

**NEW JERSEY MUNICIPAL SELF INSURERS'
JOINT INSURANCE FUND
Financial Statements
December 31, 2019 and 2018
With Independent Auditor's Reports**

New Jersey Municipal Self Insurers' Joint Insurance Fund
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December 31, 2019 and 2018

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
Management's Discussion and Analysis
December 31, 2019 and 2018**

This section of the New Jersey Municipal Self Insurers' Joint Insurance Fund's (the "Fund") annual financial report presents a discussion and analysis of the financial performance of the Fund for the years ended December 31, 2019 and 2018. Please read it in conjunction with the financial statements which follow this section. The following table summarizes the financial position and results of operations of the Fund for 2019 and 2018:

	<u>2019</u>	<u>2018</u>
Assets		
Cash, investments and accrued interest	\$ 12,263,141	\$ 11,713,999
Assessments receivable	177,311	-
Prepaid expenses	<u>2,895</u>	<u>-</u>
	<u>\$ 12,443,347</u>	<u>\$ 11,713,999</u>
Liabilities and Fund Surplus		
Reserves for unpaid claims	\$ 5,208,341	\$ 5,469,699
Other liabilities	995,938	909,043
Fund surplus	<u>6,239,068</u>	<u>5,335,257</u>
	<u>\$ 12,443,347</u>	<u>\$ 11,713,999</u>
Revenue and Expenses		
Revenue	\$ 2,889,730	\$ 2,778,805
Investment and other income	<u>456,106</u>	<u>174,442</u>
	<u>3,345,836</u>	<u>2,953,247</u>
Claims expense	193,934	779,129
Insurance premiums	1,566,247	1,458,295
Administrative expenses	<u>681,844</u>	<u>520,229</u>
	<u>2,442,025</u>	<u>2,757,653</u>
Net income and change in fund surplus	<u>\$ 903,811</u>	<u>\$ 195,594</u>

New Jersey Municipal Self Insurers' Joint Insurance Fund Management's Discussion and Analysis December 31, 2019 and 2018

Overview of the 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 proprietary funds and insurance companies, where applicable. The Fund was created on September 23, 1992, in accordance with P.L. 1983, c. 372 (N.J.S.A. 40A:10-36 et seq.) of the New Jersey statutes and has five member municipalities as of each of the years ended December 31, 2019 and 2018. The Fund was established to achieve a spread of the member municipalities' individual risks of loss and also to achieve insurance cost savings by self-insuring various coverages. The Fund provides property and excess workers' compensation and liability coverages. The three basic financial statements presented within the financial statements are as follows:

- Balance Sheet – This statement presents information reflecting the Fund's assets, liabilities and fund surplus. Fund surplus represents the amount of total assets less total liabilities.
- Statement of Revenues, Expenses, and Changes in Fund Surplus – This statement reflects the operating revenues and expenses, as well as non-operating revenues during the operating year. Major sources of operating revenue are regular member contributions while major sources of operating expenses are: claims paid, increases in case reserves, changes in the incurred but not reported claims, and insurance and reinsurance premiums. The change in fund surplus is similar to the net profit or loss for any other insurance company.
- Statement of Cash Flows – This statement presents changes in cash and cash equivalents resulting from operating activities and investing activities.

Financial Highlights

- The Fund's total underwriting income for the 2019 fund year was \$2,889,730 which represents an increase of approximately 4% as compared to the prior year.
- Claims' case reserves represent a life to date estimate as to the expected liability for the reported claims and incurred but not reported claims ("IBNR"). Computing the claims liability does not result in achieving an exact amount. Claims' case reserves must be estimated due to the complex factors that determine the liability. Some of these factors are: changes in legal doctrine, inflation, historical settlements, claim frequency, damage awards, and other statistical techniques.
- All fund surplus available may be returned to the membership per the Department of Banking and Insurance regulations. Total return of surplus returned to date is \$4,179,180. There were no returns of surplus approved for either of the years ended December 31, 2019 or 2018.

Contacting the Fund's Management

This financial report is designed to provide the New Jersey Municipal Self Insurers' 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, please contact the Fund Administrator of the New Jersey Municipal Self Insurers' Joint Insurance Fund at the office of the Fund located at 51 Everett Drive, Suite 40-B, West Windsor, NJ 08550, or by phone at (609) 275-1140.

INDEPENDENT AUDITOR'S REPORT

To the Fund Commissioners,
New Jersey Municipal Self Insurers' Joint Insurance Fund:

Report on the Financial Statements

We have audited the accompanying financial statements of New Jersey Municipal Self Insurers' Joint Insurance Fund ("the Fund") which comprise the balance sheets as of December 31, 2019 and 2018, and the related statements of revenue, expenses, and changes in fund surplus and cash flows for the years then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of New Jersey Municipal Self Insurers' Joint Insurance Fund as of December 31, 2019 and 2018, and the results of its operations and its cash flows for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplemental Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1 - 2 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplemental information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audits were conducted for the purpose of forming an opinion on the basic financial statements as a whole. The supplemental information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates 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 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 May 13, 2020 on our consideration of New Jersey Municipal Self Insurers' Joint Insurance 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 New Jersey Municipal Self Insurers' Joint Insurance 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 New Jersey Municipal Self Insurers' Joint Insurance Fund's internal control over financial reporting and compliance.

A handwritten signature in blue ink that reads "Withum Smith & Brown, PC".

May 13, 2020

**New Jersey Municipal Self Insurers' Joint Insurance Fund
Balance Sheets
December 31, 2019 and 2018**

	<u>2019</u>	<u>2018</u>
Assets		
Cash and cash equivalents	\$ 1,413,132	\$ 1,278,331
Investments	10,801,119	10,390,599
Accrued interest	48,890	45,069
Assessments receivable	177,311	-
Prepaid expenses	<u>2,895</u>	<u>-</u>
	<u>\$ 12,443,347</u>	<u>\$ 11,713,999</u>
Liabilities and Fund Surplus		
Liabilities		
Claims		
Case reserves	\$ 3,002,942	\$ 3,098,232
IBNR reserves	<u>2,205,399</u>	<u>2,371,467</u>
	<u>5,208,341</u>	<u>5,469,699</u>
Other		
Administrative expenses payable	468,883	462,217
Excess insurance premiums payable	524,720	443,402
Other payables	<u>2,335</u>	<u>3,424</u>
	<u>995,938</u>	<u>909,043</u>
Total liabilities	6,204,279	6,378,742
Fund surplus	<u>6,239,068</u>	<u>5,335,257</u>
	<u>\$ 12,443,347</u>	<u>\$ 11,713,999</u>

The Notes to Financial Statements are an integral part of these statements.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Statements of Revenue, Expenses and Changes in Fund Surplus
Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Revenue		
Underwriting income - regular contributions	\$ 2,889,730	\$ 2,778,805
Expenses		
Claims		
Paid	455,292	856,811
Increase (decrease) in case reserves	(95,290)	80,478
Decrease in IBNR reserves	<u>(166,068)</u>	<u>(158,160)</u>
Claims, net	193,934	779,129
Excess insurance premiums	1,566,247	1,458,295
Administrative expenses	<u>681,844</u>	<u>520,229</u>
Total expenses	<u>2,442,025</u>	<u>2,757,653</u>
Operating income	<u>447,705</u>	<u>21,152</u>
Investment return, net	235,356	183,368
Change in fair value of investments, net	<u>220,750</u>	<u>(8,926)</u>
Investment return, net	<u>456,106</u>	<u>174,442</u>
Net income	903,811	195,594
Fund surplus		
Beginning of year	<u>5,335,257</u>	<u>5,139,663</u>
End of year	<u>\$ 6,239,068</u>	<u>\$ 5,335,257</u>

The Notes to Financial Statements are an integral part of these statements.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Statements of Cash Flows
Years Ended December 31, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating activities		
Underwriting income - regular contributions received	\$ 2,712,419	\$ 2,778,805
Claims paid	(456,381)	(856,811)
Excess insurance premiums paid	(1,484,929)	(1,401,597)
Administrative expenses paid	<u>(678,073)</u>	<u>(441,676)</u>
Net cash provided by operating activities	<u>93,036</u>	<u>78,721</u>
Investing activities		
Maturity/sale of investment securities	3,125,596	2,359,649
Purchase of investment securities	(3,296,179)	(2,542,006)
Interest income, net of fees	<u>212,348</u>	<u>192,373</u>
Net cash provided by investing activities	<u>41,765</u>	<u>10,016</u>
Change in cash and cash equivalents	134,801	88,737
Cash and cash equivalents		
Beginning of year	<u>1,278,331</u>	<u>1,189,594</u>
End of year	<u>\$ 1,413,132</u>	<u>\$ 1,278,331</u>
Reconciliation of changes in fund surplus to net cash provided by operating activities		
Changes in fund surplus	\$ 447,705	\$ 21,152
Adjustments to reconcile changes in fund surplus to net cash provided by operating activities		
Changes in assets and liabilities		
Assessments receivable	(177,311)	-
Prepaid expenses	(2,895)	2,895
Case and IBNR reserves	(261,358)	(77,682)
Administrative expenses payable	6,666	75,658
Excess insurance premiums payable	81,318	56,698
Other payables	<u>(1,089)</u>	<u>-</u>
Net cash provided by operating activities	<u>\$ 93,036</u>	<u>\$ 78,721</u>

The Notes to Financial Statements are an integral part of these statements.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2019 and 2018

1. OPERATIONS

New Jersey Municipal Self Insurers' Joint Insurance Fund ("the Fund") was created on September 23, 1992, in accordance with P.L. 1983, c. 372 (N.J.S.A. 40A:10-36 et seq.) of the New Jersey statutes. The Fund was established to achieve a spread of the member municipalities' individual risks of loss and to achieve insurance cost savings by self-insuring various coverages. The by-laws of the Fund, as supplemented by the Risk Management Plan, set forth the various procedures which are to be followed in the organization, administration and operation of the Fund. The Fund had five members for each of the years ended December 31, 2019 and 2018.

