

**NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND**  
**REPORT ON AUDIT OF FINANCIAL STATEMENTS**  
**FOR THE YEARS ENDED**  
**DECEMBER 31, 2021 AND 2020**



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND

TABLE OF CONTENTS

Page No.

Statement Signature Page	1
Independent Auditor's Report	2
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	5
Management's Discussion and Analysis	7

Financial Statements

Exhibit A-1	Comparative Statements of Net Position	10
Exhibit A-2	Comparative Statements of Revenues, Expenses, and Changes in Net Position	11
Exhibit A-3	Comparative Statements of Cash Flows	12
	Notes to Financial Statements	13

Required Supplementary Information

Schedule 1	Reconciliation of Claims Liabilities by Fund	25
Schedule 2	Ten-Year Claims Development Information	26

Supplementary Information

Schedule A	Historical Balance Sheet--Statutory Basis	28
Schedule B	Statement of Historical Operating Results Analysis-- Statutory Basis	29
	Notes to Supplementary Information	30
Schedule C	Statement of Fund Year Operating Results Analysis-- Statutory Basis	31
Schedule D	Statement of Fund Year Account Operating Results Analysis--Statutory Basis	43
Schedule E	Statement of Fund Year Claims Analysis - Statutory Basis	55
Schedule F	Statement of Fund Year Expense Analysis - Statutory Basis	67
Schedule G	Statement of Fund Year Program Summary - Statutory Basis	79
Schedule H	Schedule of Cash, Cash Equivalents, and Investments - Statutory Basis	91
Schedule I	Schedule of Accrued Expenses—Statutory Basis	92

Schedule of Findings and Recommendations

Schedule of Findings and Recommendations	94
Schedule of Financial Statement Findings	94
Summary Schedule of Prior Year Audit Findings as Prepared by Management	94
Appreciation	94

## ANNUAL STATEMENT FOR THE INITIAL PERIOD ENDED DECEMBER 31, 2021

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

Joint Insurance Fund Name: NEW JERSEY COUNTIES EXCESS INSURANCE FUNDStreet Address: \_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_Mail Address: C/O PERMA  
9 CAMPUS DRIVE  
SUITE 216  
PARSIPPANY, NJ 07054Primary location of books and records: \_\_\_\_\_  
PERMA, 9 CAMPUS DRIVE,  
SUITE 216, PARPIPPANY, NJ 07054Statement Contact Person: PAULINE KONTOMANOLIS, CPA Phone No. ( 201 ) 518-7023

## EXECUTIVE COMMITTEE

Chairman	<u>ROSS ANGILELLA</u>	<u>EDMUND SHEA</u>
Secretary	<u>TIMOTHY SHEEHAN</u>	<u>LILLIAN NAZARO</u>
	<u>ASHLEY BUONO</u>	<u>LAURA SCUTARI</u>
	<u>JANETTE KESSLER</u>	<u>TERI O'CONNOR</u>
	<u>KIMBERLY WOOD</u>	_____
	<u>JOHN KELLY</u>	_____

## EXECUTIVE COMMITTEE ALTERNATES

<u>ANNA MARIE WRIGHT</u>	<u>CHRISTOPHER MARION</u>
<u>CARL BLOCK</u>	_____
<u>RAISSA WALKER</u>	_____
<u>EUGENE ESQUIVEL</u>	_____

State of NEW JERSEY  
County of CAMDENROSS 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, 2021 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, 2021, 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	<u>X</u>	<u>Yes</u>	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 \_\_\_\_\_ 2022

## **INDEPENDENT AUDITOR'S REPORT**

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

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

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, 2021 and 2020, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements as listed in the table of contents.

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, 2021 and 2020, and the respective changes in financial position and cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

### ***Responsibilities of Management for the Financial Statements (Cont'd)***

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

### ***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Fund's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Fund's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

### ***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 is the responsibility of management and, 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.

***Required Supplementary Information (Cont'd)***

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.

***Supplementary 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.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated September 22, 2022, on our consideration of the Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely 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 effectiveness of the Fund's 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,

*Bowman & Company LLP*

Bowman & Company LLP  
Certified Public Accountants  
& Consultants

Voorhees, New Jersey  
September 22, 2022

**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 County 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 December 31, 2021 and for the year then ended, 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 22, 2022.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit of the financial statements, we considered the Fund's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion 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 material weaknesses. However, material weaknesses may exist that have not been identified.

**Report on Compliance and Other Matters**

As part of obtaining reasonable assurance about whether the Fund's financial statements are free from 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 financial statements. 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* and the 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 dark 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 22, 2022



# **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, 2021, 2020, and 2019. 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, 2021, 2020, and 2019.

Summary Statements of Net Position			<u>2021 to 2020 Change</u>	
	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>Amount</u> <u>Percentage</u>
Assets				
Cash & Cash Equivalents	\$ 15,454,639	\$ 13,048,329	\$ 15,263,593	\$ 2,406,310      18.4%
Investments	15,136,342	15,691,922	15,347,989	(555,580)      -3.5%
Contributions and Other Receivables	2,826,943	3,668,353	934,043	(841,410)      -22.9%
Other Assets	80,259	210,928	394,690	(130,669)      -61.9%
Total Assets	<u>33,498,183</u>	<u>32,619,532</u>	<u>31,940,315</u>	<u>878,651</u> <u>2.7%</u>
Liabilities, Reserves & Net Position				
Liabilities and Reserves				
Loss Reserves	19,049,138	15,377,754	14,185,237	3,671,384      23.9%
Other Liabilities & Reserves	43,071	1,809,628	2,047,169	(1,766,557)      -97.6%
Total Liabilities and Reserves	<u>19,092,209</u>	<u>17,187,382</u>	<u>16,232,406</u>	<u>1,904,827</u> <u>11.1%</u>
Net Position - Unrestricted	<u>\$ 14,405,974</u>	<u>\$ 15,432,150</u>	<u>\$ 15,707,909</u>	<u>\$ (1,026,176)</u> <u>-6.6%</u>

Net position decreased by \$1,026,176 from 2020 to 2021 or 6.6%. Comparatively, net position had decreased by \$275,759 from 2019 to 2020 or 1.8%. The Fund recognized a 2.7% increase in its assets and a 11.1% increase in liabilities and reserves from 2020 to 2021. Comparatively, the Fund recognized a 2.1% increase in its assets and a 5.9% increase in liabilities and reserves from 2019 to 2020.

Summary Statements of Revenues, Expenses, and Changes in Net Position			<u>2021 to 2020 Change</u>	
	<u>12/31/2021</u>	<u>12/31/2020</u>	<u>12/31/2019</u>	<u>Amount</u> <u>Percentage</u>
Operating Revenue				
Regular Contributions	<u>\$ 27,851,231</u>	<u>\$ 24,990,987</u>	<u>\$ 23,667,187</u>	<u>\$ 2,860,244</u> <u>11.4%</u>
Operating Expenses:				
Provision for Claims and Claims				
Adjustment Expenses	5,579,665	3,306,003	2,964,126	2,273,662      68.8%
Excess & Ancillary Insurance				
Premiums	20,493,883	18,975,893	16,616,900	1,517,990      8.0%
Administrative Expenses	2,025,943	1,925,383	1,920,427	100,560      5.2%
Total Operating Expenses	<u>28,099,491</u>	<u>24,207,279</u>	<u>21,501,453</u>	<u>3,892,212</u> <u>16.1%</u>
Operating Income (Loss)	<u>(248,260)</u>	<u>783,708</u>	<u>2,165,734</u>	<u>(1,031,968)</u> <u>-131.7%</u>
Non-Operating Revenue:				
Investment Income (Loss)	(27,916)	440,533	622,955	(468,449)      -106.3%
Return of Surplus	<u>(750,000)</u>	<u>(1,500,000)</u>	<u>(2,000,000)</u>	<u>750,000</u> <u>50.0%</u>
Change in Net Position	<u>\$ (1,026,176)</u>	<u>\$ (275,759)</u>	<u>\$ 788,689</u>	<u>\$ (750,417)</u> <u>-272.1%</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 twelfth year of operations were \$33,498,183 and total liabilities and reserves were \$19,092,209 resulting in an unrestricted net position of \$14,405,974.

The provision for claims and claims adjustment expenses of \$5,579,665 is composed of \$5,738,625 of current fund year expense and an adjustment to prior year’s expenses of (\$158,960).

