

**NEW JERSEY MUNICIPAL SELF INSURERS'
JOINT INSURANCE FUND
Financial Statements
December 31, 2020 and 2019
With Independent Auditor's Reports**

New Jersey Municipal Self Insurers' Joint Insurance Fund
Table of Contents
December 31, 2020 and 2019

Management's Discussion and Analysis	1-2
Independent Auditor's Report	3-4
Financial Statements	
Balance Sheets	5
Statements of Revenue, Expenses, and Changes in Fund Surplus	6
Statements of Cash Flows	7
Notes to Financial Statements	8-14
Supplemental Information	
Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	15-16
Ten Year Claims Development Information	17
Schedule of Changes in Claim Liabilities by Line of Coverage	18
Combining Schedule of Net Income and Changes in Fund Surplus for Fund Years 1993 Through 2020	19
Combined Cumulative Operating Results Analysis for Fund Years 1993 Through 2020	20
1993 Fund Year - Cumulative Operating Results Analysis	21
1994 Fund Year - Cumulative Operating Results Analysis	22
1995 Fund Year - Cumulative Operating Results Analysis	23
1996 Fund Year - Cumulative Operating Results Analysis	24
1997 Fund Year - Cumulative Operating Results Analysis	25
1998 Fund Year - Cumulative Operating Results Analysis	26
1999 Fund Year - Cumulative Operating Results Analysis	27
2000 Fund Year - Cumulative Operating Results Analysis	28
2001 Fund Year - Cumulative Operating Results Analysis	29
2002 Fund Year - Cumulative Operating Results Analysis	30
2003 Fund Year - Cumulative Operating Results Analysis	31
2004 Fund Year - Cumulative Operating Results Analysis	32
2005 Fund Year - Cumulative Operating Results Analysis	33
2006 Fund Year - Cumulative Operating Results Analysis	34
2007 Fund Year - Cumulative Operating Results Analysis	35
2008 Fund Year - Cumulative Operating Results Analysis	36
2009 Fund Year - Cumulative Operating Results Analysis	37
2010 Fund Year - Cumulative Operating Results Analysis	38
2011 Fund Year - Cumulative Operating Results Analysis	39
2012 Fund Year - Cumulative Operating Results Analysis	40
2013 Fund Year - Cumulative Operating Results Analysis	41
2014 Fund Year - Cumulative Operating Results Analysis	42
2015 Fund Year - Cumulative Operating Results Analysis	43
2016 Fund Year - Cumulative Operating Results Analysis	44
2017 Fund Year - Cumulative Operating Results Analysis	45
2018 Fund Year - Cumulative Operating Results Analysis	46
2019 Fund Year - Cumulative Operating Results Analysis	47
2020 Fund Year - Cumulative Operating Results Analysis	48
2019 Fund Year - Cumulative Expense Analysis	49
2020 Fund Year - Cumulative Expense Analysis	50
Comments and Recommendations	51

New Jersey Municipal Self Insurers' Joint Insurance Fund
Management's Discussion and Analysis
December 31, 2020 and 2019

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, 2020 and 2019. 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 2020 and 2019:

	<u>2020</u>	<u>2019</u>
Assets		
Cash, investments and accrued interest	\$ 13,051,478	\$ 12,263,141
Assessments receivable	-	177,311
Prepaid expenses	-	2,895
	<u>\$ 13,051,478</u>	<u>\$ 12,443,347</u>
Liabilities and Fund Surplus		
Reserves for unpaid claims	\$ 5,415,334	\$ 5,208,341
Other liabilities	1,054,532	995,938
Fund surplus	<u>6,581,612</u>	<u>6,239,068</u>
	<u>\$ 13,051,478</u>	<u>\$ 12,443,347</u>
Revenue and Expenses		
Revenue	\$ 2,959,062	\$ 2,889,730
Investment and other income	<u>460,800</u>	<u>456,106</u>
	<u>3,419,862</u>	<u>3,345,836</u>
Claims expense	902,303	193,934
Insurance premiums	1,574,058	1,566,247
Administrative expenses	<u>600,957</u>	<u>681,844</u>
	<u>3,077,318</u>	<u>2,442,025</u>
Net income and change in fund surplus	<u>\$ 342,544</u>	<u>\$ 903,811</u>

New Jersey Municipal Self Insurers' Joint Insurance Fund Management's Discussion and Analysis December 31, 2020 and 2019

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 December 31, 2020 and 2019. 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 Revenue, 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 2020 fund year was \$2,959,062, which represents an increase of 2.4% 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 the years ended December 31, 2020 or 2019.

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, 2020 and 2019, 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 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, 2020 and 2019, 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 25, 2021 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 25, 2021

New Jersey Municipal Self Insurers' Joint Insurance Fund
Balance Sheets
December 31, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Assets		
Cash and cash equivalents	\$ 1,743,163	\$ 1,413,132
Investments	11,256,182	10,801,119
Accrued interest	52,133	48,890
Assessment receivable	-	177,311
Prepaid expenses	<u>-</u>	<u>2,895</u>
	<u>\$ 13,051,478</u>	<u>\$ 12,443,347</u>
Liabilities and Fund Surplus		
Liabilities		
Claims		
Case reserves	\$ 3,045,889	\$ 3,002,942
IBNR reserves	<u>2,369,445</u>	<u>2,205,399</u>
	<u>5,415,334</u>	<u>5,208,341</u>
Other		
Administrative expenses payable	442,383	468,883
Excess insurance premiums payable	612,149	524,720
Other payables	<u>-</u>	<u>2,335</u>
	<u>1,054,532</u>	<u>995,938</u>
Total liabilities	6,469,866	6,204,279
Fund surplus	<u>6,581,612</u>	<u>6,239,068</u>
	<u>\$ 13,051,478</u>	<u>\$ 12,443,347</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, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Revenue		
Underwriting income - regular contributions	\$ 2,959,062	\$ 2,889,730
Expenses		
Claims		
Paid	695,310	455,292
Increase (decrease) in case reserves	42,947	(95,290)
Increase (decrease) in IBNR reserves	164,046	(166,068)
Claims, net	902,303	193,934
Excess insurance premiums	1,574,058	1,566,247
Administrative expenses	600,957	681,844
Total expenses	3,077,318	2,442,025
Operating income (loss)	(118,256)	447,705
Investment return, net	197,507	235,356
Change in fair value of investments, net	263,293	220,750
Investment return, net	460,800	456,106
Net income	342,544	903,811
Fund surplus		
Beginning of year	6,239,068	5,335,257
End of year	\$ 6,581,612	\$ 6,239,068

