00	.....	\$300,000.00	\$300,000.00
			\$1,615,000.00	\$1,684,400.93	\$300,000.00	\$300,000.00	\$4,564.80	\$1,915,000.00	\$1,979,836.13

*Transferred from State Insurance Fund. †Transferred from State Insurance Fund.

SCHEDULE No. 4
NEVADA INDUSTRIAL COMMISSION
Bonds Held to Secure Deposits in Banks, June 30, 1946

	Interest rate	Face value
<i>First National Bank of Ely, Ely, Nevada—</i>		
United States Treasury Bonds, Series 1960-1965.....	2½	\$20,000.00
<i>First National Bank of Nevada, Reno, Nevada—</i>		
City of Reno, Special 1930 Sewer Bonds, due 1951-1955....	5	\$25,000.00
City of Reno, School District No. 10, due July 1, 1948.....	5	13,000.00
United States Treasury Bonds, Series 1960-1965.....	2½	30,000.00
		<u>\$68,000.00</u>

SCHEDULE No. 5
NEVADA INDUSTRIAL COMMISSION
Administrative Expense, July 1, 1913, to June 30, 1946

	July 1, 1913, to June 30, 1946	Year ended June 30, 1946	July 1, 1913, to June 30, 1946
Organization expense	\$2,082.77	-----	\$2,082.77
Rent and expense	1,537.80	-----	1,537.80
Legal expense	22,604.06	-----	23,925.64
Claim investigation	17,687.72	1,321.58	17,963.34
Transportation—Commissioners	16,990.22	275.62	17,125.97
Transportation—Traveling Auditors	23,869.17	185.75	23,999.67
Hotel account—Commissioners	25,150.17	189.50	26,332.91
Hotel account—Traveling Auditors.....	38,329.09	1,182.74	39,241.09
Incidental expense—Commissioners	1,033.59	912.00	1,053.09
Incidental expense—Traveling Auditors....	1,076.13	19.50	1,429.46
Salaries—Commissioners	166,812.73	359.33	173,412.73
Salaries—Traveling Auditors	101,840.62	6,600.00	108,303.12
Salaries—Physicians	74,970.85	2,400.00	77,370.85
Salaries—Office	601,653.61	35,486.84	637,140.45
Printing and stationery.....	27,391.28	605.50	27,996.78
Postage	36,482.86	2,579.36	39,062.72
Office supplies and expense.....	54,312.42	2,104.30	56,416.72
General expense	53,939.74	3,245.41	57,185.15
Depreciation—Furniture and equipment....	24,101.77	1,339.32	25,441.59
Depreciation—Automobiles	8,947.15	123.26	9,070.41
Depreciation—Office building	9,359.59	665.56	10,025.15
Automobile expense	30,456.69	3,607.61	34,064.30
Loss in building operations.....	17,999.75	1,703.48	19,703.23
	<u>\$1,358,629.78</u>	<u>\$71,255.16</u>	<u>\$1,429,884.94</u>
<i>Distributed as follows—</i>			
State Insurance Fund.....	\$1,153,895.99	\$48,578.25	\$1,202,474.24
Accident Benefit Fund.....	204,733.79	22,676.91	227,410.70
	<u>\$1,358,629.78</u>	<u>\$71,255.16</u>	<u>\$1,429,884.94</u>