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 2021, investment loss was \$27,916 ddue to the increase in short term interest rates as dictated by the Federal Reserve Board.

## **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, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 15,454,639	\$ 13,048,329
Investments	15,136,342	15,691,922
Contributions Receivable	820,504	-
Interest Receivable	21,354	34,708
Refund Receivable	1,985,085	3,633,645
Prepaid Expenses	<u>80,259</u>	<u>210,928</u>
Total Assets	<u>33,498,183</u>	<u>32,619,532</u>
<u>LIABILITIES AND RESERVES</u>		
Liabilities:		
Accrued Administrative Expenses	20,425	120,994
Contributions Payable	-	24,035
Due To Members	-	164,599
Authorized Return of Surplus	<u>22,646</u>	<u>1,500,000</u>
Total Liabilities	<u>43,071</u>	<u>1,809,628</u>
Claims Reserves:		
Case Reserves	10,977,442	9,041,577
IBNR Reserves	11,375,867	9,477,682
Less: Reserve Discount	(1,916,774)	(1,855,300)
Less: Excess Insurance Recoverable	<u>(1,387,397)</u>	<u>(1,286,205)</u>
Total Reserves	<u>19,049,138</u>	<u>15,377,754</u>
Total Liabilities and Reserves	<u>19,092,209</u>	<u>17,187,382</u>
<u>NET POSITION</u>		
Unrestricted	<u>\$ 14,405,974</u>	<u>\$ 15,432,150</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, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
Operating Revenue:		
Regular Contributions	<u>\$ 27,851,231</u>	<u>\$ 24,990,987</u>
Operating Expenses:		
Provision for Claims and Claims Adjustment Expenses		
Current Fund Year Expense	5,738,625	4,284,165
Adjustment to Prior Years Expense Provisions	(158,960)	(978,162)
Excess Insurance Premiums	14,858,833	14,143,380
Ancillary Insurance Premiums	5,635,050	4,832,513
Administrative Expenses:		
Actuary	23,665	12,156
Attorney	15,000	15,000
Auditor	19,067	20,624
Internal Auditor	20,298	19,900
Claims Administrator	87,500	84,500
Fund Administrator	695,257	681,624
Litigation Management	-	2,672
Miscellaneous Expenses	15,976	22,318
Risk Management Consultant	102,124	102,124
Safety Director	421,252	412,992
Safety Institute Funding	71,978	6,046
Treasurer	15,000	15,000
Underwriting Managers	<u>538,826</u>	<u>530,427</u>
Total Operating Expenses	<u>28,099,491</u>	<u>24,207,279</u>
Operating Income (Loss)	(248,260)	783,708
Non-Operating Revenue:		
Investment Income (Loss)	<u>(27,916)</u>	<u>440,533</u>
Change in Net Position	(276,176)	1,224,241
Net Position - Beginning	15,432,150	15,707,909
Return of Surplus	<u>(750,000)</u>	<u>(1,500,000)</u>
Net Position - Ending	<u>\$ 14,405,974</u>	<u>\$ 15,432,150</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, 2021 AND 2020

	<u>2021</u>	<u>2020</u>
Cash Flows from Operating Activities:		
Receipts from Regular Contributions	\$ 26,842,093	\$ 25,189,408
Payments for Claim Payment	(1,908,281)	(2,113,486)
Payments for Insurance Premiums	(18,714,654)	(21,579,505)
Payments to Professionals and Suppliers	<u>(2,126,512)</u>	<u>(1,851,558)</u>
Net Cash Flows Provided by (Used In) Operating Activities	<u>4,092,646</u>	<u>(355,141)</u>
Cash Flows from Investing Activities:		
Purchase of Investments	(8,789,603)	(13,382,738)
Redemption of Investments	9,197,000	13,272,000
Investment Income	<u>133,621</u>	<u>250,615</u>
Net Cash Provided by Investing Activities	<u>541,018</u>	<u>139,877</u>
Cash Flows Used in Noncapital Financing Activities:		
Return of Surplus	<u>(2,227,354)</u>	<u>(2,000,000)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	2,406,310	(2,215,264)
Cash and Cash Equivalents - Beginning	<u>13,048,329</u>	<u>15,263,593</u>
Cash and Cash Equivalents - Ending	<u><u>\$ 15,454,639</u></u>	<u><u>\$ 13,048,329</u></u>
Reconciliation of Operating Income (Loss) to		
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ (248,260)	\$ 783,708
Adjustments to Reconcile Operating Income (Loss) to		
Net Cash Provided by (Used In) Operating Activities:		
Changes in Assets and Liabilities:		
Contributions Receivable	(820,504)	9,787
Refund Receivable	1,648,560	(2,787,374)
Prepaid Expense	130,669	183,762
Accrued Administrative Expenses	(100,569)	73,825
Contributions Payable	(24,035)	24,035
Due To Members	(164,599)	164,599
Claims Reserves	<u>3,671,384</u>	<u>1,192,517</u>
Net Cash Flows Provided by (Used In) Operating Activities	<u><u>\$ 4,092,646</u></u>	<u><u>\$ (355,141)</u></u>
Supplemental Disclosure - Noncash Activity:		
Change in Unrealized Gain (Loss) on Investments included in		
Investment Income	<u><u>\$ (182,888)</u></u>	<u><u>\$ 136,079</u></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 2021, 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 Insurance Fund Commission, and Union County Insurance Fund Commission.

The Board of County 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. 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 governmental 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 the governmental unit of which the local unit is a part or within which the governmental unit 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 County Commissioners.

**Supplemental Contributions**

The Board of County 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, Inc.

**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, 2021. 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 County 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 County 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 6. 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 \$16,537,137 as of December 31, 2021, \$509,493 was insured while \$16,027,644 was collateralized under GUDPA.

Of the Fund's bank balance of \$13,328,881 as of December 31, 2020, \$558,399 was insured while \$12,770,482 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 \$15,136,342 and \$15,691,922 as of December 31, 2021 and 2020, 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, 2021 and 2020, 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>2021</u>	<u>2020</u>
US TREASURY BILL	0.700%	02/11/21	AAA	\$ -	\$ 1,779,695
US TREASURY BILL	0.100%	03/25/21	AAA	-	1,079,454
US TREASURY BILL	0.110%	04/01/21	AAA	-	505,725
US TREASURY BILL	0.100%	06/17/21	AAA	-	1,018,306
US TREASURY BILL	0.200%	11/03/22	AAA	530,981	-
US TREASURY NOTE	1.750%	01/31/21	AAA	-	500,455
US TREASURY NOTE	1.125%	02/28/21	AAA	-	1,021,510
US TREASURY NOTE	1.250%	03/31/21	AAA	-	546,439
US TREASURY NOTE	1.375%	05/31/21	AAA	-	1,226,295
US TREASURY NOTE	1.125%	07/31/21	AAA	-	1,031,007
US TREASURY NOTE	1.250%	10/31/21	AAA	-	506,669
US TREASURY NOTE	1.500%	01/31/22	AAA	518,570	525,687
US TREASURY NOTE	0.125%	07/31/22	AAA	999,300	1,000,160
US TREASURY NOTE	1.500%	08/15/22	AAA	1,002,662	1,017,159
US TREASURY NOTE	1.375%	10/15/22	AAA	1,023,171	1,037,604
US TREASURY NOTE	1.500%	02/28/23	AAA	1,027,018	1,044,892
US TREASURY NOTE	0.125%	05/15/23	AAA	497,130	-
US TREASURY NOTE	1.375%	06/30/23	AAA	1,032,118	1,051,243
US TREASURY NOTE	0.125%	07/15/23	AAA	2,581,202	799,622
US TREASURY NOTE	0.125%	08/15/23	AAA	832,154	-
US TREASURY NOTE	0.125%	09/15/23	AAA	1,089,946	-
US TREASURY NOTE	0.125%	10/15/23	AAA	990,000	-
US TREASURY NOTE	0.250%	11/15/23	AAA	991,760	-
US TREASURY NOTE	0.125%	12/15/23	AAA	988,520	-
US TREASURY NOTE	0.125%	01/15/24	AAA	1,031,810	-
				<u>\$ 15,136,342</u>	<u>\$ 15,691,922</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, 2021 and 2020:

U.S. Treasury Notes and U.S. Treasury Bills of \$15,136,342 and \$15,691,922 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 2021 and 2020 for all open Fund years net of excess insurance recoveries:

	<u>2021</u>	<u>2020</u>
Total unpaid claim and claim adjustment expenses all fund years - Beginning	<u>\$ 15,377,754</u>	<u>\$ 14,185,236</u>
Incurring claims and claims adjustment expenses:		
Provision for insured events of current fund year	5,738,625	4,284,165
Changes in provision for insured events of prior fund years	<u>(158,960)</u>	<u>(978,162)</u>
Total incurred claims and claims adjustment expenses all fund years	<u>5,579,665</u>	<u>3,306,003</u>
Payments (Net of Recoveries):		
Attributable to insured events of current fund year	848,061	449,634
Attributable to insured events of prior fund years	<u>1,060,220</u>	<u>1,663,851</u>
Total Payments all fund years	<u>1,908,281</u>	<u>2,113,485</u>

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

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

	<u>2021</u>	<u>2020</u>
Total unpaid claim and claim adjustment expenses all Fund years - Ending	\$ 19,049,138	\$ 15,377,754
Reserve Discount	<u>1,916,774</u>	<u>1,855,300</u>
Total unpaid claim and claim adjustment expenses all fund years - Ending--Statutory Basis	<u><u>\$ 20,965,912</u></u>	<u><u>\$ 17,233,054</u></u>

**Note 6: NET POSITION**

As of December 31, 2021 and 2020, 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>2021</u>	<u>2020</u>
Atlantic County Insurance Commission	\$ 783,233	\$ 815,998
Burlington County Insurance Commission	1,386,116	1,476,574
Camden County Insurance Commission	3,801,697	4,142,668
Cumberland County Insurance Commission	726,034	759,567
Gloucester County Insurance Commission	2,207,393	2,407,080
Hudson County	993,769	1,030,047
Mercer County Insurance Fund Commission	1,324,992	1,381,702
Monmouth County	40,252	120,566
Ocean County Insurance Fund Commission	870,426	904,283
Salem County	361,335	370,640
Union County Insurance Fund Commission	<u>1,910,727</u>	<u>2,023,025</u>
	<u><u>\$ 14,405,974</u></u>	<u><u>\$ 15,432,150</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, 2021 and 2020 were as follows:

<u>Member</u>	<u>2021</u>	<u>2020</u>
Atlantic County Insurance Commission	\$ 2,350,240	\$ 2,035,546
Burlington County Insurance Commission	3,239,192	2,668,201
Camden County Insurance Commission	5,800,788	5,090,788
Cumberland County Insurance Commission	1,523,471	1,289,773
Gloucester County Insurance Commission	3,484,403	3,136,040
Hudson County	1,970,682	1,768,681
Mercer County Insurance Fund Commission	2,059,525	2,738,856
Monmouth County	2,741,962	1,781,371
Ocean County Insurance Fund Commission	2,209,645	1,960,277
Union County Insurance Fund Commission	2,471,323	2,521,454
	<u>\$ 27,851,231</u>	<u>\$ 24,990,987</u>

**Note 8: RETURN OF SURPLUS**

During 2021, the Board of County Commissioners approved a dividend in the amount of \$750,000. The dividend was payable in the amount of \$150,000 from the 2010, 2011, 2014 and 2016 fund years and \$75,000 from the 2012 and 2013 fund years.

During 2020, the Board of County Commissioners approved a dividend in the amount of \$1,500,000. The dividend was payable in the amount of \$250,000 from the 2010 and 2011 fund years, \$300,000 from the 2012 fund year, \$500,000 from the 2014 fund year, and \$200,000 from the 2016 fund year.

**Note 9: SUBSEQUENT EVENTS**

COVID-19 Pandemic - While there are many issues that are increasing claims cost for New Jersey public entities, management is confident that the Fund and its affiliated Insurance Commissions/Counties are in an exceptionally strong position because of decades of conservative financial practices. Management continues to evaluate the impact of the COVID-19 pandemic on workers' compensation on the Fund.

Claims Activity - Workers' compensation claims are also expected to increase because of recent changes in the public employee pension plans that will reduce the plans' contribution in total disability claims. Fortunately, the Fund's members are experiencing a lower rate of other employee accidents because of improved safety programs. Liability claims are increasing because of the recent change in the statute of limitations for sexual molestation lawsuits and the reluctance of the NJ Court System to grant summary judgements when Title 59 immunities should apply.

Excess Reinsurance Premiums - Although there are signs of insurance marketplace stabilization, Management also expects an increase in excess and reinsurance premiums, especially for cyber liability insurance. To mitigate the increase, the Fund is planning a rate adjustment beginning in 2023.

**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, 2021

	<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	\$ 499,079	\$ 7,054,445	\$ (373,665)	\$ 8,197,895	\$ 15,377,754
Incurred claims and claims adjustment expenses:					
Provision for insured events of current fund year	1,915,039	1,209,488	-	2,614,098	5,738,625
Changes in provision for insured events of prior fund years	(275,765)	(111,439)	260,484	(32,240)	(158,960)
Total incurred claims and claims adjustment expenses all Fund years	1,639,274	1,098,049	260,484	2,581,858	5,579,665
Payments:					
Claims and claims adjustment expenses:					
Attributable to insured events of current fund year	839,019	-	-	9,042	848,061
Attributable to insured events of prior fund years	(9,119)	899,112	253,867	(83,640)	1,060,220
Total payments all fund years	829,900	899,112	253,867	(74,598)	1,908,281
Total unpaid claims and claim adjustment expenses - Ending	1,308,453	7,253,382	(367,048)	10,854,351	19,049,138
Reserve Discount	20,568	-	367,048	1,529,158	1,916,774
Total unpaid claims and claim adjustment expenses - Ending--Statutory Basis	\$ 1,329,021	\$ 7,253,382	\$ -	\$ 12,383,509	\$ 20,965,912

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
TEN-YEAR CLAIMS DEVELOPMENT INFORMATION  
AS OF DECEMBER 31, 2021

	Fund Year									
	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Net Earned Required Contribution and Investment Revenue:										
Earned	\$ 11,008,247	\$ 13,154,004	\$ 18,902,092	\$ 21,425,278	\$ 21,476,413	\$ 21,261,395	\$ 21,491,123	\$ 23,793,416	\$ 25,008,846	\$ 27,842,108
Ceded	6,950,333	8,782,580	13,284,978	15,328,183	15,049,298	14,902,491	15,125,666	16,616,900	18,974,513	20,493,883
	4,057,914	4,371,424	5,617,114	6,097,095	6,427,115	6,358,904	6,365,457	7,176,516	6,034,333	7,348,225
Unallocated Expenses	802,401	916,133	1,356,476	1,567,820	1,533,444	1,651,896	1,655,514	1,936,083	1,921,139	2,024,041
Estimated Claims and Expenses, End of Policy Year:										
Incurred	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703	5,570,371	5,738,625
Ceded									1,387,397	
Net Incurred	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703	4,182,974	5,738,625
Paid (Cumulative) as of:										
End of Policy Year	38,135	-	-	130,464	-	21,705	211,356	247,685	449,634	848,061
One Year Later	-	-	120,096	242,660	-	25,647	243,786	704,297	636,006	
Two Years Later	125,214	15,975	268,119	345,382	-	68,152	358,016	673,117		
Three Years Later	(1,916,774)	516,427	401,039	395,960	320,211	367,768	742,774			
Four Years Later	1,132,971		447,238	763,736	678,558	393,930				
Five Years Later	1,466,691	520,299	442,532	879,633	844,767					
Six Years Later	1,533,508	646,874	475,133	1,175,140						
Seven Years Later	1,551,733	884,946	476,289							
Eight Years Later	1,581,077	914,417								
Nine Years Later	1,582,804									
Reestimated Incurred Claims and Expenses:										
End of Policy Year	2,729,999	2,410,000	3,010,000	3,650,000	3,114,000	3,737,996	3,803,697	4,677,703	4,284,166	5,738,625
One Year Later	2,550,000	2,325,000	2,845,000	3,575,000	2,645,000	2,792,101	2,824,979	3,982,931	5,876,505	
Two Years Later	2,300,000	2,185,000	2,160,000	3,220,000	1,662,670	3,681,440	2,725,278	3,186,957		
Three Years Later	2,492,203	2,150,001	2,080,000	3,462,048	1,273,239	3,661,865	2,140,749			
Four Years Later	2,407,503	1,740,001	1,575,786	3,172,680	1,918,142	2,977,400				
Five Years Later	2,270,000	1,253,708	953,504	2,961,089	2,581,106					
Six Years Later	1,747,625	1,396,227	1,025,456	2,742,247						
Seven Years Later	1,690,920	1,409,691	908,122							
Eight Years Later	1,643,333	1,447,768								
Nine Years Later	1,653,738									
Change in Estimated Incurred Claims and Expenses from End of Policy Year	\$ (1,076,261)	\$ (962,232)	\$ (2,101,878)	\$ (907,753)	\$ (532,894)	\$ (760,596)	\$ (1,662,948)	\$ (1,490,746)	\$ 1,693,531	\$ -