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, 2020 and 2019

	<u>2020</u>	<u>2019</u>
Operating activities		
Underwriting income - regular contributions received	\$ 3,136,373	\$ 2,712,419
Claims paid	(697,645)	(456,381)
Excess insurance premiums paid	(1,486,629)	(1,484,929)
Administrative expenses paid	(624,562)	(678,073)
Net cash provided by operating activities	<u>327,537</u>	<u>93,036</u>
Investing activities		
Maturity/sale of investment securities	2,577,798	3,125,596
Purchase of investment securities	(2,782,314)	(3,296,179)
Interest income, net of fees	207,010	212,348
Net cash provided by investing activities	<u>2,494</u>	<u>41,765</u>
Change in cash and cash equivalents	330,031	134,801
Cash and cash equivalents		
Beginning of year	<u>1,413,132</u>	<u>1,278,331</u>
End of year	<u>\$ 1,743,163</u>	<u>\$ 1,413,132</u>
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ (118,256)	\$ 447,705
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Changes in assets and liabilities		
Assessments receivable	177,311	(177,311)
Prepaid expenses	2,895	(2,895)
Case and IBNR reserves	206,993	(261,358)
Administrative expenses payable	(26,500)	6,666
Excess insurance premiums payable	87,429	81,318
Other payables	(2,335)	(1,089)
Net cash provided by operating activities	<u>\$ 327,537</u>	<u>\$ 93,036</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, 2020 and 2019

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 the years ended December 31, 2020 and 2019.

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'</u> <u>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, 2020 and 2019

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, 2020 and 2019. 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) allocate the transaction price to the performance obligations; and (v) recognize 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, 2020 and 2019

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, 2020 and 2019

3. CASH AND CASH EQUIVALENTS

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

	2020		2019	
	Carrying Amount	Bank Balance	Carrying Amount	Bank Balance
Operating checking account	\$ 1,721,300	\$ 1,725,823	\$ 1,386,813	\$ 1,395,482
Money market account	21,863	21,863	26,319	26,319
	<u>\$ 1,743,163</u>	<u>\$ 1,747,686</u>	<u>\$ 1,413,132</u>	<u>\$ 1,421,801</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, 2020 and 2019, the Fund invested only in notes backed by the Federal Government which are triple A rated (AAA) by Moody's with interest rates ranging from 0.25% to 3.0% as of December 31, 2020 and 1.25% to 2.875% as of December 31, 2019. The maturity dates range from 8/31/2021 to 11/30/2025 as of December 31, 2020 and 7/31/2020 to 11/30/2024 as of December 31, 2019. 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, 2020 and 2019, 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:

	2020	2019
Face value	\$ 10,745,000	\$ 10,710,000
Unamortized premium (discount), net	147,505	(9,265)
Unrealized gain	<u>363,677</u>	<u>100,384</u>
Fair value	<u>\$ 11,256,182</u>	<u>\$ 10,801,119</u>

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

	2020	2019
Realized gain (loss) using amortized cost	\$ 16,986	\$ (40,882)
Amortization of discount (premium), net	(26,489)	63,884
Interest income, net of fees	<u>207,010</u>	<u>212,354</u>
Investment return, net	<u>\$ 197,507</u>	<u>\$ 235,356</u>

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2020 and 2019

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, 2020 and 2019 along with the basis for the determination of fair value:

2020				
Basis for Valuation				
	Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments in U.S. Treasury Notes	<u>\$ 11,256,182</u>	<u>\$ 11,256,182</u>	<u>\$ -</u>	<u>\$ -</u>
2019				
Basis for Valuation				
	Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments in U.S. Treasury Notes	<u>\$ 10,801,119</u>	<u>\$ 10,801,119</u>	<u>\$ -</u>	<u>\$ -</u>

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, 2020 and 2019.

6. CONCENTRATION OF CREDIT RISK

For each of the years ended December 31, 2020 and 2019, each member's individual assessment was more than 10% of the total assessment while two of those members approximated 57% of total assessments. The assessment receivable due as of December 31, 2019 was from one member and was paid in full as of December 31, 2020.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Notes to Financial Statements
December 31, 2020 and 2019

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, 2020 and 2019. 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, 2020 and 2019, which have been estimated by the Fund's actuary and claims servicing organizations are as follows:

	<u>2020</u>	<u>2019</u>
Case reserves	\$ 3,045,889	\$ 3,002,942
Reserves for losses incurred but not reported	<u>2,369,445</u>	<u>2,205,399</u>
	<u>\$ 5,415,334</u>	<u>\$ 5,208,341</u>

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

	<u>2020</u>	<u>2019</u>
Unpaid claim liabilities, beginning of year	\$ <u>5,208,341</u>	\$ <u>5,469,699</u>
Incurred claims		
Provision for insured events of the current year	641,853	719,599
Increase (decrease) in provision for insured events of prior years	<u>260,450</u>	<u>(525,665)</u>
	<u>902,303</u>	<u>193,934</u>
Claim payments		
Payments on claims for insured events of the current year	60,954	65,513
Payments on claims for insured events of prior years	<u>634,356</u>	<u>389,779</u>
	<u>695,310</u>	<u>455,292</u>
Unpaid claim liabilities, end of year	<u>\$ 5,415,334</u>	<u>\$ 5,208,341</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, 2020 and 2019

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 the years ended December 31, 2020 or 2019.

10. RISKS AND UNCERTAINTIES

Management is continuing to evaluate the recent introduction of the COVID-19 virus to the United States and its impact on the Fund's industry and has concluded that while it is reasonably possible that the virus could have a negative effect on the Fund's financial condition and results of operations, the specific impact is not readily determinable as of the date of these financial statements.

