

NORTHEAST BERGEN COUNTY SCHOOL BOARD

INSURANCE GROUP

REPORT OF AUDIT

FISCAL YEAR ENDED JUNE 30, 2023

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP

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INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Northeast Bergen County School Board Insurance Group
44 Bergen Street
Westwood, New Jersey 07675

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Northeast Bergen County School Board Insurance Group (the "Group"), as of and for the fiscal years ended June 30, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Northeast Bergen County School Board Insurance Group's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the Northeast Bergen County School Board Insurance Group as of June 30, 2023 and 2022, and the respective changes in its financial position and its cash flows for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Northeast Bergen County School Board Insurance Group and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of Financial Statements

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

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

- Exercise professional judgement and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Northeast Bergen County School Board Insurance Group's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Northeast Bergen County School Board Insurance Group's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

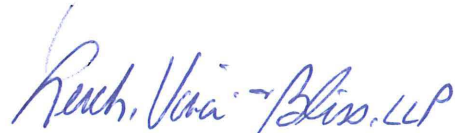
Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the ten year claims development information be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements,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

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the financial statements of the Northeast Bergen County School Board Insurance Group as a whole. The supplementary schedules listed in the table of contents are presented for purposes of additional analysis and are not a required part of 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 supplementary schedules listed in the table of contents, are 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 March 11, 2024 on our consideration of the Northeast Bergen County School Board Insurance Group's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Northeast Bergen County School Board Insurance Group's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Northeast Bergen County School Board Insurance Group's internal control over financial reporting and compliance.



LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Registered Municipal Accountants



Gary J. Vinci
Certified Public Accountant
RMA Number CR00411

Fair Lawn, New Jersey
March 11, 2024



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

INDEPENDENT AUDITOR'S REPORT

Board of Trustees
Northeast Bergen County School Board Insurance Group
44 Bergen Street
Westwood, New Jersey 07675

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the Northeast Bergen County School Board Insurance Group, as of and for the fiscal year ended June 30, 2023, and the related notes to the financial statements, which collectively comprise the Northeast Bergen County School Board Insurance Group's basic financial statements, as listed in the table of contents, and have issued our report thereon dated March 11, 2024.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Northeast Bergen County School Board Insurance Group'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 Northeast Bergen County School Board Insurance Group's internal control. Accordingly, we do not express an opinion on the effectiveness of the Northeast Bergen County School Board Insurance Group'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.

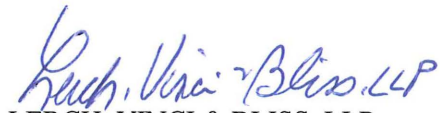
Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Northeast Bergen County School Board Insurance Group'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.

However, we noted a certain matter that is not required to be reported under Government Auditing Standards that we have reported to management of the Northeast Bergen County School Board Insurance Group in the section of this report of audit entitled "Comments and Recommendations".

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Northeast Bergen County School Board Insurance Group'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 Northeast Bergen County School Board Insurance Group's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



LERCH, VINCI & BLISS, LLP
Certified Public Accountants
Registered Municipal Accountants



Gary J. Vinci
Certified Public Accountant
RMA Number CR00411

Fair Lawn, New Jersey
March 11, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP

Management's Discussion And Analysis

This section of the annual financial report of the Northeast Bergen County School Board Insurance Group (the "Group") presents a discussion and analysis of the financial performance of the Group for the fiscal year ended June 30, 2023. Please read it in conjunction with the basic financial statements that follow this section. The Management Discussion and Analysis (the MD&A) is an element of Required Supplementary Information specified by the Governmental Accounting Standards Board. Certain comparative information between the current fiscal year (2023) and the previous two fiscal years (2022 and 2021) are required to be reported in the MD&A.

Overview of Basic Financial Statements

The Group's basic financial statements are prepared on the basis of accounting principles generally accepted in the United States of America for governmental entities and insurance enterprises where applicable. The primary purpose of the Group was to provide insured coverage (multi-peril) and a self-administered workers' compensation fund to New Jersey school districts. The Group meets the definition of an enterprise fund. The basic financial statements are presented on an accrual basis of accounting. The three basic financial statements presented are as follows:

Statement of Net Position – This statement presents information reflecting the Group's assets, liabilities, and net position. Net position represent the amount of total assets less total liabilities.