**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, 2021

ASSETS

Cash and Cash Equivalents	\$ 15,454,639	
Investments	<u>15,136,342</u>	
Total Cash and Investments		\$ 30,590,981
Receivables:		
Contributions Receivable	820,504	
Interest Receivable	21,354	
Refund Receivable	<u>1,985,085</u>	
Total Receivables		<u>2,826,943</u>
Prepaid Expenses		<u>80,259</u>
Total Assets		\$ 33,498,183

LIABILITIES

Claims:		
Case Reserves	10,977,442	
IBNR Reserve	11,375,867	
Less: Excess Insurance Recoverable	<u>(1,387,397)</u>	
Total Claims		20,965,912
Accrued Expenses:		
Administrative Expenses	<u>20,425</u>	
Total Accrued Expenses		20,425
Other Liabilities:		
Authorized Return of Surplus	<u>22,646</u>	
Total Other Liabilities		<u>22,646</u>
Total Liabilities		<u>21,008,983</u>
Net Statutory Surplus		<u>\$ 12,489,200</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, 2021

Operating Revenue:		
Regular Contributions	<u>\$ 216,347,698</u>	
Total Underwriting Income		\$ 216,347,698
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	8,997,546	
Case Reserves	10,977,442	
IBNR Reserves	<u>11,375,867</u>	
Subtotal		\$ 31,350,855
Less Excess Insurance:		
Recoverable	<u>1,387,397</u>	
Subtotal		<u>1,387,397</u>
Total Limited Incurred Claims		29,963,458
Expenses:		
Excess Insurance	110,435,730	
Ancillary Insurance	42,780,640	
Administrative	<u>16,354,222</u>	
Total Expenses		<u>169,570,592</u>
Total Incurred Liabilities		<u>199,534,050</u>
Underwriting Surplus		16,813,648
Investment Income		<u>1,533,103</u>
Gross Statutory Surplus		18,346,751
Return of Surplus:		
Paid	5,834,905	
Authorized and Unpaid	<u>22,646</u>	
Total Return of Surplus		<u>5,857,551</u>
Net Statutory Surplus		<u>\$ 12,489,200</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 of and for the year ended December 31, 2021 as follows:

Total Liabilities and Reserves - Comparative Statements of Net Position	\$ 19,092,209
Plus Reserve Discount	<u>1,916,774</u>
Total Liabilities--Statutory Basis	<u><u>\$ 21,008,983</u></u>
Net Position - Comparative Statements of Net Position	\$ 14,405,974
Less Reserve Discount	<u>1,916,774</u>
Net Statutory Surplus	<u><u>\$ 12,489,200</u></u>



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2021 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 27,851,231</u>		
Total Underwriting Income			\$ 27,851,231
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	848,061		
Case Reserves	1,097,909		
IBNR Reserves	<u>3,792,655</u>		
Total Limited Incurred Claims		\$ 5,738,625	
Expenses:			
Excess Insurance	14,858,833		
Ancillary Insurance	5,635,050		
Administrative	<u>2,024,041</u>		
Total Expenses		<u>22,517,924</u>	
Total Incurred Liabilities			<u>28,256,549</u>
Underwriting Deficit			(405,318)
Investment Loss			<u>(9,123)</u>
Gross Statutory Deficit			(414,441)
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Deficit			<u><u>\$ (414,441)</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2020 OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2021

Underwriting Income:		
Regular Contributions	<u>\$ 24,990,987</u>	
Total Underwriting Income		\$ 24,990,987
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	636,006	
Case Reserves	3,478,036	
IBNR Reserves	<u>3,149,860</u>	
Subtotal		\$ 7,263,902
Less Excess Insurance:		
Recoverable	<u>1,387,397</u>	
Subtotal		<u>1,387,397</u>
Total Limited Incurred Claims		5,876,505
Expenses:		
Excess Insurance	14,143,380	
Ancillary Insurance	4,831,133	
Administrative	<u>1,921,139</u>	
Total Expenses		<u>20,895,652</u>
Total Incurred Liabilities		<u>26,772,157</u>
Underwriting Deficit		(1,781,170)
Investment Income		<u>17,859</u>
Gross Statutory Deficit		(1,763,311)
Return of Surplus:		
Paid	-	
Authorized and Unpaid	<u>-</u>	
Total Return of Surplus		<u>-</u>
Net Statutory Deficit		<u><u>\$ (1,763,311)</u></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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 23,667,187</u>		
Total Underwriting Income			\$ 23,667,187
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	673,117		
Case Reserves	590,241		
IBNR Reserves	<u>1,923,599</u>		
Total Limited Incurred Claims		\$ 3,186,957	
Expenses:			
Excess Insurance	13,171,244		
Ancillary Insurance	3,445,656		
Administrative	<u>1,936,083</u>		
Total Expenses		<u>18,552,983</u>	
Total Incurred Liabilities			<u>21,739,940</u>
Underwriting Surplus			1,927,247
Investment Income			<u>126,229</u>
Gross Statutory Surplus			2,053,476
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 2,053,476</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 21,302,330</u>		
Total Underwriting Income			\$ 21,302,330
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	742,774		
Case Reserves	384,007		
IBNR Reserves	<u>1,013,968</u>		
Total Limited Incurred Claims		\$ 2,140,749	
Expenses:			
Excess Insurance	11,930,500		
Ancillary Insurance	3,195,166		
Administrative	<u>1,655,514</u>		
Total Expenses		<u>16,781,180</u>	
Total Incurred Liabilities			<u>18,921,929</u>
Underwriting Surplus			2,380,401
Investment Income			<u>188,793</u>
Gross Statutory Surplus			2,569,194
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 2,569,194</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 21,070,061</u>		
Total Underwriting Income			\$ 21,070,061
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	393,930		
Case Reserves	1,372,321		
IBNR Reserves	<u>1,211,149</u>		
Total Limited Incurred Claims		\$ 2,977,400	
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>19,531,787</u>
Underwriting Surplus			1,538,274
Investment Income			<u>191,334</u>
Gross Statutory Surplus			1,729,608
Return of Surplus:			
Paid		-	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>-</u>
Net Statutory Surplus			<u><u>\$ 1,729,608</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, 2021

Underwriting Income:		
Regular Contributions	<u>\$ 21,278,896</u>	
Total Underwriting Income		\$ 21,278,896
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	844,767	
Case Reserves	1,681,780	
IBNR Reserves	<u>54,559</u>	
Total Limited Incurred Claims		\$ 2,581,106
Expenses:		
Excess Insurance	10,973,270	
Ancillary Insurance	4,076,028	
Administrative	<u>1,533,444</u>	
Total Expenses		<u>16,582,742</u>
Total Incurred Liabilities		<u>19,163,848</u>
Underwriting Surplus		2,115,048
Investment Income		<u>197,517</u>
Gross Statutory Surplus		2,312,565
Return of Surplus:		
Paid	577,354	
Authorized and Unpaid	<u>22,646</u>	
Total Return of Surplus		<u>600,000</u>
Net Statutory Surplus		<u><u>\$ 1,712,565</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 21,242,766</u>		
Total Underwriting Income			\$ 21,242,766
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	1,175,140		
Case Reserves	1,460,650		
IBNR Reserves	<u>106,457</u>		
Total Limited Incurred Claims		\$ 2,742,247	
Expenses:			
Excess Insurance	11,153,266		
Ancillary Insurance	4,174,917		
Administrative	<u>1,567,820</u>		
Total Expenses		<u>16,896,003</u>	
Total Incurred Liabilities			<u>19,638,250</u>
Underwriting Surplus			1,604,516
Investment Income			<u>182,512</u>
Gross Statutory Surplus			1,787,028
Return of Surplus:			
Paid		250,000	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>250,000</u>
Net Statutory Surplus			<u><u>\$ 1,537,028</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 18,722,334</u>		
Total Underwriting Income			\$ 18,722,334
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	476,289		
Case Reserves	388,283		
IBNR Reserves	<u>43,550</u>		
Total Limited Incurred Claims		\$ 908,122	
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>15,549,576</u>
Underwriting Surplus			3,172,758
Investment Income			<u>179,758</u>
Gross Statutory Surplus			3,352,516
Return of Surplus:			
Paid		1,066,667	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>1,066,667</u>
Net Statutory Surplus			<u><u>\$ 2,285,849</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 13,006,028</u>		
Total Underwriting Income			\$ 13,006,028
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	914,417		
Case Reserves	458,599		
IBNR Reserves	<u>74,752</u>		
Total Limited Incurred Claims		\$ 1,447,768	
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>11,146,481</u>
Underwriting Surplus			1,859,547
Investment Income			<u>147,976</u>
Gross Statutory Surplus			2,007,523
Return of Surplus:			
Paid		741,667	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>741,667</u>
Net Statutory Surplus			<u><u>\$ 1,265,856</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, 2021