The coverages provided by the Fund to its members are summarized below. Amounts below the Fund's attachment points are with the individual member's self-insured retentions. Coverage in excess of the Fund's layer is provided by Municipal Excess Liability Joint Insurance Fund ("MEL").

	<u>Excess Workers' Compensation</u>	<u>Excess Liability</u>	<u>Property</u>
Member's self-insured retention	\$100,000 - \$200,000	\$100,000 - \$200,000	Various
Fund limits after member's self-insured retention	\$100,000 - \$200,000	\$100,000 - \$150,000	\$ 50,000 prior to 1/1/2017 \$ 100,000 effective 1/1/2017

The Fund members are subject to supplemental assessments in the event of deficiencies. If the assets of the Fund were to be exhausted, members would be responsible for the Fund's liabilities. The Fund considers investment income when determining if a deficiency exists.

The Administrator is responsible for the overall administration of the Fund. Fees paid to the Administrator cover all administrative costs; accordingly, the Fund does not maintain any fixed assets nor incur any employee payroll expense.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of the Fund are prepared in conformity with generally accepted accounting principles in the United States of America as applied to government units and insurance companies, where applicable. The Governmental Accounting Standards Board ("GASB") is the accepted standard-setting body for establishing government accounting and financial reporting principles. A summary of the significant accounting policies is set forth below.

Use of Estimates

The preparation of financial statements in conformity with generally accepted accounting principles in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. In addition, certain actuarial assumptions have been made in the preparation of these financial statements. Actual results could differ from those estimates. Significant estimates included in these financial statements include fair market value of investments, case reserves and incurred but not yet reported ("IBNR") reserves.

Basis of Accounting

The Fund utilizes the accrual basis of accounting whereby revenue is recorded as earned and expenses reflected as incurred.

New Jersey Municipal Self Insurers' Joint Insurance Fund

Notes to Financial Statements

December 31, 2019 and 2018

Cash and Cash Equivalents

The Fund considers all highly liquid investments with maturities of less than three months at the time of purchase to be cash equivalents.

Investments

The investments in government backed fixed maturities are carried at fair value. Fair value has been supplied by the custodian.

Assessments Receivable

Assessments receivable from fund members are unsecured and are recorded when invoices are issued and are presented in the balance sheets. Interest of 8% may be charged if the assessment is not paid after 30 days. The Fund has determined a reserve against assessments receivable is not necessary as of December 31, 2019 and 2018. Payments of assessments receivable are allocated to specific invoices identified on the member's invoice. Assessments receivable are written off when they are determined to be uncollectible.

Revenue Recognition

The Financial Accounting Standards Board ("FASB") issued new guidance that created Topic 606, *Revenue from Contracts with Customers* ("ASC 606"), in the Accounting Standards Codification ("ASC"). ASC 606 supersedes the prior revenue recognition requirements (codified as ASC 605, *Revenue Recognition*). ASC 606 established a core principle that an entity should recognize revenue to depict the transfer of promised goods or services to customers in an amount that reflects the consideration to which an entity expects to be entitled in exchange for those goods or services. In doing so, companies need to use more judgment and make more estimates than under prior guidance. Judgments include identifying performance obligations in the contract, estimating the amount of consideration to include in the transaction price, and allocating the transaction price to each performance obligation. The new guidance also added Subtopic 340-40, *Other Assets and Deferred Costs—Contracts with Customers* ("ASC 340-40"), which requires the deferral of incremental costs (primarily commissions) of obtaining a contract with a customer. All references to the "new guidance" include ASC 606 and/or ASC 340-40.

The Fund adopted the requirements of the new guidance as of January 1, 2019, utilizing the modified retrospective method of transition. No adjustment to fund surplus as of January 1, 2019 was necessary. The Fund applied the new guidance using the practical expedient provided in ASC 606 that allows the guidance to be applied only to contracts that were not complete as of January 1, 2019. Adoption of the new guidance resulted in minimal changes to the Fund's accounting policies for revenue recognition, trade receivables, unbilled receivables, deferred costs and deferred revenues.

The Fund recognizes revenue as it fulfills its obligations under its agreements, the Fund performs the following steps (i) identify contracts with customers; (ii) identify performance obligations; (iii) determine the transaction price; (iv) allocation of the transaction price to the performance obligations; and (v) recognition of revenue when (or as) the Fund satisfies each performance obligation.

A performance obligation is a promise in a contract to transfer a distinct good or service to the customer and is the unit of account in Topic 606. The Fund's sole performance obligation is annual coverage provided to its members. Member assessments are recorded on the accrual basis. The member assessments of the participating municipalities are determined by the Fund Administrator and then certified by vote of the Fund's executive committee. There are no advance sums collected for the revenue streams except any prepayments recorded as a liability. Revenue is recognized in the year the coverage is in effect and is recognized ratably over the period the service is provided.

New Jersey Municipal Self Insurers' Joint Insurance Fund

Notes to Financial Statements

December 31, 2019 and 2018

Claims Liabilities

The Fund establishes claims liabilities based on estimates of the ultimate cost of claims (including allocated loss adjustment expense ("ALAE")) 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. Estimated amounts of members self-insured retention and excess insurance and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. 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 coverages 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 reflects past inflation and on other factors that are considered to be appropriate modifiers of past experience. The Fund does not discount claim liabilities. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. Subrogation and other recoverable claim amounts, excluding excess insurance, are recognized upon the receipt of cash.

Reinsurance

The Fund purchases reinsurance and/or excess insurance in accordance with the Risk Management Plan. Although reinsurance/excess insurance does not discharge the primary liability of the Fund as directed insurer of the risk of loss, the Fund does not report the claim payments or liabilities under reinsurance/excess insurance contracts unless it is probable that those liabilities will not be covered by reinsurers. A contingent liability may exist with respect to reinsurance which would become an actual liability in the event any of the insurance companies might be unable to meet their obligations to the Fund.

Income Taxes

The Fund is a tax-exempt organization and is not subject to either federal or state taxes.

Fair Value of Financial Instruments

According to professional standards, the Fund measures its fair value under accounting principles generally accepted in the United States of America and provides disclosures about fair value measurements. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Valuation techniques used to measure fair value must maximize the use of observable inputs and minimize the use of unobservable inputs using a fair value hierarchy based on three levels of inputs of which the first two are considered observable and the last unobservable, that may be used to measure fair value which are the following:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

Level 2 - Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2019 and 2018

3. CASH AND CASH EQUIVALENTS

At December 31, the carrying amounts of the Fund's deposits and the corresponding bank balances were as follows:

	<u>2019</u>		<u>2018</u>	
	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>
Operating checking account	\$ 1,386,813	\$ 1,395,482	\$ 1,268,348	\$ 1,281,176
Money market account	<u>26,319</u>	<u>26,319</u>	<u>9,983</u>	<u>9,983</u>
	<u>\$ 1,413,132</u>	<u>\$ 1,421,801</u>	<u>\$ 1,278,331</u>	<u>\$ 1,291,159</u>

The operating checking account and the money market account are deposited in a public depository which is fully insured up to \$250,000 by the Federal Deposit Insurance Corporation and in excess of \$250,000 is fully collateralized by the bank through the Government Unit Deposit Protection Act.

4. INVESTMENTS

At December 31, 2019 and 2018, the Fund invested only in notes backed by the Federal Government and are triple A rated (AAA) by Moody's with interest rates ranging from 1.25% to 2.875% as of December 31, 2019 and 1.0% to 3.5% as of December 31, 2018. The maturity dates range from 7/31/2020 to 11/30/2024 as of December 31, 2019 and 9/30/2019 to 2/28/2023 as of December 31, 2018. 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 that are in the possession of an outside party. At December 31, 2019 and 2018, all of the Fund's investments are under the custody of the New Jersey Asset and Rebate Management Program, who is the Fund's investment advisor.

Investments are stated at fair value. The difference between fair value and amortized cost is recorded as unrealized gain (loss) at December 31 each year. The amounts are as follows:

	<u>2019</u>	<u>2018</u>
Face value	\$ 10,710,000	\$ 10,565,000
Unamortized discount, net	(9,265)	(54,037)
Unrealized gain (loss)	<u>100,384</u>	<u>(120,364)</u>
Fair value	<u>\$ 10,801,119</u>	<u>\$ 10,390,599</u>

Investment return consisted of the following for the years ended December 31:

	<u>2019</u>	<u>2018</u>
Realized loss using amortized cost	\$ (40,882)	\$ (8,862)
Amortization of discount (premium), net	63,884	(139)
Interest income, net of fees	<u>212,354</u>	<u>192,369</u>
Investment return, net	<u>\$ 235,356</u>	<u>\$ 183,368</u>

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2019 and 2018

5. FAIR VALUE ACCOUNTING

Recurring Fair Value Measurements

The Fund has provided fair value disclosure information for relevant assets and liabilities in these financial statements. The following tables summarize assets which have been accounted for at fair value on a recurring basis as of December 31, 2019 and 2018 along with the basis for the determination of fair value:

2019				
Basis for Valuation				
Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria	
Investments in U.S. Treasury Notes	\$ 10,801,119	\$ 10,801,119	\$ -	\$ -
2018				
Basis for Valuation				
Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria	
Investments in U.S. Treasury Notes	\$ 10,390,599	\$ 10,390,599	\$ -	\$ -

For applicable assets subject to this pronouncement, the Fund will value such assets using quoted market prices in active markets for identical assets and liabilities to the extent possible. To the extent that such market prices are not available, the Fund will next attempt to value such assets using observable measurement criteria, including quoted market prices of similar assets and liabilities in active and inactive markets and other corroborated factors. In the event that quoted market prices in active markets and other observable measurement criteria are not available, the Fund will develop measurement criteria based on the best information available.

