

SCHOOL EXCESS LIABILITY FUND

Financial Statements

June 30, 2017 and 2016

With Independent Auditors' Report

School Excess Liability Fund
Table of Contents
June 30, 2017 and 2016

	Page(s)
Independent Auditors' Report	1-2
Financial Statements	
Balance Sheets	3
Statements of Revenue, Expenses, and Changes in Fund Surplus	4
Statements of Cash Flows	5
Notes to Financial Statements	6-11
Supplementary Schedules	
Ten Year Claims Development Information	12
Schedule of Changes in Claim Liabilities by Line of Coverage	13
Schedule of Changes in Fund Surplus (Deficit)	14
Combined Cumulative Results Analysis for Fund Years 2005 – 2017	15
2005 Fund Year – Cumulative Operating Results Analysis	16
2006 Fund Year – Cumulative Operating Results Analysis	17
2007 Fund Year – Cumulative Operating Results Analysis	18
2008 Fund Year – Cumulative Operating Results Analysis	19
2009 Fund Year – Cumulative Operating Results Analysis	20
2010 Fund Year – Cumulative Operating Results Analysis	21
2011 Fund Year – Cumulative Operating Results Analysis	22
2012 Fund Year – Cumulative Operating Results Analysis	23
2013 Fund Year – Cumulative Operating Results Analysis	24
2014 Fund Year – Cumulative Operating Results Analysis	25
2015 Fund Year – Cumulative Operating Results Analysis	26
2016 Fund Year – Cumulative Operating Results Analysis	27
2017 Fund Year – Cumulative Operating Results Analysis	28
2005 through 2007 Fund Years – Cumulative Administrative Expense Analysis	29
2008 through 2010 Fund Years – Cumulative Administrative Expense Analysis	30
2011 through 2013 Fund Years – Cumulative Administrative Expense Analysis	31
2014 through 2016 Fund Years – Cumulative Administrative Expense Analysis	32
2017 Fund Year – Cumulative Administrative Expense Analysis	33
Other Information	
Comments and Recommendations	34

INDEPENDENT AUDITORS' REPORT

Fund Commissioners
School Excess Liability Fund

Report on the Financial Statements

We have audited the accompanying financial statements of the School Excess Liability Fund ("the Fund") which comprise the balance sheets as of June 30, 2017 and 2016, and the related statements of revenues, expenses, and changes in fund surplus and cash flows for the years then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditors' 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of School Excess Liability Fund as of June 30, 2017 and 2016, 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

The Fund has not presented the management's discussion and analysis that accounting principles generally accepted in the United States has determined is necessary to supplement, although not required to be part of, the basic financial statements.

Report on Supplementary Information

Our audits were conducted for the purpose of forming an opinion on the basic financial as a whole. The supplementary information on pages 12 - 33 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 financial statements. The 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.

Withum Smith + Brown, PC

October 23, 2017

School Excess Liability Fund
Balance Sheets
June 30, 2017 and 2016

	2017	2016
Assets		
Cash	\$ 4,524,006	\$ 3,097,525
Investments	12,107,169	12,120,775
Accrued interest income	42,834	39,809
Due from reinsurer, net	1,400,827	1,064,731
Prepaid expenses	3,998	-
	<u>18,078,834</u>	<u>16,322,840</u>
Total Assets	<u>\$ 18,078,834</u>	<u>\$ 16,322,840</u>
Liabilities and Fund Surplus		
Liabilities		
Loss reserves		
Case reserves	\$ 8,833,857	\$ 8,039,352
IBNR reserves	5,890,514	6,363,349
Total loss reserves	<u>14,724,371</u>	<u>14,402,701</u>
Other		
Administrative expenses payable	111,416	100,120
Other payable	95,145	234,593
Insurance and reinsurance premiums payable	6,881	62,556
Total liabilities	<u>14,937,813</u>	<u>14,799,970</u>
Fund surplus	<u>3,141,021</u>	<u>1,522,870</u>
Total Liabilities and Fund Surplus	<u>\$ 18,078,834</u>	<u>\$ 16,322,840</u>

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

School Excess Liability Fund
Statements of Revenue, Expenses, and Changes in Fund Surplus
Years Ended June 30, 2017 and 2016

	2017	2016
Revenue		
Underwriting income - regular contributions	<u>\$ 17,437,770</u>	<u>\$ 17,132,684</u>
Expenses		
Claims		
Paid	2,868,179	2,265,563
Increase in case reserves	794,505	274,761
(Decrease) increase in IBNR reserves	<u>(472,835)</u>	<u>1,872,477</u>
Claims - net	3,189,849	4,412,801
Insurance and reinsurance premiums	12,458,981	13,183,194
Administrative expenses	<u>133,548</u>	<u>129,100</u>
Total expenses	<u>15,782,378</u>	<u>17,725,095</u>
Operating income (loss)	1,655,392	(592,411)
Investment and other income, net	177,929	145,954
Change in fair value of investments	<u>(215,170)</u>	<u>132,156</u>
Investment (loss) income, net	<u>(37,241)</u>	<u>278,110</u>
Net income (loss)	1,618,151	(314,301)
Fund surplus, beginning of year	<u>1,522,870</u>	<u>1,837,171</u>
Fund surplus, end of year	<u><u>\$ 3,141,021</u></u>	<u><u>\$ 1,522,870</u></u>

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

School Excess Liability Fund
Statements of Cash Flows
Years Ended June 30, 2017 and 2016