Underwriting Income:			
Regular Contributions	<u>\$ 10,894,134</u>		
Total Underwriting Income			\$ 10,894,134
Incurring Liabilities:			
Claims:			
Paid (Net of Recoveries)	1,582,804		
Case Reserves	65,616		
IBNR Reserves	<u>5,318</u>		
Total Limited Incurred Claims		\$ 1,653,738	
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>9,406,472</u>
Underwriting Surplus			1,487,662
Investment Income			<u>114,113</u>
Gross Statutory Surplus			1,601,775
Return of Surplus:			
Paid		918,856	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>918,856</u>
Net Statutory Surplus			<u><u>\$ 682,919</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, 2021

Underwriting Income:		
Regular Contributions	<u>\$ 7,965,927</u>	
Total Underwriting Income		<u>\$ 7,965,927</u>
Incurring Liabilities:		
Claims:		
Paid (Net of Recoveries)	538,401	
Case Reserves	-	
IBNR Reserves	<u>-</u>	
Total Limited Incurred Claims		<u>\$ 538,401</u>
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>6,194,256</u>
Underwriting Surplus		1,771,671
Investment Income		<u>112,325</u>
Gross Statutory Surplus		1,883,996
Return of Surplus:		
Paid	1,217,198	
Authorized and Unpaid	<u>-</u>	
Total Return of Surplus		<u>1,217,198</u>
Net Statutory Surplus		<u><u>\$ 666,798</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, 2021

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>-</u>		
Total Limited Incurred Claims		\$ 171,840	
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>3,212,805</u>
Underwriting Surplus			1,143,012
Investment Income			<u>83,810</u>
Gross Statutory Surplus			1,226,822
Return of Surplus:			
Paid		1,063,163	
Authorized and Unpaid		<u>-</u>	
Total Return of Surplus			<u>1,063,163</u>
Net Statutory Surplus			<u><u>\$ 163,659</u></u>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2021 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2021

	<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	\$ 9,290,650	\$ 7,091,237	\$ 311,886	\$ 5,660,950	\$ 3,427,014	\$ 2,069,494	\$ 27,851,231
Incurred Liabilities:							
Claims	1,915,039	1,209,488		2,614,098			5,738,625
Expenses	8,383,264	4,042,800		2,432,769	5,635,050	2,024,041	22,517,924
Total Liabilities	10,298,303	5,252,288	-	5,046,867	5,635,050	2,024,041	28,256,549
Underwriting Surplus (Deficit)	(1,007,653)	1,838,949	311,886	614,083	(2,208,036)	45,453	(405,318)
Adjustments:							
Investment Income (Loss)		29	(257)	(3,891)	-	(5,004)	(9,123)
Permanent Transfers							-
Total Adjustments	-	29	(257)	(3,891)	-	(5,004)	(9,123)
Gross Statutory Surplus (Deficit)	(1,007,653)	1,838,978	311,629	610,192	(2,208,036)	40,449	(414,441)
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ (1,007,653)	\$ 1,838,978	\$ 311,629	\$ 610,192	\$ (2,208,036)	\$ 40,449	\$ (414,441)

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2020 ACCOUNT OPERATING RESULTS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2021

	<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	\$ 8,012,440	\$ 5,533,389	\$ 258,435	\$ 5,946,001	\$ 3,226,257	\$ 2,014,465	\$ 24,990,987
Incurred Liabilities:							
Claims	528,917	1,338,458		4,009,130			5,876,505
Expenses	7,169,150	3,698,836		3,275,394	4,831,133	1,921,139	20,895,652
Total Liabilities	7,698,067	5,037,294	-	7,284,524	4,831,133	1,921,139	26,772,157
Underwriting Surplus (Deficit)	314,373	496,095	258,435	(1,338,523)	(1,604,876)	93,326	(1,781,170)
Adjustments:							
Investment Income (Loss)		(25)	943	13,759	206	2,976	17,859
Permanent Transfers							-
Total Adjustments	-	(25)	943	13,759	206	2,976	17,859
Gross Statutory Surplus (Deficit)	314,373	496,070	259,378	(1,324,764)	(1,604,670)	96,302	(1,763,311)
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 314,373	\$ 496,070	\$ 259,378	\$ (1,324,764)	\$ (1,604,670)	\$ 96,302	\$ (1,763,311)

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, 2021

	<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	\$ 2,087,939	\$ 23,667,187
Incurred Liabilities:							
Claims	406,854	1,032,929		1,747,174			3,186,957
Expenses	6,480,398	3,555,746		3,135,100	3,445,656	1,936,083	18,552,983
Total Liabilities	6,887,252	4,588,675	-	4,882,274	3,445,656	1,936,083	21,739,940
Underwriting Surplus (Deficit)	67,095	325,632	253,180	1,358,912	(229,428)	151,856	1,927,247
Adjustments:							
Investment Income	2,111	33,214	6,486	78,272	-	6,146	126,229
Permanent Transfers							-
Total Adjustments	2,111.00	33,214	6,486	78,272	-	6,146	126,229
Gross Statutory Surplus (Deficit)	69,206	358,846	259,666	1,437,184	(229,428)	158,002	2,053,476
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 69,206	\$ 358,846	\$ 259,666	\$ 1,437,184	\$ (229,428)	\$ 158,002	\$ 2,053,476

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, 2021

	<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		733,601		1,407,148			2,140,749
Expenses	5,693,774	2,994,852		3,241,874	3,195,166	1,655,514	16,781,180
Total Liabilities	5,693,774	3,728,453	-	4,649,022	3,195,166	1,655,514	18,921,929
Underwriting Surplus (Deficit)	30,306	(430,519)	251,713	1,524,988	937,486	66,427	2,380,401
Adjustments:							
Investment Income	1,460	13,119	10,109	108,792	53,031	2,282	188,793
Permanent Transfers							-
Total Adjustments	1,460	13,119	10,109	108,792	53,031	2,282	188,793
Gross Statutory Surplus (Deficit)	31,766	(417,400)	261,822	1,633,780	990,517	68,709	2,569,194
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 31,766	\$ (417,400)	\$ 261,822	\$ 1,633,780	\$ 990,517	\$ 68,709	\$ 2,569,194



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, 2021

	<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		2,022,560	250,439	704,401			2,977,400
Expenses	5,030,295	2,777,000		3,107,058	3,988,138	1,651,896	16,554,387
Total Liabilities	5,030,295	4,799,560	250,439.00	3,811,459	3,988,138	1,651,896	19,531,787
Underwriting Surplus (Deficit)	124,555	(1,340,787)	(724)	2,576,724	81,945	96,561	1,538,274
Adjustments:							
Investment Income	5,255	28,555	10,680	137,672	3,433	5,739	191,334
Permanent Transfers							-
Total Adjustments	5,255	28,555	10,680	137,672	3,433	5,739	191,334
Gross Statutory Surplus (Deficit)	129,810	(1,312,232)	9,956	2,714,396	85,378	102,300	1,729,608
Return of Surplus							-
Net Statutory Surplus (Deficit)	\$ 129,810	\$ (1,312,232)	\$ 9,956	\$ 2,714,396	\$ 85,378	\$ 102,300	\$ 1,729,608