11. SUBSEQUENT EVENTS

The Fund has evaluated subsequent events occurring after the balance sheet date through May 25, 2021, 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.

SUPPLEMENTAL INFORMATION

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

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, 2020, 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 25, 2021.

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 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 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 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*.

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 25, 2021

New Jersey Municipal Self Insurers' Joint Insurance Fund
Ten Years Claims Development Information
December 31, 2020

	<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>	<u>2020</u>
Underwriting income - required contribution	\$ 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	\$ 2,959,062
Investment income	122,653	144,499	119,778	71,656	67,653	74,375	71,176	81,182	49,172	8,117
	<u>\$ 5,424,981</u>	<u>\$ 5,530,405</u>	<u>\$ 5,063,736</u>	<u>\$ 3,405,959</u>	<u>\$ 3,520,886</u>	<u>\$ 2,737,152</u>	<u>\$ 2,787,060</u>	<u>\$ 2,859,987</u>	<u>\$ 2,938,902</u>	<u>\$ 2,967,179</u>
Excess insurance premiums	\$ 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	\$ 1,574,058
Administrative expenses	825,931	823,205	736,915	536,138	543,059	454,957	446,420	439,597	462,849	490,520
	<u>\$ 3,646,386</u>	<u>\$ 3,706,332</u>	<u>\$ 3,429,712</u>	<u>\$ 2,351,211</u>	<u>\$ 2,400,240</u>	<u>\$ 1,899,852</u>	<u>\$ 1,877,217</u>	<u>\$ 1,904,295</u>	<u>\$ 2,024,149</u>	<u>\$ 2,064,578</u>
Estimated incurred claims, end of policy year	<u>\$ 1,308,901</u>	<u>\$ 1,136,600</u>	<u>\$ 1,233,000</u>	<u>\$ 850,000</u>	<u>\$ 1,393,101</u>	<u>\$ 911,400</u>	<u>\$ 660,475</u>	<u>\$ 614,707</u>	<u>\$ 719,599</u>	<u>\$ 725,974</u>
Cumulative paid claims as of:										
End of policy year	213,095	117,811	208,453	64,349	73,879	49,083	57,109	71,466	65,513	60,954
One year later	264,746	172,872	239,135	176,897	486,701	133,537	178,151	214,135	163,966	
Two years later	435,616	321,936	340,460	197,216	554,800	137,792	246,947	344,135		
Three years later	585,616	548,439	501,135	421,815	593,144	127,790	232,988			
Four years later	600,664	624,059	697,207	630,278	656,899	151,940				
Five years later	667,516	650,740	714,839	638,052	726,185					
Six years later	813,801	658,021	736,879	741,354						
Seven years later	913,801	654,597	911,001							
Eight years later	917,297	691,842								
Nine years later	929,055									
Cumulative incurred claims as of:										
End of policy year	1,308,901	1,136,600	1,233,000	850,000	1,393,101	911,400	660,475	614,704	719,599	725,974
One year later	1,137,500	1,298,778	1,312,075	866,297	1,277,077	816,579	754,721	818,268	695,823	
Two years later	1,143,397	1,378,408	1,356,450	823,497	1,233,668	699,594	589,955	1,015,571		
Three years later	1,463,098	1,349,107	1,355,351	873,897	1,172,612	421,441	596,186			
Four years later	1,333,998	1,309,920	1,147,651	1,270,156	1,233,955	357,558				
Five years later	1,277,198	1,108,420	1,066,630	1,025,978	1,182,154					
Six years later	1,224,798	1,142,834	1,096,226	1,090,347						
Seven years later	1,230,641	1,019,482	1,087,255							
Eight years later	1,192,812	1,013,609								
Nine years later	<u>1,260,292</u>									
Increase (decrease) in cumulative incurred claims from end of policy year	<u>\$ (48,609)</u>	<u>\$ (122,991)</u>	<u>\$ (145,745)</u>	<u>\$ 240,347</u>	<u>\$ (210,947)</u>	<u>\$ (553,842)</u>	<u>\$ (64,289)</u>	<u>\$ 400,864</u>	<u>\$ (23,776)</u>	<u>\$ -</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, 2020 and 2019

	2020			
	Total	Workers' Compensation	Liability	Property
Unpaid claim liabilities, beginning of year	\$ 5,208,341	\$ 3,642,373	\$ 1,521,750	\$ 44,218
Incurred claims				
Provision for insured events of current year	641,853	487,930	152,923	1,000
Increase in provision for insured events of prior years	260,450	35,693	77,719	147,038
Increase in incurred claims	902,303	523,623	230,642	148,038
Claim payments				
Payments - net on claims for insured events of current year	60,954	-	-	60,954
Payments - net on claims for insured events of prior years	634,356	376,723	176,749	80,884
Total payments	695,310	376,723	176,749	141,838
Unpaid claim liabilities, end of year	\$ 5,415,334	\$ 3,789,273	\$ 1,575,643	\$ 50,418
	2019			
	Total	Workers' Compensation	Liability	Property
Unpaid claim liabilities, beginning of year	\$ 5,469,699	\$ 3,857,010	\$ 1,593,233	\$ 19,456
Incurred 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	(525,665)	(463,491)	(148,362)	86,188
Increase (decrease) in incurred claims	193,934	(7,675)	6,806	194,803
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	389,779	206,962	78,289	104,528
Total payments	455,292	206,962	78,289	170,041
Unpaid claim liabilities, end of year	\$ 5,208,341	\$ 3,642,373	\$ 1,521,750	\$ 44,218

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 2020
Year Ended December 31, 2020