Statement of Revenues, Expenses, and Changes in Net Position – This statement reflects the Group's operating revenues and expenses, as well as nonoperating revenues during the reporting periods. The major source of operating revenue is assessment income and the major operating expenses are insurance premiums, workers' compensation claims, administrative expenses and applicable loss reserves. The change in net position for an enterprise fund is similar to net profit for any other insurance company.

Statement of Cash Flows – The statement of cash flows is presented on the direct method of reporting, which reflects cash flows from operating, investing and non-capital financial activities. Cash collections and payments are reflected in this statement to arrive at the net increase in cash for the fiscal year.

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP

Management's Discussion And Analysis

Financial Highlights

The following tables summarize the financial position and results of operations for the Group as of and for the fiscal years ended June 30, 2023, 2022 and 2021.

Summary Statement of Net Position

	<u>2023 vs. 2022</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>Increase (Decrease)</u>	<u>%</u>
Assets					
Cash and Investments	\$ 28,505,603	\$ 28,858,770	\$ 30,558,710	\$ (353,167)	-1.2%
Assessments Receivable	61,759	11,175	8,429	50,584	452.7%
Excess Insurance Recoverable	1,522,384	1,504,246	1,895,951	18,138	1.2%
Other Assets	<u>155,387</u>	<u>36,968</u>	<u>148,671</u>	<u>118,419</u>	320.3%
Total Assets	<u>30,245,133</u>	<u>30,411,159</u>	<u>32,611,761</u>	<u>(166,026)</u>	-0.5%
Liabilities					
Loss Reserves	11,478,559	10,750,454	9,282,152	728,105	6.8%
Unearned Revenue	1,888,203	1,917,446	1,825,421	(29,243)	-1.5%
Other Liabilities	<u>39,970</u>	<u>129,426</u>	<u>80,764</u>	<u>(89,456)</u>	-69.1%
Total Liabilities	<u>13,406,732</u>	<u>12,797,326</u>	<u>11,188,337</u>	<u>609,406</u>	4.8%
Net Position, Unrestricted	<u>\$ 16,838,401</u>	<u>\$ 17,613,833</u>	<u>\$ 21,423,424</u>	<u>\$ (775,432)</u>	-4.4%

Summary Statement of Revenues, Expenses and Changes in Net Position

Operating Revenues	<u>\$ 19,526,425</u>	<u>\$ 16,723,735</u>	<u>\$ 15,294,445</u>	<u>\$ 2,802,690</u>	16.8%
Operating Expenses					
Benefits Paid to/for Participants	2,720,488	3,824,226	1,800,815	(1,103,738)	-28.9%
Insurance Premiums	13,194,885	11,168,027	10,403,872	2,026,858	18.1%
Administrative	2,401,572	1,759,665	1,710,528	641,907	36.5%
Change in Loss Reserves	<u>728,105</u>	<u>1,468,302</u>	<u>(1,341,738)</u>	<u>(740,197)</u>	-50.4%
Total Operating Expenses	<u>19,045,050</u>	<u>18,220,220</u>	<u>12,573,477</u>	<u>824,830</u>	4.5%
Operating Income	481,375	(1,496,485)	2,720,968	1,977,860	-132.2%
Nonoperating Revenues	<u>785,511</u>	<u>(81,632)</u>	<u>57,956</u>	<u>867,143</u>	-1062.3%
Change in Net Position	1,266,886	(1,578,117)	2,778,924	2,845,003	-180.3%
Net Position, Beginning of Year	<u>17,613,833</u>	<u>21,423,424</u>	<u>20,844,500</u>	<u>(3,809,591)</u>	-17.8%
	18,880,719	19,845,307	23,623,424	(964,588)	
Equity Distribution	<u>2,042,318</u>	<u>2,231,474</u>	<u>2,200,000</u>	<u>(189,156)</u>	-8.5%
Net Position, End of Year	<u>\$ 16,838,401</u>	<u>\$ 17,613,833</u>	<u>\$ 21,423,424</u>	<u>\$ (775,432)</u>	-4.4%

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP

Management's Discussion And Analysis

Financial Highlights (Continued)

The Group's total assets for the fiscal year ended June 30, 2023 decreased less than 1% from June 30, 2022. Cash and investments decreased by \$353,167. The Group's total liabilities increased approximately 5%. The Group's loss reserves increased \$728,105. The Fund's case reserves and incurred but not reported claims ("IBNR") both increased from June 30, 2022.