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, 2021

	<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		1,292,909	250,000	1,038,197			2,581,106
Expenses	4,966,811	2,555,000		3,451,459	4,076,028	1,533,444	16,582,742
Total Liabilities	4,966,811	3,847,909	250,000.00	4,489,656	4,076,028	1,533,444	19,163,848
Underwriting Surplus (Deficit)	44,006	(268,474)	(8,286)	2,071,817	63,142	212,843	2,115,048
Adjustments:							
Investment Income	1,872	33,556	11,749	132,382	2,727	12,049	197,517
Permanent Transfers							-
Total Adjustments	1,872	33,556	11,749	132,382	2,727	12,049	197,517
Gross Statutory Surplus (Deficit)	45,878	(234,918)	3,463	2,204,199	65,869	224,892	2,312,565
Return of Surplus				600,000			600,000
Net Statutory Surplus (Deficit)	\$ 45,878	\$ (234,918)	\$ 3,463	\$ 1,604,199	\$ 65,869	\$ 224,892	\$ 1,712,565

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, 2021

	<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>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		1,058,684	306,425	1,377,138				2,742,247
Expenses	4,541,481	2,534,250		4,077,535		4,174,917	1,567,820	16,896,003
Total Liabilities	4,541,481	3,592,934	306,425.00	5,454,673	-	4,174,917	1,567,820	19,638,250
Underwriting Surplus (Deficit)	17,811	(67,391)	(63,822)	1,700,407	-	(97,773)	115,284	1,604,516
Adjustments:								
Investment Income	810	43,218	4,370	123,548	2,371	44	8,151	182,512
Permanent Transfers								-
Total Adjustments	810	43,218	4,370	123,548	2,371	44	8,151	182,512
Gross Statutory Surplus (Deficit)	18,621	(24,173)	(59,452)	1,823,955	2,371	(97,729)	123,435	1,787,028
Return of Surplus				250,000				250,000
Net Statutory Surplus (Deficit)	\$ 18,621	\$ (24,173)	\$ (59,452)	\$ 1,573,955	\$ 2,371	\$ (97,729)	\$ 123,435	\$ 1,537,028

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, 2021

	<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>Ancillary Coverages</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:								
Regular Contributions	\$ 3,791,237	\$ 2,976,328	\$ 230,782	\$ 6,501,429	\$ -	\$ 3,759,004	\$ 1,463,554	\$ 18,722,334
Incurred Liabilities:								
Claims		113,740	121,143	673,239				908,122
Expenses	3,791,240	2,491,556		3,279,870		3,722,312	1,356,476	14,641,454
Total Liabilities	3,791,240	2,605,296	121,143.00	3,953,109	-	3,722,312	1,356,476	15,549,576
Underwriting Surplus (Deficit)	(3)	371,032	109,639	2,548,320	-	36,692	107,078	3,172,758
Adjustments:								
Investment Income	41	26,607	7,578	126,459	2,561	2,510	14,002	179,758
Permanent Transfers								-
Total Adjustments	41	26,607	7,578	126,459	2,561	2,510	14,002	179,758
Gross Statutory Surplus	38	397,639	117,217	2,674,779	2,561	39,202	121,080	3,352,516
Return of Surplus				1,066,667				1,066,667
Net Statutory Surplus	\$ 38	\$ 397,639	\$ 117,217	\$ 1,608,112	\$ 2,561	\$ 39,202	\$ 121,080	\$ 2,285,849

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, 2021

	<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>Ancillary 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
Incurring Liabilities:								
Claims		231,619	250,000	966,149				1,447,768
Expenses	2,578,765	3,022,406				3,181,409	916,133	9,698,713
Total Liabilities	2,578,765	3,254,025	250,000	966,149	-	3,181,409	916,133	11,146,481
Underwriting Surplus (Deficit)	72,379	549,638	(48,169)	1,006,919	-	233,261	45,519	1,859,547
Adjustments:								
Investment Income	7,373	34,003	1,799	82,082	3,127	11,489	8,103	147,976
Permanent Transfers								-
Total Adjustments	7,373	34,003	1,799	82,082	3,127	11,489	8,103	147,976
Gross Statutory Surplus (Deficit)	79,752	583,641	(46,370)	1,089,001	3,127	244,750	53,622	2,007,523
Return of Surplus				741,667				741,667
Net Statutory Surplus (Deficit)	\$ 79,752	\$ 583,641	\$ (46,370)	\$ 347,334	\$ 3,127	\$ 244,750	\$ 53,622	\$ 1,265,856

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, 2021

	<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>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		932,504	250,000	471,234				1,653,738
Expenses	2,284,162	1,025,494	209,861	648,946		2,781,870	802,401	7,752,734
Total Liabilities	2,284,162	1,957,998	459,861	1,120,180	-	2,781,870	802,401	9,406,472
Underwriting Surplus (Deficit)	121,823	(220,581)	(45,597)	1,343,062	-	106,811	182,144	1,487,662
Adjustments:								
Investment Income	7,489	8,093	3,040	80,708	3,332	336	11,115	114,113
Permanent Transfers								-
Total Adjustments	7,489	8,093	3,040	80,708	3,332	336	11,115	114,113
Gross Statutory Surplus (Deficit)	129,312	(212,488)	(42,557)	1,423,770	3,332	107,147	193,259	1,601,775
Return of Surplus				625,000		107,103	186,753	918,856
Net Statutory Surplus (Deficit)	\$ 129,312	\$ (212,488)	\$ (42,557)	\$ 798,770	\$ 3,332	\$ 44	\$ 6,506	\$ 682,919

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, 2021

	<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>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
Incurring Liabilities:								
Claims		145,322	91,234	301,845				538,401
Expenses	1,502,240	632,583	84,589	310,789		2,526,135	599,519	5,655,855
Total Liabilities	1,502,240	777,905	175,823	612,634	-	2,526,135	599,519	6,194,256
Underwriting Surplus (Deficit)	(3,236)	423,646	59,067	941,667	131,707	61,145	157,675	1,771,671
Adjustments:								
Investment Income	7	28,904	10,959	51,895	8,517	2,665	9,378	112,325
Permanent Transfers								-
Total Adjustments	7	28,904	10,959	51,895	8,517	2,665	9,378	112,325
Gross Statutory Surplus (Deficit)	(3,229)	452,550	70,026	993,562	140,224	63,810	167,053	1,883,996
Return of Surplus		275,000		716,666		63,593	161,939	1,217,198
Net Statutory Surplus (Deficit)	\$ (3,229)	\$ 177,550	\$ 70,026	\$ 276,896	\$ 140,224	\$ 217	\$ 5,114	\$ 666,798

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, 2021

	<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>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				171,840				171,840
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	430,349	-	1,222,826	389,756	3,212,805
Underwriting Surplus	3,153	387,561	74,924	488,031	109,208	9,931	70,204	1,143,012
Adjustments:								
Investment Income	528	28,727	5,260	32,578	6,129	4,074	6,514	83,810
Permanent Transfers								-
Total Adjustments	528	28,727	5,260	32,578	6,129	4,074	6,514	83,810
Gross Statutory Surplus	3,681	416,288	80,184	520,609	115,337	14,005	76,718	1,226,822
Return of Surplus		365,000	40,000	570,000		13,957	74,206	1,063,163
Net Statutory Surplus (Deficit)	\$ 3,681	\$ 51,288	\$ 40,184	\$ (49,391)	\$ 115,337	\$ 48	\$ 2,512	\$ 163,659



NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2021 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2021

	<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)	\$ 839,019	\$ -	\$ -	\$ 9,042	\$ 848,061
Case Reserves	1,075,020	6,703		16,186	1,097,909
IBNR Reserves	1,000	1,202,785		2,588,870	3,792,655
Subtotal	1,915,039	1,209,488	-	2,614,098	5,738,625
Excess Insurance Received Recoverable				-	-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 1,915,039	\$ 1,209,488	\$ -	\$ 2,614,098	\$ 5,738,625
Number of Claims	7	24	1	373	405
Average Cost Per Claim	\$ 273,577	\$ 50,395	\$ -	\$ 7,008	\$ 14,169

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
STATEMENT OF FUND YEAR 2020 CLAIMS ANALYSIS--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2021

