

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**

**REPORT ON AUDIT OF FINANCIAL STATEMENTS**

**FOR THE YEARS ENDED**

**DECEMBER 31, 2019 AND 2018**



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND

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## ANNUAL STATEMENT FOR THE INITIAL PERIOD ENDED DECEMBER 31, 2019

New Jersey Department of Insurance Joint Insurance Fund Code: \_\_\_\_\_

Joint Insurance Fund Name: NEW JERSEY COUNTIES EXCESS INSURANCE FUND

Street Address: \_\_\_\_\_

Mail Address: C/O PERMA9 CAMPUS DRIVESUITE 216PARSIPPANY, NJ 07054

Primary location of books and records: \_\_\_\_\_

PERMA, 9 CAMPUS DRIVE,SUITE 216, PARSIPPANY, NJ 07054

Statement Contact Person: \_\_\_\_\_

PAULINE KONTOMANOLIS, CPAPhone No. ( 201 ) 518-7023

## EXECUTIVE COMMITTEE

Chairman

ROSS ANGILELLAJOHN KELLY

Secretary

TIMOTHY SHEEHANEDMUND SHEAJANETTE KESSLERLILLIAN NAZAROSANDER FRIEDMANLAURA SCUTARIKIMBERLY WOODTERI O'CONNOR

## EXECUTIVE COMMITTEE ALTERNATES

ANNA MARIE WRIGHTCARL BLOCKRAISSA WALKEREUGENE ESQUIVEL

State of

NEW JERSEY

County of

CAMDEN

ROSS ANGILELLA (Chairman), TIMOTHY SHEEHAN (Secretary), of the NEW JERSEY COUNTIES EXCESS INSURANCE FUND being duly sworn, each for himself

deposes and says that they are the above described executive committee members of the said joint insurance fund, and that on the 31st day of December, 2019 all of the herein described assets were the absolute property of the said joint insurance fund, free and clear from any liens or claims thereon, except as herein stated, and that this annual statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to are a full and true statement of all the assets and liabilities and of the condition and affairs of the said joint insurance fund as of the 31st day of December, 2019, and of its income and deductions there from for the year ended on that date, according to the best of their information, knowledge and belief respectively.

\_\_\_\_\_  
Chairman\_\_\_\_\_  
Secretary(a) Is this an original filing   X     Yes     No  

(b) If no,

(i) State the amendment number \_\_\_\_\_

(ii) Date filed \_\_\_\_\_

(iii) Number of pages attached \_\_\_\_\_

Subscribed and sworn to before me the \_\_\_\_\_

day of \_\_\_\_\_

, 2020

## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
New Jersey Counties Excess Joint Insurance Fund  
9 Campus Drive  
Suite 216  
Parsippany, NJ 07054

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the New Jersey Counties Excess Joint Insurance Fund (the "Fund") as of and for the years ended December 31, 2019 and 2018, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audits. We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States and in compliance with audit requirements as prescribed by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the Fund as of December 31, 2019 and 2018 and the changes in its financial position and its cash flows for the years then ended, in conformity with accounting principles generally accepted in the United States of America.

**Other Matters**

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

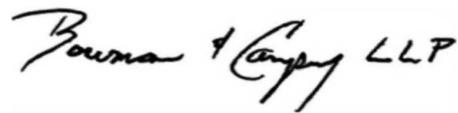
Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Fund's basic financial statements. The accompanying supplementary schedules as listed in the table of contents are not a required part of the basic financial statements and are presented for purposes of additional analysis. The accompanying supplementary schedules listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Board of Commissioners  
New Jersey Counties Excess Joint Insurance Fund

**Other Reporting Required by Government Auditing Standards**

In accordance with Government Auditing Standards, we have also issued our report dated September 24, 2020 on our consideration of the Fund's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Fund's internal control over financial reporting and compliance.

Respectfully Submitted,

A handwritten signature in black ink that reads "Bowman & Company LLP". The signature is written in a cursive, flowing style.

Bowman & Company LLP  
Certified Public Accountants  
& Consultants

Voorhees, New Jersey  
September 24, 2020

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE  
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
New Jersey Counties Excess Joint Insurance Fund  
9 Campus Drive  
Suite 216  
Parsippany, NJ 07054

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, and in compliance with audit requirements as prescribed by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the New Jersey Counties Excess Joint Insurance Fund (the "Fund") as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements, and have issued our report thereon dated September 24, 2020.

**Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Fund's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Fund's financial statements will not be prevented, or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be significant deficiencies or material weaknesses. Given these limitations, during our audit we did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

**Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Fund's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards and audit requirements as prescribed by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**Purpose of this Report**

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Fund's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards, audit requirements as prescribed by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Fund's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,

A handwritten signature in black ink that reads "Bowman & Company LLP". The signature is stylized and cursive.

Bowman & Company LLP  
Certified Public Accountants  
& Consultants

Voorhees, New Jersey  
September 24, 2020



# **NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**

## **Management's Discussion and Analysis - Unaudited**

This section of the annual financial report of the New Jersey Counties Excess Joint Insurance Fund (the "Fund") presents a discussion and analysis of the financial performance of the Fund for the years ended December 31, 2019, 2018 and 2017. Please read it in conjunction with the basic financial statements that follow this section.

### **Overview of Basic Financial Statements**

The Fund's basic financial statements are prepared on the basis of accounting principles generally accepted in the United States of America for governmental entities and insurance enterprises where applicable. The primary purpose of the Fund is to provide property and casualty insurance coverage for county insurance commissions that are members of the Fund. The Fund maintains separate enterprise funds by incurred years and line of coverage. The basic financial statements are presented on an accrual basis of accounting. The three basic financial statements presented are as follows:

**Comparative Statements of Net Position** – This statement presents information reflecting the Fund's assets, liabilities and reserves, and net position. Net position represents the amount of total assets less total liabilities and reserves.

**Comparative Statements of Revenues, Expenses, and Changes in Net Position** – This statement reflects the Fund's operating revenues and expenses, as well as non-operating items during the reporting period. The change in net position for an enterprise fund is similar to net profit or loss for any other insurance company.

**Comparative Statements of Cash Flows** – The comparative statements of cash flows is presented on the direct method of reporting, which reflects cash flows from operating, investing and noncapital financing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease in cash for the year.

## Financial Highlights

The following tables summarize the Net Position and results of operations for the Fund as of and for the years ended December 31, 2019, 2018 and 2017.

Summary Statements of Net Position			<u>2019 to 2018 Change</u>	
	<u>12/31/2019</u>	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>Amount</u> <u>Percentage</u>
Assets				
Cash & Cash Equivalents	\$15,263,593	\$12,775,678	\$ 18,531,960	\$ 2,487,915      19.5%
Investments	15,347,989	15,028,093	4,945,280	319,896      2.1%
Contributions and Other Receivables	943,043	45,529	348,931	897,514      1971.3%
Other Assets	394,690	-	192,402	394,690      100.0%
Total Assets	<u>31,940,315</u>	<u>27,849,300</u>	<u>24,018,573</u>	<u>4,091,015</u> <u>14.7%</u>
Liabilities, Reserves & Net Position				
Liabilities and Reserves				
Loss Reserves	14,185,237	12,402,059	13,262,954	1,783,178      14.4%
Other Liabilities & Reserves	<u>2,047,169</u>	<u>528,021</u>	<u>290,010</u>	<u>1,519,148</u> <u>287.7%</u>
Total Liabilities and Reserves	<u>16,232,406</u>	<u>12,930,080</u>	<u>13,552,964</u>	<u>3,302,326</u> <u>25.5%</u>
Net Position - Unrestricted	<u>\$ 15,707,909</u>	<u>\$ 14,919,220</u>	<u>\$ 10,465,609</u>	<u>\$ 788,689</u> <u>5.3%</u>

Net position increased by \$788,689 from 2018 to 2019 or 5.3%. Comparatively, net position had increased by \$4,453,611 from 2017 to 2018 or 42.6%. The Fund recognized a 14.7% increase in its assets and a 25.5% increase in liabilities from 2018 to 2019. Comparatively, the Fund recognized a 15.9% increase in its assets and a 4.6% decrease in liabilities from 2017 to 2018.

Summary Statements of Revenues, Expenses, and Changes in Net Position			<u>2019 to 2018 Change</u>	
	<u>12/31/2019</u>	<u>12/31/2018</u>	<u>12/31/2017</u>	<u>Amount</u> <u>Percentage</u>
Operating Revenue				
Regular Contributions	<u>\$ 23,667,187</u>	<u>\$ 21,302,329</u>	<u>\$ 21,070,063</u>	<u>\$ 2,364,858</u> <u>11.1%</u>
Operating Expenses:				
Provision for Claims and Claims				
Adjustment Expenses	2,964,126	(208,365)	2,199,398	3,172,491      1522.6%
Excess & Ancillary Insurance				
Premiums	16,616,900	15,124,286	14,902,491	1,492,614      9.9%
Administrative Expenses	<u>1,920,427</u>	<u>1,666,735</u>	<u>1,652,099</u>	<u>253,692</u> <u>15.2%</u>
Total Operating Expenses	<u>21,501,453</u>	<u>16,582,656</u>	<u>18,753,988</u>	<u>4,918,797</u> <u>29.7%</u>
Operating Income	<u>2,165,734</u>	<u>4,719,673</u>	<u>2,316,075</u>	<u>(2,553,939)</u> <u>-54.1%</u>
Non-Operating Revenue:				
Investment Income	622,955	233,938	34,373	389,017      166.3%
Return of Surplus	<u>(2,000,000)</u>	<u>(500,000)</u>	<u>(200,000)</u>	<u>(1,500,000)</u> <u>300.0%</u>
Change in Net Position	<u>\$ 788,689</u>	<u>\$ 4,453,611</u>	<u>\$ 2,150,448</u>	<u>\$(3,664,922)</u> <u>-82.3%</u>

## **Financial Highlights Continued**

Effective March 1, 2010, the Camden County Insurance Commission and the Gloucester County Insurance Commission formed the New Jersey Counties Excess Joint Insurance Fund (the “Fund”). The Fund was established under N.J.S.A. 40A:10-36 and N.J.A.C. 11:15-2, which authorizes the establishment of a joint insurance fund for the purposes provided by law. This was based on the Commissions’ determination that cost savings and efficiencies can be achieved if the two commissions share the cost of excess insurance claim management and services and consolidation of insurance policies. Subsequently, Union County joined the Fund in 2011 and subsequently formed its’ own insurance commission; the Burlington County Insurance Commission, Cumberland County Insurance Commission, and Salem County Insurance Fund Commission (subsequently left the Fund 12/31/17) joined the Fund in 2012, Hudson County, Mercer County Insurance Fund Commission, and Ocean County joined the Fund in 2014, Atlantic County Insurance Commission joined the Fund in 2015 and Monmouth County joined the Fund in 2019.