The Group's June 30, 2023 net position decreased by approximately \$775 thousand from the previous year. At June 30, 2023, the Group's net position totaled \$16,838,401.

Claim payments (net) during 2023 for all Fund years exceeded \$2.7 million. At June 30, 2023, the loss reserves reported were approximately \$11.5 million. Of this amount, the Group has reserved \$5.7 million for claims pending which are on file with the Third Party Administrator. The Board of Trustee's of the Group has created a reserve for potential excess insurance losses. As of June 30, 2023, this reserve exceeded \$169 thousand.

The Fund has approximately \$1.5 million of excess insurance recoverable at June 30, 2023. The majority of the receivable is due to outstanding reserves on claims which cause the total loss on the claim to exceed the specific limit for the respective Fund Year.

The Group's total assets for the fiscal year ended June 30, 2022 decreased approximately 7%. Cash and investments decreased by \$1,699,904. The Group's total liabilities increased approximately 14%. The Group's loss reserves increased \$1,468,302 primarily due to the increase in the reserves for incurred but not reported claims ("IBNR").

The Group's June 30, 2022 net position decreased by approximately \$3.8 million from the previous year. At June 30, 2022, the Group's net position totaled \$17,613,833.

Claim payments (net) during 2022 for all Fund years exceeded \$3.8 million. At June 30, 2022, the loss reserves reported were approximately \$10.8 million. Of this amount, the Group has reserved \$5.3 million for claims pending which are on file with the Third Party Administrator. The Board of Trustee's of the Group has created a reserve for potential excess insurance losses. As of June 30, 2022, this reserve exceeded \$44 thousand.

The Fund has approximately \$1.5 million of excess insurance recoverable at June 30, 2022. The majority of the receivable is due to outstanding reserves on claims which cause the total loss on the claim to exceed the specific limit for the respective Fund Year.

Economic Conditions

The future financial position of the Fund will be impacted by medical costs trends that impact upon workers' compensation costs. Financial results are also impacted by interest rates. The economy is currently experiencing decreases in their investment interest rates.

Requests for Information

This financial report is designed to provide a general overview of the Northeast Bergen County School Board Insurance Group's finances for all those who are interested. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to The Burton Agency, 44 Bergen St., Westwood, New Jersey 07675.

FINANCIAL STATEMENTS

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMPARATIVE STATEMENTS OF NET POSITION
AS OF JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
ASSETS		
Cash and Cash Equivalents	\$ 3,349,378	\$ 4,208,556
Investments	25,156,225	24,650,214
Accounts Receivable		
Accrued Interest	116,467	36,968
Assessments	61,759	11,175
Excess Insurance	1,522,384	1,504,246
Other Receivables	<u>38,920</u>	<u>-</u>
 Total Assets	 <u>30,245,133</u>	 <u>30,411,159</u>
LIABILITIES		
Liabilities		
Accounts Payable	39,970	41,900
Other Liabilities	-	87,526
Unearned Revenue	1,888,203	1,917,446
Loss Reserves		
Excess Insurance	169,743	44,141
Case Reserves	5,719,876	5,281,541
IBNR Reserves	<u>5,588,940</u>	<u>5,424,772</u>
 Total Liabilities	 <u>13,406,732</u>	 <u>12,797,326</u>
NET POSITION		
Unrestricted	<u>16,838,401</u>	<u>17,613,833</u>
 Total Net Position	 <u>\$ 16,838,401</u>	 <u>\$ 17,613,833</u>

The Notes to the Financial Statements are an Integral Part of this Statement.