Fund Year	Fund Surplus (Deficit) 1/1/2020	Net Income (Loss) Including Transfers	Less Surplus Returned to Members	Fund Surplus (Deficit) 12/31/2020
1993	\$ -	\$ -	\$ -	\$ -
1994	-	-	-	-
1995	-	-	-	-
1996	93,464	3,485	-	96,949
1997	160,632	5,992	-	166,624
1998	298,791	11,145	-	309,936
1999	209,302	7,806	-	217,108
2000	142,664	8,933	-	151,597
2001	(125,507)	(106,130)	-	(231,637)
2002	435,478	16,244	-	451,722
2003	193,976	7,235	-	201,211
2004	565,817	21,102	-	586,919
2005	412,108	25,301	-	437,409
2006	151,472	1,535	-	153,007
2007	24,256	(63,354)	-	(39,098)
2008	(251,459)	28,187	-	(223,272)
2009	821,048	(5,165)	-	815,883
2010	406,282	173,460	-	579,742
2011	566,018	(47,715)	-	518,303
2012	773,937	36,527	-	810,464
2013	512,960	33,809	-	546,769
2014	34,031	(69,622)	-	(35,591)
2015	(113,241)	51,733	-	(61,508)
2016	403,203	76,539	-	479,742
2017	276,498	37,159	-	313,657
2018	92,156	(152,035)	-	(59,879)
2019	155,182	63,746	-	218,928
2020	-	176,627	-	176,627
	<u>\$ 6,239,068</u>	<u>\$ 342,544</u>	<u>\$ -</u>	<u>\$ 6,581,612</u>

See Independent Auditor's Report.

**New Jersey Municipal Self Insurers' Joint Insurance Fund
Combined Cumulative Operating Results Analysis for
Fund Years 1993 through 2020
Year Ended December 31, 2020**

Underwriting income	
Regular contributions	\$ 89,253,230
Expenses	
Claims	
Paid	14,899,801
Case reserves	3,045,889
IBNR reserves	<u>2,369,445</u>
	20,315,135
Excess insurance premiums	48,129,460
Administrative expenses	<u>14,350,185</u>
Total expenses	<u>82,794,780</u>
Operating income	6,458,450
Investment and other income	<u>4,302,342</u>
Net income	10,760,792
Less: Surplus returned to members	<u>(4,179,180)</u>
Fund surplus	<u>\$ 6,581,612</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1993 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<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, 2020

	<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	<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
1995 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	117,059	54,143	34,245	21,069	-	12,664	239,180
Net income	358,080	100,135	137,036	83,356	-	57,770	736,377
Less: Return of surplus	(261,131)	(100,135)	(137,036)	(83,356)	-	(57,770)	(639,428)
Fund surplus	\$ 96,949	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 96,949