	<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)	\$ 275,916	\$ 252,330	\$ -	\$ 107,760	\$ 636,006
Case Reserves	253,001	13,489		3,211,546	3,478,036
IBNR Reserves	-	1,072,639		2,077,221	3,149,860
Subtotal	528,917	1,338,458	-	5,396,527	7,263,902
Excess Insurance Received Recoverable				1,387,397	-
Subtotal	-	-	-	1,387,397	1,387,397
Limited Incurred Claims	\$ 528,917	\$ 1,338,458	\$ -	\$ 4,009,130	\$ 5,876,505
Number of Claims	14	73	2	645	734
Average Cost Per Claim	\$ 37,780	\$ 18,335	\$ -	\$ 6,216	\$ 8,006

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, 2021

	<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)	\$ 406,854	\$ 213,748	\$ -	\$ 52,515	\$ 673,117
Case Reserves		191,277		398,964	590,241
IBNR Reserves		627,904		1,295,695	1,923,599
Subtotal	406,854	1,032,929	-	1,747,174	3,186,957
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 406,854	\$ 1,032,929	\$ -	\$ 1,747,174	\$ 3,186,957
Number of Claims	5	99	3	30	137
Average Cost Per Claim	\$ 81,371	\$ 10,434	\$ -	\$ 58,239	\$ 23,262

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, 2021

	<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)	\$ -	\$ 313,954	\$ -	\$ 428,820	\$ 742,774
Case Reserves		216,541		167,466	384,007
IBNR Reserves		203,106		810,862	1,013,968
Subtotal	-	733,601	-	1,407,148	2,140,749
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 733,601	\$ -	\$ 1,407,148	\$ 2,140,749
Number of Claims	-	169	5	35	209
Average Cost Per Claim	\$ -	\$ 4,341	\$ -	\$ 40,204	\$ 10,243

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, 2021

	<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)	\$ -	\$ 90,085	\$ 250,439	\$ 53,406	\$ 393,930
Case Reserves		1,247,564		124,757	1,372,321
IBNR Reserves		684,911		526,238	1,211,149
Subtotal	-	2,022,560	250,439	704,401	2,977,400
Excess Insurance Received					-
Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 2,022,560	\$ 250,439	\$ 704,401	\$ 2,977,400
Number of Claims	-	174	9	60	243
Average Cost Per Claim	\$ -	\$ 11,624	\$ 27,827	\$ 11,740	\$ 12,253

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, 2021

	<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)	\$ -	\$ 374,629	\$ 250,000	\$ 220,138	\$ 844,767
Case Reserves	-	899,224	-	782,556	1,681,780
IBNR Reserves	-	19,056	-	35,503	54,559
Subtotal	-	1,292,909	250,000	1,038,197	2,581,106
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 1,292,909	\$ 250,000	\$ 1,038,197	\$ 2,581,106
Number of Claims	-	174	7	41	222
Average Cost Per Claim	\$ -	\$ 7,431	\$ 35,714	\$ 25,322	\$ 11,627

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, 2021

	<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)	\$ -	\$ 296,646	\$ 306,425	\$ 572,069	\$ 1,175,140
Case Reserves		752,417		708,233	1,460,650
IBNR Reserves		9,621		96,836	106,457
Subtotal	-	1,058,684	306,425	1,377,138	2,742,247
Excess Insurance Received					-
Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 1,058,684	\$ 306,425	\$ 1,377,138	\$ 2,742,247
Number of Claims	-	201	4	108	313
Average Cost Per Claim	\$ -	\$ 5,267	\$ 76,606	\$ 12,751	\$ 8,761

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, 2021

	<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)	\$ -	\$ 7,695	\$ 121,143	\$ 347,451	\$ 476,289
Case Reserves		105,820		282,463	388,283
IBNR Reserves		225		43,325	43,550
Subtotal	-	113,740	121,143	673,239	908,122
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 113,740	\$ 121,143	\$ 673,239	\$ 908,122
Number of Claims	-	129	7	58	194
Average Cost Per Claim	\$ -	\$ 882	\$ 17,306	\$ 11,608	\$ 4,681



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, 2021

	<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	\$ 432,898	\$ 914,417
Case Reserves		100		458,499	458,599
IBNR Reserves				74,752	74,752
Subtotal	-	231,619	250,000	966,149	1,447,768
Excess Insurance Received					-
Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 231,619	\$ 250,000	\$ 966,149	\$ 1,447,768
Number of Claims	-	84	2	48	134
Average Cost Per Claim	\$ -	\$ 2,757	\$ 125,000	\$ 20,128	\$ 10,804

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, 2021

	<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	\$ 400,300	\$ 1,582,804
Case Reserves				65,616	65,616
IBNR Reserves				5,318	5,318
Subtotal	-	932,504	250,000	471,234	1,653,738
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ -	\$ 932,504	\$ 250,000	\$ 471,234	\$ 1,653,738
Number of Claims	2	63	6	40	111
Average Cost Per Claim	\$ -	\$ 14,802	\$ 41,667	\$ 11,781	\$ 14,899

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, 2021

	<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	\$ 301,845	\$ 538,401	
Case Reserves						
IBNR Reserves						
Subtotal	-	145,322	91,234	301,845	538,401	
Excess Insurance						
Received						-
Recoverable						-
Subtotal	-	-	-	-	-	
Limited Incurred Claims	\$ -	\$ 145,322	\$ 91,234	\$ 301,845	\$ 538,401	
Number of Claims	1	68	3	26	98	
Average Cost Per Claim	\$ -	\$ 2,137	\$ 30,411	\$ 11,609	\$ 5,494	

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, 2021

	<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						
Subtotal	-		-	171,840	171,840	
Excess Insurance						
Received						-
Recoverable						-
Subtotal	-	-	-	-	-	
Limited Incurred Claims	\$ -	\$ -	\$ -	\$ 171,840	\$ 171,840	
Number of Claims	-	44	-	8	52	
Average Cost Per Claim	\$ -	\$ -	\$ -	\$ 21,480	\$ 3,305	

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2021 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2021

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 14,858,441	\$ 392	\$ 14,858,833
Ancilliary Insurance	5,635,050		5,635,050
	<hr/>		
Subtotal Excess Insurance	20,493,491	392	20,493,883
	<hr/>		
Administrative Expenses:			
Actuary	21,673	1,992	23,665
Attorney	15,000		15,000
Auditor		17,167	17,167
Internal Auditor	20,298		20,298
Claims Administrator	87,000	500	87,500
Fund Administrator	695,257		695,257
Miscellaneous Expenses	15,601	374	15,975
Safety Director	421,252		421,252
Treasurer	15,000		15,000
Risk Management Consultant	102,124		102,124
Safety Institute Funding	71,978		71,978
Underwriting Managers	538,825		538,825
	<hr/>		
Subtotal Administrative Expenses	2,004,008	20,033	2,024,041
	<hr/>		
Total Expenses	\$ 22,497,499	\$ 20,425	\$ 22,517,924
	<hr/>		

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
 STATEMENT OF FUND YEAR 2020 EXPENSE ANALYSIS--STATUTORY BASIS  
 FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2021

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 14,143,380		\$ 14,143,380
Ancilliary Insurance	4,831,133		4,831,133
	<hr/>		
Subtotal Excess Insurance	18,974,513	-	18,974,513
	<hr/>		
Administrative Expenses:			
Actuary	11,715		11,715
Attorney	15,000		15,000
Auditor	16,830		16,830
Internal Auditor	19,900		19,900
Claims Administrator	84,500		84,500
Fund Administrator	681,624		681,624
Litigation Management	2,672		2,672
Miscellaneous Expenses	22,309		22,309
Safety Director	412,992		412,992
Treasurer	15,000		15,000
Risk Management Consultant	102,124		102,124
Safety Institute Funding	6,046		6,046
Underwriting Managers	530,427		530,427
	<hr/>		
Subtotal Administrative Expenses	1,921,139	-	1,921,139
	<hr/>		
Total Expenses	\$ 20,895,652	-	\$ 20,895,652
	<hr/>		

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, 2021

	<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	22,522		22,522
Attorney	15,000		15,000
Auditor	20,000		20,000
Internal Auditor	12,922		12,922
Claims Administrator	74,585		74,585
Fund Administrator	653,093		653,093
Miscellaneous Expenses	14,171		14,171
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	1,936,083	-	1,936,083
	<hr/>		
Total Expenses	\$ 18,552,983	-	\$ 18,552,983
	<hr/> <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, 2021