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
OPERATING REVENUES		
Assessments	\$ 19,526,425	\$ 16,723,735
Total Operating Revenues	<u>19,526,425</u>	<u>16,723,735</u>
OPERATING EXPENSES		
Benefits Paid To/For Participants	2,738,626	3,432,521
Excess Insurance Recoverable	(18,138)	391,705
Increase/(Decrease) in Loss Reserves		
Case Reserves	438,335	(222,028)
IBNR Reserves	164,168	1,847,761
Excess Insurance	125,602	(157,431)
Insurance Premiums		
Multi-Peril	12,545,959	10,637,293
Worker's Compensation	396,280	373,303
Other Insurance	252,646	157,431
Administrative	<u>2,401,572</u>	<u>1,759,665</u>
Total Operating Expenses	<u>19,045,050</u>	<u>18,220,220</u>
Operating Income (Loss)	<u>481,375</u>	<u>(1,496,485)</u>
NONOPERATING REVENUES		
Interest Income	<u>785,511</u>	<u>(81,632)</u>
Total Nonoperating Revenues	<u>785,511</u>	<u>(81,632)</u>
Change in Net Position	1,266,886	(1,578,117)
Net Position, Beginning of Year	<u>17,613,833</u>	<u>21,423,424</u>
	18,880,719	19,845,307
ADJUSTMENT		
Equity Distribution	<u>2,042,318</u>	<u>2,231,474</u>
Net Position, End of Year	<u>\$ 16,838,401</u>	<u>\$ 17,613,833</u>

The Notes to the Financial Statements are an Integral Part of this Statement.

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMPARATIVE STATEMENTS OF CASH FLOWS
FOR THE FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
CASH FLOWS FROM OPERATING ACTIVITIES		
Cash Received from Participating Members	\$ 19,436,921	\$ 16,720,989
Cash Paid for Claims, Premiums and Svcs.	<u>(18,453,782)</u>	<u>(16,124,526)</u>
Net Cash Provided by Operating Activities	<u>983,139</u>	<u>596,463</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES		
Equity Distribution	<u>(2,042,318)</u>	<u>(2,231,474)</u>
Net Cash (Used for) Noncapital Financing Activities	<u>(2,042,318)</u>	<u>(2,231,474)</u>
CASH FLOWS FROM INVESTING ACTIVITIES		
(Purchase) Redemption of Investments	(506,011)	4,264,797
Interest Received	<u>706,012</u>	<u>(64,929)</u>
Net Cash (Used for) Investing Activities	<u>200,001</u>	<u>4,199,868</u>
Net Change in Cash and Cash Equivalents	(859,178)	2,564,857
Cash and Cash Equivalents, Beginning of Year	<u>4,208,556</u>	<u>1,643,699</u>
Cash and Cash Equivalents, End of Year	<u>\$ 3,349,378</u>	<u>\$ 4,208,556</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES		
Operating Income (Loss)	\$ 481,375	\$ (1,496,485)
Adjustments:		
Changes in Operating Assets and Liabilities		
(Increase)/Decrease in Assessments Receivable	(50,584)	(2,746)
(Increase)/Decrease in Other Receivables	(38,920)	
(Increase)/Decrease in Prepaid Items		95,000
(Increase)/Decrease in Excess Insurance Recoverable	(18,138)	391,705
Increase/(Decrease) in Unearned Revenue	(29,243)	92,025
Increase/(Decrease) in Accounts Payable	(1,930)	(38,864)
Increase/(Decrease) in Other Payables	(87,526)	87,526
Increase/(Decrease) in Excess Insurance Reserves	125,602	(157,431)
Increase/(Decrease) in Case Reserves	438,335	(222,028)
Increase/(Decrease) in IBNR	<u>164,168</u>	<u>1,847,761</u>
Net Cash Provided by Operating Activities	<u>\$ 983,139</u>	<u>\$ 596,463</u>

NOTES TO THE FINANCIAL STATEMENTS

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Northeast Bergen County School Board Insurance Group (the "Group") is both an insured and self-administered Fund established in accordance with New Jersey Statutes 18A:18B. The funding medium is a trustee Insurance Fund which was established on June 9, 1983. The exact terms and conditions of coverage are detailed in the Group's Risk Management plan.

As of June 30, 2023, the Group consists of 45 school districts. Each school district assigns a representative to the Fund. The Board of Trustees (the "Board"), who serve as the executive committee, is elected and consists of nine (9) Trustees. The Board also elects the president, vice president and secretary who serve co-terminously with their underlying local office until July 1st of the following year.

The Board of Trustees of the Group may approve subsequent memberships by a two-thirds vote or may terminate any member by a majority vote after proper notice has been given.

B. Basis of Presentation – Financial Statements

The accounts of the Fund are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounting records that comprise its assets, liabilities, net position, revenues and expenses. The Fund's resources are allocated and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The various activities are grouped by Fund Year into one generic fund.