	2017	2016
Cash flows from operating activities		
Underwriting income - regular contributions	\$ 17,437,770	\$ 17,132,684
Claims paid	(3,343,723)	(3,067,810)
Insurance and reinsurance premiums paid	(12,518,654)	(12,932,394)
Administrative expenses paid	(122,252)	(117,233)
Net cash provided by operating activities	<u>1,453,141</u>	<u>1,015,247</u>
Cash flows from investing activities		
Sale/maturity of investment securities	2,746,045	3,199,269
Purchase of investment securities	(2,956,504)	(3,340,776)
Investment income	183,799	151,637
Net cash (used) provided by investing activities	<u>(26,660)</u>	<u>10,130</u>
Increase in cash	1,426,481	1,025,377
Cash		
Beginning of year	<u>3,097,525</u>	<u>2,072,148</u>
End of year	<u>\$ 4,524,006</u>	<u>\$ 3,097,525</u>
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ 1,655,392	\$ (592,411)
Adjustments to reconcile operating income (loss) to net cash provided by operations:		
Increase in prepaid expenses	(3,998)	-
Increase in due from reinsurer	(336,096)	(802,247)
Increase in case and IBNR reserves	321,670	2,147,238
Increase in administrative expenses payable	11,296	11,867
(Decrease) increase in other payable	(139,448)	234,593
(Decrease) increase in insurance and reinsurance premiums payable	(55,675)	16,207
Net cash provided by operating activities	<u>\$ 1,453,141</u>	<u>\$ 1,015,247</u>

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

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

1. Operations

The School Excess Liability Fund ("the Fund") is a joint insurance fund which was formed effective July 1, 2004 under the provisions of N.J.S.A 18A:18B-1 et. seq. The Fund membership is open to all qualified joint insurance funds. The Fund's membership is comprised of the School Alliance Insurance Fund and Diploma Joint Insurance Fund.

The Fund's general objective is to provide members with an alternative to the excess insurance market.

The bylaws 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.

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 liabilities. The Fund considers investment income when determining deficiencies.

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.

The Fund offers its members coverage for excess property, excess general and auto liability, excess workers' compensation and employers' liability.

Losses in excess of the amounts below are covered by reinsurance and excess insurance contracts. Effective 2012/13, the fund has an additional per occurrence \$150,000 SIR on property for named storm systems that does not accrue to the aggregate.

The Fund's liability, self-insured retention or SIR, for claims is limited to the following coverage and amounts:

	Fund Year(s)	Loss Type	Per Occurrence SIR	Aggregate SIR
Workers' Compensation and Employers' Liability	2004-2005 through 2010/2011	Loss & ALAE	\$ 250,000	None
	2011/2012 through 2015/2016	Loss & ALAE	\$ 150,000	None
	2016/2017	Loss & ALAE	\$ 250,000	None
Property and Liability	2006/2007	Loss & ALAE	\$ 150,000	\$ 813,956
	2007/2008	Loss & ALAE	\$ 150,000	\$ 857,901
	2008/2009	Loss & ALAE	\$ 150,000	\$ 950,000
	2009/2010	Loss & ALAE	\$ 150,000	\$ 810,000
	2010/2011 through 2013/2014	Loss & ALAE	\$ 150,000	\$ 900,000
	2014/2015	Loss & ALAE	\$ 150,000	\$ 1,100,000
	2015/2016	Loss & ALAE	\$ 150,000	\$ 1,123,148
	2016/2017	Loss & ALAE	\$ 150,000	\$ 1,100,000

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

2. Summary of Significant Accounting Policies

The financial statements of the Fund are prepared in conformity with generally accepted accounting principles as applied to governmental units and insurance companies, where applicable. The Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities 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. A summary of the significant accounting policies is set forth below.

Basis of Accounting

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

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the 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. Actual results could differ from those estimates. A significant estimate included in these financials consists of incurred but not yet reported ("IBNR") reserves.

Revenue Recognition

Budgetary contributions or assessments from members and interest income are recorded on the accrual basis. The assessments of the member joint insurance funds are determined by the actuary and certified by vote of the Fund Commissioners.

Claims Liabilities

The Fund establishes claims liabilities for the Fund's SIR loss and claim adjustment expense based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported (IBNR). The length of time for which such costs must be estimated varies depending on the coverage involved. Because actual claims cost 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 and historical data that reflect 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 are recognized as a reduction of claim payments upon the receipt of cash or are accrued for if the recoverable amount is known.

Reinsurance

The Fund purchases reinsurance contracts in accordance with the Risk Management Plan. Although reinsurance does not discharge the primary liability of the Fund as direct insurer of the risk of loss, the Fund does not report the claim payments or liabilities under reinsurance 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.

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

Income Taxes

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

Fair Value of Financial Instruments

The Fund follows FASB ASC 820, the accounting pronouncement relating to fair value measurements, with respect to its financial assets and liabilities only. FASB ASC 820 defines fair value, establishes a framework for measuring fair value under generally accepted accounting principles and enhances disclosures about fair value measurements. Fair value is defined under FASB ASC 820 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 under FASB ASC 820 must maximize the use of observable inputs and minimize the use of unobservable inputs. The standard describes 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.

3. Cash and Cash Equivalents

At June 30, 2017 and 2016, cash consisted of deposits in operating checking accounts with various financial institutions. The carrying amount is \$4,524,006 and \$3,097,525 and the bank balance of the above accounts is \$4,524,006 and \$3,030,564 as of June 30, 2017 and 2016, respectively

The bank balance has been deposited in public depositories, which is fully insured up to \$250,000 per depository by the Federal Deposit Insurance Corporation (FDIC) and in excess of \$250,000 is fully collateralized by the bank through the Government Unit Deposit Protection Act (GUDPA).

The Fund considers all highly liquid investments with maturities of less than three months from date of investment to be cash equivalents.

4. Investments

At both June 30, 2017 and 2016, the Fund invested only in notes backed by the Federal Government and are triple A rated (AAA) by Moody's with various interest rates and maturity dates. The maturity dates range from 3/31/2018 to 4/30/2022 as of June 30, 2017 and from 7/31/2016 to 5/15/2020 as of June 30, 2016. Investments are stated at fair value. All investment activities are conducted through US Bank under an investment service agreement.