U.S. Government backed fixed notes are valued at the closing price reported on the active market on which individual securities are traded along with comparable bond ratings under Moody's and S&P.

The valuation methods for these investments are consistent for the years ended December 31, 2019 and 2018.

6. CONCENTRATION OF CREDIT RISK

For each of the years ended December 31, 2019 and 2018, each member's individual assessment was more than 10% of the total assessment while two of those members approximated 57% and 61% of total assessments, respectively. The assessment receivable due as of December 31, 2019 is from one member.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2019 and 2018

7. LOSS RESERVES

The liability for unpaid losses and loss adjustment expenses represents an estimate of the ultimate net cost of all losses and loss adjustment expenses incurred but not yet paid as of December 31, 2019 and 2018. This estimate is based on the estimated ultimate cost of settling the claims considering the historical experience of the Fund, various other industry statistics, including the effects of inflation and other societal or economic factors, and the Fund's self-insured retention level.

Management believes that the liability for unpaid losses is adequate to cover the ultimate cost of reported and unreported claims incurred but not yet paid. However, the ultimate cost may be more or less than the estimated liability. The Fund has created a loss reserve for any reported and potential unreported losses which have taken place but in which the Fund has not received notices or reports of losses. Loss reserves, at December 31, 2019 and 2018, which have been estimated by the Fund's actuary and claims servicing organizations are as follows:

	<u>2019</u>	<u>2018</u>
Case reserves	\$ 3,002,942	\$ 3,098,232
Reserves for losses incurred but not reported	<u>2,205,399</u>	<u>2,371,467</u>
	<u>\$ 5,208,341</u>	<u>\$ 5,469,699</u>

The following represents changes in the aggregate reserves for the Fund:

	<u>2019</u>	<u>2018</u>
Unpaid claim liabilities, beginning of year	\$ <u>5,469,699</u>	\$ <u>5,547,381</u>
Incurred claims		
Provision for insured events of the current year	719,599	614,707
Increase (decrease) in provision for insured events of prior years	<u>(525,665)</u>	<u>164,422</u>
	193,934	779,129
Claim payments		
Payments on claims for insured events of the current year	65,513	71,466
Payments on claims for insured events of prior years	<u>389,779</u>	<u>785,345</u>
	<u>455,292</u>	<u>856,811</u>
Unpaid claim liabilities, end of year	<u>\$ 5,208,341</u>	<u>\$ 5,469,699</u>

The Fund also maintains contracts for excess insurance which covers losses in excess of the limit retained by the Fund. A contingent liability may exist with respect to excess liability insurance which would become an actual liability in the event any of the insurance companies might be unable to meet their obligations to the Fund.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2019 and 2018

8. MEL DIVIDENDS

The Fund purchases excess insurance coverage from the Municipal Excess Liability Joint Insurance Fund ("MEL"). Prior to 2005, the Fund received dividends from the MEL surplus. These dividends were distributed to the Fund participants in accordance with the terms of the Fund By-laws. No MEL dividends have been received since 2005.

9. RETURN OF SURPLUS

There is no return of surplus approved during either of the years ended December 31, 2019 or 2018.

10. SUBSEQUENT EVENTS

The Fund has evaluated subsequent events occurring after the balance sheet date through May 13, 2020, which is the date the financial statements were available to be issued. Based on this evaluation, the Fund has determined there are no subsequent events that require disclosure in or adjustment to the financial statements other than the following:

Management is currently evaluating the potential impact of the COVID-19 virus to the Fund. While any impact is not readily determinable as of the date of these financial statements, management continues to monitor and will keep the Fund's members apprised of any potential impact as it is known.

SUPPLEMENTAL INFORMATION

INDEPENDENT AUDITOR'S 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

To the Fund Commissioners,
New Jersey Municipal Self Insurers' Joint Insurance Fund:

We have audited 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, the financial statements of New Jersey Municipal Self Insurers' Joint Insurance Fund, which comprise the balance sheet as of December 31, 2019, and the related statements of revenue, expenses, and changes in fund surplus and cash flows for the year then ended, and the related notes to the financial statements and have issued our report thereon dated May 13, 2020.

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) to determine the 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 entity'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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Fund's financial statements are free 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of the 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* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Withum Smith + Brown, PC

May 13, 2020

**New Jersey Municipal Self Insurers' Joint Insurance Fund
Ten Years Claims Development Information
December 31, 2019**

	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2010</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Underwriting income - required contribution	\$ 5,274,102	\$ 5,302,328	\$ 5,385,906	\$ 4,943,958	\$ 3,334,303	\$ 3,453,233	\$ 2,662,777	\$ 2,715,884	\$ 2,778,805	\$ 2,889,730
Investment income	109,638	89,252	100,209	85,849	54,182	49,540	43,639	43,006	53,247	20,650
	<u>\$ 5,383,740</u>	<u>\$ 5,391,580</u>	<u>\$ 5,486,115</u>	<u>\$ 5,029,807</u>	<u>\$ 3,388,485</u>	<u>\$ 3,502,773</u>	<u>\$ 2,706,416</u>	<u>\$ 2,758,890</u>	<u>\$ 2,832,052</u>	<u>\$ 2,910,380</u>
Excess insurance premiums	\$ 2,976,923	\$ 2,820,455	\$ 2,883,127	\$ 2,692,797	\$ 1,815,073	\$ 1,857,181	\$ 1,444,895	\$ 1,430,797	\$ 1,464,698	\$ 1,561,300
Administrative expenses	725,052	812,295	809,569	727,824	513,411	524,878	436,877	461,640	456,930	474,299
	<u>\$ 3,701,975</u>	<u>\$ 3,632,750</u>	<u>\$ 3,692,696</u>	<u>\$ 3,420,621</u>	<u>\$ 2,328,484</u>	<u>\$ 2,382,059</u>	<u>\$ 1,881,772</u>	<u>\$ 1,892,437</u>	<u>\$ 1,921,628</u>	<u>\$ 2,035,599</u>
Estimated incurred claims, end of policy year	\$ 830,301	\$ 1,308,901	\$ 1,136,600	\$ 1,233,000	\$ 850,000	\$ 1,393,101	\$ 911,400	\$ 660,475	\$ 614,707	\$ 719,599
Cumulative paid claims as of:										
End of policy year	78,868	213,095	117,811	208,453	64,349	73,879	49,083	57,109	71,466	65,513
One year later	176,925	264,746	172,872	239,135	176,897	486,701	133,537	178,151	214,135	
Two years later	181,989	435,616	321,936	340,460	197,216	554,800	137,792	246,947		
Three years later	304,862	585,616	548,439	501,135	421,815	593,144	127,790			
Four years later	500,488	600,664	624,059	697,207	630,278	656,899				
Five years later	674,802	667,516	650,740	714,839	638,052					
Six years later	674,802	813,801	658,021	736,879						
Seven years later	674,803	913,801	654,597							
Eight years later	800,403	917,297								
Nine years later	800,403									
Cumulative incurred claims as of:										
End of policy year	830,301	1,308,901	1,136,600	1,233,000	850,000	1,393,101	911,400	660,475	614,704	818,268
One year later	1,113,559	1,137,500	1,298,778	1,312,075	866,297	1,277,077	816,579	754,721	818,268	
Two years later	925,001	1,143,397	1,378,408	1,356,450	823,497	1,233,668	699,594	589,955		
Three years later	1,212,601	1,463,098	1,349,107	1,355,351	873,897	1,172,612	421,441			
Four years later	1,283,201	1,333,998	1,309,920	1,147,651	1,270,156	1,233,955				
Five years later	1,382,600	1,277,198	1,108,420	1,066,630	1,025,978					
Six years later	1,185,701	1,224,798	1,142,834	1,096,226						
Seven years later	1,300,001	1,230,641	1,019,482							
Eight years later	1,293,093	1,192,812								
Nine years later	1,275,483									
Increase (decrease) in cumulative incurred claims from end of policy year	<u>\$ 445,182</u>	<u>\$ (116,089)</u>	<u>\$ (117,118)</u>	<u>\$ (136,774)</u>	<u>\$ 175,978</u>	<u>\$ (159,146)</u>	<u>\$ (489,959)</u>	<u>\$ (70,520)</u>	<u>\$ 203,561</u>	<u>\$ 98,669</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Schedules of Changes in Claim Liabilities by Line of Coverage
Years Ended December 31, 2019 and 2018

	2019			
	Total	Workers' Compensation	Liability	Property
Unpaid claim liabilities, beginning of year	\$ 5,469,699	\$ 3,857,010	\$ 1,593,233	\$ 19,456
Incurring claims				
Provision for insured events of current year	719,599	455,816	155,168	108,615
Increase (decrease) in provision for insured events of prior years	<u>(525,665)</u>	<u>(463,491)</u>	<u>(148,362)</u>	<u>86,188</u>
Increase (decrease) in incurred claims	<u>193,934</u>	<u>(7,675)</u>	<u>6,806</u>	<u>194,803</u>
Claim payments				
Payments - net on claims for insured events of current year	65,513	-	-	65,513
Payments - net on claims for insured events of prior years	<u>389,779</u>	<u>206,962</u>	<u>78,289</u>	<u>104,528</u>
Total payments	<u>455,292</u>	<u>206,962</u>	<u>78,289</u>	<u>170,041</u>
Unpaid claim liabilities, end of year	<u>\$ 5,208,341</u>	<u>\$ 3,642,373</u>	<u>\$ 1,521,750</u>	<u>\$ 44,218</u>