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1997 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<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	<u>-</u>	<u>-</u>	<u>-</u>	<u>314,391</u>	<u>-</u>	<u>-</u>	<u>314,391</u>
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	85,635	74,338	19,138	23,996	-	10,407	213,514
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(34)</u>	<u>(34)</u>
Total non-operating income	<u>85,635</u>	<u>74,338</u>	<u>19,138</u>	<u>23,996</u>	<u>-</u>	<u>10,373</u>	<u>213,480</u>
Net income	230,253	247,998	71,650	92,621	-	55,287	697,809
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>\$ 132,550</u>	<u>\$ 34,074</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 166,624</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1998 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	131,769	59,233	18,304	21,809	-	10,297	241,412
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>224,781</u>	<u>59,233</u>	<u>18,304</u>	<u>(50,481)</u>	<u>-</u>	<u>(10,425)</u>	<u>241,412</u>
Net income	312,126	30,142	50,797	9,055	-	21,190	423,310
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>\$ 271,428</u>	<u>\$ 4,904</u>	<u>\$ 25,933</u>	<u>\$ 7,566</u>	<u>\$ -</u>	<u>\$ 105</u>	<u>\$ 309,936</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
1999 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	81,548	67,207	24,070	37,636	-	9,510	219,971
Transfers	24,582	-	(29,486)	(19,627)	-	(20,469)	(45,000)
Total non-operating income (expense)	<u>106,130</u>	<u>67,207</u>	<u>(5,416)</u>	<u>18,009</u>	<u>-</u>	<u>(10,959)</u>	<u>174,971</u>
Net income	149,572	134,914	68,894	107,204	-	21,705	482,289
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>\$ 118,250</u>	<u>\$ 51,158</u>	<u>\$ 13,828</u>	<u>\$ 33,872</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 217,108</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2000 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	-	-	-	-	-	-	-
Claims - net	<u>358,206</u>	<u>-</u>	<u>107,649</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>465,855</u>
Other							
Excess insurance premiums	222,339	669,261	138,840	-	-	-	1,030,440
Administrative expenses	<u>2,140</u>	<u>-</u>	<u>-</u>	<u>384,155</u>	<u>-</u>	<u>-</u>	<u>386,295</u>
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>582,685</u>	<u>669,261</u>	<u>246,489</u>	<u>384,155</u>	<u>-</u>	<u>-</u>	<u>1,882,590</u>
Operating income (loss)	<u>(139,620)</u>	<u>135,564</u>	<u>27,554</u>	<u>51,867</u>	<u>-</u>	<u>32,386</u>	<u>107,751</u>
Other income (expense)							
Investment income	74,167	75,996	3,318	28,897	-	11,468	193,846
Transfers	<u>103,097</u>	<u>(10,000)</u>	<u>(20,159)</u>	<u>(59,084)</u>	<u>-</u>	<u>(43,820)</u>	<u>(29,966)</u>
Total non-operating income (expense)	<u>177,264</u>	<u>65,996</u>	<u>(16,841)</u>	<u>(30,187)</u>	<u>-</u>	<u>(32,352)</u>	<u>163,880</u>
Net income	37,644	201,560	10,713	21,680	-	34	271,631
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>\$ 37,644</u>	<u>\$ 113,953</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,597</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2001 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	109,495	21,711	-	-	-	-	131,206
IBNR reserves	-	-	-	-	-	-	-
Claims - net	<u>239,439</u>	<u>614,464</u>	<u>105,577</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>959,480</u>
Other							
Excess insurance premiums	220,496	698,237	218,612	-	-	-	1,137,345
Administrative expenses	<u>19,394</u>	<u>6,222</u>	<u>-</u>	<u>363,543</u>	<u>-</u>	<u>-</u>	<u>389,159</u>
Total other expenses	<u>239,890</u>	<u>704,459</u>	<u>218,612</u>	<u>363,543</u>	<u>-</u>	<u>-</u>	<u>1,526,504</u>
Total expenses	<u>479,329</u>	<u>1,318,923</u>	<u>324,189</u>	<u>363,543</u>	<u>-</u>	<u>-</u>	<u>2,485,984</u>
Operating income (loss)	<u>(31,081)</u>	<u>(482,207)</u>	<u>31,281</u>	<u>58,132</u>	<u>-</u>	<u>32,722</u>	<u>(391,153)</u>
Other income (expense)							
Investment income	37,624	20,646	10,100	10,821	-	5,325	84,516
Transfers	<u>(126,077)</u>	<u>355,376</u>	<u>(41,381)</u>	<u>(74,871)</u>	<u>-</u>	<u>(38,047)</u>	<u>75,000</u>
Total non-operating income (expense)	<u>(88,453)</u>	<u>376,022</u>	<u>(31,281)</u>	<u>(64,050)</u>	<u>-</u>	<u>(32,722)</u>	<u>159,516</u>
Net loss	(119,534)	(106,185)	-	(5,918)	-	-	(231,637)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund deficit	<u>\$ (119,534)</u>	<u>\$ (106,185)</u>	<u>\$ -</u>	<u>\$ (5,918)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (231,637)</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2002 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	79,528	33,356	46,030	21,797	-	6,629	187,340
Transfers	-	145,824	-	(100,311)	-	(45,513)	-
Total non-operating income (expense)	<u>79,528</u>	<u>179,180</u>	<u>46,030</u>	<u>(78,514)</u>	<u>-</u>	<u>(38,884)</u>	<u>187,340</u>
Net income	294,777	81,454	184,948	9,983	-	560	571,722
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>\$ 242,361</u>	<u>\$ 81,454</u>	<u>\$ 127,907</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 451,722</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2003 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<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	<u>-</u>	<u>-</u>	<u>-</u>	<u>535,889</u>	<u>-</u>	<u>-</u>	<u>535,889</u>
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	39,713	35,334	14,159	16,020	-	6,938	112,164
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>189,834</u>	<u>35,334</u>	<u>8,432</u>	<u>(73,816)</u>	<u>-</u>	<u>(47,620)</u>	<u>112,164</u>
Net income (loss)	63,163	104,375	33,748	(75)	-	-	201,211
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	<u>\$ 63,163</u>	<u>\$ 104,375</u>	<u>\$ 33,748</u>	<u>\$ (75)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 201,211</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2004 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	82,350	101,125	36,129	25,486	-	7,899	252,989
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>415,622</u>	<u>101,125</u>	<u>(136,822)</u>	<u>(76,195)</u>	<u>-</u>	<u>(50,741)</u>	<u>252,989</u>
Net income	279,418	353,174	22,962	687	-	677	656,918
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>\$ 279,418</u>	<u>\$ 308,003</u>	<u>\$ -</u>	<u>\$ (502)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 586,919</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2005 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	4,643	-	-	-	-	-	4,643
Claims - net	420,233	259,799	161,663	-	-	-	841,695
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	628,951	1,073,941	280,430	577,548	-	-	2,560,870
Total expenses	1,049,184	1,333,740	442,093	577,548	-	-	3,402,565
Operating income (loss)	(103,637)	22,675	121,240	83,971	-	59,700	183,949
Investment income	79,667	81,133	55,141	43,627	-	13,892	273,460
Net income (loss)	(23,970)	103,808	176,381	127,598	-	73,592	457,409
Less: Return of surplus	-	-	-	-	-	(20,000)	(20,000)
Fund surplus (deficit)	\$ (23,970)	\$ 103,808	\$ 176,381	\$ 127,598	\$ -	\$ 53,592	\$ 437,409

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2006 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<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	7,762	-	-	-	-	-	7,762
Claims - net	572,961	321,604	199,982	-	-	-	1,094,547
Other							
Excess insurance premiums	684,865	1,106,671	319,945	-	-	-	2,111,481
Administrative expenses	19,128	-	9,091	606,789	-	-	635,008
Total other expenses	703,993	1,106,671	329,036	606,789	-	-	2,746,489
Total expenses	1,276,954	1,428,275	529,018	606,789	-	-	3,841,036
Operating income (loss)	(281,380)	(4,057)	79,236	81,704	-	61,368	(63,129)
Other income (expense)							
Investment income	64,784	77,196	30,759	38,850	-	4,547	216,136
Transfers	245,013	-	(119,086)	(60,012)	-	(65,915)	-
Total non-operating income (expense)	309,797	77,196	(88,327)	(21,162)	-	(61,368)	216,136
Net income (loss)	28,417	73,139	(9,091)	60,542	-	-	153,007
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 28,417	\$ 73,139	\$ (9,091)	\$ 60,542	\$ -	\$ -	\$ 153,007