Investments consisted of the following at June 30:

	2017	2016
Face value	\$ 12,090,000	\$ 11,900,000
Unamortized (discount) premium – net	45,984	34,420
Unrealized (loss) gain – net	<u>(28,815)</u>	<u>186,355</u>
Fair value	<u>\$ 12,107,169</u>	<u>\$ 12,120,775</u>

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

Investment income consisted of the following for the years ended June 30:

	2017	2016
Interest income	\$ 183,799	\$ 152,299
Amortization of (premium) discount, net	(9,231)	(9,411)
Realized gain	<u>3,361</u>	<u>3,066</u>
Investment income	<u>\$ 177,929</u>	<u>\$ 145,954</u>

5. Fair Value Accounting

Recurring Fair Value Measurements

Pursuant to the requirements of FASB SC 820, 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 June 30, 2017 and 2016 along with the basis for the determination of fair value:

2017				
		Basis for Valuation		
	Total	Quoted Prices In Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments – US Treasury Bonds	<u>\$ 12,107,169</u>	<u>\$ 12,107,169</u>	-	-

2016				
		Basis for Valuation		
	Total	Quoted Prices In Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments – US Treasury Bonds	<u>\$ 12,120,775</u>	<u>\$ 12,120,775</u>	-	-

For applicable assets and liabilities subject to this pronouncement, the Fund will value such assets and liabilities 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 and liabilities 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.

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

6. 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 June 30, 2017 and 2016. This estimate is based on the estimated ultimate cost of settling the claims considering the historical experience of the members, various other industry statistics, including the effects of inflation and other societal or economic factors, and the Fund's 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 potential unreported losses which have taken place but in which the Fund has not received notices or reports of losses (IBNR). Loss reserves have been estimated by the Fund's Actuary and Claims Servicing Organizations of the members (less member deductibles).

Loss reserves at June 30, 2017 and 2016 are as follows:

	2017	2016
Case reserves	\$ 8,833,857	\$ 8,039,352
Reserves for losses incurred but not reported	<u>5,890,514</u>	<u>6,363,349</u>
	<u>\$ 14,724,371</u>	<u>\$ 14,402,701</u>

The following represents changes in the aggregate reserves and claim adjustment expenses for the Fund during the years ended June 30, 2017 and 2016:

	2017	2016
Unpaid claim liabilities, beginning of year	<u>\$ 14,402,701</u>	<u>\$ 12,255,463</u>
Incurred claims:		
Provision for insured events of the current period	4,065,000	3,723,148
(Decrease) increase in provision for insured events of prior years	<u>(875,151)</u>	<u>689,653</u>
Total increase incurred claims	3,189,849	4,412,801
Less: claim payments – net:		
Payments – net of claims for the current year	311,670	302,125
Payments – net of claims for the prior year	<u>2,556,509</u>	<u>1,963,438</u>
Total payments – net	<u>2,868,179</u>	<u>2,265,563</u>
Unpaid claim liabilities, end of year	<u>\$ 14,724,371</u>	<u>\$ 14,402,701</u>

7. Claims Payable - Reinsurance

During the fund year ended June 30, 2013, the fund had a catastrophic property claim, Super Storm Sandy. The Fund has a \$500,000 self-insured retention, (SIR), for property coverage for named storms. All claim payments for this claim above the fund's self-insured retention are paid by the fund's excess property carrier. The Fund's service providers work with the carrier's representatives to adjudicate all claims. The current total incurred for Super Storm Sandy as of June 30, 2017 is \$16,597,463.01. As of June 30, 2017, the total paid is \$16,595,463 and the total current reserves are \$2,000. The carrier has paid the Fund \$16,116,092, which represents payments above the Fund's \$500,000 self-insured retention or SIR. The balance due to the reinsurer related to Super Storm Sandy is \$20,629 at June 30, 2017 which is included in due from reinsurer, net on the balance sheet. All monies received from the carrier have been disbursed to the members affected.

School Excess Liability Fund
Notes to Financial Statements
June 30, 2017 and 2016

8. Concentration of Risk

For the years ended June 30, 2017 and 2016, the Fund's underwriting income is derived from two members. The larger of the two members accounted for approximately 89% of income for each of the years ended June 30, 2017 and 2016. The significant concentration presents a risk that if one of the members withdraws from the Fund it will then fail to meet the requirements as a "Fund" defined under statute. The Fund would be required to advise the New Jersey Department of Banking and Insurance of its plan to bring the Fund in compliance or cease to exist. The Fund does not foresee this occurring and is actively seeking additional members. The Fund is currently in compliance with all of the terms and conditions set forth by the Fund.

9. Subsequent Events

The Fund has evaluated subsequent events occurring after the balance sheet date through the date of October 23, 2017, which is the date the financial statements were available to be issued. Based on this evaluation, the Fund has determined that no subsequent events have occurred which require disclosure in the financial statements.

SUPPLEMENTARY SCHEDULES

School Excess Liability Fund
Ten Year Claims Development Information
June 30, 2017