	2018			
	Total	Workers' Compensation	Liability	Property
Unpaid claim liabilities, beginning of year	\$ 5,547,381	\$ 4,018,516	\$ 1,447,899	\$ 80,966
Incurring claims				
Provision for insured events of current year	614,707	369,333	155,568	89,806
Increase (decrease) in provision for insured events of prior years	<u>164,422</u>	<u>(314,659)</u>	<u>438,178</u>	<u>40,903</u>
Increase in incurred claims	<u>779,129</u>	<u>54,674</u>	<u>593,746</u>	<u>130,709</u>
Claim payments				
Payments - net on claims for insured events of current year	71,466	-	-	71,466
Payments - net on claims for insured events of prior years	<u>785,345</u>	<u>216,180</u>	<u>448,412</u>	<u>120,753</u>
Total payments	<u>856,811</u>	<u>216,180</u>	<u>448,412</u>	<u>192,219</u>
Unpaid claim liabilities, end of year	<u>\$ 5,469,699</u>	<u>\$ 3,857,010</u>	<u>\$ 1,593,233</u>	<u>\$ 19,456</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
Combining Schedule of Net Income and Changes in Fund Surplus for
Fund Years 1993 through 2019
Year Ended December 31, 2019**

<u>Fund Year</u>	<u>Fund Surplus (Deficit) 1/1/2019</u>	<u>Net Income (Loss) Including Transfers</u>	<u>Less Surplus Returned to Members</u>	<u>Fund Surplus (Deficit) 12/31/2019</u>
1993	\$ -	\$ -	\$ -	\$ -
1994	-	-	-	-
1995	-	-	-	-
1996	89,995	3,469	-	93,464
1997	154,670	5,962	-	160,632
1998	287,700	11,091	-	298,791
1999	201,532	7,770	-	209,302
2000	138,552	4,112	-	142,664
2001	(105,144)	(20,363)	-	(125,507)
2002	419,314	16,164	-	435,478
2003	186,848	7,128	-	193,976
2004	545,297	20,520	-	565,817
2005	396,449	15,659	-	412,108
2006	143,588	7,884	-	151,472
2007	23,807	449	-	24,256
2008	(233,535)	(17,924)	-	(251,459)
2009	848,744	(27,696)	-	821,048
2010	373,860	32,422	-	406,282
2011	510,948	55,070	-	566,018
2012	622,289	151,648	-	773,937
2013	524,066	(11,106)	-	512,960
2014	(199,632)	233,663	-	34,031
2015	(52,862)	(60,379)	-	(113,241)
2016	116,754	286,449	-	403,203
2017	94,138	182,360	-	276,498
2018	247,879	(155,723)	-	92,156
2019	-	155,182	-	155,182
	<u>\$ 5,335,257</u>	<u>\$ 903,811</u>	<u>\$ -</u>	<u>\$ 6,239,068</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
 Combined Cumulative Operating Results Analysis
 Fund Years 1993 through 2019
 Year Ended December 31, 2019**

Underwriting income	
Regular contributions	\$ 86,294,168
Expenses	
Claims	
Paid	14,204,491
Case reserves	3,002,942
IBNR reserves	<u>2,205,399</u>
	19,412,832
Excess insurance premiums	46,555,402
Administrative expenses	<u>13,749,228</u>
Total expenses	<u>79,717,462</u>
Operating income	6,576,706
Investment and other income	<u>3,841,542</u>
Net income	10,418,248
Less: Surplus returned to members	<u>(4,179,180)</u>
Fund surplus	<u>\$ 6,239,068</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1993 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 282,794	\$ 796,674	\$ 261,127	\$ 350,312	\$ 34,342	\$ 37,996	\$ 1,763,245
Expenses							
Claims							
Paid	13,191	66,442	47,583	-	-	-	127,216
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>13,191</u>	<u>66,442</u>	<u>47,583</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>127,216</u>
Other							
Excess insurance premiums	112,059	570,266	105,772	-	-	-	788,097
Administrative expenses	<u>-</u>	<u>-</u>	<u>-</u>	<u>257,579</u>	<u>-</u>	<u>-</u>	<u>257,579</u>
Total other expenses	<u>112,059</u>	<u>570,266</u>	<u>105,772</u>	<u>257,579</u>	<u>-</u>	<u>-</u>	<u>1,045,676</u>
Total expenses	<u>125,250</u>	<u>636,708</u>	<u>153,355</u>	<u>257,579</u>	<u>-</u>	<u>-</u>	<u>1,172,892</u>
Operating income	157,544	159,966	107,772	92,733	34,342	37,996	590,353
Investment income	<u>58,456</u>	<u>67,505</u>	<u>27,630</u>	<u>22,295</u>	<u>7,845</u>	<u>8,687</u>	<u>192,418</u>
Net income	216,000	227,471	135,402	115,028	42,187	46,683	782,771
Less: Return of surplus	<u>(216,000)</u>	<u>(227,471)</u>	<u>(135,402)</u>	<u>(115,028)</u>	<u>(42,187)</u>	<u>(46,683)</u>	<u>(782,771)</u>
Fund surplus	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
1994 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 499,030	\$ 810,549	\$ 321,897	\$ 390,650	\$ 41,541	\$ 30,151	\$ 2,093,818
Expenses							
Claims							
Paid	101,804	100,000	40,480	-	-	-	242,284
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>101,804</u>	<u>100,000</u>	<u>40,480</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>242,284</u>
Other							
Excess insurance premiums	171,784	675,743	146,293	-	-	-	993,820
Administrative expenses	-	-	-	347,448	-	-	347,448
Total other expenses	<u>171,784</u>	<u>675,743</u>	<u>146,293</u>	<u>347,448</u>	<u>-</u>	<u>-</u>	<u>1,341,268</u>
Total expenses	<u>273,588</u>	<u>775,743</u>	<u>186,773</u>	<u>347,448</u>	<u>-</u>	<u>-</u>	<u>1,583,552</u>
Operating income	<u>225,442</u>	<u>34,806</u>	<u>135,124</u>	<u>43,202</u>	<u>41,541</u>	<u>30,151</u>	<u>510,266</u>
Other income (expense)							
Investment income	103,100	48,450	38,574	13,470	10,999	8,118	222,711
Transfers	4,596	49,398	-	-	(49,398)	(4,596)	-
Total non-operating income (expense)	<u>107,696</u>	<u>97,848</u>	<u>38,574</u>	<u>13,470</u>	<u>(38,399)</u>	<u>3,522</u>	<u>222,711</u>
Net income	333,138	132,654	173,698	56,672	3,142	33,673	732,977
Less: Return of surplus	<u>(333,138)</u>	<u>(132,654)</u>	<u>(173,698)</u>	<u>(56,672)</u>	<u>(3,142)</u>	<u>(33,673)</u>	<u>(732,977)</u>
Fund surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
1995 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 505,514	\$ 815,539	\$ 296,113	\$ 365,000	\$ 24,695	\$ 29,162	\$ 2,036,023
Expenses							
Claims							
Paid	-	162,660	31,242	-	-	-	193,902
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	-	162,660	31,242	-	-	-	193,902
Other							
Excess insurance premiums	177,903	691,864	146,640		-	-	1,016,407
Administrative expenses	-	-	-	315,149	-	-	315,149
Total other expenses	177,903	691,864	146,640	315,149	-	-	1,331,556
Total expenses	177,903	854,524	177,882	315,149	-	-	1,525,458
Operating income (loss)	327,611	(38,985)	118,231	49,851	24,695	29,162	510,565
Other income (expense)							
Investment income	156,796	50,883	31,906	17,780	7,563	8,736	273,664
Transfers	(34,046)	56,486	(11,542)	(6,043)	(2,304)	(2,551)	-
Total non-operating income	122,750	107,369	20,364	11,737	5,259	6,185	273,664
Net income	450,361	68,384	138,595	61,588	29,954	35,347	784,229
Less: Return of surplus	(450,361)	(68,384)	(138,595)	(61,588)	(29,954)	(35,347)	(784,229)
Fund surplus	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1996 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 427,184	\$ 878,687	\$ 266,771	\$ 386,461	\$ -	\$ 45,106	\$ 2,004,209
Expenses							
Claims							
Paid	-	100,000	48,409	-	-	-	148,409
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	-	100,000	48,409	-	-	-	148,409
Other							
Excess insurance premiums	186,163	732,695	115,571	-	-	-	1,034,429
Administrative expenses	-	-	-	324,174	-	-	324,174
Total other expenses	186,163	732,695	115,571	324,174	-	-	1,358,603
Total expenses	186,163	832,695	163,980	324,174	-	-	1,507,012
Operating income	241,021	45,992	102,791	62,287	-	45,106	497,197
Investment income	113,574	54,143	34,245	21,069	-	12,664	235,695
Net income	354,595	100,135	137,036	83,356	-	57,770	732,892
Less: Return of surplus	(261,131)	(100,135)	(137,036)	(83,356)	-	(57,770)	(639,428)
Fund surplus	\$ 93,464	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 93,464