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2007 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	240,469	-	-	-	-	-	240,469
IBNR reserves	14,014	-	-	-	-	-	14,014
Claims - net	<u>1,092,427</u>	<u>45,945</u>	<u>179,238</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,317,610</u>
Other							
Excess insurance premiums	791,626	1,216,636	344,069	-	-	-	2,352,331
Administrative expenses	<u>32,036</u>	<u>-</u>	<u>-</u>	<u>632,013</u>	<u>-</u>	<u>-</u>	<u>664,049</u>
Total other expenses	<u>823,662</u>	<u>1,216,636</u>	<u>344,069</u>	<u>632,013</u>	<u>-</u>	<u>-</u>	<u>3,016,380</u>
Total expenses	<u>1,916,089</u>	<u>1,262,581</u>	<u>523,307</u>	<u>632,013</u>	<u>-</u>	<u>-</u>	<u>4,333,990</u>
Operating income (loss)	<u>(634,632)</u>	<u>181,668</u>	<u>114,321</u>	<u>82,965</u>	<u>-</u>	<u>57,054</u>	<u>(198,624)</u>
Other income (expense)							
Investment income	40,076	63,564	24,190	29,039	-	2,657	159,526
Transfers	<u>297,115</u>	<u>(80,316)</u>	<u>(100,896)</u>	<u>(56,192)</u>	<u>-</u>	<u>(59,711)</u>	<u>-</u>
Total non-operating income (expense)	<u>337,191</u>	<u>(16,752)</u>	<u>(76,706)</u>	<u>(27,153)</u>	<u>-</u>	<u>(57,054)</u>	<u>159,526</u>
Net income (loss)	(297,441)	164,916	37,615	55,812	-	-	(39,098)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	<u>\$ (297,441)</u>	<u>\$ 164,916</u>	<u>\$ 37,615</u>	<u>\$ 55,812</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (39,098)</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2008 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	107,029	349	-	-	-	-	107,378
IBNR reserves	21,221	-	-	-	-	-	21,221
Claims - net	<u>1,095,557</u>	<u>154,661</u>	<u>254,911</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,505,129</u>
Other							
Excess insurance premiums	905,953	1,263,441	369,360	-	-	-	2,538,754
Administrative expenses	34,977	3,478	-	660,125	-	-	698,580
Total other expenses	<u>940,930</u>	<u>1,266,919</u>	<u>369,360</u>	<u>660,125</u>	<u>-</u>	<u>-</u>	<u>3,237,334</u>
Total expenses	<u>2,036,487</u>	<u>1,421,580</u>	<u>624,271</u>	<u>660,125</u>	<u>-</u>	<u>-</u>	<u>4,742,463</u>
Operating income (loss)	<u>(558,535)</u>	<u>53,904</u>	<u>57,665</u>	<u>84,650</u>	<u>-</u>	<u>53,684</u>	<u>(308,632)</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)	(290,983)	18,017	-	49,694	-	-	(223,272)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	<u>\$ (290,983)</u>	<u>\$ 18,017</u>	<u>\$ -</u>	<u>\$ 49,694</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (223,272)</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2009 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	102,428	118,041	-	-	-	-	220,469
IBNR reserves	32,267	-	-	-	-	-	32,267
Claims - net	<u>578,037</u>	<u>118,041</u>	<u>106,057</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>802,135</u>
Other							
Excess insurance premiums	988,865	1,300,173	284,845	-	-	-	2,573,883
Administrative expenses	<u>29,027</u>	<u>8,825</u>	<u>-</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>693,762</u>
Total other expenses	<u>1,017,892</u>	<u>1,308,998</u>	<u>284,845</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>3,267,645</u>
Total expenses	<u>1,595,929</u>	<u>1,427,039</u>	<u>390,902</u>	<u>655,910</u>	<u>-</u>	<u>-</u>	<u>4,069,780</u>
Operating income	65,623	200,964	215,719	102,693	-	50,000	634,999
Investment income	<u>59,994</u>	<u>58,316</u>	<u>34,335</u>	<u>21,029</u>	<u>-</u>	<u>7,210</u>	<u>180,884</u>
Net income	125,617	259,280	250,054	123,722	-	57,210	815,883
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus	<u>\$ 125,617</u>	<u>\$ 259,280</u>	<u>\$ 250,054</u>	<u>\$ 123,722</u>	<u>\$ -</u>	<u>\$ 57,210</u>	<u>\$ 815,883</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2010 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	239,540	21,196	-	-	-	-	260,736
IBNR reserves	64,324	815	-	-	-	-	65,139
Claims - net	681,547	291,730	153,001	-	-	-	1,126,278
Other							
Excess insurance premiums	1,032,734	1,657,612	286,577	-	-	-	2,976,923
Administrative expenses	43,347	4,280	-	686,516	-	-	734,143
Total other expenses	1,076,081	1,661,892	286,577	686,516	-	-	3,711,066
Total expenses	1,757,628	1,953,622	439,578	686,516	-	-	4,837,344
Operating income (loss)	67,349	(29,492)	247,964	100,937	-	50,000	436,758
Investment income	60,063	18,969	32,948	24,598	-	6,406	142,984
Net income (loss)	127,412	(10,523)	280,912	125,535	-	56,406	579,742
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 127,412	\$ (10,523)	\$ 280,912	\$ 125,535	\$ -	\$ 56,406	\$ 579,742

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2011 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	306,809	423,548	198,698	-	-	-	929,055
Case reserves	171,074	78,428	-	-	-	-	249,502
IBNR reserves	79,842	1,893	-	-	-	-	81,735
Claims - net	557,725	503,869	198,698	-	-	-	1,260,292
Other							
Excess insurance premiums	949,861	1,582,656	287,938	-	-	-	2,820,455
Administrative expenses	22,069	26,615	-	777,247	-	-	825,931
Total other expenses	971,930	1,609,271	287,938	777,247	-	-	3,646,386
Total expenses	1,529,655	2,113,140	486,636	777,247	-	-	4,906,678
Operating income (loss)	317,074	(268,125)	280,612	16,089	-	50,000	395,650
Investment income	70,261	6,330	32,143	8,288	-	5,631	122,653
Net income (loss)	387,335	(261,795)	312,755	24,377	-	55,631	518,303
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 387,335	\$ (261,795)	\$ 312,755	\$ 24,377	\$ -	\$ 55,631	\$ 518,303

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2012 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	313,910	217,036	160,896	-	-	-	691,842
Case reserves	134,225	89,679	-	-	-	-	223,904
IBNR reserves	94,725	3,138	-	-	-	-	97,863
Claims - net	542,860	309,853	160,896	-	-	-	1,013,609
Other							
Excess insurance premiums	971,583	1,597,992	313,552	-	-	-	2,883,127
Administrative expenses	27,219	21,740	-	774,246	-	-	823,205
Total other expenses	998,802	1,619,732	313,552	774,246	-	-	3,706,332
Total expenses	1,541,662	1,929,585	474,448	774,246	-	-	4,719,941
Operating income (loss)	330,935	(29,820)	282,398	32,452	-	50,000	665,965
Investment income	81,756	11,157	34,659	10,700	-	6,227	144,499
Net income (loss)	412,691	(18,663)	317,057	43,152	-	56,227	810,464
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 412,691	\$ (18,663)	\$ 317,057	\$ 43,152	\$ -	\$ 56,227	\$ 810,464