The Fund’s total assets at the end of the tenth year of operations were \$31,940,315 and total liabilities and reserves were \$16,232,406 resulting in an unrestricted net position of \$15,707,909.

The provision for claims and claims adjustment expenses of \$2,964,126 is composed of \$4,677,703 of current fund year expense and an adjustment to prior year’s expenses of (\$1,713,577).

Insurance premiums represent premiums paid to excess carriers for coverage on claims in excess of the Fund’s self-insured retentions points and various ancillary coverages.

In 2019, investment income was \$622,955 due to the large cash balance invested in money markets and investments.

## **Economic Conditions**

The future financial position of the Fund will be impacted by trends in medical costs, which affect workers compensation costs. The Fund will attempt to offset these trends by reducing accident frequency and severity, and by streamlining claims processing and management.

## **Contacting the Fund's Management**

This financial report is designed to provide the New Jersey Counties Excess Joint Insurance Fund members and the Department of Banking and Insurance of the State of New Jersey with a general overview of the Fund’s finances and to demonstrate the Fund’s accountability for the public funds it receives. If you have any questions about this report or need additional financial information, contact the Executive Director of the New Jersey Counties Excess Joint Insurance Fund’s office located at 9 Campus Drive, Suite 216, Parsippany, New Jersey 07054 or by phone at (201) 881-7632.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
COMPARATIVE STATEMENTS OF NET POSITION  
AS OF DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 15,263,593	\$ 12,775,678
Investments	15,347,989	15,028,093
Contributions Receivable	9,787	19,565
Interest Receivable	77,985	25,964
Refund Receivable	846,271	-
Prepaid Expenses	394,690	-
	<hr/>	<hr/>
Total Assets	31,940,315	27,849,300
	<hr/>	<hr/>
<u>LIABILITIES AND RESERVES</u>		
Liabilities:		
Accrued Administrative Expenses	47,169	13,777
Accrued Excess Insurance	-	14,244
Authorized Return of Surplus	2,000,000	500,000
	<hr/>	<hr/>
Total Liabilities	2,047,169	528,021
	<hr/>	<hr/>
Claims Reserves:		
Case Reserves	5,846,623	5,641,230
IBNR Reserves	9,810,444	8,032,895
Less Reserve Discount	(1,471,830)	(1,272,066)
	<hr/>	<hr/>
Total Reserves	14,185,237	12,402,059
	<hr/>	<hr/>
Total Liabilities and Reserves	16,232,406	12,930,080
	<hr/>	<hr/>
<u>NET POSITION</u>		
Unrestricted	<u>\$ 15,707,909</u>	<u>\$ 14,919,220</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Operating Revenue:		
Regular Contributions	<u>\$ 23,667,187</u>	<u>\$ 21,302,329</u>
Operating Expenses:		
Provision for Claims and Claims Adjustment Expenses		
Current Fund Year Expense	4,677,703	3,803,697
Adjustment to Prior Years Expense Provisions	(1,713,577)	(4,012,062)
Excess Insurance Premiums	13,171,244	11,930,500
Ancillary Insurance Premiums	3,445,656	3,193,786
Administrative Expenses:		
Actuary	22,081	22,081
Attorney	15,000	15,000
Auditor	15,090	13,776
Internal Auditor	12,922	16,100
Claims Administrator	74,585	66,000
Fund Administrator	653,093	598,685
Miscellaneous Expenses	3,866	13,027
Risk Management Consultant	102,124	100,000
Safety Director	400,316	379,433
Treasurer	15,000	15,000
Underwriting Managers	<u>606,350</u>	<u>427,633</u>
Total Operating Expenses	<u>21,501,453</u>	<u>16,582,656</u>
Operating Income	<u>2,165,734</u>	<u>4,719,673</u>
Non-Operating Revenue:		
Investment Income	<u>622,955</u>	<u>233,938</u>
Change in Net Position	2,788,689	4,953,611
Net Position - Beginning	14,919,220	10,465,609
Return of Surplus	<u>(2,000,000)</u>	<u>(500,000)</u>
Net Position - Ending	<u><u>\$ 15,707,909</u></u>	<u><u>\$ 14,919,220</u></u>

The accompanying Notes to Financial Statements are an integral part of this statement.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Cash Flows from Operating Activities:		
Receipts from Regular Contributions	\$ 23,676,965	\$ 21,295,468
Payments for Claim Payment	(2,894,525)	(652,530)
Payments for Insurance Premiums	(14,426,449)	(11,403,841)
Payments to Professionals and Suppliers	(3,619,114)	(4,963,208)
Net Cash Flows Provided by Operating Activities	<u>2,736,877</u>	<u>4,275,889</u>
Cash Flows from Investing Activities:		
Purchase of Investments	(24,993,968)	(12,083,699)
Redemption of Investments	24,925,000	2,015,000
Investment Income	320,006	210,074
Net Cash Provided by (Used in) Investing Activities	<u>251,038</u>	<u>(9,858,625)</u>
Cash Flows Used in Noncapital Financing Activities:		
Return of Surplus	(500,000)	(173,546)
Net Increase (Decrease) in Cash and Cash Equivalents	2,487,915	(5,756,282)
Cash and Cash Equivalents - Beginning	<u>12,775,678</u>	<u>18,531,960</u>
Cash and Cash Equivalents - Ending	<u>\$ 15,263,593</u>	<u>\$ 12,775,678</u>
Reconciliation of Operating Income to		
Cash Flows from Operating Activities:		
Operating Income	\$ 2,165,734	\$ 4,719,673
Adjustments to Reconcile Operating Income to		
Net Cash Provided by Operating Activities:		
Changes in Assets and Liabilities:		
Contributions Receivable	9,778	(6,861)
Refund Receivable	(846,271)	320,013
Prepaid Expense	(394,690)	192,402
Accrued Administrative Expenses	33,392	(102,687)
Accrued Excess Insurance	(14,244)	14,244
Claims Reserves	1,783,178	(860,895)
Net Cash Flows Provided by Operating Activities	<u>\$ 2,736,877</u>	<u>\$ 4,275,889</u>
Supplemental Disclosure - Noncash Activity:		
Change in Unrealized Gain (Loss) on Investments included in		
Investment Income	<u>\$ 81,689</u>	<u>\$ 7,117</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 1: ORGANIZATION AND DESCRIPTION OF THE FUND**

On March 1, 2010, the New Jersey Counties Excess Joint Insurance Fund (the "Fund") was formed in accordance with P.L. 1992, C.51, entitled "An Act Concerning Insurance Funds for Local Units of Government", under the provisions of N.J.S.A. 40A:10-36 and N.J.A.C. 11:15-2. The Fund is operated in accordance with regulations of the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey for the purpose of securing significant savings in insurance cost as well as providing stability in coverage.

During 2019, members of the Fund included the Atlantic County Insurance Commission, Burlington County Insurance Commission, Camden County Insurance Commission, Cumberland County Insurance Commission, Gloucester County Insurance Commission, Hudson County, Mercer County Insurance Fund Commission, Monmouth County, Ocean County, and Union County Insurance Fund Commission.

The Board of Commissioners of the Fund may approve subsequent membership by majority vote or may terminate any member by a majority vote, after proper notice has been given. New memberships are effective upon approval by the Commissioners of Insurance and Community Affairs. Early terminations require prior approval by the Commissioner of Insurance.

All members' contributions to the Fund, including a reserve for contingencies, are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund offers the following coverages to its members:

- Workers' compensation and employers' liability.
- Liability other than motor vehicles.
- Property damage including motor vehicles and comprehensive employee dishonesty.
- Motor vehicles liability.

In addition, the Fund offers the following ancillary insurance coverage to its members:

- Public Officials Liability/School Board Legal/Employment Practices Liability
- Crime
- Pollution Liability
- Medical Professional Liability
- Employed Lawyers Liability
- Privacy Liability
- Non-Owned Aircraft Liability

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the more significant accounting policies followed by the Fund:

**Component Unit**

In evaluating how to define the Fund for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in GASB Statements No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations are Component Units*, GASB Statement No. 61, *The Financial Reporting Entity: Omnibus - an amendment of GASB Statements No. 14 and No. 34*, and GASB Statement No. 80, *Blending Requirements for Certain Component Units - an amendment of GASB Statement No. 14*. Blended component units, although legally separate entities, are in-substance part of the primary entity's operations. Each discretely presented component unit would be or is reported in a separate column in the financial statements to emphasize that it is legally separate from the primary entity.

The basic-but not the only-criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the primary entity.

A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the primary entity is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary entity could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the Fund has no component units and is not includable in any other reporting entity.

**Basis of Presentation**

The financial statements of the Fund have been prepared in accordance with accounting principles generally accepted in the United States of America applicable to enterprise funds of State and Local Governments on a going concern basis. The focus of enterprise funds is the measurement of economic resources, that is, the determination of operating income, changes in net position (or cost recovery), financial position and cash flows. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Enterprise funds are accounted for using the accrual basis of accounting.



**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Basis of Accounting (Cont'd)**

**Revenues - Exchange and Non-Exchange Transactions** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. Member Assessments are recognized as revenue at the time of assessment.

**Expenses** - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

**Cash, Cash Equivalents and Investments**

Cash and cash equivalents include petty cash, change funds and cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the comparative statements of cash flows. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey governments units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments, which may be purchased by New Jersey municipal units. These permissible investments generally include bonds or other obligations of the United States of America or obligations guaranteed by the United States of America, government money market mutual funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, bonds or other obligations of the local unit or bonds or other obligations of school district of which the local unit is a part or within which the school district is located, bonds or other obligations approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units, local government investment pools, deposits with the State of New Jersey Cash Management Fund, and agreements for the purchase of fully collateralized securities with certain provisions. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Additionally, the Fund has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act. In lieu of designating a depository, the cash management plan may provide that the local unit make deposits with the State of New Jersey Cash Management Fund.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Investments**

The Fund generally records investments at fair value and records the unrealized gains and losses as part of investment income. Fair value is the price that would be received to sell an investment in an orderly transaction between market participants at the measurement date. The Fund categorizes its fair value measurement within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

**Interest Income Allocation**

Interest accruals, interest payments on cash instruments, net of investment management fees, and unrealized gains and losses on market value of investments are allocated every month based upon each line of coverage's share of opening cash balance.

**Annual Contributions**

Annual contributions are based on loss estimates as determined by the Fund's actuary and are received in three installments. Total contributions are recognized as earned revenue evenly over the annual contract period or period of risk, if different. All past due contributions bear interest at the rate established annually by the Board of Commissioners.