	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>
Underwriting income - regular contributions	\$ 7,703,519	\$ 8,249,822	\$ 8,827,377	\$ 8,664,665	\$ 9,929,999	\$ 11,567,365	\$ 13,900,989	\$ 15,619,244	\$ 17,132,684	17,437,770
Interest income and other income	105,266	27,791	28,015	37,620	26,168	38,558	38,403	61,928	50,754	25,466
	<u>7,808,785</u>	<u>8,277,613</u>	<u>8,855,392</u>	<u>8,702,285</u>	<u>9,956,167</u>	<u>11,605,923</u>	<u>13,939,392</u>	<u>15,681,172</u>	<u>17,183,438</u>	<u>17,463,236</u>
Insurance and reinsurance premiums	5,336,367	5,963,468	6,520,293	6,372,690	7,040,292	8,380,069	10,550,689	12,147,167	13,183,194	12,504,817
Administrative expenses	121,469	113,915	117,839	120,517	124,594	129,061	131,351	132,032	132,751	135,730
	<u>5,457,836</u>	<u>6,077,383</u>	<u>6,638,132</u>	<u>6,493,207</u>	<u>7,164,886</u>	<u>8,509,130</u>	<u>10,682,040</u>	<u>12,279,198</u>	<u>13,315,945</u>	<u>12,640,547</u>
Estimated incurred claims, end of policy year	<u>1,959,421</u>	<u>1,852,917</u>	<u>1,705,444</u>	<u>2,040,767</u>	<u>2,554,743</u>	<u>3,420,218</u>	<u>3,360,000</u>	<u>4,065,000</u>	<u>3,723,148</u>	<u>4,065,000</u>
Cumulative paid claims as of:										
End of policy year	279,331	291,476	395,132	150,000	616,337	760,565	823,202	797,619	302,125	311,670
One year later	514,204	488,662	344,929	386,238	1,100,730	1,181,162	1,716,722	1,279,556	771,142	
Two years later	455,991	614,739	411,407	401,908	1,446,537	1,674,019	2,324,329	1,698,051		
Three years later	456,148	1,048,736	577,749	562,616	1,839,191	2,041,566	2,871,994			
Four years later	612,181	1,131,858	1,110,951	890,532	1,896,509	2,717,174				
Five years later	780,898	1,207,426	1,349,129	1,032,067	2,022,736					
Six years later	850,265	1,232,114	1,442,326	1,076,315						
Seven years later	875,482	1,357,930	1,496,718							
Eight years later	889,978	1,359,716								
Nine years later	902,442									
Cumulative incurred claims as of:										
End of policy year	1,959,421	1,852,917	1,705,444	2,040,767	2,554,743	3,420,218	3,360,000	3,300,000	3,723,148	4,065,000
One year later	1,792,184	1,777,916	1,773,640	1,890,767	3,392,661	4,250,000	4,100,000	4,250,001	3,764,999	
Two years later	1,505,421	1,702,917	1,698,640	1,550,000	3,175,000	4,400,001	4,890,001	3,475,000		
Three years later	1,340,421	1,702,917	1,418,640	1,750,000	3,000,000	3,690,000	5,068,999			
Four years later	1,240,000	2,199,475	1,910,000	1,820,000	2,895,000	3,741,000				
Five years later	1,015,000	2,050,000	1,860,000	1,655,651	2,812,000					
Six years later	1,107,901	1,950,000	1,825,000	1,517,651						
Seven years later	1,257,901	1,840,000	1,845,000							
Eight years later	1,227,901	1,634,000								
Nine years later	1,207,901									
Increase (decrease) in cumulative incurred claims from end of policy year	<u>\$ (751,520)</u>	<u>\$ (218,917)</u>	<u>\$ 139,556</u>	<u>\$ (523,116)</u>	<u>\$ 257,257</u>	<u>\$ 320,782</u>	<u>\$ 1,708,999</u>	<u>\$ (590,000)</u>	<u>\$ 41,851</u>	<u>\$ -</u>

See Independent Auditors' Report.

School Excess Liability Fund
Schedule of Changes in Claim Liabilities by Line of Coverage
Years Ended June 30, 2017 and 2016

	<u>2017</u>			<u>2016</u>		
	<u>Total</u>	<u>Workers' Compensation</u>	<u>Package</u>	<u>Total</u>	<u>Workers' Compensation</u>	<u>Package</u>
Claim liabilities, beginning of year	<u>\$ 14,402,701</u>	<u>\$ 12,680,310</u>	<u>\$ 1,722,391</u>	<u>\$ 12,255,463</u>	<u>\$ 11,006,002</u>	<u>\$ 1,249,461</u>
Incurred claims:						
Provision for insured events of current year	4,065,000	3,000,000	1,065,000	3,723,148	2,600,000	1,123,148
(Decrease) increase in provision for insured events of prior years	<u>(875,151)</u>	<u>(725,002)</u>	<u>(150,149)</u>	<u>689,653</u>	<u>839,001</u>	<u>(149,348)</u>
Increase in incurred claims	<u>3,189,849</u>	<u>2,274,998</u>	<u>914,851</u>	<u>4,412,801</u>	<u>3,439,001</u>	<u>973,800</u>
Claim payments:						
Payments-net on claims for insured events of current year	311,670	-	311,670	302,125	2,125	300,000
Payments-net on claims for insured events of prior years	<u>2,556,509</u>	<u>1,858,829</u>	<u>697,680</u>	<u>1,963,438</u>	<u>1,762,568</u>	<u>200,870</u>
Total payments	<u>2,868,179</u>	<u>1,858,829</u>	<u>1,009,350</u>	<u>2,265,563</u>	<u>1,764,693</u>	<u>500,870</u>
Claim liabilities, end of year	<u>\$ 14,724,371</u>	<u>\$ 13,096,479</u>	<u>\$ 1,627,892</u>	<u>\$ 14,402,701</u>	<u>\$ 12,680,310</u>	<u>\$ 1,722,391</u>

See Independent Auditors' Report.