The Fund reports the following major proprietary funds:

Enterprise Funds - The Enterprise Funds are used to account for the Group's operations which are financed and operated in a manner similar to private enterprises, where the intent of the Board is that the costs (insurance claims, administrative expenses) of providing goods or services to its users on a continuing basis be financed or recovered primarily through user charges (i.e., insurance assessments).

The Proprietary Fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. All assets and all liabilities associated with these operations are included on the Statement of Net Position. Revenues are recorded when earned and expenses are recorded at the time liabilities are incurred, regardless of the timing of related cash flows.

Proprietary Funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues are assessments to member school districts. Operating expenses include the cost of services (i.e. adjudication and processing of insurance claims and premiums) and administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Claims or Loss Retention Fund – Insures against any and all liability that employees incur in work connected injuries under NJSA 34:15-7.

General and Administrative Fund – Utilized for payment of the Fund's general operating expenses, loss prevention activities and various professional fees.

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP,
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting

Assessments

Assessments are computed annually by the Executive Director and approved by the Board of Trustees. The Executive Director bills the participating members in accordance with N.J.A.C. 11:15-2.15. Assessments are accrued as revenue in the Fund Year for which they are levied against.

Cash Deposits and Investments

Cash includes amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the government. Investments are stated at fair value and are limited by N.J.S.A. 40A:5 et seq.

Receivables

All receivables are reported at their gross value, and when appropriate, are reduced by the estimated portion that is expected to be uncollectible.

Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. The cost of prepaid items is recorded as expenses when consumed rather than when purchased.

Expenses

Expenses are recognized in the accounting period in which the liability is incurred and measurable.

Accounts Payable

Purchase orders outstanding for services rendered at June 30 are reported as expenses through the establishment of accounts payable.

Unearned Revenue

Approved equity distribution which was not refunded to the members but will be deferred to offset future assessments. In addition, unearned grant reserves which will be utilized for school safety programs.

Interfunds

Interfunds are the result of certain transactions between Fund Years that have not been paid or received as of the balance sheet date. Interest does not accrue for these interfund receivables/payables.

Budgets

In the spring of each year the Board of Trustees shall adopt, by majority vote, the budget for the Group's operation for the upcoming fiscal year. A copy of the Group's proposed budget is sent to each participating school district at least two (2) weeks prior to the time scheduled for its adoption. A public hearing is held prior to adoption allowing all participating school districts the opportunity to present comments or objections.

An adopted budget may be amended by majority vote after notifying the participating school districts two (2) weeks in advance written notice and conducting a hearing on the proposed amendment. Budget amendments during the year were insignificant. Unencumbered appropriations lapse at year end.

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022**

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

Loss Reserves

The Group establishes claims liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) that have been reported but not settled (case reserves), 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. Estimated amounts of subrogation 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. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are charged or credited to expenses in the periods in which they are made.

The Group has also created an excess insurance reserve to self fund worker's compensation claims exceeding \$500,000 up to the Fund relating specific amount, currently \$1,000,000. The Group has utilized this reserve during the 2021/2022 and 2022/2023 years to cover increases in member deductibles.

Reinsurance/Excess Insurance

The Group uses reinsurance agreements to reduce its exposure to significant losses on workers' compensation claims. Reinsurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Group as direct insurer of the risks reinsured. The Group does not report reinsured risks as liabilities unless it is probable that those risks will not be covered by reinsurers.

Reinsurance premiums for the 2022/2023 and 2021/2022 Fund Years were \$396,280 and \$373,303, respectively. The Department of Banking and Insurance Annual Financial Report, Schedule G, defines the respective limits, fund retention and excess insurance by Fund Year.

Income Taxes

In the opinion of management, the Group is not subject to federal or state income taxes.

Use of Estimates

The preparation of financial statements requires management of the Group 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 revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Total Columns

The combining financial statements include a total column to indicate that they are presented only to facilitate financial analysis. Interfund transactions have not been eliminated from the total column of the individual fund year combining financial statements but have been eliminated on the basic financial statements.

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 2 CASH DEPOSITS AND INVESTMENTS

The Group considers cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as cash and cash equivalents.