**Supplemental Contributions**

The Board of Commissioners shall by majority vote levy upon the participating members additional assessments wherever needed or so ordered by the Commissioner of Insurance to supplement the Fund's claim, loss retention or administrative accounts, after consideration of anticipated investment income, to assure the payment of the Fund's obligations. Supplemental contributions to cover a deficit are recognized as revenue upon approval whether or not actually received.

**Unpaid Claims Liabilities**

The Fund establishes claims liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claims costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for a coverage such as general liability. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are reflected in reserves and cumulative expenses in the periods being reported upon.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Unpaid Claims Liabilities (Cont'd)**

**A. Reported Claims Case Reserves**

Case reserves include estimated unpaid claims cost for both future payments of losses and related allocated claim adjustment expenses as reported by the service agents, AmeriHealth Casualty Services, Inc. and Qual-Lynx.

**B. Claims Incurred But Not Reported (IBNR) Reserve**

In order to recognize claims incurred but not reported, a reserve is calculated by the Fund's actuary, The Actuarial Advantage Inc.

Case and IBNR Reserves represent the estimated liability for the expected future development of claims already reported to the Fund plus claims incurred but not yet reported and unknown loss events that are expected to become claims. The liabilities for claims and related adjustment expenses are evaluated using Fund and industry data, case basis evaluations and other statistical analyses, and represent estimates of the ultimate net cost of all losses incurred through December 31, 2019. These liabilities are subject to variability between estimated ultimate losses determined as described and the actual experience as it emerges, including the impact of future changes in claim severity, frequency and other factors.

Management believes that the liabilities for unpaid claims above are adequate. The estimates are reviewed periodically and as adjustments to these liabilities become necessary, such adjustments are reflected in cumulative operations.

**Excess Coverage**

Consistent with N.J.A.C. 11:15-2.6(a)6, and N.J.A.C. 11:15-2.23, the Fund shall secure excess insurance or reinsurance in a form, in an amount and by an insurer, or other entity authorized to provide such coverage in New Jersey pursuant to law, acceptable to the Commissioner, if commercially available and reasonably priced, as determined by the Fund Commissioners/Board of Commissioners for each Fund year, and as approved by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

The policies of excess insurance and/or reinsurance issued by an insurer to the Fund shall provide single accident (single occurrence) excess insurance and aggregate excess insurance. Losses in excess of the established self-insured retention shall be borne by the excess carrier(s) according to the terms and conditions of the excess contract(s). Any proposed change in the terms or limits of excess insurance and/or reinsurance shall be submitted to the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey for approval at least 30 days prior to the effective date of the proposed change.

The Fund is not required to maintain single accident (single occurrence) excess insurance if the Fund's single accident (single occurrence) limit of liability as set forth in its approved plan of risk management is equal to or less than its single accident (single occurrence) self-insured retention as approved by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Excess Coverage (cont'd)**

The Fund is not required to maintain aggregate excess insurance if its accumulated budgeted losses pursuant to N.J.A.C. 11:15-2.23(g) qualify the Fund for an exemption pursuant to N.J.A.C. 11:15-2.23 (f), or the Fund maintains an excess loss contingency balance in the Claims Accounting conformance with N.J.A.C. 11:15-2.23(f).

**Subrogation**

Subrogation and all other recoverable claim amounts, excluding excess insurance, are recognized upon receipt of cash only.

**Refunds**

As per Article VIII of the Fund's Bylaws, any monies for a Fund year in excess of the amount necessary to fund all obligations for that year as certified by an actuary may be declared to be refundable by the Fund. A refund for any year shall be paid only in proportion to the member's participation in the Fund for such year. Payment of a refund shall not be contingent on the member's continued membership in the Fund. The Fund may apply a refund to any arrearage owed by the member to the Fund. Otherwise, at the option of the member, the refund may be retained by the Fund and applied towards the member's next annual contribution.

**Administrative Expenses**

Administrative expenses are comprised mainly of compensation for services rendered by servicing organizations and appointed officials pursuant to written fee guidelines submitted and approved by a majority of the Commissioners/Board of Commissioners. In instances where invoices have not been submitted for specific periods, the maximum allowable contract amount has been accrued.

**Income Taxes**

The Fund is exempt from income taxes under Section 115 of the Internal Revenue Code.

**Net Position**

In accordance with the provisions of the Governmental Accounting Standards Board Statement 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments", the Fund has classified its net position as unrestricted as described in Note 5. This component of net position consists of net positions that do not meet the definition of "restricted" or "net investment in capital assets" and includes net position that may be allocated for specific purposes by the Board.

**Operating and Non-Operating Revenues and Expenses**

Operating revenues include all revenues derived from member contributions. Non-operating revenues principally consist of interest income earned on various interest-bearing accounts.

Operating expenses include expenses associated with the fund operations, including claims expense, insurance and administrative expenses.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Note 3: CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk**

Custodial credit risk is the risk that, in the event of a bank failure, the Fund's deposits might not be recovered. Although the Fund does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the Fund in excess of FDIC insured amounts are protected by GUDPA.

However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the Fund relative to the happening of a future condition. If the Fund had any such funds, they would be shown as Uninsured and Uncollateralized.

Of the Fund's bank balance of \$15,763,457 as of December 31, 2019, \$509,412 was insured while \$15,254,045 was collateralized under GUDPA.

Of the Fund's bank balance of \$12,910,238 as of December 31, 2018, \$258,687 was insured while \$12,651,551 was collateralized under GUDPA.

**Note 4: INVESTMENTS**

**Custodial Credit Risk**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Fund, and are held by either the counterparty or the counterparty's trust department or agent but not in the Fund's name. All of the Fund's investments in United States Treasury Notes and United States Treasury Bills of \$15,347,989 and \$15,028,093 as of December 31, 2019 and 2018, were held by either the counterparty or counterparty's trust department or agent, but not in the Fund's name.

**Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. To limit risk, the Fund's investment policy provides that no investment or deposit shall have a maturity longer than five (5) years from date of purchase.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 4: INVESTMENTS (CONT'D)**

**Credit Risk**

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. N.J.S.A. 40A:5-15.1 limits the investments that the Fund may purchase such as Treasury securities in order to limit the exposure of governmental units to credit risk. The Fund has no investment policy that would further limit its investment choices.

**Concentration of Credit Risk**

The Fund does not place a limit on the amount that may be invested in any one issuer. All of the Fund's investments are in debt obligations.

As of December 31, 2019 and 2018, the Fund had the following investments and maturities:

<u>Investment</u>	<u>Interest Rate</u>	<u>Maturities</u>	<u>Credit Rating</u>	<u>Market Value</u>	
				<u>2019</u>	<u>2018</u>
US TREASURY BILL	2.290%	01/03/19	AAA	\$ -	\$ 10,511,956
US TREASURY BILL	2.320%	02/14/19	AAA	-	531,863
US TREASURY BILL	2.450%	02/27/20	AAA	1,015,714	-
US TREASURY BILL	2.350%	03/26/20	AAA	518,030	-
US TREASURY NOTE	1.125%	01/15/19	AAA	-	499,795
US TREASURY NOTE	0.875%	04/15/19	AAA	-	497,805
US TREASURY NOTE	1.000%	09/30/19	AAA	-	494,080
US TREASURY NOTE	1.625%	01/31/20	AAA	499,840	492,775
US TREASURY NOTE	1.375%	02/15/20	AAA	999,650	-
US TREASURY NOTE	1.625%	03/15/20	AAA	999,920	-
US TREASURY NOTE	1.125%	04/30/20	AAA	499,140	490,585
US TREASURY NOTE	1.375%	05/31/20	AAA	998,830	-
US TREASURY NOTE	1.625%	09/30/20	AAA	498,985	490,175
US TREASURY NOTE	1.375%	10/31/20	AAA	1,002,689	-
US TREASURY NOTE	1.750%	01/31/21	AAA	498,615	488,535
US TREASURY NOTE	1.250%	03/31/21	AAA	542,509	530,525
US TREASURY NOTE	1.375%	05/31/21	AAA	1,216,279	-
US TREASURY NOTE	1.125%	07/31/21	AAA	1,017,354	-
US TREASURY NOTE	1.250%	10/31/21	AAA	498,978	-
US TREASURY NOTE	1.500%	01/31/22	AAA	517,233	-
US TREASURY NOTE	1.500%	08/15/22	AAA	992,821	-
US TREASURY NOTE	1.375%	10/15/22	AAA	1,008,819	-
US TREASURY NOTE	1.500%	02/28/23	AAA	1,011,468	-
US TREASURY NOTE	1.375%	06/30/23	AAA	1,011,116	-
				<u>\$ 15,347,989</u>	<u>\$ 15,028,093</u>

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 4: INVESTMENTS (CONT'D)**

**Fair Value Measurements of Investments**

The Fund categorizes its fair value disclosures within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The Fund has the following recurring fair value measurements as of December 31, 2019 and 2018:

U.S. Treasury Notes and U.S. Treasury Bills of \$15,347,989 and \$15,028,093 are valued using quoted market prices for identical assets (Level 1 inputs).

**Note 5: CHANGES IN UNPAID CLAIMS LIABILITIES**

As discussed in Note 2, the Fund establishes a liability for both reported and unreported insured events, which includes estimates of future payments of losses and related allocated claim adjustment expenses. Net claims expense for the year is comprised of the incurred expense estimated for the current fund year as established by the reservists and actuary plus or minus the adjustment to prior fund year liabilities re-estimated as of the end of the current year.

The following represents changes in those aggregate undiscounted reported and unreported liabilities of the Fund during 2019 and **2018** for all open Fund years net of excess insurance recoveries:

	<u>2019</u>	<u>2018</u>
Total unpaid claim and claim adjustment expenses all fund years - Beginning	<u>\$ 12,402,059</u>	<u>\$ 13,262,924</u>
Incurred claims and claims adjustment expenses:		
Provision for insured events of current fund year	4,677,703	3,803,697
Changes in provision for insured events of prior fund years	<u>(1,713,577)</u>	<u>(4,012,062)</u>
Total incurred claims and claims adjustment expenses all fund years	<u>2,964,126</u>	<u>(208,365)</u>
Payments (Net of Recoveries):		
Attributable to insured events of current fund year	247,685	211,356
Attributable to insured events of prior fund years	<u>933,264</u>	<u>441,174</u>
Total Payments all fund years	<u>1,180,949</u>	<u>652,530</u>

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 5: CHANGES IN UNPAID CLAIMS LIABILITIES (CONT'D)**

Total unpaid claim and claim adjustment expenses all Fund years - Ending	\$ 14,185,266	\$ 12,402,059
Reserve Discount	<u>1,471,831</u>	<u>1,272,066</u>
Total unpaid claim and claim adjustment expenses all fund years - Ending--Statutory Basis	<u><u>\$ 15,657,097</u></u>	<u><u>\$ 13,674,125</u></u>

**Note 6: NET POSITION**

As of December 31, 2019 and 2018, the Fund is carrying the individual member's fund year surplus as unrestricted net position on the Comparative Statements of Net Position. The allocations of those funds attributed to the individual members are listed below and are based on the member's percentage of assessments.