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2013 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	530,009	157,041	223,951	-	-	-	911,001
Case reserves	46,668	15,955	-	-	-	-	62,623
IBNR reserves	108,109	5,522	-	-	-	-	113,631
Claims - net	684,786	178,518	223,951	-	-	-	1,087,255
Other							
Excess insurance premiums	914,792	1,470,937	307,068	-	-	-	2,692,797
Administrative expenses	34,779	5,081	-	697,055	-	-	736,915
Total other expenses	949,571	1,476,018	307,068	697,055	-	-	3,429,712
Total expenses	1,634,357	1,654,536	531,019	697,055	-	-	4,516,967
Operating income	122,694	111,089	89,570	63,370	-	40,268	426,991
Investment income	69,994	20,839	10,659	13,453	-	4,833	119,778
Net income	192,688	131,928	100,229	76,823	-	45,101	546,769
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 192,688	\$ 131,928	\$ 100,229	\$ 76,823	\$ -	\$ 45,101	\$ 546,769

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2014 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<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	97,786	466,960	176,608	-	-	-	741,354
Case reserves	69,160	173,628	-	-	-	-	242,788
IBNR reserves	99,256	6,949	-	-	-	-	106,205
Claims - net	<u>266,202</u>	<u>647,537</u>	<u>176,608</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,090,347</u>
Other							
Excess insurance premiums	610,483	925,111	279,479	-	-	-	1,815,073
Administrative expenses	<u>21,534</u>	<u>33,243</u>	<u>4,545</u>	<u>476,816</u>	<u>-</u>	<u>-</u>	<u>536,138</u>
Total other expenses	<u>632,017</u>	<u>958,354</u>	<u>284,024</u>	<u>476,816</u>	<u>-</u>	<u>-</u>	<u>2,351,211</u>
Total expenses	<u>898,219</u>	<u>1,605,891</u>	<u>460,632</u>	<u>476,816</u>	<u>-</u>	<u>-</u>	<u>3,441,558</u>
Operating income (loss)	<u>313,816</u>	<u>(507,063)</u>	<u>19,464</u>	<u>41,528</u>	<u>-</u>	<u>25,000</u>	<u>(107,255)</u>
Other income							
Investment income	53,127	5,811	3,154	7,263	-	2,301	71,656
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>8</u>	<u>-</u>	<u>-</u>	<u>8</u>
Total non-operating income	<u>53,127</u>	<u>5,811</u>	<u>3,154</u>	<u>7,271</u>	<u>-</u>	<u>2,301</u>	<u>71,664</u>
Net income (loss)	366,943	(501,252)	22,618	48,799	-	27,301	(35,591)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund surplus (deficit)	<u>\$ 366,943</u>	<u>\$ (501,252)</u>	<u>\$ 22,618</u>	<u>\$ 48,799</u>	<u>\$ -</u>	<u>\$ 27,301</u>	<u>\$ (35,591)</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2015 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	98,954	132,757	-	-	-	726,185
Case reserves	112,889	201,814	-	-	-	-	314,703
IBNR reserves	112,530	28,736	-	-	-	-	141,266
Claims - net	719,893	329,504	132,757	-	-	-	1,182,154
Other							
Excess insurance premiums	560,162	988,942	308,077	-	-	-	1,857,181
Administrative expenses	21,803	26,682	1,339	493,235	-	-	543,059
Total other expenses	581,965	1,015,624	309,416	493,235	-	-	2,400,240
Total expenses	1,301,858	1,345,128	442,173	493,235	-	-	3,582,394
Operating income (loss)	(83,799)	(188,357)	81,612	36,383	-	25,000	(129,161)
Investment income	31,281	18,583	7,038	8,106	-	2,645	67,653
Net income (loss)	(52,518)	(169,774)	88,650	44,489	-	27,645	(61,508)
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ (52,518)	\$ (169,774)	\$ 88,650	\$ 44,489	\$ -	\$ 27,645	\$ (61,508)

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2016 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	24,150	105,477	-	-	-	151,940
Case reserves	62,606	8,829	-	-	-	-	71,435
IBNR reserves	89,290	44,893	-	-	-	-	134,183
Claims - net	174,209	77,872	105,477	-	-	-	357,558
Other							
Excess insurance premiums	426,389	718,036	300,470	-	-	-	1,444,895
Administrative expenses	18,857	18,055	3,260	414,785	-	-	454,957
Total other expenses	445,246	736,091	303,730	414,785	-	-	1,899,852
Total expenses	619,455	813,963	409,207	414,785	-	-	2,257,410
Operating income	247,951	51,972	44,688	43,195	-	17,561	405,367
Investment income	42,980	17,245	4,206	8,333	-	1,611	74,375
Net income	290,931	69,217	48,894	51,528	-	19,172	479,742
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 290,931	\$ 69,217	\$ 48,894	\$ 51,528	\$ -	\$ 19,172	\$ 479,742

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2017 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	-	139,476	-	-	-	232,988
Case reserves	156,907	-	1,116	-	-	-	158,023
IBNR reserves	126,126	79,049	-	-	-	-	205,175
Claims - net	376,545	79,049	140,592	-	-	-	596,186
Other							
Excess insurance premiums	395,056	730,333	305,408	-	-	-	1,430,797
Administrative expenses	13,509	-	12,634	420,277	-	-	446,420
Total other expenses	408,565	730,333	318,042	420,277	-	-	1,877,217
Total expenses	785,110	809,382	458,634	420,277	-	-	2,473,403
Operating income	63,933	78,211	38,947	42,706	-	18,684	242,481
Investment income	34,220	16,181	12,576	7,108	-	1,091	71,176
Net income	98,153	94,392	51,523	49,814	-	19,775	313,657
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 98,153	\$ 94,392	\$ 51,523	\$ 49,814	\$ -	\$ 19,775	\$ 313,657