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
1997 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 364,748	\$ 965,311	\$ 222,277	\$ 383,016	\$ -	\$ 44,914	\$ 1,980,266
Expenses							
Claims							
Paid	46,353	-	47,118	-	-	-	93,471
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>46,353</u>	<u>-</u>	<u>47,118</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>93,471</u>
Other							
Excess insurance premiums	173,777	791,651	122,647	-	-	-	1,088,075
Administrative expenses	-	-	-	314,391	-	-	314,391
Total other expenses	<u>173,777</u>	<u>791,651</u>	<u>122,647</u>	<u>314,391</u>	<u>-</u>	<u>-</u>	<u>1,402,466</u>
Total expenses	<u>220,130</u>	<u>791,651</u>	<u>169,765</u>	<u>314,391</u>	<u>-</u>	<u>-</u>	<u>1,495,937</u>
Operating income	<u>144,618</u>	<u>173,660</u>	<u>52,512</u>	<u>68,625</u>	<u>-</u>	<u>44,914</u>	<u>484,329</u>
Other income (expense)							
Investment income	80,869	73,112	19,138	23,996	-	10,407	207,522
Transfers	-	-	-	-	-	(34)	(34)
Total non-operating income	<u>80,869</u>	<u>73,112</u>	<u>19,138</u>	<u>23,996</u>	<u>-</u>	<u>10,373</u>	<u>207,488</u>
Net income	225,487	246,772	71,650	92,621	-	55,287	691,817
Less: Return of surplus	<u>(97,703)</u>	<u>(213,924)</u>	<u>(71,650)</u>	<u>(92,621)</u>	<u>-</u>	<u>(55,287)</u>	<u>(531,185)</u>
Fund surplus	<u>\$ 127,784</u>	<u>\$ 32,848</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 160,632</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
1998 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 406,744	\$ 831,037	\$ 252,012	\$ 380,601	\$ -	\$ 31,615	\$ 1,902,009
Expenses							
Claims							
Paid	100,000	200,000	99,745	-	-	-	399,745
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>100,000</u>	<u>200,000</u>	<u>99,745</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>399,745</u>
Other							
Excess insurance premiums	219,399	660,128	119,774	-	-	-	999,301
Administrative expenses	-	-	-	321,065	-	-	321,065
Total other expenses	<u>219,399</u>	<u>660,128</u>	<u>119,774</u>	<u>321,065</u>	<u>-</u>	<u>-</u>	<u>1,320,366</u>
Total expenses	<u>319,399</u>	<u>860,128</u>	<u>219,519</u>	<u>321,065</u>	<u>-</u>	<u>-</u>	<u>1,720,111</u>
Operating income (loss)	<u>87,345</u>	<u>(29,091)</u>	<u>32,493</u>	<u>59,536</u>	<u>-</u>	<u>31,615</u>	<u>181,898</u>
Other income (expense)							
Investment income	122,009	59,056	17,371	21,537	-	10,294	230,267
Transfers	<u>93,012</u>	<u>-</u>	<u>-</u>	<u>(72,290)</u>	<u>-</u>	<u>(20,722)</u>	<u>-</u>
Total non-operating income (expense)	<u>215,021</u>	<u>59,056</u>	<u>17,371</u>	<u>(50,753)</u>	<u>-</u>	<u>(10,428)</u>	<u>230,267</u>
Net income	302,366	29,965	49,864	8,783	-	21,187	412,165
Less: Return of surplus	<u>(40,698)</u>	<u>(25,238)</u>	<u>(24,864)</u>	<u>(1,489)</u>	<u>-</u>	<u>(21,085)</u>	<u>(113,374)</u>
Fund surplus	<u>\$ 261,668</u>	<u>\$ 4,727</u>	<u>\$ 25,000</u>	<u>\$ 7,294</u>	<u>\$ -</u>	<u>\$ 102</u>	<u>\$ 298,791</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1999 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 413,137	\$ 846,732	\$ 253,818	\$ 430,318	\$ -	\$ 32,664	\$ 1,976,669
Expenses							
Claims							
Paid	145,032	105,035	68,738	-	-	-	318,805
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>145,032</u>	<u>105,035</u>	<u>68,738</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>318,805</u>
Other							
Excess insurance premiums	224,663	673,990	110,770	-	-	-	1,009,423
Administrative expenses	-	-	-	341,123	-	-	341,123
Total other expenses	<u>224,663</u>	<u>673,990</u>	<u>110,770</u>	<u>341,123</u>	<u>-</u>	<u>-</u>	<u>1,350,546</u>
Total expenses	<u>369,695</u>	<u>779,025</u>	<u>179,508</u>	<u>341,123</u>	<u>-</u>	<u>-</u>	<u>1,669,351</u>
Operating income	<u>43,442</u>	<u>67,707</u>	<u>74,310</u>	<u>89,195</u>	<u>-</u>	<u>32,664</u>	<u>307,318</u>
Other income (expense)							
Investment income	77,296	65,368	23,573	36,418	-	9,510	212,165
Transfers	<u>24,582</u>	<u>-</u>	<u>(29,486)</u>	<u>(19,627)</u>	<u>-</u>	<u>(20,469)</u>	<u>(45,000)</u>
Total non-operating income (expense)	<u>101,878</u>	<u>65,368</u>	<u>(5,913)</u>	<u>16,791</u>	<u>-</u>	<u>(10,959)</u>	<u>167,165</u>
Net income	145,320	133,075	68,397	105,986	-	21,705	474,483
Less: Return of surplus	<u>(31,322)</u>	<u>(83,756)</u>	<u>(55,066)</u>	<u>(73,332)</u>	<u>-</u>	<u>(21,705)</u>	<u>(265,181)</u>
Fund surplus	<u>\$ 113,998</u>	<u>\$ 49,319</u>	<u>\$ 13,331</u>	<u>\$ 32,654</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 209,302</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2000 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 443,065	\$ 804,825	\$ 274,043	\$ 436,022	\$ -	\$ 32,386	\$ 1,990,341
Expenses							
Claims							
Paid	350,197	-	107,649	-	-	-	457,846
Case reserves	8,009	-	-	-	-	-	8,009
IBNR reserves	3,194	-	-	-	-	-	3,194
Claims - net	<u>361,400</u>	<u>-</u>	<u>107,649</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>469,049</u>
Other							
Excess insurance premiums	222,339	669,261	138,840	-	-	-	1,030,440
Administrative expenses	2,140	-	-	384,155	-	-	386,295
Total other expenses	<u>224,479</u>	<u>669,261</u>	<u>138,840</u>	<u>384,155</u>	<u>-</u>	<u>-</u>	<u>1,416,735</u>
Total expenses	<u>585,879</u>	<u>669,261</u>	<u>246,489</u>	<u>384,155</u>	<u>-</u>	<u>-</u>	<u>1,885,784</u>
Operating income (loss)	<u>(142,814)</u>	<u>135,564</u>	<u>27,554</u>	<u>51,867</u>	<u>-</u>	<u>32,386</u>	<u>104,557</u>
Other income (expense)							
Investment income	72,505	71,919	3,318	28,897	-	11,468	188,107
Transfers	103,097	(10,000)	(20,159)	(59,084)	-	(43,820)	(29,966)
Total non-operating income (expense)	<u>175,602</u>	<u>61,919</u>	<u>(16,841)</u>	<u>(30,187)</u>	<u>-</u>	<u>(32,352)</u>	<u>158,141</u>
Net income	32,788	197,483	10,713	21,680	-	34	262,698
Less: Return of surplus	<u>-</u>	<u>(87,607)</u>	<u>(10,713)</u>	<u>(21,680)</u>	<u>-</u>	<u>(34)</u>	<u>(120,034)</u>
Fund surplus	\$ <u>32,788</u>	\$ <u>109,876</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>142,664</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2001 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 448,248	\$ 836,716	\$ 355,470	\$ 421,675	\$ -	\$ 32,722	\$ 2,094,831
Expenses							
Claims							
Paid	129,944	592,753	105,577	-	-	-	828,274
Case reserves	9,290	21,711	-	-	-	-	31,001
IBNR reserves	3,166	-	-	-	-	-	3,166
Claims - net	142,400	614,464	105,577	-	-	-	862,441
Other							
Excess insurance premiums	220,496	698,237	218,612	-	-	-	1,137,345
Administrative expenses	10,303	6,222	-	363,543	-	-	380,068
Total other expenses	230,799	704,459	218,612	363,543	-	-	1,517,413
Total expenses	373,199	1,318,923	324,189	363,543	-	-	2,379,854
Operating income (loss)	75,049	(482,207)	31,281	58,132	-	32,722	(285,023)
Other income (expense)							
Investment income	37,624	20,646	10,100	10,821	-	5,325	84,516
Transfers	(126,077)	355,376	(41,381)	(74,871)	-	(38,047)	75,000
Total non-operating income (expense)	(88,453)	376,022	(31,281)	(64,050)	-	(32,722)	159,516
Net loss	(13,404)	(106,185)	-	(5,918)	-	-	(125,507)
Less: Return of surplus	-	-	-	-	-	-	-
Fund deficit	\$ (13,404)	\$ (106,185)	\$ -	\$ (5,918)	\$ -	\$ -	\$ (125,507)