<u>Member</u>	<u>2019</u>	<u>2018</u>
Atlantic County Insurance Commission	\$ 755,068	\$ 633,855
Burlington County Insurance Commission	1,482,216	1,406,830
Camden County Insurance Commission	4,380,543	4,418,513
Cumberland County Insurance Commission	753,818	697,401
Gloucester County Insurance Commission	2,531,230	2,538,239
Hudson County	1,035,895	884,438
Mercer County Insurance Fund Commission	1,363,975	1,155,179
Monmouth County	51,124	-
Ocean County	871,490	730,819
Salem County	411,152	449,404
Union County Insurance Fund Commission	<u>2,071,398</u>	<u>2,004,542</u>
	<u><u>\$ 15,707,909</u></u>	<u><u>\$ 14,919,220</u></u>



**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 7: RELATED PARTY TRANSACTIONS**

Each member has an ownership interest in the New Jersey Counties Excess Joint Insurance Fund and pays excess insurance premiums to the Fund. Total excess insurance premiums paid to the Fund for the years ended December 31, 2019 and 2018 were as follows:

<u>Member</u>	<u>2019</u>	<u>2018</u>
Atlantic County Insurance Commission	\$ 1,978,578	\$ 1,900,538
Burlington County Insurance Commission	2,389,681	2,051,713
Camden County Insurance Commission	4,950,569	4,744,327
Cumberland County Insurance Commission	1,262,636	1,167,459
Gloucester County Insurance Commission	3,030,555	2,840,389
Hudson County	1,765,043	1,733,579
Mercer County Insurance Fund Commission	2,582,184	2,494,914
Monmouth County	1,217,880	-
Ocean County	1,892,970	1,850,808
Union County Insurance Fund Commission	2,597,091	2,518,602
	<u>\$ 23,667,187</u>	<u>\$ 21,302,329</u>

**Note 8: RETURN OF SURPLUS**

During 2019, the Board of Commissioners approved a dividend in the amount of \$2,000,000. The dividend was payable in the amount of \$250,000 from the 2010 fund year, \$250,000 from the 2011 fund year, \$250,000 from the 2012 fund year, \$500,000 from the 2013 fund year, \$250,000 from the 2014 fund year, \$250,000 from the 2015 fund year and \$250,000 from the 2016 fund year.

During 2018, the Board of Commissioners approved a dividend in the amount of \$500,000. The dividend was payable in the amount of \$166,666 from the 2011 fund year, \$166,667 from the 2013 fund year and \$166,667 from the 2014 fund year.

**Note 9: SUBSEQUENT EVENTS**

Management continues to evaluate the impact of the COVID-19 pandemic on the Fund. While the financial impact of Workers' Compensation claims from this exposure is uncertain, management is confident that the New Jersey Counties Excess JIF and the affiliated Insurance Commissions/Counties have more than sufficient resources to pay all claims in a timely manner. Further, the members are experiencing a lower rate of other workers' compensation claims because they have reduced their operations. Liability claims are also expected to decline because of (1) the stronger immunities under New Jersey Law during a declared emergency and (2) the lower number of accidents due to reduced member operations. Management expects an increase in excess premiums beginning in 2021 and is currently taking steps to mitigate this increase.

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**REQUIRED SUPPLEMENTARY INFORMATION**

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
RECONCILIATION OF CLAIMS LIABILITIES BY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Total unpaid claims and claim adjustment expenses - Beginning	\$ -	\$ 6,925,214	\$ -	\$ 5,476,845	\$ 12,402,059
Incurred claims and claims adjustment expenses:					
Provision for insured events of current fund year	907,287	1,158,157	-	2,612,259	4,677,703
Changes in provision for insured events of prior fund years	(11,722)	(1,982,572)	350,725	(70,008)	(1,713,577)
Total incurred claims and claims adjustment expenses all Fund years	895,565	(824,415)	350,725	2,542,251	2,964,126
Payments:					
Claims and claims adjustment expenses:					
Attributable to insured events of current fund year	188,140	-	-	59,545	247,685
Attributable to insured events of prior fund years	-	292,433	350,725	290,106	933,264
Total payments all fund years	188,140	292,433	350,725	349,651	1,180,949
Total unpaid claims and claim adjustment expenses - Ending	707,425	5,808,366	-	7,669,445	14,185,236
Reserve Discount	11,722	353,604	-	1,106,505	1,471,831
Total unpaid claims and claim adjustment expenses - Ending--Statutory Basis	\$ 719,147	\$ 6,161,970	\$ -	\$ 8,775,950	\$ 15,657,067

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
TEN-YEAR CLAIMS DEVELOPMENT INFORMATION  
AS OF DECEMBER 31, 2019

	Fund Years									
	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Net Earned Required Contribution and Investment Revenue:										
Earned	\$ 4,429,354	\$ 8,064,260	\$ 10,988,193	\$ 13,123,889	\$ 18,856,184	\$ 21,375,880	\$ 21,424,385	\$ 21,201,121	\$ 21,433,296	\$ 23,729,404
Ceded	2,651,209	5,056,336	6,950,333	8,782,580	13,284,978	15,328,183	15,049,298	14,902,491	15,124,286	16,616,900
	1,778,145	3,007,924	4,037,860	4,341,309	5,571,206	6,047,697	6,375,087	6,298,630	6,309,010	7,112,504
Unallocated Expenses	389,756	599,519	802,401	916,133	1,356,476	1,567,817	1,533,442	1,651,896	1,655,514	1,929,944
Estimated Claims and Expenses, End of Policy Year:										
Incurred	1,122,004	2,054,999	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703
Ceded										
Net Incurred	1,122,004	2,054,999	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703
Paid (Cumulative) as of:										
End of Policy Year	-	-	38,135	-	-	130,464	-	21,705	211,356	247,685
One Year Later	-	-	96,320	-	120,096	242,660	-	25,647	243,786	
Two Years Later	-	139,753	125,214	15,975	268,119	345,382	-	68,152		
Three Years Later	-	144,097	515,889	516,427	401,039	395,960	320,211			
Four Years Later	142,195	144,097	1,132,971	306,969	447,238	763,736				
Five Years Later	163,454	396,667	1,466,691	520,299	442,532					
Six Years Later	164,355	435,147	1,533,508	646,874						
Seven Years Later	165,365	488,982	1,551,733							
Eight Years Later	171,840	519,228								
Nine Years Later	171,840									
Reestimated Incurred Claims and Expenses:										
End of Policy Year	1,122,004	2,054,999	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703
One Year Later	1,047,136	1,875,000	2,550,000	2,325,000	2,845,000	3,575,000	2,645,000	2,792,101	2,824,979	
Two Years Later	931,000	1,350,000	2,300,000	2,185,000	2,160,000	3,220,000	1,662,670	3,681,440		
Three Years Later	600,000	1,260,000	2,492,203	2,150,001	2,080,000	3,462,048	1,273,239			
Four Years Later	629,999	1,030,000	2,407,503	1,740,001	1,575,786	3,172,680				
Five Years Later	490,000	1,185,000	2,270,000	1,253,708	953,504					
Six Years Later	329,355	1,015,000	1,747,625	1,396,227						
Seven Years Later	475,000	989,814	1,690,920							
Eight Years Later	181,506	779,846								
Nine Years Later	182,306									
Change in Estimated Incurred Claims and Expenses from End of Policy Year	\$ (939,698)	\$ (1,275,153)	\$ (1,039,079)	\$ (1,013,773)	\$ (2,056,496)	\$ (477,320)	\$ (1,840,761)	\$ (56,556)	\$ (978,718)	\$ -

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**SUPPLEMENTARY INFORMATION**

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
HISTORICAL BALANCE SHEET--STATUTORY BASIS  
AS OF DECEMBER 31, 2019 AND 2018

ASSETS

Cash and Cash Equivalents	\$ 15,263,593	
Investments	<u>15,347,989</u>	
Total Cash and Investments		\$ 30,611,582
Receivables:		
Contributions Receivable	9,787	
Interest Receivable	77,985	
Refund Receivable	<u>846,271</u>	
Total Receivables		<u>934,043</u>
Prepaid Expenses		<u>394,690</u>
Total Assets		\$ 31,940,315
<u>LIABILITIES</u>		
Claims:		
Case Reserves	5,846,623	
IBNR Reserve	<u>9,810,444</u>	
Total Claims		15,657,067
Accrued Expenses:		
Administrative Expenses	<u>47,169</u>	
Total Accrued Expenses		47,169
Other Liabilities:		
Authorized Return of Surplus	<u>2,000,000</u>	
Total Other Liabilities		<u>2,000,000</u>
Total Liabilities		<u>17,704,236</u>
Net Statutory Surplus		<u>\$ 14,236,079</u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF HISTORICAL OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

Operating Revenue:		
Regular Contributions	<u>\$ 163,505,480</u>	
Total Underwriting Income		\$ 163,505,480
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	4,975,777	
Case Reserves	5,846,623	
IBNR Reserves	<u>9,810,444</u>	
Total Limited Incurred Claims		\$ 20,632,844
Expenses:		
Excess Insurance	81,433,517	
Ancillary Insurance	32,313,077	
Administrative	<u>12,402,898</u>	
Total Expenses		<u>126,149,492</u>
Total Incurred Liabilities		<u>146,782,336</u>
Underwriting Surplus		16,723,144
Investment Income		<u>1,120,486</u>
Gross Statutory Surplus		17,843,630
Return of Surplus:		
Paid	1,607,551	
Authorized and Unpaid	<u>2,000,000</u>	
Total Return of Surplus		<u>3,607,551</u>
Net Statutory Surplus		<u>\$ 14,236,079</u>

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**NOTES TO SUPPLEMENTARY INFORMATION – STATUTORY BASIS**

Note 1: **RELATIONSHIP WITH BASIC FINANCIAL STATEMENTS**

The information in the New Jersey Counties Excess Joint Insurance Fund (the “Fund”)’s basic financial statements, Exhibits A-1 through A-3, differ from the accompanying supplementary schedules required by the Division of Banking and Insurance. The Supplementary schedules do not reflect the Reserve Discount as follows:

	<u>2019</u>	<u>2018</u>
Total Liabilities and Reserves - Comparative Statements of Net Position	\$ 16,232,406	\$ 12,930,080
Plus Reserve Discount	<u>1,471,830</u>	<u>1,272,066</u>
Total Liabilities--Statutory Basis	<u>\$ 17,704,236</u>	<u>\$ 14,202,146</u>
Net Position - Comparative Statements of Net Position	\$ 15,707,909	\$ 14,919,220
Less Reserve Discount	<u>1,471,830</u>	<u>1,272,066</u>
Net Statutory Surplus	<u>\$ 14,236,079</u>	<u>\$ 13,647,154</u>



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2019 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 23,667,186</u>		
Total Underwriting Income			\$ 23,667,186
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	247,685		
Case Reserves	347,722		
IBNR Reserves	<u>4,082,296</u>		
Total Limited Incurred Claims		\$ 4,677,703	
Expenses:			
Excess Insurance	13,171,244		
Ancillary Insurance	3,445,656		
Administrative	<u>1,929,944</u>		
Total Expenses		<u>18,546,844</u>	
Total Incurred Liabilities			<u>23,224,547</u>
Underwriting Surplus			442,639
Investment Income			<u>62,218</u>
Gross Statutory Surplus			504,857
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 504,857</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2018 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 21,302,330</u>		
Total Underwriting Income			\$ 21,302,330
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	243,786		
Case Reserves	161,698		
IBNR Reserves	<u>2,419,495</u>		
Total Limited Incurred Claims		\$ 2,824,979	
Expenses:			
Excess Insurance	11,930,500		
Ancillary Insurance	3,193,786		
Administrative	<u>1,655,514</u>		
Total Expenses		<u>16,779,800</u>	
Total Incurred Liabilities			<u>19,604,779</u>
Underwriting Surplus			1,697,551
Investment Income			<u>130,966</u>
Gross Statutory Surplus			1,828,517
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 1,828,517</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2017 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 21,070,061</u>		
Total Underwriting Income			\$ 21,070,061
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	68,152		
Case Reserves	1,525,070		
IBNR Reserves	<u>2,088,218</u>		
Total Limited Incurred Claims		\$ 3,681,440	
Expenses:			
Excess Insurance	10,914,353		
Ancillary Insurance	3,988,138		
Administrative	<u>1,651,896</u>		
Total Expenses		<u>16,554,387</u>	
Total Incurred Liabilities			<u>20,235,827</u>
Underwriting Surplus			834,234
Investment Income			<u>131,060</u>
Gross Statutory Surplus			965,294
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 965,294</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2016 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 21,278,896</u>		
Total Underwriting Income			\$ 21,278,896
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	320,211		
Case Reserves	647,770		
IBNR Reserves	<u>305,258</u>		
Total Limited Incurred Claims		\$ 1,273,239	
Expenses:			
Excess Insurance	10,973,270		
Ancillary Insurance	4,076,028		
Administrative	<u>1,533,442</u>		
Total Expenses		<u>16,582,740</u>	
Total Incurred Liabilities			<u>17,855,979</u>
Underwriting Surplus			3,422,917
Investment Income			<u>145,489</u>
Gross Statutory Surplus			3,568,406
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>250,000</u>	
Total Return of Surplus			<u>250,000</u>
Net Statutory Surplus			<u><u>\$ 3,318,406</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2015 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2019

Underwriting Income:		
Regular Contributions	<u>\$ 21,242,766</u>	
Total Underwriting Income		\$ 21,242,766
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	763,736	
Case Reserves	1,897,750	
IBNR Reserves	<u>511,194</u>	
Total Limited Incurred Claims		\$ 3,172,680
Expenses:		
Excess Insurance	11,153,266	
Ancillary Insurance	4,174,917	
Administrative	<u>1,567,817</u>	
Total Expenses		<u>16,896,000</u>
Total Incurred Liabilities		<u>20,068,680</u>
Underwriting Surplus		1,174,086
Investment Income		<u>133,114</u>
Gross Statutory Surplus		1,307,200
Return of Surplus:		
Paid	-	
Authorized and Unpaid	<u>250,000</u>	
Total Return of Surplus		<u>250,000</u>
Net Statutory Surplus		<u><u>\$ 1,057,200</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2014 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 18,722,335</u>		
Total Underwriting Income			\$ 18,722,335
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	442,532		
Case Reserves	332,716		
IBNR Reserves	<u>178,256</u>		
Total Limited Incurred Claims		\$ 953,504	
Expenses:			
Excess Insurance	9,562,666		
Ancillary Insurance	3,722,312		
Administrative	<u>1,356,476</u>		
Total Expenses		<u>14,641,454</u>	
Total Incurred Liabilities			<u>15,594,958</u>
Underwriting Surplus			3,127,377
Investment Income			<u>133,849</u>
Gross Statutory Surplus			3,261,226
Return of Surplus:			
Paid		166,667	
Authorized and Unpaid		<u>250,000</u>	
Total Return of Surplus			<u>416,667</u>
Net Statutory Surplus			<u><u>\$ 2,844,559</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2013 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 13,006,028</u>		
Total Underwriting Income			\$ 13,006,028
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	646,874		
Case Reserves	644,280		
IBNR Reserves	<u>105,073</u>		
Total Limited Incurred Claims		\$ 1,396,227	
Expenses:			
Excess Insurance	5,601,171		
Ancillary Insurance	3,181,409		
Administrative	<u>916,133</u>		
Total Expenses		<u>9,698,713</u>	
Total Incurred Liabilities			<u>11,094,940</u>
Underwriting Surplus			1,911,088
Investment Income			<u>117,861</u>
Gross Statutory Surplus			2,028,949
Return of Surplus:			
Paid		166,667	
Authorized and Unpaid		<u>500,000</u>	
Total Return of Surplus			<u>666,667</u>
Net Statutory Surplus			<u><u>\$ 1,362,282</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2012 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2012 TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	<u>\$ 10,894,134</u>		
Total Underwriting Income			\$ 10,894,134
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	1,551,733		
Case Reserves	75,090		
IBNR Reserves	<u>64,097</u>		
Total Limited Incurred Claims		\$ 1,690,920	
Expenses:			
Excess Insurance	4,168,463		
Ancillary Insurance	2,781,870		
Administrative	<u>802,401</u>		
Total Expenses		<u>7,752,734</u>	
Total Incurred Liabilities			<u>9,443,654</u>
Underwriting Surplus			1,450,480
Investment Income			<u>94,059</u>
Gross Statutory Surplus			1,544,539
Return of Surplus:			
Paid		293,856	
Authorized and Unpaid		<u>250,000</u>	
Total Return of Surplus			<u>543,856</u>
Net Statutory Surplus			<u><u>\$ 1,000,683</u></u>



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2011 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2011 TO DECEMBER 31, 2019

Underwriting Income:		
Regular Contributions	<u>\$ 7,965,927</u>	
Total Underwriting Income		\$ 7,965,927
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	519,228	
Case Reserves	214,527	
IBNR Reserves	<u>46,091</u>	
Total Limited Incurred Claims		\$ 779,846
Expenses:		
Excess Insurance	2,530,201	
Ancillary Insurance	2,526,135	
Administrative	<u>599,519</u>	
Total Expenses		<u>5,655,855</u>
Total Incurred Liabilities		<u>6,435,701</u>
Underwriting Surplus		1,530,226
Investment Income		<u>98,333</u>
Gross Statutory Surplus		1,628,559
Return of Surplus:		
Paid	567,198	
Authorized and Unpaid	<u>250,000</u>	
Total Return of Surplus		<u>817,198</u>
Net Statutory Surplus		<u><u>\$ 811,361</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2010 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

Underwriting Income:			
Regular Contributions	\$	<u>4,355,817</u>	
Total Underwriting Income			\$ 4,355,817
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)		171,840	
Case Reserves		-	
IBNR Reserves		<u>10,466</u>	
Total Limited Incurred Claims			\$ 182,306
Expenses:			
Excess Insurance		1,428,383	
Ancillary Insurance		1,222,826	
Administrative		<u>389,756</u>	
Total Expenses			<u>3,040,965</u>
Total Incurred Liabilities			<u>3,223,271</u>
Underwriting Surplus			1,132,546
Investment Income			<u>73,537</u>
Gross Statutory Surplus			1,206,083
Return of Surplus:			
Paid		413,163	
Authorized and Unpaid		<u>250,000</u>	
Total Return of Surplus			<u>663,163</u>
Net Statutory Surplus			<u>\$ 542,920</u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2019 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2019

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 6,954,347	\$ 4,914,307	\$ 253,180	\$ 6,241,186	\$ 3,216,228	\$ 2,087,938	\$ 23,667,186
Incurred Liabilities:							
Claims	907,287	1,158,157		2,612,259			4,677,703
Expenses	6,480,398	3,555,746		3,135,100	3,445,656	1,929,944	18,546,844
Total Liabilities	7,387,685	4,713,903	-	5,747,359	3,445,656	1,929,944	23,224,547
Underwriting Surplus (Deficit)	(433,338)	200,404	253,180	493,827	(229,428)	157,994	442,639
Adjustments:							
Investment Income	593	14,902	3,124	40,057	-	3,542	62,218
Permanent Transfers							-
Total Adjustments	593.00	14,902	3,124	40,057	-	3,542	62,218
Gross Statutory Surplus (Deficit)	(432,745)	215,306	256,304	533,884	(229,428)	161,536	504,857
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ (432,745)	\$ 215,306	\$ 256,304	\$ 533,884	\$ (229,428)	\$ 161,536	\$ 504,857

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2018 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2019

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 5,724,080	\$ 3,297,934	\$ 251,713	\$ 6,174,010	\$ 4,132,652	\$ 1,721,941	\$ 21,302,330
Incurred Liabilities:							
Claims		863,775		1,961,204			2,824,979
Expenses	5,693,774	2,994,852		3,241,874	3,193,786	1,655,514	16,779,800
Total Liabilities	5,693,774	3,858,627	-	5,203,078	3,193,786	1,655,514	19,604,779
Underwriting Surplus (Deficit)	30,306	(560,693)	251,713	970,932	938,866	66,427	1,697,551
Adjustments:							
Investment Income	1,049	8,995	6,720	73,424	39,386	1,392	130,966
Permanent Transfers							-
Total Adjustments	1,049	8,995	6,720	73,424	39,386	1,392	130,966
Gross Statutory Surplus (Deficit)	31,355	(551,698)	258,433	1,044,356	978,252	67,819	1,828,517
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 31,355	\$ (551,698)	\$ 258,433	\$ 1,044,356	\$ 978,252	\$ 67,819	\$ 1,828,517

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2017 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2019