**School Excess Liability Fund
Schedule of Changes in Fund Surplus (Deficit)
Fund Years 2005 Through 2017
Year Ended June 30, 2017**

<u>Fund Year</u>	<u>Fund Surplus (Deficit) July 1, 2016</u>	<u>Net Income (Loss)</u>	<u>Fund Surplus (Deficit) June 30, 2017</u>
2005	\$ 686,111.94	\$ (3,595.10)	\$ 682,516.84
2006	640,965.40	6,398.48	647,363.88
2007	798,071.25	(70,478.90)	727,592.35
2008	1,128,980.46	14,067.48	1,143,047.94
2009	362,302.03	203,928.27	566,230.30
2010	394,068.29	(21,808.10)	372,260.19
2011	558,367.95	133,060.36	691,428.31
2012	(102,309.08)	81,589.64	(20,719.44)
2013	(589,063.23)	(55,144.00)	(644,207.23)
2014	(1,628,748.13)	(182,899.58)	(1,811,647.71)
2015	(885,493.28)	812,467.13	(73,026.15)
2016	159,616.37	(57,122.73)	102,493.64
2017	-	757,688.79	757,688.79
	<u>\$ 1,522,869.97</u>	<u>\$ 1,618,151.74</u>	<u>\$ 3,141,021.71</u>

**School Excess Liability Fund
 Combined Cumulative Results Analysis
 Fund Years 2005 - 2017
 June 30, 2017**

Revenue:	
Underwriting income - regular contributions	<u>\$ 129,894,257.28</u>
Expenses:	
Claims:	
Paid	17,370,135.61
Case reserves	8,833,856.71
IBNR reserves	<u>5,890,514.00</u>
	32,094,506.32
Insurance and reinsurance premiums	94,059,545.66
Administrative expenses	<u>1,535,503.19</u>
	<u>127,689,555.17</u>
Operating income	2,204,702.11
Other income	2,082.69
Interest income	<u>934,236.91</u>
Net income and fund surplus	<u><u>\$ 3,141,021.71</u></u>

School Excess Liability Fund
2005 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

Revenue:	
Underwriting income - regular contributions	<u>\$ 1,523,220.00</u>
Expenses:	
Claims:	
Paid	317,531.44
Case reserves	182,468.56
IBNR reserves	<u>20,000.00</u>
Claims - net	520,000.00
Other:	
Insurance and reinsurance premiums	397,607.00
Administrative expenses	<u>87,712.14</u>
	<u>1,005,319.14</u>
Operating income	517,900.86
Interest income	<u>164,615.98</u>
Net income and fund surplus	<u><u>\$ 682,516.84</u></u>

School Excess Liability Fund
2006 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

Revenue:	
Underwriting income - regular contributions	<u>\$ 1,640,585.00</u>
Expenses:	
Claims:	
Paid	437,703.83
Case reserves	201,109.21
IBNR reserves	<u>15,187.00</u>
Claims - net	654,000.04
Other:	
Insurance and reinsurance premiums	411,864.00
Administrative expenses	<u>78,977.84</u>
	<u>1,144,841.88</u>
Operating income	495,743.12
Interest income	<u>151,620.76</u>
Net income and fund surplus	<u><u>\$ 647,363.88</u></u>

School Excess Liability Fund
2007 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 2,381,974.00	\$ 5,184,544.00	\$ 130,500.00	\$ 7,697,018.00
Expenses:				
Claims:				
Paid	572,985.13	813,956.00	-	1,386,941.13
Case reserves	400,251.03	-	-	400,251.03
IBNR reserves	1,764.00	-	-	1,764.00
Claims - net	<u>975,000.16</u>	<u>813,956.00</u>	<u>-</u>	<u>1,788,956.16</u>
Other:				
Insurance and reinsurance premiums	933,541.00	4,317,488.00	-	5,251,029.00
Administrative expenses	<u>-</u>	<u>-</u>	<u>109,553.79</u>	<u>109,553.79</u>
Total expenses	<u>1,908,541.16</u>	<u>5,131,444.00</u>	<u>109,553.79</u>	<u>7,149,538.95</u>
Operating income	473,432.84	53,100.00	20,946.21	547,479.05
Interest income	<u>124,844.87</u>	<u>50,801.62</u>	<u>4,466.81</u>	<u>180,113.30</u>
Net income and fund surplus	<u>\$ 598,277.71</u>	<u>\$ 103,901.62</u>	<u>\$ 25,413.02</u>	<u>\$ 727,592.35</u>

See Independent Auditors' Report.

School Excess Liability Fund
2008 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 1,833,245.00	\$ 5,744,574.00	\$ 125,700.00	\$ 7,703,519.00
Expenses:				
Claims:				
Paid	84,202.32	818,239.55	-	902,441.87
Case reserves	241,087.52	39,661.45	-	280,748.97
IBNR reserves	24,710.00	-	-	24,710.00
Claims - net	<u>349,999.84</u>	<u>857,901.00</u>	<u>-</u>	<u>1,207,900.84</u>
Other:				
Insurance and reinsurance premiums	515,450.00	4,820,917.00	-	5,336,367.00
Administrative expenses	-	-	121,469.05	121,469.05
Total expenses	<u>865,449.84</u>	<u>5,678,818.00</u>	<u>121,469.05</u>	<u>6,665,736.89</u>
Operating income	967,795.16	65,756.00	4,230.95	1,037,782.11
Interest income	<u>80,316.60</u>	<u>24,192.87</u>	<u>756.36</u>	<u>105,265.83</u>
Net income and fund surplus	<u>\$ 1,048,111.76</u>	<u>\$ 89,948.87</u>	<u>\$ 4,987.31</u>	<u>\$ 1,143,047.94</u>

See Independent Auditors' Report.

School Excess Liability Fund
2009 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 2,696,369.00	\$ 5,424,941.00	\$ 128,512.00	\$ 8,249,822.00
Expenses:				
Claims:				
Paid	409,716.35	950,000.00	-	1,359,716.35
Case reserves	265,156.81	-	-	265,156.81
IBNR reserves	9,127.00	-	-	9,127.00
Claims - net	684,000.16	950,000.00	-	1,634,000.16
Other:				
Insurance and reinsurance premiums	1,423,848.00	4,539,620.00	-	5,963,468.00
Administrative expenses	-	-	113,915.01	113,915.01
Total expenses	2,107,848.16	5,489,620.00	113,915.01	7,711,383.17
Operating income	588,520.84	(64,679.00)	14,596.99	538,438.83
Interest income	24,884.65	2,558.66	348.16	27,791.47
Net income and fund surplus (deficit)	<u>\$ 613,405.49</u>	<u>\$ (62,120.34)</u>	<u>\$ 14,945.15</u>	<u>\$ 566,230.30</u>

See Independent Auditors' Report.