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2002 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 726,501	\$ 795,034	\$ 556,638	\$ 579,854	\$ -	\$ 39,444	\$ 2,697,471
Expenses							
Claims							
Paid	154,747	162,902	76,316	-	-	-	393,965
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>154,747</u>	<u>162,902</u>	<u>76,316</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>393,965</u>
Other							
Excess insurance premiums	356,505	729,858	341,404	-	-	-	1,427,767
Administrative expenses	-	-	-	491,357	-	-	491,357
Total other expenses	<u>356,505</u>	<u>729,858</u>	<u>341,404</u>	<u>491,357</u>	<u>-</u>	<u>-</u>	<u>1,919,124</u>
Total expenses	<u>511,252</u>	<u>892,760</u>	<u>417,720</u>	<u>491,357</u>	<u>-</u>	<u>-</u>	<u>2,313,089</u>
Operating income (loss)	<u>215,249</u>	<u>(97,726)</u>	<u>138,918</u>	<u>88,497</u>	<u>-</u>	<u>39,444</u>	<u>384,382</u>
Other income (expense)							
Investment income	70,813	30,427	41,430	21,797	-	6,629	171,096
Transfers	-	145,824	-	(100,311)	-	(45,513)	-
Total non-operating income (expense)	<u>70,813</u>	<u>176,251</u>	<u>41,430</u>	<u>(78,514)</u>	<u>-</u>	<u>(38,884)</u>	<u>171,096</u>
Net income	286,062	78,525	180,348	9,983	-	560	555,478
Less: Return of surplus	<u>(52,416)</u>	<u>-</u>	<u>(57,041)</u>	<u>(9,983)</u>	<u>-</u>	<u>(560)</u>	<u>(120,000)</u>
Fund surplus	<u>\$ 233,646</u>	<u>\$ 78,525</u>	<u>\$ 123,307</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 435,478</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2003 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 830,770	\$ 1,020,064	\$ 575,468	\$ 609,630	\$ -	\$ 47,620	\$ 3,083,552
Expenses							
Claims							
Paid	443,001	100,000	190,850	-	-	-	733,851
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>443,001</u>	<u>100,000</u>	<u>190,850</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>733,851</u>
Other							
Excess insurance premiums	514,440	851,023	359,302	-	-	-	1,724,765
Administrative expenses	-	-	-	535,889	-	-	535,889
Total other expenses	<u>514,440</u>	<u>851,023</u>	<u>359,302</u>	<u>535,889</u>	<u>-</u>	<u>-</u>	<u>2,260,654</u>
Total expenses	<u>957,441</u>	<u>951,023</u>	<u>550,152</u>	<u>535,889</u>	<u>-</u>	<u>-</u>	<u>2,994,505</u>
Operating income (loss)	<u>(126,671)</u>	<u>69,041</u>	<u>25,316</u>	<u>73,741</u>	<u>-</u>	<u>47,620</u>	<u>89,047</u>
Other income (expense)							
Investment income	37,443	31,582	12,946	16,020	-	6,938	104,929
Transfers	<u>150,121</u>	<u>-</u>	<u>(5,727)</u>	<u>(89,836)</u>	<u>-</u>	<u>(54,558)</u>	<u>-</u>
Total non-operating income (expense)	<u>187,564</u>	<u>31,582</u>	<u>7,219</u>	<u>(73,816)</u>	<u>-</u>	<u>(47,620)</u>	<u>104,929</u>
Net income (loss)	60,893	100,623	32,535	(75)	-	-	193,976
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	<u>\$ 60,893</u>	<u>\$ 100,623</u>	<u>\$ 32,535</u>	<u>\$ (75)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 193,976</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2004 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 782,198	\$ 1,217,435	\$ 607,458	\$ 633,801	\$ -	\$ 51,418	\$ 3,292,310
Expenses							
Claims							
Paid	404,323	12,450	109,215	-	-	-	525,988
Case reserves	-	-	-	-	-	-	-
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>404,323</u>	<u>12,450</u>	<u>109,215</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>525,988</u>
Other							
Excess insurance premiums	514,079	952,936	338,459	-	-	-	1,805,474
Administrative expenses	-	-	-	556,919	-	-	556,919
Total other expenses	<u>514,079</u>	<u>952,936</u>	<u>338,459</u>	<u>556,919</u>	<u>-</u>	<u>-</u>	<u>2,362,393</u>
Total expenses	<u>918,402</u>	<u>965,386</u>	<u>447,674</u>	<u>556,919</u>	<u>-</u>	<u>-</u>	<u>2,888,381</u>
Operating income (loss)	<u>(136,204)</u>	<u>252,049</u>	<u>159,784</u>	<u>76,882</u>	<u>-</u>	<u>51,418</u>	<u>403,929</u>
Other income (expense)							
Investment income	72,311	90,062	36,129	25,486	-	7,899	231,887
Transfers	<u>333,272</u>	<u>-</u>	<u>(172,951)</u>	<u>(101,681)</u>	<u>-</u>	<u>(58,640)</u>	<u>-</u>
Total non-operating income (expense)	<u>405,583</u>	<u>90,062</u>	<u>(136,822)</u>	<u>(76,195)</u>	<u>-</u>	<u>(50,741)</u>	<u>231,887</u>
Net income	269,379	342,111	22,962	687	-	677	635,816
Less: Return of surplus	<u>-</u>	<u>(45,171)</u>	<u>(22,962)</u>	<u>(1,189)</u>	<u>-</u>	<u>(677)</u>	<u>(69,999)</u>
Fund surplus (deficit)	<u>\$ 269,379</u>	<u>\$ 296,940</u>	<u>\$ -</u>	<u>\$ (502)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 565,817</u>

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2005 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 945,547	\$ 1,356,415	\$ 563,333	\$ 661,519	\$ -	\$ 59,700	\$ 3,586,514
Expenses							
Claims							
Paid	271,350	259,799	161,663	-	-	-	692,812
Case reserves	144,240	-	-	-	-	-	144,240
IBNR reserves	8,863	-	-	-	-	-	8,863
Claims - net	<u>424,453</u>	<u>259,799</u>	<u>161,663</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>845,915</u>
Other							
Excess insurance premiums	621,994	1,073,941	280,430	-	-	-	1,976,365
Administrative expenses	6,957	-	-	577,548	-	-	584,505
Total other expenses	<u>628,951</u>	<u>1,073,941</u>	<u>280,430</u>	<u>577,548</u>	<u>-</u>	<u>-</u>	<u>2,560,870</u>
Total expenses	<u>1,053,404</u>	<u>1,333,740</u>	<u>442,093</u>	<u>577,548</u>	<u>-</u>	<u>-</u>	<u>3,406,785</u>
Operating income (loss)	(107,857)	22,675	121,240	83,971	-	59,700	179,729
Investment income	<u>75,137</u>	<u>77,413</u>	<u>48,823</u>	<u>39,032</u>	<u>-</u>	<u>11,974</u>	<u>252,379</u>
Net income (loss)	(32,720)	100,088	170,063	123,003	-	71,674	432,108
Less: Return of surplus	-	-	-	-	-	(20,000)	(20,000)
Fund surplus (deficit)	\$ <u>(32,720)</u>	\$ <u>100,088</u>	\$ <u>170,063</u>	\$ <u>123,003</u>	\$ <u>-</u>	\$ <u>51,674</u>	\$ <u>412,108</u>

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2006 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 995,574	\$ 1,424,218	\$ 608,254	\$ 688,493	\$ -	\$ 61,368	\$ 3,777,907
Expenses							
Claims							
Paid	478,767	321,604	199,982	-	-	-	1,000,353
Case reserves	86,432	-	-	-	-	-	86,432
IBNR reserves	13,368	-	-	-	-	-	13,368
Claims - net	<u>578,567</u>	<u>321,604</u>	<u>199,982</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,100,153</u>
Other							
Excess insurance premiums	684,865	1,106,671	319,945	-	-	-	2,111,481
Administrative expenses	14,583	-	-	606,789	-	-	621,372
Total other expenses	<u>699,448</u>	<u>1,106,671</u>	<u>319,945</u>	<u>606,789</u>	<u>-</u>	<u>-</u>	<u>2,732,853</u>
Total expenses	<u>1,278,015</u>	<u>1,428,275</u>	<u>519,927</u>	<u>606,789</u>	<u>-</u>	<u>-</u>	<u>3,833,006</u>
Operating income (loss)	<u>(282,441)</u>	<u>(4,057)</u>	<u>88,327</u>	<u>81,704</u>	<u>-</u>	<u>61,368</u>	<u>(55,099)</u>
Other income (expense)							
Investment income	59,763	74,730	30,759	36,772	-	4,547	206,571
Transfers	245,013	-	(119,086)	(60,012)	-	(65,915)	-
Total non-operating income (expense)	<u>304,776</u>	<u>74,730</u>	<u>(88,327)</u>	<u>(23,240)</u>	<u>-</u>	<u>(61,368)</u>	<u>206,571</u>
Net income	22,335	70,673	-	58,464	-	-	151,472
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	<u>\$ 22,335</u>	<u>\$ 70,673</u>	<u>\$ -</u>	<u>\$ 58,464</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,472</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2007 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,281,457	\$ 1,444,249	\$ 637,628	\$ 714,978	\$ -	\$ 57,054	\$ 4,135,366
Expenses							
Claims							
Paid	837,944	45,945	179,238	-	-	-	1,063,127
Case reserves	172,244	-	-	-	-	-	172,244
IBNR reserves	19,620	-	-	-	-	-	19,620
Claims - net	<u>1,029,808</u>	<u>45,945</u>	<u>179,238</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,254,991</u>
Other							
Excess insurance premiums	791,626	1,216,636	344,069	-	-	-	2,352,331
Administrative expenses	22,945	-	-	632,013	-	-	654,958
Total other expenses	<u>814,571</u>	<u>1,216,636</u>	<u>344,069</u>	<u>632,013</u>	<u>-</u>	<u>-</u>	<u>3,007,289</u>
Total expenses	<u>1,844,379</u>	<u>1,262,581</u>	<u>523,307</u>	<u>632,013</u>	<u>-</u>	<u>-</u>	<u>4,262,280</u>
Operating income (loss)	<u>(562,922)</u>	<u>181,668</u>	<u>114,321</u>	<u>82,965</u>	<u>-</u>	<u>57,054</u>	<u>(126,914)</u>
Other income (expense)							
Investment income	40,076	58,324	22,995	27,118	-	2,657	151,170
Transfers	297,115	(80,316)	(100,896)	(56,192)	-	(59,711)	-
Total non-operating income (expense)	<u>337,191</u>	<u>(21,992)</u>	<u>(77,901)</u>	<u>(29,074)</u>	<u>-</u>	<u>(57,054)</u>	<u>151,170</u>
Net income (loss)	(225,731)	159,676	36,420	53,891	-	-	24,256
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	<u>\$ (225,731)</u>	<u>\$ 159,676</u>	<u>\$ 36,420</u>	<u>\$ 53,891</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 24,256</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2008 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,477,952	\$ 1,475,484	\$ 681,936	\$ 744,775	\$ -	\$ 53,684	\$ 4,433,831
Expenses							
Claims							
Paid	967,307	154,312	254,911	-	-	-	1,376,530
Case reserves	136,145	349	-	-	-	-	136,494
IBNR reserves	29,383	-	-	-	-	-	29,383
Claims - net	<u>1,132,835</u>	<u>154,661</u>	<u>254,911</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,542,407</u>
Other							
Excess insurance premiums	905,953	1,263,441	369,360	-	-	-	2,538,754
Administrative expenses	25,886	3,478	-	660,125	-	-	689,489
Total other expenses	<u>931,839</u>	<u>1,266,919</u>	<u>369,360</u>	<u>660,125</u>	<u>-</u>	<u>-</u>	<u>3,228,243</u>
Total expenses	<u>2,064,674</u>	<u>1,421,580</u>	<u>624,271</u>	<u>660,125</u>	<u>-</u>	<u>-</u>	<u>4,770,650</u>
Operating income (loss)	<u>(586,722)</u>	<u>53,904</u>	<u>57,665</u>	<u>84,650</u>	<u>-</u>	<u>53,684</u>	<u>(336,819)</u>
Other income (expense)							
Investment income	29,010	27,733	12,107	14,660	-	1,850	85,360
Transfers	238,542	(63,620)	(69,772)	(49,616)	-	(55,534)	-
Total non-operating income (expense)	<u>267,552</u>	<u>(35,887)</u>	<u>(57,665)</u>	<u>(34,956)</u>	<u>-</u>	<u>(53,684)</u>	<u>85,360</u>
Net income (loss)	(319,170)	18,017	-	49,694	-	-	(251,459)
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ (319,170)	\$ 18,017	\$ -	\$ 49,694	\$ -	\$ -	\$ (251,459)