Cash Deposits

The Group's deposits are insured through either the Federal Depository Insurance Corporation (FDIC), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Group is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or \$200 million for all deposits not covered by the FDIC.

Bank balances are insured up to \$250,000 in the aggregate by the FDIC for each bank. SIPC replaces cash claims up to a maximum of \$250,000 for each failed brokerage firm. At June 30, 2023 and 2022, the book value of the Group's deposits were \$3,349,378 and \$4,208,556 and bank balances of the Group's cash and deposits amounted to \$3,445,582 and \$4,464,925.

The Group's deposits which are displayed on the statement of net position as "cash and cash equivalents" are categorized as:

<u>Depository Account</u>	<u>Bank Balances</u>	
	<u>2023</u>	<u>2022</u>
Insured	<u>\$3,445,582</u>	<u>\$4,464,925</u>

Custodial Credit Risk – Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Group does have a policy for custodial credit risk. As of June 30, 2023 and 2022 the Group was not exposed to custodial credit risk.

Investments

The Group is permitted to invest public funds in accordance with the types of securities authorized by New Jersey Statute. Examples of the allowable investments are bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, Local Government investment pools, and agreements or the repurchase of fully collateralized securities, if transacted in accordance with the above statute.

At June 30, 2023 and 2022, the Group had the following investments:

	<u>Fair Value</u>	
	<u>2023</u>	<u>2022</u>
Government Money Market Fund	\$ 6,240,990	\$ 5,619,178
U.S. Treasury Notes	<u>18,915,235</u>	<u>19,031,036</u>
	<u>\$25,156,225</u>	<u>\$24,650,214</u>

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 2 DEPOSITS AND INVESTMENTS (Continued)

Investments (Continued)

Custodial Credit Risk – Investments – For an investment, this is the risk, that in the event of the failure of the counterparty, the Group will not be able to recover the value of its investments or collateral securities that are held by an outside party. As of June 30, 2023 and 2022, \$25,156,225 and \$24,650,214 of the Group's investments were exposed to custodial credit risk as follows:

	<u>Fair Value</u>	
	<u>2023</u>	<u>2022</u>
Uninsured and Collateralized:		
Collateral held by the pledging financial institutions' trust department in the Group's name	<u>\$ 25,156,225</u>	<u>\$ 24,650,214</u>

Interest Rate Risk – Interest rate risk is the risk that changes in the market interest rate will adversely affect the fair value of an investment. The Group does have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – Generally, credit risk is the risk that an issuer of an investment will not fulfill its obligation to the holder of an investment. State Law limits investments as noted above (N.J.S.A. 40A:5-15.1). The Fund does not have an investment policy that would further limit its investment choices.

Fair Value of Investments. The Group measures and records its investments using fair value measurement guidelines established by generally accepted accounting principles (GAAP). These guidelines recognize a three-tiered fair value hierarchy as follows:

- *Level 1:* Quoted prices for identical investments in active markets;
- *Level 2:* Observable inputs other than those in Level 1; and
- *Level 3:* Unobservable inputs.

Investments classified as Level 1 are valued using prices quoted in active markets for those securities. Investments classified in Level 2 are valued using the following approaches: debt securities are normally valued based on price data obtained from observed transactions and market price quotations from broker dealers and/or pricing vendors; equity securities are valued using fair value per share for each fund and certificates of deposit are valued using broker quotes that utilize observable market inputs. Investments classified as Level 3 have limited trade information, these securities are priced or using the last trade price or estimated using recent trade prices.

At June 30, 2023, the Group had the following recurring fair value measurement:

<u>Investments by Fair Value Level</u>	<u>June 30, 2023</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
U.S. Treasury Obligations	\$ 18,915,235	\$ 18,915,235	\$ -	\$ -
Mutual Funds	6,240,990	6,240,990		
Total Investment at Fair Value	<u>\$ 25,156,225</u>	<u>\$ 25,156,225</u>	<u>\$ -</u>	<u>\$ -</u>

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 3 LOSS RESERVES

The Group has established a liability for both reported and unreported insured events, which includes estimates of future payment of losses and related claim adjustment. The Group has also established an excess insurance reserve to self fund certain workers compensation claims.