School Excess Liability Fund
2010 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 3,177,127.00	\$ 5,521,742.00	\$ 128,508.00	\$ 8,827,377.00
Expenses:				
Claims:				
Paid	686,718.39	810,000.00	-	1,496,718.39
Case reserves	275,874.03	-	-	275,874.03
IBNR reserves	72,408.00	-	-	72,408.00
Claims - net	<u>1,035,000.42</u>	<u>810,000.00</u>	<u>-</u>	<u>1,845,000.42</u>
Other:				
Insurance and reinsurance premiums	1,883,994.00	4,636,298.50	-	6,520,292.50
Administrative expenses	<u>-</u>	<u>-</u>	<u>117,839.38</u>	<u>117,839.38</u>
Total expenses	<u>2,918,994.42</u>	<u>5,446,298.50</u>	<u>117,839.38</u>	<u>8,483,132.30</u>
Operating income	258,132.58	75,443.50	10,668.62	344,244.70
Interest income	<u>22,745.34</u>	<u>4,465.03</u>	<u>805.12</u>	<u>28,015.49</u>
Net income and fund surplus	<u>\$ 280,877.92</u>	<u>\$ 79,908.53</u>	<u>\$ 11,473.74</u>	<u>\$ 372,260.19</u>

See Independent Auditors' Report.

School Excess Liability Fund
2011 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 3,191,167.00	\$ 5,344,986.00	\$ 128,512.00	\$ 8,664,665.00
Expenses:				
Claims:				
Paid	650,664.42	425,651.01	-	1,076,315.43
Case reserves	368,037.13	-	-	368,037.13
IBNR reserves	73,298.00	-	-	73,298.00
Claims - net	1,091,999.55	425,651.01	-	1,517,650.56
Other:				
Insurance and reinsurance premiums	1,960,627.50	4,412,062.00	-	6,372,689.50
Administrative expenses	-	-	120,516.68	120,516.68
Total expenses	3,052,627.05	4,837,713.01	120,516.68	8,010,856.74
Operating income	138,539.95	507,272.99	7,995.32	653,808.26
Interest income	21,921.99	15,163.96	534.10	37,620.05
Net income and fund surplus (deficit)	<u>\$ 160,461.94</u>	<u>\$ 522,436.95</u>	<u>\$ 8,529.42</u>	<u>\$ 691,428.31</u>

See Independent Auditors' Report.

School Excess Liability Fund
2012 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>and Liability</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 4,521,455.14	\$ 5,274,388.60	\$ 134,155.00	\$ 9,929,998.74
Expenses:				
Claims:				
Paid	1,122,736.27	900,000.00	-	2,022,736.27
Case reserves	565,279.39	-	-	565,279.39
IBNR reserves	223,984.00	-	-	223,984.00
Claims - net	1,911,999.66	900,000.00	-	2,811,999.66
Other:				
Insurance and reinsurance premiums	2,655,968.11	4,384,324.10	-	7,040,292.21
Administrative expenses	-	-	124,594.44	124,594.44
Total expenses	4,567,967.77	5,284,324.10	124,594.44	9,976,886.31
Operating income (loss)	(46,512.63)	(9,935.50)	9,560.56	(46,887.57)
Interest income	24,592.98	935.02	640.13	26,168.13
Net income (loss) and fund surplus (deficit)	<u>\$ (21,919.65)</u>	<u>\$ (9,000.48)</u>	<u>\$ 10,200.69</u>	<u>\$ (20,719.44)</u>

See Independent Auditors' Report.

School Excess Liability Fund
2013 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 5,117,385.00	\$ 6,314,628.00	\$ 135,352.00	\$ 11,567,365.00
Expenses:				
Claims:				
Paid	1,905,547.35	811,627.01	-	2,717,174.36
Case reserves	827,925.42	1,569.23	-	829,494.65
IBNR reserves	168,527.00	25,804.00	-	194,331.00
Claims - net	<u>2,901,999.77</u>	<u>839,000.24</u>	<u>-</u>	<u>3,741,000.01</u>
Other:				
Insurance and reinsurance premiums	2,995,265.43	5,384,804.00	-	8,380,069.43
Administrative expenses	<u>-</u>	<u>-</u>	<u>129,060.89</u>	<u>129,060.89</u>
Total expenses	<u>5,897,265.20</u>	<u>6,223,804.24</u>	<u>129,060.89</u>	<u>12,250,130.33</u>
Operating income (loss)	(779,880.20)	90,823.76	6,291.11	(682,765.33)
Interest income	<u>25,269.59</u>	<u>12,867.89</u>	<u>420.62</u>	<u>38,558.10</u>
Net income (loss) and fund surplus (deficit)	<u>\$ (754,610.61)</u>	<u>\$ 103,691.65</u>	<u>\$ 6,711.73</u>	<u>\$ (644,207.23)</u>

School Excess Liability Fund
2014 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 5,285,003.00	\$ 8,479,319.00	\$ 136,667.00	\$ 13,900,989.00
Expenses:				
Claims:				
Paid	2,138,028.78	733,964.94	-	2,871,993.72
Case reserves	1,763,059.63	75,600.00	-	1,838,659.63
IBNR reserves	298,911.00	59,435.00	-	358,346.00
Claims - net	4,199,999.41	868,999.94	-	5,068,999.35
Other:				
Insurance and reinsurance premiums	3,101,913.00	7,448,776.11	-	10,550,689.11
Administrative expenses	-	-	131,351.41	131,351.41
Total expenses	7,301,912.41	8,317,776.05	131,351.41	15,751,039.87
Operating income (loss)	(2,016,909.41)	161,542.95	5,315.59	(1,850,050.87)
Other:				
Interest income	22,328.65	13,910.47	383.94	36,623.06
Miscellaneous income	1,780.10	-	-	1,780.10
Total Other	24,108.75	13,910.47	383.94	38,403.16
Net income (loss) and fund surplus (deficit)	\$ (1,992,800.66)	\$ 175,453.42	\$ 5,699.53	\$ (1,811,647.71)