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2009 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,661,552	\$ 1,628,003	\$ 606,621	\$ 758,603	\$ -	\$ 50,000	\$ 4,704,779
Expenses							
Claims							
Paid	443,342	-	106,057	-	-	-	549,399
Case reserves	57,007	118,041	-	-	-	-	175,048
IBNR reserves	42,592	-	-	-	-	-	42,592
Claims - net	<u>542,941</u>	<u>118,041</u>	<u>106,057</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>767,039</u>
Other							
Excess insurance premiums	988,865	1,300,173	284,845	-	-	-	2,573,883
Administrative expenses	<u>24,482</u>	<u>4,280</u>	<u>-</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>684,672</u>
Total other expenses	<u>1,013,347</u>	<u>1,304,453</u>	<u>284,845</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>3,258,555</u>
Total expenses	<u>1,556,288</u>	<u>1,422,494</u>	<u>390,902</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>4,025,594</u>
Operating income	105,264	205,509	215,719	102,693	-	50,000	679,185
Investment income	<u>48,382</u>	<u>45,482</u>	<u>25,965</u>	<u>16,737</u>	<u>-</u>	<u>5,297</u>	<u>141,863</u>
Net income	153,646	250,991	241,684	119,430	-	55,297	821,048
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus	<u>\$ 153,646</u>	<u>\$ 250,991</u>	<u>\$ 241,684</u>	<u>\$ 119,430</u>	<u>\$ -</u>	<u>\$ 55,297</u>	<u>\$ 821,048</u>

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2010 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,824,977	\$ 1,924,130	\$ 687,542	\$ 787,453	\$ -	\$ 50,000	\$ 5,274,102
Expenses							
Claims							
Paid	377,683	269,719	153,001	-	-	-	800,403
Case reserves	389,540	21,196	-	-	-	-	410,736
IBNR reserves	63,529	815	-	-	-	-	64,344
Claims - net	<u>830,752</u>	<u>291,730</u>	<u>153,001</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,275,483</u>
Other							
Excess insurance premiums	1,032,734	1,657,612	286,577	-	-	-	2,976,923
Administrative expenses	34,256	4,280	-	686,516	-	-	725,052
Total other expenses	<u>1,066,990</u>	<u>1,661,892</u>	<u>286,577</u>	<u>686,516</u>	<u>-</u>	<u>-</u>	<u>3,701,975</u>
Total expenses	<u>1,897,742</u>	<u>1,953,622</u>	<u>439,578</u>	<u>686,516</u>	<u>-</u>	<u>-</u>	<u>4,977,458</u>
Operating income (loss)	(72,765)	(29,492)	247,964	100,937	-	50,000	296,644
Investment income	45,574	14,639	24,174	20,606	-	4,645	109,638
Net income (loss)	(27,191)	(14,853)	272,138	121,543	-	54,645	406,282
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ (27,191)	\$ (14,853)	\$ 272,138	\$ 121,543	\$ -	\$ 54,645	\$ 406,282

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2011 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,846,729	\$ 1,845,015	\$ 767,248	\$ 793,336	\$ -	\$ 50,000	\$ 5,302,328
Expenses							
Claims							
Paid	304,546	414,053	198,698	-	-	-	917,297
Case reserves	102,189	87,923	-	-	-	-	190,112
IBNR reserves	83,240	2,163	-	-	-	-	85,403
Claims - net	489,975	504,139	198,698	-	-	-	1,192,812
Other							
Excess insurance premiums	949,861	1,582,656	287,938	-	-	-	2,820,455
Administrative expenses	17,524	17,524	-	777,247	-	-	812,295
Total other expenses	967,385	1,600,180	287,938	777,247	-	-	3,632,750
Total expenses	1,457,360	2,104,319	486,636	777,247	-	-	4,825,562
Operating income (loss)	389,369	(259,304)	280,612	16,089	-	50,000	476,766
Investment income	50,349	6,330	22,721	5,897	-	3,955	89,252
Net income (loss)	439,718	(252,974)	303,333	21,986	-	53,955	566,018
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 439,718	\$ (252,974)	\$ 303,333	\$ 21,986	\$ -	\$ 53,955	\$ 566,018

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2012 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,872,597	\$ 1,899,765	\$ 756,846	\$ 806,698	\$ -	\$ 50,000	\$ 5,385,906
Expenses							
Claims							
Paid	276,665	217,036	160,896	-	-	-	654,597
Case reserves	168,803	89,679	-	-	-	-	258,482
IBNR reserves	100,698	5,705	-	-	-	-	106,403
Claims - net	546,166	312,420	160,896	-	-	-	1,019,482
Other							
Excess insurance premiums	971,583	1,597,992	313,552	-	-	-	2,883,127
Administrative expenses	18,128	17,195	-	774,246	-	-	809,569
Total other expenses	989,711	1,615,187	313,552	774,246	-	-	3,692,696
Total expenses	1,535,877	1,927,607	474,448	774,246	-	-	4,712,178
Operating income (loss)	336,720	(27,842)	282,398	32,452	-	50,000	673,728
Investment income	56,825	8,167	23,658	7,307	-	4,252	100,209
Net income (loss)	393,545	(19,675)	306,056	39,759	-	54,252	773,937
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 393,545	\$ (19,675)	\$ 306,056	\$ 39,759	\$ -	\$ 54,252	\$ 773,937

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2013 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,757,051	\$ 1,765,625	\$ 620,589	\$ 760,425	\$ -	\$ 40,268	\$ 4,943,958
Expenses							
Claims							
Paid	353,987	157,041	225,851	-	-	-	736,879
Case reserves	214,259	15,955	-	-	-	-	230,214
IBNR reserves	118,088	11,045	-	-	-	-	129,133
Claims - net	<u>686,334</u>	<u>184,041</u>	<u>225,851</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,096,226</u>
Other							
Excess insurance premiums	914,792	1,470,937	307,068	-	-	-	2,692,797
Administrative expenses	25,688	5,081	-	697,055	-	-	727,824
Total other expenses	<u>940,480</u>	<u>1,476,018</u>	<u>307,068</u>	<u>697,055</u>	<u>-</u>	<u>-</u>	<u>3,420,621</u>
Total expenses	<u>1,626,814</u>	<u>1,660,059</u>	<u>532,919</u>	<u>697,055</u>	<u>-</u>	<u>-</u>	<u>4,516,847</u>
Operating income	130,237	105,566	87,670	63,370	-	40,268	427,111
Investment income	<u>50,217</u>	<u>15,638</u>	<u>7,378</u>	<u>9,286</u>	<u>-</u>	<u>3,330</u>	<u>85,849</u>
Net income	180,454	121,204	95,048	72,656	-	43,598	512,960
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus	<u>\$ 180,454</u>	<u>\$ 121,204</u>	<u>\$ 95,048</u>	<u>\$ 72,656</u>	<u>\$ -</u>	<u>\$ 43,598</u>	<u>\$ 512,960</u>