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 5,154,850	\$ 3,458,773	\$ 249,715	\$ 6,388,183	\$ 4,070,083	\$ 1,748,457	\$ 21,070,061
Incurred Liabilities:							
Claims		2,260,954	2,055	1,418,431			3,681,440
Expenses	5,030,295	2,777,000		3,107,058	3,988,138	1,651,896	16,554,387
Total Liabilities	5,030,295	5,037,954	2,055.00	4,525,489	3,988,138	1,651,896	20,235,827
Underwriting Surplus (Deficit)	124,555	(1,579,181)	247,660	1,862,694	81,945	96,561	834,234
Adjustments:							
Investment Income	3,575	19,311	7,236	94,191	2,332	4,415	131,060
Permanent Transfers							-
Total Adjustments	3,575	19,311	7,236	94,191	2,332	4,415	131,060
Gross Statutory Surplus (Deficit)	128,130	(1,559,870)	254,896	1,956,885	84,277	100,976	965,294
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 128,130	\$ (1,559,870)	\$ 254,896	\$ 1,956,885	\$ 84,277	\$ 100,976	\$ 965,294

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2016 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2019

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 5,010,817	\$ 3,579,435	\$ 241,714	\$ 6,561,473	\$ 4,139,170	\$ 1,746,287	\$ 21,278,896
Incurred Liabilities:							
Claims		799,447	449	473,343			1,273,239
Expenses	4,966,811	2,555,000		3,451,459	4,076,028	1,533,442	16,582,740
Total Liabilities	4,966,811	3,354,447	449.00	3,924,802	4,076,028	1,533,442	17,855,979
Underwriting Surplus	44,006	224,988	241,265	2,636,671	63,142	212,845	3,422,917
Adjustments:							
Investment Income	1,277	29,454	8,240	92,324	1,875	9,137	145,489
Permanent Transfers							-
Total Adjustments	1,277	29,454	8,240	92,324	1,875	9,137	145,489
Gross Statutory Surplus	45,283	254,442	249,505	2,728,995	65,017	221,982	3,568,406
Return of Surplus				250,000			250,000
Net Statutory Surplus	\$ 45,283	\$ 254,442	\$ 249,505	\$ 2,478,995	\$ 65,017	\$ 221,982	\$ 3,318,406

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2015 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2019

Coverages and Other Accounts

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 4,559,292	\$ 3,525,543	\$ 242,603	\$ 7,155,080	\$ -	\$ 4,077,144	\$ 1,683,104	\$ 21,242,766
Incurring Liabilities:								
Claims		1,212,510	401,294	1,558,876				3,172,680
Expenses	4,541,481	2,534,250		4,077,535		4,174,917	1,567,817	16,896,000
Total Liabilities	4,541,481	3,746,760	401,294.00	5,636,411	-	4,174,917	1,567,817	20,068,680
Underwriting Surplus (Deficit)	17,811	(221,217)	(158,691)	1,518,669	-	(97,773)	115,287	1,174,086
Adjustments:								
Investment Income	569	31,064	4,370	88,173	2,340	44	6,554	133,114
Permanent Transfers								-
Total Adjustments	569	31,064	4,370	88,173	2,340	44	6,554	133,114
Gross Statutory Surplus (Deficit)	18,380	(190,153)	(154,321)	1,606,842	2,340	(97,729)	121,841	1,307,200
Return of Surplus				250,000				250,000
Net Statutory Surplus (Deficit)	\$ 18,380	\$ (190,153)	\$ (154,321)	\$ 1,356,842	\$ 2,340	\$ (97,729)	\$ 121,841	\$ 1,057,200

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2014 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2019

Coverages and Other Accounts

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 3,791,237	\$ 2,976,328	\$ 230,782	\$ 6,501,430	\$ -	\$ 3,759,004	\$ 1,463,554	\$ 18,722,335
Incurred Liabilities:								
Claims		145,373	121,143	686,988				953,504
Expenses	3,791,240	2,491,556		3,279,870		3,722,312	1,356,476	14,641,454
Total Liabilities	3,791,240	2,636,929	121,143.00	3,966,858	-	3,722,312	1,356,476	15,594,958
Underwriting Surplus (Deficit)	(3)	339,399	109,639	2,534,572	-	36,692	107,078	3,127,377
Adjustments:								
Investment Income	40	20,017	6,075	90,753	2,528	2,002	12,434	133,849
Permanent Transfers								-
Total Adjustments	40	20,017	6,075	90,753	2,528	2,002	12,434	133,849
Gross Statutory Surplus	37	359,416	115,714	2,625,325	2,528	38,694	119,512	3,261,226
Return of Surplus				416,667				416,667
Net Statutory Surplus	\$ 37	\$ 359,416	\$ 115,714	\$ 2,208,658	\$ 2,528	\$ 38,694	\$ 119,512	\$ 2,844,559



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2013 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2019

	<u>Coverages and Other Accounts</u>							
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancilliary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 2,651,144	\$ 3,803,663	\$ 201,831	\$ 1,973,068	\$ -	\$ 3,414,670	\$ 961,652	\$ 13,006,028
Incurred Liabilities:								
Claims		238,837	250,000	907,390				1,396,227
Expenses	2,578,765	3,022,406				3,181,409	916,133	9,698,713
Total Liabilities	2,578,765	3,261,243	250,000	907,390	-	3,181,409	916,133	11,094,940
Underwriting Surplus (Deficit)	72,379	542,420	(48,169)	1,065,678	-	233,261	45,519	1,911,088
Adjustments:								
Investment Income	6,340	26,446	1,799	64,459	3,087	8,321	7,409	117,861
Permanent Transfers								-
Total Adjustments	6,340	26,446	1,799	64,459	3,087	8,321	7,409	117,861
Gross Statutory Surplus (Deficit)	78,719	568,866	(46,370)	1,130,137	3,087	241,582	52,928	2,028,949
Return of Surplus				666,667				666,667
Net Statutory Surplus (Deficit)	\$ 78,719	\$ 568,866	\$ (46,370)	\$ 463,470	\$ 3,087	\$ 241,582	\$ 52,928	\$ 1,362,282

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2012 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2012 TO DECEMBER 31, 2019

Coverages and Other Accounts

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 2,405,985	\$ 1,737,417	\$ 414,264	\$ 2,463,242	\$ -	\$ 2,888,681	\$ 984,545	\$ 10,894,134
Incurred Liabilities:								
Claims		948,897	250,000	492,023				1,690,920
Expenses	2,284,162	1,025,494	209,861	648,946		2,781,870	802,401	7,752,734
Total Liabilities	2,284,162	1,974,391	459,861	1,140,969	-	2,781,870	802,401	9,443,654
Underwriting Surplus (Deficit)	121,823	(236,974)	(45,597)	1,322,273	-	106,811	182,144	1,450,480
Adjustments:								
Investment Income	5,815	8,093	3,040	62,457	3,289	335	11,030	94,059
Permanent Transfers								-
Total Adjustments	5,815	8,093	3,040	62,457	3,289	335	11,030	94,059
Gross Statutory Surplus (Deficit)	127,638	(228,881)	(42,557)	1,384,730	3,289	107,146	193,174	1,544,539
Return of Surplus				250,000		107,103	186,753	543,856
Net Statutory Surplus (Deficit)	\$ 127,638	\$ (228,881)	\$ (42,557)	\$ 1,134,730	\$ 3,289	\$ 43	\$ 6,421	\$ 1,000,683

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2011 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2011 TO DECEMBER 31, 2019

Coverages and Other Accounts

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 1,499,004	\$ 1,201,551	\$ 234,890	\$ 1,554,301	\$ 131,707	\$ 2,587,280	\$ 757,194	\$ 7,965,927
Incurred Liabilities:								
Claims		146,624	91,234	541,988				779,846
Expenses	1,502,240	632,583	84,589	310,789		2,526,135	599,519	5,655,855
Total Liabilities	1,502,240	779,207	175,823	852,777	-	2,526,135	599,519	6,435,701
Underwriting Surplus (Deficit)	(3,236)	422,344	59,067	701,524	131,707	61,145	157,675	1,530,226
Adjustments:								
Investment Income	7	23,908	10,052	45,690	6,702	2,662	9,312	98,333
Permanent Transfers								-
Total Adjustments	7	23,908	10,052	45,690	6,702	2,662	9,312	98,333
Gross Statutory Surplus (Deficit)	(3,229)	446,252	69,119	747,214	138,409	63,807	166,987	1,628,559
Return of Surplus		125,000		466,666		63,593	161,939	817,198
Net Statutory Surplus (Deficit)	\$ (3,229)	\$ 321,252	\$ 69,119	\$ 280,548	\$ 138,409	\$ 214	\$ 5,048	\$ 811,361

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2010 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

Coverages and Other Accounts

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Loss Fund Contingency</u>	<u>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 904,713	\$ 585,702	\$ 145,097	\$ 918,380	\$ 109,208	\$ 1,232,757	\$ 459,960	\$ 4,355,817
Incurred Liabilities:								
Claims				182,306				182,306
Expenses	901,560	198,141	70,173	258,509		1,222,826	389,756	3,040,965
Total Liabilities	901,560	198,141	70,173	440,815	-	1,222,826	389,756	3,223,271
Underwriting Surplus	3,153	387,561	74,924	477,565	109,208	9,931	70,204	1,132,546
Adjustments:								
Investment Income	481	25,006	4,222	28,604	4,654	4,073	6,497	73,537
Permanent Transfers								-
Total Adjustments	481	25,006	4,222	28,604	4,654	4,073	6,497	73,537
Gross Statutory Surplus	3,634	412,567	79,146	506,169	113,862	14,004	76,701	1,206,083
Return of Surplus		250,000		325,000		13,957	74,206	663,163
Net Statutory Surplus	\$ 3,634	\$ 162,567	\$ 79,146	\$ 181,169	\$ 113,862	\$ 47	\$ 2,495	\$ 542,920

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2019 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ 188,140	\$ -	\$ -	\$ 59,545	\$ 247,685
Case Reserves	165,701	20,548		161,473	347,722
IBNR Reserves	553,446	1,137,609		2,391,241	4,082,296
Subtotal	907,287	1,158,157	-	2,612,259	4,677,703
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 907,287	\$ 1,158,157	\$ -	\$ 2,612,259	\$ 4,677,703
Number of Claims	23	60	1	12	96
Average Cost Per Claim	\$ 39,447	\$ 19,303	\$ -	\$ 217,688	\$ 48,726