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2018 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	130,000	-	214,135	-	-	-	344,135
Case reserves	100,000	275,223	-	-	-	-	375,223
IBNR reserves	187,596	108,617	-	-	-	-	296,213
Claims - net	417,596	383,840	214,135	-	-	-	1,015,571
Other							
Excess insurance premiums	394,079	752,531	318,088	-	-	-	1,464,698
Administrative expenses	9,091	9,091	8,626	412,789	-	-	439,597
Total other expenses	403,170	761,622	326,714	412,789	-	-	1,904,295
Total expenses	820,766	1,145,462	540,849	412,789	-	-	2,919,866
Operating income (loss)	32,565	(238,204)	(13,933)	58,512	-	19,999	(141,061)
Investment income	24,931	26,505	15,392	13,769	-	585	81,182
Net income (loss)	57,496	(211,699)	1,459	72,281	-	20,584	(59,879)
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus (deficit)	\$ 57,496	\$ (211,699)	\$ 1,459	\$ 72,281	\$ -	\$ 20,584	\$ (59,879)

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2019 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>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	-	-	163,966	-	-	-	163,966
Case reserves	100,447	-	25,135	-	-	-	125,582
IBNR reserves	268,020	138,255	-	-	-	-	406,275
Claims - net	368,467	138,255	189,101	-	-	-	695,823
Other							
Excess insurance premiums	413,034	810,665	337,601	-	-	-	1,561,300
Administrative expenses	9,091	-	4,549	449,209	-	-	462,849
Total other expenses	422,125	810,665	342,150	449,209	-	-	2,024,149
Total expenses	790,592	948,920	531,251	449,209	-	-	2,719,972
Operating income (loss)	106,245	18,630	(208)	25,091	-	20,000	169,758
Other income (expense)							
Miscellaneous expense	-	-	-	(2)	-	-	(2)
Investment income	14,683	16,642	9,415	8,087	-	345	49,172
Total non-operating income	14,683	16,642	9,415	8,085	-	345	49,170
Net income	120,928	35,272	9,207	33,176	-	20,345	218,928
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 120,928	\$ 35,272	\$ 9,207	\$ 33,176	\$ -	\$ 20,345	\$ 218,928

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2020 Fund Year
Cumulative Operating Results Analysis
December 31, 2020

	<u>Workers'</u> <u>Compensation</u>	<u>Liability</u>	<u>Property</u> <u>Coverage</u>	<u>Administrative</u> <u>Expenses</u>	<u>Contingency</u>	<u>Loss Fund</u> <u>Contingency</u>	<u>Totals</u>
Underwriting income							
Regular contributions	\$ 895,955	\$ 990,124	\$ 560,374	\$ 492,609	\$ -	\$ 20,000	\$ 2,959,062
Expenses							
Claims							
Paid	-	-	60,954	-	-	-	60,954
Case reserves	-	-	23,167	-	-	-	23,167
IBNR reserves	487,930	152,923	1,000	-	-	-	641,853
Claims - net	487,930	152,923	85,121	-	-	-	725,974
Other							
Excess insurance premiums	395,901	810,438	367,719	-	-	-	1,574,058
Administrative expenses	-	-	-	490,520	-	-	490,520
Total other expenses	395,901	810,438	367,719	490,520	-	-	2,064,578
Total expenses	883,831	963,361	452,840	490,520	-	-	2,790,552
Operating income	12,124	26,763	107,534	2,089	-	20,000	168,510
Investment income	2,458	2,716	1,537	1,351	-	55	8,117
Net income	14,582	29,479	109,071	3,440	-	20,055	176,627
Less: Return of surplus	-	-	-	-	-	-	-
Fund surplus	\$ 14,582	\$ 29,479	\$ 109,071	\$ 3,440	\$ -	\$ 20,055	\$ 176,627

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2019 Fund Year
Cumulative Expense Analysis
December 31, 2020

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Administrative expenses			
Acquisition costs	\$ 161,384	\$ -	\$ 161,384
Actuary	23,746	-	23,746
Administrator	90,738	-	90,738
Appraisal	1,150	3,850	5,000
Auditor	16,958	-	16,958
Claims adjustment	2,205	4,095	6,300
Communications	1,971	-	1,971
Fidelity bond and errors and omission policy	3,337	-	3,337
General	1,000	-	1,000
Legal	27,000	-	27,000
Loss control - other	9,628	-	9,628
Loss control specialist	24,939	-	24,939
Meetings	1,735	-	1,735
Postage	115	-	115
Printing	161	-	161
Treasurer	6,924	-	6,924
Underwriting expense	33,272	-	33,272
Contingency	3,467	31,533	35,000
Expense transfers	13,641	-	13,641
	<u>\$ 423,371</u>	<u>\$ 39,478</u>	<u>\$ 462,849</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
2020 Fund Year
Cumulative Expense Analysis
December 31, 2020

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Administrative expenses			
Acquisition costs	\$ 165,544	\$ -	\$ 165,544
Actuary	18,654	15,103	33,757
Administrator	93,006	-	93,006
Appraisal	-	5,000	5,000
Auditor	-	16,958	16,958
Bank charges	-	250	250
Claims adjustment	1,187	5,113	6,300
Communications	1,943	57	2,000
Fidelity bond and errors and omission policy	3,303	1,697	5,000
General	1,000	-	1,000
Legal	22,250	12,750	35,000
Loss control - other	2,403	17,097	19,500
Loss control specialist	18,676	6,263	24,939
Meetings	371	3,229	3,600
Postage	213	787	1,000
Printing	83	1,417	1,500
Treasurer	7,062	-	7,062
Underwriting expense	34,104	-	34,104
Contingency	-	35,000	35,000
	<u>\$ 369,799</u>	<u>\$ 120,721</u>	<u>\$ 490,520</u>

See Independent Auditor's Report.

New Jersey Municipal Self Insurers' Joint Insurance Fund
Comments and Recommendations
December 31, 2020

None.

See Independent Auditor's Report.