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New Jersey Municipal Self Insurers' Joint Insurance Fund
2014 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,212,035	\$ 1,098,828	\$ 480,096	\$ 518,344	\$ -	\$ 25,000	\$ 3,334,303
Expenses							
Claims							
Paid	66,590	394,854	176,608	-	-	-	638,052
Case reserves	104,916	160,795	-	-	-	-	265,711
IBNR reserves	104,670	17,545	-	-	-	-	122,215
Claims - net	<u>276,176</u>	<u>573,194</u>	<u>176,608</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,025,978</u>
Other							
Excess insurance premiums	610,483	925,111	279,479	-	-	-	1,815,073
Administrative expenses	12,443	24,152	-	476,816	-	-	513,411
Total other expenses	<u>622,926</u>	<u>949,263</u>	<u>279,479</u>	<u>476,816</u>	<u>-</u>	<u>-</u>	<u>2,328,484</u>
Total expenses	<u>899,102</u>	<u>1,522,457</u>	<u>456,087</u>	<u>476,816</u>	<u>-</u>	<u>-</u>	<u>3,354,462</u>
Operating income (loss)	<u>312,933</u>	<u>(423,629)</u>	<u>24,009</u>	<u>41,528</u>	<u>-</u>	<u>25,000</u>	<u>(20,159)</u>
Other income							
Investment income	38,880	5,811	2,523	5,308	-	1,660	54,182
Transfers	-	-	-	8	-	-	8
Total non-operating income	<u>38,880</u>	<u>5,811</u>	<u>2,523</u>	<u>5,316</u>	<u>-</u>	<u>1,660</u>	<u>54,190</u>
Net income (loss)	351,813	(417,818)	26,532	46,844	-	26,660	34,031
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	<u>\$ 351,813</u>	<u>\$ (417,818)</u>	<u>\$ 26,532</u>	<u>\$ 46,844</u>	<u>\$ -</u>	<u>\$ 26,660</u>	<u>\$ 34,031</u>

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2015 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 1,218,059	\$ 1,156,771	\$ 523,785	\$ 529,618	\$ -	\$ 25,000	\$ 3,453,233
Expenses							
Claims							
Paid	494,474	27,957	134,468	-	-	-	656,899
Case reserves	145,822	244,203	-	-	-	-	390,025
IBNR reserves	135,921	51,110	-	-	-	-	187,031
Claims - net	<u>776,217</u>	<u>323,270</u>	<u>134,468</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,233,955</u>
Other							
Excess insurance premiums	560,162	988,942	308,077	-	-	-	1,857,181
Administrative expenses	17,258	13,046	1,339	493,235	-	-	524,878
Total other expenses	<u>577,420</u>	<u>1,001,988</u>	<u>309,416</u>	<u>493,235</u>	<u>-</u>	<u>-</u>	<u>2,382,059</u>
Total expenses	<u>1,353,637</u>	<u>1,325,258</u>	<u>443,884</u>	<u>493,235</u>	<u>-</u>	<u>-</u>	<u>3,616,014</u>
Operating income (loss)	(135,578)	(168,487)	79,901	36,383	-	25,000	(162,781)
Investment income	<u>23,928</u>	<u>13,354</u>	<u>4,599</u>	<u>5,789</u>	<u>-</u>	<u>1,870</u>	<u>49,540</u>
Net income (loss)	(111,650)	(155,133)	84,500	42,172	-	26,870	(113,241)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	\$ <u>(111,650)</u>	\$ <u>(155,133)</u>	\$ <u>84,500</u>	\$ <u>42,172</u>	\$ <u>-</u>	\$ <u>26,870</u>	\$ <u>(113,241)</u>

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2016 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 867,406	\$ 865,935	\$ 453,895	\$ 457,980	\$ -	\$ 17,561	\$ 2,662,777
Expenses							
Claims							
Paid	22,313	-	105,477	-	-	-	127,790
Case reserves	63,073	36,596	-	-	-	-	99,669
IBNR reserves	132,835	61,147	-	-	-	-	193,982
Claims - net	218,221	97,743	105,477	-	-	-	421,441
Other							
Excess insurance premiums	426,389	718,036	300,470	-	-	-	1,444,895
Administrative expenses	9,766	8,964	3,260	414,887	-	-	436,877
Total other expenses	436,155	727,000	303,730	414,887	-	-	1,881,772
Total expenses	654,376	824,743	409,207	414,887	-	-	2,303,213
Operating income	213,030	41,192	44,688	43,093	-	17,561	359,564
Investment income	24,758	10,453	2,531	4,974	-	923	43,639
Net income	237,788	51,645	47,219	48,067	-	18,484	403,203
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 237,788	\$ 51,645	\$ 47,219	\$ 48,067	\$ -	\$ 18,484	\$ 403,203

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**New Jersey Municipal Self Insurers' Joint Insurance Fund
2017 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 849,043	\$ 887,593	\$ 497,581	\$ 462,983	\$ -	\$ 18,684	\$ 2,715,884
Expenses							
Claims							
Paid	93,512	-	153,435	-	-	-	246,947
Case reserves	52,386	-	1,116	-	-	-	53,502
IBNR reserves	173,088	116,418	-	-	-	-	289,506
Claims - net	318,986	116,418	154,551	-	-	-	589,955
Other							
Excess insurance premiums	395,056	730,333	305,408	-	-	-	1,430,797
Administrative expenses	8,964	-	8,089	444,587	-	-	461,640
Total other expenses	404,020	730,333	313,497	444,587	-	-	1,892,437
Total expenses	723,006	846,751	468,048	444,587	-	-	2,482,392
Operating income	126,037	40,842	29,533	18,396	-	18,684	233,492
Investment income	20,464	9,903	7,607	4,384	-	648	43,006
Net income	146,501	50,745	37,140	22,780	-	19,332	276,498
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 146,501	\$ 50,745	\$ 37,140	\$ 22,780	\$ -	\$ 19,332	\$ 276,498

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
2018 Fund Year
Cumulative Operating Results Analysis
December 31, 2019**

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 853,331	\$ 907,258	\$ 526,916	\$ 471,301	\$ -	\$ 19,999	\$ 2,778,805
Expenses							
Claims							
Paid	-	-	214,135	-	-	-	214,135
Case reserves	52,068	165,000	-	-	-	-	217,068
IBNR reserves	247,879	139,186	-	-	-	-	387,065
Claims - net	299,947	304,186	214,135	-	-	-	818,268
Other							
Excess insurance premiums	394,079	752,531	318,088	-	-	-	1,464,698
Administrative expenses	-	-	4,081	452,849	-	-	456,930
Total other expenses	394,079	752,531	322,169	452,849	-	-	1,921,628
Total expenses	694,026	1,056,717	536,304	452,849	-	-	2,739,896
Operating income (loss)	159,305	(149,459)	(9,388)	18,452	-	19,999	38,909
Investment income	16,352	17,385	10,095	9,031	-	384	53,247
Net income (loss)	175,657	(132,074)	707	27,483	-	20,383	92,156
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 175,657	\$ (132,074)	\$ 707	\$ 27,483	\$ -	\$ 20,383	\$ 92,156

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2019 Fund Year
Cumulative Operating Results Analysis
December 31, 2019

	<u>Workers' Compensation</u>	<u>Liability</u>	<u>Property Coverage</u>	<u>Administrative Expenses</u>	<u>Contingency</u>	<u>Loss Fund Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 896,837	\$ 967,550	\$ 531,043	\$ 474,300	\$ -	\$ 20,000	\$ 2,889,730
Expenses							
Claims							
Paid	-	-	65,513	-	-	-	65,513
Case reserves	91,853	-	42,102	-	-	-	133,955
IBNR reserves	363,963	155,168	1,000	-	-	-	520,131
Claims - net	455,816	155,168	108,615	-	-	-	719,599
Other							
Excess insurance premiums	413,034	810,665	337,601	-	-	-	1,561,300
Administrative expenses	-	-	-	474,299	-	-	474,299
Total other expenses	413,034	810,665	337,601	474,299	-	-	2,035,599
Total expenses	868,850	965,833	446,216	474,299	-	-	2,755,198
Operating income	27,987	1,717	84,827	1	-	20,000	134,532
Investment income	6,185	6,965	3,950	3,405	-	145	20,650
Net income	34,172	8,682	88,777	3,406	-	20,145	155,182
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 34,172	\$ 8,682	\$ 88,777	\$ 3,406	\$ -	\$ 20,145	\$ 155,182

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2018 Fund Year
Cumulative Expense Analysis
December 31, 2018

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Administrative expenses:			
Acquisition costs	\$ 162,689	\$ -	\$ 162,689
Actuary	20,269	11,862	32,131
Administrator	88,524	-	88,524
Appraisal	1,125	3,875	5,000
Auditor	16,626	-	16,626
Claims adjustment	2,794	3,506	6,300
Communications	2,000	-	2,000
Fidelity bond and errors and omission policy	3,363	1,637	5,000
General	1,000	-	1,000
Legal	3,944	23,056	27,000
Loss control - other	7,614	-	7,614
Loss control specialist	22,023	-	22,023
Meetings	1,886	-	1,886
Postage	130	-	130
Printing	685	-	685
Treasurer	6,780	-	6,780
Underwriting expense	32,461	-	32,461
Contingency	3,486	31,514	35,000
Expense transfers	4,081	-	4,081
	<u>\$ 381,480</u>	<u>\$ 75,450</u>	<u>\$ 456,930</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2019 Fund Year
Cumulative Expense Analysis
December 31, 2019

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Administrative expenses:			
Acquisition costs	\$ 140,106	\$ 21,278	\$ 161,384
Actuary	20,005	12,929	32,934
Administrator	90,738	-	90,738
Appraisal	-	5,000	5,000
Auditor	-	16,958	16,958
Bank charges	-	250	250
Claims adjustment	315	5,985	6,300
Communications	1,825	175	2,000
Fidelity bond and errors and omission policy	3,337	1,663	5,000
General	1,000	-	1,000
Legal	26,250	750	27,000
Loss control - other	4,265	15,235	19,500
Loss control specialist	21,945	2,994	24,939
Meetings	1,735	1,865	3,600
Postage	86	914	1,000
Printing	163	1,337	1,500
Treasurer	6,924	-	6,924
Underwriting expense	33,272	-	33,272
Contingency	107	34,893	35,000
	<u>\$ 352,073</u>	<u>\$ 122,226</u>	<u>\$ 474,299</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
Comments and Recommendations
December 31, 2019**

None.