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2018 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ -	\$ -	\$ 243,786	\$ 243,786
Case Reserves		17,768		143,930	161,698
IBNR Reserves		846,007		1,573,488	2,419,495
Subtotal	-	863,775	-	1,961,204	2,824,979
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 863,775	\$ -	\$ 1,961,204	\$ 2,824,979
Number of Claims	-	143	4	30	177
Average Cost Per Claim	\$ -	\$ 6,040	\$ -	\$ 65,373	\$ 15,960

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2017 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 1,248	\$ 2,055	\$ 64,849	\$ 68,152
Case Reserves		1,296,733		228,337	1,525,070
IBNR Reserves		962,973		1,125,245	2,088,218
Subtotal	-	2,260,954	2,055	1,418,431	3,681,440
Excess Insurance					
Received					-
Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 2,260,954	\$ 2,055	\$ 1,418,431	\$ 3,681,440
Number of Claims	-	170	7	56	233
Average Cost Per Claim	\$ -	\$ 13,300	\$ 294	\$ 25,329	\$ 15,800

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2016 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 256,030.00	\$ 449.00	\$ 63,732.00	\$ 320,211.00
Case Reserves		373,088	-	274,682	647,770
IBNR Reserves		170,329		134,929	305,258
Subtotal	-	799,447	449.00	473,343	1,273,239
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 799,447	\$ 449.00	\$ 473,343	\$ 1,273,239
Number of Claims	-	170	6	37	213
Average Cost Per Claim	\$ -	\$ 4,703	\$ 75	\$ 12,793	\$ 5,978



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2015 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 42,470	\$ 401,294	\$ 319,972	\$ 763,736
Case Reserves		966,309		931,441	1,897,750
IBNR Reserves		203,731		307,463	511,194
Subtotal	-	1,212,510	401,294	1,558,876	3,172,680
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 1,212,510	\$ 401,294	\$ 1,558,876	\$ 3,172,680
Number of Claims	-	200	4	103	307
Average Cost Per Claim	\$ -	\$ 6,063	\$ 100,324	\$ 15,135	\$ 10,334

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2014 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 3,511	\$ 121,143	\$ 317,878	\$ 442,532
Case Reserves		100,106		232,610	332,716
IBNR Reserves		41,756		136,500	178,256
Subtotal	-	145,373	121,143	686,988	953,504
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 145,373	\$ 121,143	\$ 686,988	\$ 953,504
Number of Claims	-	127	7	58	192
Average Cost Per Claim	\$ -	\$ 1,145	\$ 17,306	\$ 11,845	\$ 4,966

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2013 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 231,519	\$ 250,000	\$ 165,355	\$ 646,874
Case Reserves		3		644,277	644,280
IBNR Reserves		7,315		97,758	105,073
Subtotal	-	238,837	250,000	907,390	1,396,227
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 238,837	\$ 250,000	\$ 907,390	\$ 1,396,227
Number of Claims	-	82	2	48	132
Average Cost Per Claim	\$ -	\$ 2,913	\$ 125,000	\$ 18,904	\$ 10,577

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2012 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2012 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 932,504	\$ 250,000	\$ 369,229	\$ 1,551,733
Case Reserves		3		75,087	75,090
IBNR Reserves		16,390		47,707	64,097
Subtotal	-	948,897	250,000	492,023	1,690,920
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 948,897	\$ 250,000	\$ 492,023	\$ 1,690,920
Number of Claims	2	63	6	38	109
Average Cost Per Claim	\$ -	\$ 15,062	\$ 41,667	\$ 12,948	\$ 15,513

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2011 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2011 TO DECEMBER 31, 2019

	<u>Coverages</u>				
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Paid Claims (Net of Recoveries)	\$ -	\$ 145,322	\$ 91,234	\$ 282,672	\$ 519,228
Case Reserves		5		214,522	214,527
IBNR Reserves		1,297		44,794	46,091
Subtotal	-	146,624	91,234	541,988	779,846
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 146,624	\$ 91,234	\$ 541,988	\$ 779,846
Number of Claims	1	67	3	26	97
Average Cost Per Claim	\$ -	\$ 2,188	\$ 30,411	\$ 20,846	\$ 8,040

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2010 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

	<u>Coverages</u>					
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>	
Paid Claims (Net of Recoveries)	\$ -	\$ -	\$ -	\$ 171,840	\$ 171,840	
Case Reserves						
IBNR Reserves				10,466	10,466	
Subtotal	-		-	182,306	182,306	
Excess Insurance						
Received						-
Recoverable						-
Subtotal	-	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ -	\$ -	\$ 182,306	\$ 182,306	
Number of Claims	-	44	-	8	52	
Average Cost Per Claim	\$ -	\$ -	\$ -	\$ 22,788	\$ 3,506	

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2019 EXPENSE ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 13,171,244		\$ 13,171,244
Ancilliary Insurance	3,445,656		3,445,656
	<hr/>		
Subtotal Excess Insurance	16,616,900	-	16,616,900
	<hr/>		
Administrative Expenses:			
Actuary		\$ 22,081	22,081
Attorney	15,000		15,000
Auditor		14,306	14,306
Internal Auditor	12,922		12,922
Claims Administrator	66,000	8,585	74,585
Fund Administrator	653,093		653,093
Miscellaneous Expenses	11,970	2,197	14,167
Safety Director	400,316		400,316
Treasurer	15,000		15,000
Risk Management Consultant	102,124		102,124
Underwriting Managers	606,350		606,350
	<hr/>		
Subtotal Administrative Expenses	1,882,775	47,169	1,929,944
	<hr/>		
Total Expenses	\$ 18,499,675	\$ 47,169	\$ 18,546,844
	<hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2018 EXPENSE ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 11,930,500		\$ 11,930,500
Ancillary Insurance	3,193,786		3,193,786
	<hr/>		
Subtotal Excess Insurance	15,124,286	-	15,124,286
	<hr/>		
Administrative Expenses:			
Actuary	22,081		22,081
Attorney	15,000		15,000
Auditor	14,305		14,305
Internal Auditor	16,100		16,100
Claims Administrator	66,000		66,000
Fund Administrator	598,685		598,685
Miscellaneous Expenses	1,277		1,277
Safety Director	379,433		379,433
Treasurer	15,000		15,000
Risk Management Consultant	100,000		100,000
Underwriting Managers	427,633		427,633
	<hr/>		
Subtotal Administrative Expenses	1,655,514	-	1,655,514
	<hr/>		
Total Expenses	\$ 16,779,800	-	\$ 16,779,800
	<hr/>		



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2017 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 10,914,353		\$ 10,914,353
Ancilliary Insurance	3,988,138		3,988,138
	<hr/>		
Subtotal Excess Insurance	14,902,491	-	14,902,491
	<hr/>		
Administrative Expenses:			
Actuary	22,324		22,324
Attorney	15,000		15,000
Auditor	14,025		14,025
Claims Administrator	61,625		61,625
Fund Administrator	604,917		604,917
Miscellaneous Expenses	5,672		5,672
Safety Director	381,250		381,250
Treasurer	15,000		15,000
Risk Management Consultant	100,000		100,000
Underwriting Managers	432,083		432,083
	<hr/>		
Subtotal Administrative Expenses	1,651,896	-	1,651,896
	<hr/>		
Total Expenses	\$ 16,554,387	-	\$ 16,554,387
	<hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2016 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 10,973,270		\$ 10,973,270
Ancilliary Insurance	4,076,028		4,076,028
	<hr/>		
Subtotal Excess Insurance	15,049,298	-	15,049,298
	<hr/>		
Administrative Expenses:			
Actuary	22,418		22,418
Attorney	15,000		15,000
Auditor	14,000		14,000
Claims Administrator	58,500		58,500
Fund Administrator	598,149		598,149
Miscellaneous Expenses	6,645		6,645
Safety Director	374,579		374,579
Treasurer	14,750		14,750
Underwriting Managers	429,401		429,401
	<hr/>		
Subtotal Administrative Expenses	1,533,442	-	1,533,442
	<hr/>		
Total Expenses	\$ 16,582,740	-	\$ 16,582,740
	<hr/> <hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2015 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 11,153,266		\$ 11,153,266
Ancilliary Insurance	4,174,917		4,174,917
	<hr/>		
Subtotal Excess Insurance	15,328,183	-	15,328,183
	<hr/>		
Administrative Expenses:			
Actuary	20,797		20,797
Attorney	15,000		15,000
Auditor	13,500		13,500
Claims Administrator	60,000		60,000
Fund Administrator	613,893		613,893
Miscellaneous Expenses	5,743		5,743
Safety Director	372,477		372,477
Treasurer	15,000		15,000
Underwriting Managers	451,407		451,407
	<hr/>		
Subtotal Administrative Expenses	1,567,817	-	1,567,817
	<hr/>		
Total Expenses	\$ 16,896,000	-	\$ 16,896,000
	<hr/> <hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2014 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 9,562,666		\$ 9,562,666
Ancilliary Insurance	3,722,312		3,722,312
	<hr/>		
Subtotal Excess Insurance	13,284,978	-	13,284,978
	<hr/>		
Administrative Expenses:			
Actuary	20,604		20,604
Attorney	15,000		15,000
Auditor	12,750		12,750
Claims Administrator	35,708		35,708
Fund Administrator	534,442		534,442
Miscellaneous Expenses	5,239		5,239
Safety Director	324,748		324,748
Treasurer	15,000		15,000
Underwriting Managers	392,985		392,985
	<hr/>		
Subtotal Administrative Expenses	1,356,476	-	1,356,476
	<hr/>		
Total Expenses	\$ 14,641,454	-	\$ 14,641,454
	<hr/> <hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2013 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 5,601,171		\$ 5,601,171
Ancilliary Insurance	3,181,409		3,181,409
	<hr/>		
Subtotal Excess Insurance	8,782,580	-	8,782,580
	<hr/>		
Administrative Expenses:			
Actuary	20,206		20,206
Attorney	15,000		15,000
Auditor	12,650		12,650
Claims Administrator	12,000		12,000
Fund Administrator	348,645		348,645
Miscellaneous Expenses	6,360		6,360
Safety Director	228,001		228,001
Treasurer	15,000		15,000
Underwriting Managers	258,271		258,271
	<hr/>		
Subtotal Administrative Expenses	916,133	-	916,133
	<hr/>		
Total Expenses	\$ 9,698,713	-	\$ 9,698,713
	<hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2012 EXPENSE ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2012 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 4,168,463		\$ 4,168,463
Ancilliary Insurance	2,781,870		2,781,870
	<hr/>		
Subtotal Excess Insurance	6,950,333	-	6,950,333
	<hr/>		
Administrative Expenses:			
Actuary	20,000		20,000
Attorney	15,000		15,000
Auditor	11,941		11,941
Claims Administrator	11,000		11,000
Fund Administrator	301,005		301,005
Miscellaneous Expenses	2,227		2,227
Safety Director	206,879		206,879
Treasurer	15,000		15,000
Underwriting Managers	219,349		219,349
	<hr/>		
Subtotal Administrative Expenses	802,401	-	802,401
	<hr/>		
Total Expenses	\$ 7,752,734	-	\$ 7,752,734
	<hr/> <hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2011 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2011 TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 2,530,201		\$ 2,530,201
Ancilliary Insurance	2,526,135		2,526,135
	<hr/>		
Subtotal Excess Insurance	5,056,336	-	5,056,336
	<hr/>		
Administrative Expenses:			
Actuary	20,259		20,259
Auditor	11,200		11,200
Claims Administrator	5,000		5,000
Fund Administrator	215,146		215,146
Legal Fee Reimbursement to Camden County	12,500		12,500
Miscellaneous Expenses	2,879		2,879
Safety Director	162,388		162,388
Treasurer	15,000		15,000
Underwriting Managers	155,147		155,147
	<hr/>		
Subtotal Administrative Expenses	599,519	-	599,519
	<hr/>		
Total Expenses	\$ 5,655,855	-	\$ 5,655,855
	<hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2010 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 1,428,383		\$ 1,428,383
Ancilliary Insurance	1,222,826		1,222,826
	<hr/>		
Subtotal Excess Insurance	2,651,209	-	2,651,209
	<hr/>		
Administrative Expenses:			
Actuary	16,361		16,361
Auditor	10,000		10,000
Fund Administrator	124,930		124,930
Legal Fee Reimbursement to Camden County	20,000		20,000
Miscellaneous Expenses	4,805		4,805
Safety Director	104,970		104,970
Treasurer	15,000		15,000
Underwriting Managers	93,690		93,690
	<hr/>		
Subtotal Administrative Expenses	389,756	-	389,756
	<hr/>		
Total Expenses	\$ 3,040,965	-	\$ 3,040,965
	<hr/> <hr/>		