School Excess Liability Fund
2015 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 5,252,146.17	\$ 10,229,236.00	\$ 137,862.00	\$ 15,619,244.17
Expenses:				
Claims:				
Paid	728,307.85	969,743.46	-	1,698,051.31
Case reserves	1,258,878.81	715.00	-	1,259,593.81
IBNR reserves	412,813.00	104,542.00	-	517,355.00
Claims - net	2,399,999.66	1,075,000.46	-	3,475,000.12
Other:				
Insurance and reinsurance premiums	3,064,331.17	9,082,835.37	-	12,147,166.54
Administrative expenses	-	-	132,031.80	132,031.80
Total expenses	5,464,330.83	10,157,835.83	132,031.80	15,754,198.46
Operating income (loss)	(212,184.66)	71,400.17	5,830.20	(134,954.29)
Other:				
Interest income	52,870.43	8,360.03	700.50	61,930.96
Miscellaneous loss	0.02	-	(2.84)	(2.82)
Total Other	52,870.45	8,360.03	697.66	61,928.14
Net income and fund surplus (deficit)	\$ (159,314.21)	\$ 79,760.20	\$ 6,527.86	\$ (73,026.15)

See Independent Auditors' Report.

**School Excess Liability Fund
2016 Fund Year
Cumulative Operating Results Analysis
June 30, 2017**

	<u>Workers' Compensation</u>	<u>Excess Liability and Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 6,045,369.00	\$ 10,949,211.00	\$ 138,104.00	\$ 17,132,684.00
Expenses:				
Claims:				
Paid	273,377.40	497,764.58	-	771,141.98
Case reserves	1,386,152.14	78,360.01	-	1,464,512.15
IBNR reserves	1,040,470.00	488,875.00	-	1,529,345.00
Claims - net	<u>2,699,999.54</u>	<u>1,064,999.59</u>	<u>-</u>	<u>3,764,999.13</u>
Other:				
Insurance and reinsurance premiums	3,352,813.00	9,830,381.00	-	13,183,194.00
Administrative expenses	<u>-</u>	<u>-</u>	<u>132,750.76</u>	<u>132,750.76</u>
Total expenses	<u>6,052,812.54</u>	<u>10,895,380.59</u>	<u>132,750.76</u>	<u>17,080,943.89</u>
Operating income (loss)	(7,443.54)	53,830.41	5,353.24	51,740.11
Interest income	<u>34,339.30</u>	<u>15,894.72</u>	<u>519.51</u>	<u>50,753.53</u>
Net income and fund surplus	<u>\$ 26,895.76</u>	<u>\$ 69,725.13</u>	<u>\$ 5,872.75</u>	<u>\$ 102,493.64</u>

See Independent Auditors' Report.

School Excess Liability Fund
2017 Fund Year
Cumulative Operating Results Analysis
June 30, 2017

	<u>Workers'</u> <u>Compensation</u>	<u>Excess</u> <u>Liability and</u> <u>Package</u>	<u>Administration</u>	<u>Totals</u>
Revenue:				
Underwriting income - regular contributions	\$ 6,619,268.37	\$ 10,679,393.00	\$ 139,109.00	\$ 17,437,770.37
Expenses:				
Claims:				
Paid	-	311,669.53	-	311,669.53
Case reserves	382,757.86	519,913.48	-	902,671.34
IBNR reserves	2,617,242.00	233,417.00	-	2,850,659.00
Claims - net	2,999,999.86	1,065,000.01	-	4,064,999.87
Other:				
Insurance and reinsurance premiums	2,925,427.00	9,579,390.37	-	12,504,817.37
Administrative expenses	-	-	135,730.00	135,730.00
Total expenses	5,925,426.86	10,644,390.38	135,730.00	16,705,547.24
Operating income (loss)	693,841.51	35,002.62	3,379.00	732,223.13
Interest income	20,768.45	4,508.24	188.97	25,465.66
Net income and fund surplus	\$ 714,609.96	\$ 39,510.86	\$ 3,567.97	\$ 757,688.79

See Independent Auditors' Report.

**School Excess Liability Fund
2005 through 2007 Fund Years
Cumulative Administrative Expense Analysis
June 30, 2017**

2005 Fund Year

	Total Paid
Actuary	\$ 6,188.00
Administrator	50,000.00
Attorney	20,000.00
Auditor	4,100.00
Treasurer	3,000.00
Non-contracted expense	3,464.14
Contingency	960.00
	<hr/>
	\$ 87,712.14
	<hr/> <hr/>

2006 Fund Year

	Total Paid
Actuary	\$ 8,000.00
Administrator	50,000.00
Attorney	10,000.00
Auditor	4,500.00
Treasurer	3,000.00
Non-contracted expense	1,969.84
Contingency	1,508.00
	<hr/>
	\$ 78,977.84
	<hr/> <hr/>

2007 Fund Year

	Total Paid
Actuary	\$ 8,001.00
Administrator	75,000.00
Attorney	3,777.79
Auditor	5,000.00
Treasurer	3,000.00
Non-contracted expense	2,135.00
Claims service	9,350.00
Contingency	3,290.00
	<hr/>
	\$ 109,553.79
	<hr/> <hr/>

**School Excess Liability Fund
2008 through 2010 Fund Years
Cumulative Administrative Expense Analysis
June 30, 2017**

2008 Fund Year

	Total Paid
Actuary	\$ 8,540.00
Administrator	75,000.00
Attorney	5,000.00
Auditor	5,200.00
Treasurer	3,000.00
Non-contracted expense	4,987.05
Contingency	10,000.00
Claims service	9,742.00
	<hr/>
	\$ 121,469.05
	<hr/> <hr/>