	<u>Paid</u>	<u>Accrued</u>	<u>Total</u>
Excess Insurance Premiums			
Excess Insurance	\$ 11,930,500		\$ 11,930,500
Ancilliary Insurance	3,195,166		3,195,166
	<hr/>		
Subtotal Excess Insurance	15,125,666	-	15,125,666
	<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	\$ 16,781,180	-	\$ 16,781,180
	<hr/> <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, 2021

	<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, 2021

	<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	6,647		6,647
Safety Director	374,579		374,579
Treasurer	14,750		14,750
Underwriting Managers	429,401		429,401
	<hr/>		
Subtotal Administrative Expenses	1,533,444	-	1,533,444
	<hr/>		
Total Expenses	\$ 16,582,742	-	\$ 16,582,742
	<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, 2021

	<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	5,746		5,746
Safety Director	372,477		372,477
Treasurer	15,000		15,000
Underwriting Managers	451,407		451,407
	<hr/>		
Subtotal Administrative Expenses	1,567,820	-	1,567,820
	<hr/>		
Total Expenses	\$ 16,896,003	-	\$ 16,896,003
	<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, 2021

	<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, 2021

	<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, 2021

	<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/>		

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, 2021

	<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/> <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, 2021

	<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 2021 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2021

	<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, Old Republic		Safety National Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurred Liabilities:				
Claims (Schedule D)	\$ 1,915,039	\$ 1,209,488	\$ -	\$ 2,614,098
Administrative Expenses (1)	8,628,276	4,865,939	84,215	3,304,443
	<u>\$ 10,543,315</u>	<u>\$ 6,075,427</u>	<u>\$ 84,215</u>	<u>\$ 5,918,541</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 2020 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2021

	<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, Old Republic		Safety National Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurring Liabilities:				
Claims (Schedule D)	\$ 528,917	\$ 1,338,458	\$ -	\$ 4,009,130
Administrative Expenses (1)	7,458,094	4,327,426	88,550	4,190,449
	<u>\$ 7,987,011</u>	<u>\$ 5,665,884</u>	<u>\$ 88,550</u>	<u>\$ 8,199,579</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 2019 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2021

	<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, Underwriters at Lloyd's
Number of Participants	10	10	10	10
Incurring Liabilities:				
Claims (Schedule D)	\$ 406,854	\$ 1,032,929	\$ -	\$ 1,747,174
Administrative Expenses (1)	6,657,140	4,062,372	94,414	4,293,401
	<u>\$ 7,063,994</u>	<u>\$ 5,095,301</u>	<u>\$ 94,414</u>	<u>\$ 6,040,575</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, 2021

	<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)	\$ -	\$ 733,601	\$ -	\$ 1,407,148
Administrative Expenses (1)	5,708,039	3,137,508	118,478	4,621,989
	<u>\$ 5,708,039</u>	<u>\$ 3,871,109</u>	<u>\$ 118,478</u>	<u>\$ 6,029,137</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, 2021

	<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
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 2,022,560	\$ 250,439	\$ 704,401
Administrative Expenses (1)	5,077,734	3,036,667	95,109	4,356,739
	<u>\$ 5,077,734</u>	<u>\$ 5,059,227</u>	<u>\$ 345,548</u>	<u>\$ 5,061,140</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, 2021

	<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 \$35,000,000	\$25,000,000 N/A	STATUTORY
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
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 1,292,909	\$ 250,000	\$ 1,038,197
Administrative Expenses (1)	4,982,078	2,910,397	83,855	4,530,384
	<u>\$ 4,982,078</u>	<u>\$ 4,203,306</u>	<u>\$ 333,855</u>	<u>\$ 5,568,581</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, 2021

	<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
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 1,058,684	\$ 306,425	\$ 1,377,138
Administrative Expenses (1)	4,547,931	2,893,242	87,858	5,192,055
	<u>\$ 4,547,931</u>	<u>\$ 3,951,926</u>	<u>\$ 394,283</u>	<u>\$ 6,569,193</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 2014 PROGRAM SUMMARY--STATUTORY BASIS  
FOR THE PERIOD JANUARY 1, 2014 TO DECEMBER 31, 2021

	<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)	\$ -	\$ 113,740	\$ 121,143	\$ 673,239
Administrative Expenses (1)	3,791,239	2,658,577	79,513	4,389,813
	<u>\$ 3,791,239</u>	<u>\$ 2,772,317</u>	<u>\$ 200,656</u>	<u>\$ 5,063,052</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, 2021

	<u>Coverages</u>			
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	<u>Workers Compensation</u>
Each	\$260,000,000	\$20,000,000/\$25,000,000	\$20,000,000/\$25,000,000	STATUTORY
Aggregate		\$30,000,000/\$45,000,000	N/A	
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)	\$ -	\$ 231,619	\$ 250,000	\$ 966,149
Administrative Expenses (1)	2,600,660	3,258,737	61,054	596,854
	<u>\$ 2,600,660</u>	<u>\$ 3,490,356</u>	<u>\$ 311,054</u>	<u>\$ 1,563,003</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, 2021

	<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
Incurring Liabilities:				
Claims (Schedule D)	\$ -	\$ 932,504	\$ 250,000	\$ 471,234
Administrative Expenses (1)	2,318,431	1,225,760	267,360	1,159,313
	<u>\$ 2,318,431</u>	<u>\$ 2,158,264</u>	<u>\$ 517,360</u>	<u>\$ 1,630,547</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, 2021

	<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	\$20,000,000 N/A	STATUTORY
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)	\$ -	\$ 145,322	\$ 91,234	\$ 301,845
Administrative Expenses (1)	1,501,250	806,658	130,573	691,239
	<u>\$ 1,501,250</u>	<u>\$ 951,980</u>	<u>\$ 221,807</u>	<u>\$ 993,084</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, 2021

	<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	\$20,000,000 N/A	STATUTORY
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)	\$ -	\$ -	\$ -	\$ 171,840
Administrative Expenses (1)	902,652	332,351	96,119	487,018
	<u>\$ 902,652</u>	<u>\$ 332,351</u>	<u>\$ 96,119</u>	<u>\$ 658,858</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, 2021

<u>Description</u>	<u>Amount</u>
<u>Cash and Cash Equivalents</u>	
First Colonial Bank	
General Account	\$ 5,650,773
Workers' Compensation Claims Account	262,620
Liability Claims Account	666,108
Property Claims Account	215,832
Investors Bank	
Investment Account	8,649,813
Wilmington Trust	
Federated Government Obligations Money Market Fund	9,494
	<hr/>
Total Cash and Cash Equivalents	15,454,639
	<hr/>
<u>Investments</u>	
Wilmington Trust - Investment Account	15,136,342
	<hr/>
Total Cash, Cash Equivalents, and Investments per Schedule A - Historical Balance Sheet--Statutory Basis	\$ 30,590,981
	<hr/> <hr/>
Total Cash, Cash Equivalents, and Investments by Fund Year:	
2021	\$ 3,264,640
2020	2,276,462
2019	4,291,756
2018	3,962,382
2017	4,310,687
2016	3,469,564
2015	3,101,778
2014	2,716,019
2013	1,798,128
2012	752,543
2011	483,598
2010	163,424
	<hr/>
	\$ 30,590,981
	<hr/> <hr/>

NEW JERSEY COUNTIES EXCESS JOINT INSURANCE FUND  
SCHEDULE OF ACCRUED EXPENSES--STATUTORY BASIS  
AS OF DECEMBER 31, 2021

<u>Description</u>	<u>Fund Year</u>	<u>Amount</u>
Excess Insurance Premiums		
Excess Insurance	2021	<u>\$          392</u>
Administrative Expenses:		
Actuary - The Actuarial Advantage, Inc.	2021	1,992
Auditor - Bowman & Company LLP	2021	17,167
Claims Administration	2021	500
Miscellaneous Expenses	2021	<u>374</u>
Total Administrative Expenses		<u>20,033</u>
Total Accrued Expenses per Schedule A - Historical Balance Sheet--Statutory Basis		<u><u>\$      20,425</u></u>

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2021**

## **SCHEDULE OF FINDINGS AND RECOMMENDATIONS**

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, and contracts 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 dark ink, appearing to read "Dennis J. Skalkowski". The signature is fluid and cursive, with the first name "Dennis" and last name "Skalkowski" clearly legible.

Dennis J. Skalkowski