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2019 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000	\$20,000,000	STATUTORY
Aggregate		\$30,000,000	N/A	
Fund Retention (2)	\$150,000	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, Mitsui, Starr, Velocity	Underwriters at Lloyd's, National Casualty		Safety National, Wesco, Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurring Liabilities:				
Claims (Schedule D)	\$ 907,287	\$ 1,158,157	\$ -	\$ 2,612,259
Administrative Expenses (1)	6,656,580	4,060,765	94,115	4,289,728
	<u>\$ 7,563,867</u>	<u>\$ 5,218,922</u>	<u>\$ 94,115</u>	<u>\$ 6,901,987</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2018 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000	\$20,000,000	STATUTORY
Aggregate		\$30,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, Mitsui, Starr, Velocity	Underwriters at Lloyd's, National Casualty		Safety National, Wesco, Underwriters at Lloyd's
Number of Participants	9	9	9	9
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 863,775	\$ -	\$ 1,961,204
Administrative Expenses (1)	5,708,039	3,137,508	118,478	4,621,989
	<u>\$ 5,708,039</u>	<u>\$ 4,001,283</u>	<u>\$ 118,478</u>	<u>\$ 6,583,193</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2017 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$25,000,000	\$25,000,000	STATUTORY
Aggregate		\$35,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, Mitsui, Starr, Velocity	Underwriters at Lloyd's, National Casualty		Safety National, Wesco, Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 2,260,954	\$ 2,055	\$ 1,418,431
Administrative Expenses (1)	5,077,734	3,036,667	95,109	4,356,739
	<u>\$ 5,077,734</u>	<u>\$ 5,297,621</u>	<u>\$ 97,164</u>	<u>\$ 5,775,170</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2016 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$25,000,000	\$25,000,000	STATUTORY
Aggregate		\$35,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, Mitsui, Scottsdale, Starr	Underwriters at Lloyd's, National Casualty		Safety National, Wesco, Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 799,447	\$ 449	\$ 473,343
Administrative Expenses (1)	4,982,078	2,910,396	83,855	4,530,383
	<u>\$ 4,982,078</u>	<u>\$ 3,709,843</u>	<u>\$ 84,304</u>	<u>\$ 5,003,726</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2015 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$25,000,000	\$25,000,000	STATUTORY
Aggregate		\$35,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, Mitsui, Scottsdale, Starr	Underwriters at Lloyd's, National Casualty		Underwriters at Lloyd's, Safety National, Arch, Wesco
Number of Participants	10	10	10	10
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 1,212,510	\$ 401,294	\$ 1,558,876
Administrative Expenses (1)	4,547,931	2,893,242	87,857	5,192,053
	<u>\$ 4,547,931</u>	<u>\$ 4,105,752</u>	<u>\$ 489,151</u>	<u>\$ 6,750,929</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2014 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each Aggregate	\$260,000,000	\$25,000,000 \$45,000,000	\$25,000,000 N/A	STATUTORY
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich, RSUI, Underwriters at Lloyd's, Scottsdale	Underwriters at Lloyd's, National Casualty, Markel		Underwriters at Lloyd's, Safety National, Arch, Wesco
Number of Participants	9	9	9	9
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 145,373	\$ 121,143	\$ 686,988
Administrative Expenses (1)	3,791,239	2,658,577	79,513	4,389,813
	<u>\$ 3,791,239</u>	<u>\$ 2,803,950</u>	<u>\$ 200,656</u>	<u>\$ 5,076,801</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2013 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2013 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each Aggregate	\$260,000,000	\$20,000,000/\$25,000,000 \$30,000,000/\$45,000,000	\$20,000,000/\$25,000,000 N/A	STATUTORY
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers (3)	Zurich RSUI	*Star Insurance Company, Starr Indemnity Underwriters at Lloyd's		*Star Insurance Company Safety, Wesco
Number of Participants	6	6	6	6
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 238,837	\$ 250,000	\$ 907,390
Administrative Expenses (1)	2,600,660	3,258,737	61,054	596,854
	<u>\$ 2,600,660</u>	<u>\$ 3,497,574</u>	<u>\$ 311,054</u>	<u>\$ 1,504,244</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

(3) \*Star was excess carrier though June 2013

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2012 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2012 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000	\$20,000,000	STATUTORY
Aggregate		\$25,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$500,000
Excess Insurers	Zurich RSUI	Star Insurance Company, Starr Indemnity		Star Insurance Company
Number of Participants	6	6	6	6
Incurred Liabilities:				
Claims (Schedule D)	\$ -	\$ 948,897	\$ 250,000	\$ 492,023
Administrative Expenses (1)	2,318,431	1,225,760	267,360	1,159,313
	<u>\$ 2,318,431</u>	<u>\$ 2,174,657</u>	<u>\$ 517,360</u>	<u>\$ 1,651,336</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2011 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2011 TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000	\$20,000,000	STATUTORY
Aggregate		\$25,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$250,000
Excess Insurers	Lexington RSUI	Star Insurance Company, Starr Indemnity		Star Insurance Company
Number of Participants	3	3	3	3
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 146,624	\$ 91,234	\$ 541,988
Administrative Expenses (1)	1,501,250	806,658	130,573	691,239
	<u>\$ 1,501,250</u>	<u>\$ 953,282</u>	<u>\$ 221,807</u>	<u>\$ 1,233,227</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2010 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD MARCH 1, 2010 (DATE OF INCEPTION) TO DECEMBER 31, 2019

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000	\$20,000,000	STATUTORY
Aggregate		\$25,000,000	N/A	
Fund Retention (2)	\$0	\$250,000	\$250,000	\$250,000
Excess Insurers	Lexington RSUI	Star Insurance Company, Starr Indemnity		Star Insurance Company
Number of Participants	2	2	2	2
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ -	\$ -	\$ 182,306
Administrative Expenses (1)	902,652	332,351	96,119	487,018
	<u>\$ 902,652</u>	<u>\$ 332,351</u>	<u>\$ 96,119</u>	<u>\$ 669,324</u>

(1) Allocated on the basis of assessments and transfers by coverage to total net of Property, General Liability Auto, and Workers Compensation account insurance premiums.

(2) Participants' individual fund retention may differ and are available at the office of the Fund Executive Director.

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
SCHEDULE OF CASH, CASH EQUIVALENTS AND INVESTMENTS--STATUTORY BASIS  
AS OF DECEMBER 31, 2019

<u>Description</u>	<u>Amount</u>
<u>Cash and Cash Equivalents</u>	
First Colonial Bank	
General Account	\$ 29,576
Workers' Compensation Claims Account	377,672
Liability Claims Account	7,088,487
Property Claims Account	(349,134)
Investors Bank	
Investment Account	8,107,581
Wilmington Trust	
Federated Government Obligations Money Market Fund	9,412
	<hr/>
Total Cash and Cash Equivalents	15,263,593
	<hr/>
<u>Investments</u>	
Wilmington Trust - Investment Account	15,347,989
	<hr/>
Total Cash, Cash Equivalents and Investments per Schedule A - Historical Balance Sheet--Statutory Basis	<hr/> \$ 30,611,582
	<hr/>
Total Cash, Cash Equivalents and Investments by Fund Year:	
2019	\$ 4,375,301
2018	4,397,699
2017	4,567,508
2016	3,969,169
2015	3,611,513
2014	3,596,826
2013	2,604,995
2012	1,385,972
2011	1,301,387
2010	801,212
	<hr/>
	\$ 30,611,582
	<hr/>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
SCHEDULE OF ACCRUED EXPENSES--STATUTORY BASIS  
AS OF DECEMBER 31, 2019

<u>Description</u>	<u>Fund Year</u>	<u>Amount</u>
Administrative Expenses:		
Actuary - The Actuarial Advantage, Inc.	2019	\$ 22,081
Auditor - Bowman & Company LLP	2019	14,306
Claims Administration - Qual Lynx	2019	8,585
Miscellaneous Expenses	2019	<u>2,197</u>
Total Administrative Expenses		<u>47,169</u>
Total Accrued Expenses per Schedule A - Historical Balance Sheet--Statutory Basis		<u><u>\$ 47,169</u></u>

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2019**

## **SCHEDULE OF FINDINGS AND RECOMMENDATIONS**

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Government Auditing Standards and in compliance with audit requirements as prescribed by the Department of Banking and Insurance and the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

## **SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

None.

## **SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AS PREPARED BY MANAGEMENT**

This section identifies the status of prior year audit findings related to the financial statements that are required to be reported in accordance with Government Auditing Standards.

There were no findings in the prior year.

## **APPRECIATION**

We express our appreciation for the assistance provided to us during our audit.

Respectfully submitted,

BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants

A handwritten signature in black ink, appearing to read 'J. Miles, Jr.', enclosed within a circular stamp or seal.

James J. Miles, Jr