2009 Fund Year

	Total Paid
Actuary	\$ 8,284.00
Administrator	75,000.00
Attorney	7,500.00
Auditor	5,512.00
Treasurer	3,000.00
Non-contracted expense	4,416.01
Contingency	203.00
Claims service	10,000.00
	<hr/>
	\$ 113,915.01
	<hr/> <hr/>

2010 Fund Year

	Paid	Unpaid	Total
Actuary	\$ 8,741.75	\$ -	\$ 8,741.75
Administrator	75,000.00	-	75,000.00
Attorney	7,500.00	-	7,500.00
Auditor	5,705.00	-	5,705.00
Treasurer	3,000.00	-	3,000.00
Non-contracted expense	4,692.63	-	4,692.63
Contingency	3,000.00	7,000.00	10,000.00
Claims service	3,200.00	-	3,200.00
	<hr/>	<hr/>	<hr/>
	\$ 110,839.38	\$ 7,000.00	\$ 117,839.38
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

See Independent Auditors' Report.

**School Excess Liability Fund
2011 through 2013 Fund Years
Cumulative Administrative Expense Analysis
June 30, 2017**

2011 Fund Year

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Actuary	\$ 8,742.00	\$ -	\$ 8,742.00
Administrator	75,000.00	-	75,000.00
Attorney	7,500.00	-	7,500.00
Auditor	5,705.00	-	5,705.00
Treasurer	3,000.00	-	3,000.00
Non-contracted expense	4,969.68	-	4,969.68
Contingency	-	10,000.00	10,000.00
Claims service	5,600.00	-	5,600.00
	<u>\$ 110,516.68</u>	<u>\$ 10,000.00</u>	<u>\$ 120,516.68</u>

2012 Fund Year

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Actuary	\$ 8,917.00	\$ -	\$ 8,917.00
Administrator	75,000.00	-	75,000.00
Attorney	7,650.00	-	7,650.00
Auditor	5,819.00	-	5,819.00
Treasurer	3,000.00	-	3,000.00
Non-contracted expense	4,208.44	-	4,208.44
Contingency	-	10,000.00	10,000.00
Claims service	4,600.00	5,400.00	10,000.00
	<u>\$ 109,194.44</u>	<u>\$ 15,400.00</u>	<u>\$ 124,594.44</u>

2013 Fund Year

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Actuary	\$ 9,094.75	\$ -	\$ 9,094.75
Administrator	75,000.00	-	75,000.00
Attorney	7,802.25	-	7,802.25
Auditor	5,935.00	-	5,935.00
Treasurer	3,000.00	-	3,000.00
Non-contracted expense	7,228.89	-	7,228.89
Contingency	-	10,000.00	10,000.00
Claims service	9,400.00	1,600.00	11,000.00
	<u>\$ 117,460.89</u>	<u>\$ 11,600.00</u>	<u>\$ 129,060.89</u>

**School Excess Liability Fund
2014 through 2016 Fund Years
Cumulative Administrative Expense Analysis
June 30, 2017**

2014 Fund Year

	Paid	Unpaid	Total
Actuary	\$ 9,307.25	\$ -	\$ 9,307.25
Administrator	75,000.00	-	75,000.00
Attorney	7,960.00	-	7,960.00
Auditor	6,054.00	-	6,054.00
Treasurer	3,000.00	-	3,000.00
Non-contracted expense	5,030.16	-	5,030.16
Contingency	-	10,000.00	10,000.00
Claims service	15,000.00	-	15,000.00
	<u>\$ 121,351.41</u>	<u>\$ 10,000.00</u>	<u>\$ 131,351.41</u>

2015 Fund Year

	Paid	Unpaid	Total
Administrator	\$ 75,000.00	\$ -	\$ 75,000.00
Actuary	9,277.00	-	9,277.00
Attorney	8,120.00	-	8,120.00
Auditor	6,175.00	-	6,175.00
Treasurer	3,121.00	-	3,121.00
Non-contracted expense	5,038.80	-	5,038.80
Contingency	-	10,000.00	10,000.00
Claims service	10,800.00	4,500.00	15,300.00
	<u>\$ 117,531.80</u>	<u>\$ 14,500.00</u>	<u>\$ 132,031.80</u>

2016 Fund Year

	Paid	Unpaid	Total
Administrator	\$ 75,000.00	\$ -	\$ 75,000.00
Actuary	9,416.00	-	9,416.00
Attorney	8,280.50	-	8,280.50
Auditor	6,300.00	-	6,300.00
Treasurer	3,183.00	-	3,183.00
Non-contracted expense	5,571.26	-	5,571.26
Contingency	-	10,000.00	10,000.00
Claims service	12,200.00	2,800.00	15,000.00
	<u>\$ 119,950.76</u>	<u>\$ 12,800.00</u>	<u>\$ 132,750.76</u>

School Excess Liability Fund
2017 Fund Year
Cumulative Administrative Expense Analysis
June 30, 2017

	Paid	Unpaid	Total
Administrator	\$ 75,000.00	\$ -	\$ 75,000.00
Actuary	9,557.00	-	9,557.00
Attorney	6,336.00	2,112.00	8,448.00
Auditor	-	6,426.00	6,426.00
Treasurer	3,247.00	-	3,247.00
Non-contracted expense	5,274.23	2,477.77	7,752.00
Contingency	-	10,000.00	10,000.00
Claims service	6,200.00	9,100.00	15,300.00
	<u>\$ 105,614.23</u>	<u>\$ 30,115.77</u>	<u>\$ 135,730.00</u>

School Excess Liability Fund
Comments and Recommendations
June 30, 2017

None