Fiscal Year Ended June 30, 2023

	Prior Fund	Fund Years									
	Years	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
Loss Reserves											
July 1, 2022	\$ 754,942	\$ 290,314	\$ 1,298,934	\$ 242,220	\$ 562,283	\$ 1,524,629	\$ 1,059,297	\$ 949,135	\$ 1,098,665	\$ 2,970,035	-
Incurring Claims and Claim											
Adjustment Expenses											
Increase (Decrease) in Provision											
for Insured Events:											
Current Year											\$ 3,625,602
Prior Years	(6,873)	(50,000)	(299,999)	(1)	150,000	150,000	-	-	(100,000)	(1,998)	-
Total Incurred Claims and Claim											
Adjustment Expense	(6,873)	(50,000)	(299,999)	(1)	150,000	150,000	-	-	(100,000)	(1,998)	3,625,602
Payments											
Claims and Claim Adjustment											
Expenses Attributable to:											
Current Year											744,991
Prior Years	(15,700)	14,399	102,084	(266,710)	186,800	250,731	251,787	206,416	83,172	1,180,656	-
Total Claim Payments	(15,700)	14,399	102,084	(266,710)	186,800	250,731	251,787	206,416	83,172	1,180,656	744,991
Loss Reserves											
June 30, 2023	\$ 763,769	\$ 225,915	\$ 896,851	\$ 508,929	\$ 525,483	\$ 1,423,898	\$ 807,510	\$ 742,719	\$ 915,493	\$ 1,787,381	\$ 2,880,611

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GR
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 3 LOSS RESERVES (CONTINUED)

Fiscal Year Ended June 30, 2022

	Prior Fund Years	Fund Years									
		<u>2012/13</u>	<u>2013/14</u>	<u>2014/15</u>	<u>2015/16</u>	<u>2016/17</u>	<u>2017/18</u>	<u>2018/19</u>	<u>2019/20</u>	<u>2020/21</u>	<u>2021/22</u>
Loss Reserves											
July 1, 2021	\$ 726,163	\$ 461,063	\$ 300,759	\$ 920,983	\$ 371,632	\$ 463,380	\$ 2,174,956	\$ 1,417,856	\$ 1,017,866	\$ 1,427,494	-
Incurred Claims and Claim Adjustment Expenses											
Increase (Decrease) in Provision for Insured Events:											
Current Year											\$ 4,000,000
Prior Years	54,554	417,584	(1)	190,930	-	350,001	(137,059)	(125,186)	150,000	-	-
Total Incurred Claims and Claim Adjustment Expense	54,554	417,584	(1)	190,930	-	350,001	(137,059)	(125,186)	150,000	-	4,000,000
Payments											
Claims and Claim Adjustment Expenses Attributable to:											
Current Year											1,029,965
Prior Years	37,616	866,806	10,444	(187,021)	129,412	251,098	513,268	233,373	218,731	328,829	-
Total Claim Payments	37,616	866,806	10,444	(187,021)	129,412	251,098	513,268	233,373	218,731	328,829	1,029,965
Loss Reserves											
June 30, 2022	\$ 743,101	\$ 11,841	\$ 290,314	\$ 1,298,934	\$ 242,220	\$ 562,283	\$ 1,524,629	\$ 1,059,297	\$ 949,135	\$ 1,098,665	\$ 2,970,035

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 4 DETAILED NOTES ON ALL FUNDS

A. Receivables

Receivables as of year-end for the fund's individual fund year's in the aggregate are as follows. Management has determined that the year end receivables as collectible, thus an allowance for uncollectible accounts is not warranted.

	June 30, 2023										
Prior Fund	Years	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	Total
Excess Insurance	\$233,886					\$ 1,288,498					\$ 1,522,384
Accrued Interest	6,850	\$ 7,362	\$ 2,309	\$ 5,033	\$ 11,580	8,507	\$ 14,838	\$ 18,131	\$ 18,999	\$ 22,858	116,467
Assessments								100		61,659	61,759
Other	-	-	-	-	-	-	-	-	-	38,920	38,920
	<u>\$240,736</u>	<u>\$ 7,362</u>	<u>\$ 2,309</u>	<u>\$ 5,033</u>	<u>\$ 11,580</u>	<u>\$ 1,297,005</u>	<u>\$ 14,838</u>	<u>\$ 18,131</u>	<u>\$ 19,099</u>	<u>\$ 123,437</u>	<u>\$ 1,739,530</u>
	June 30, 2022										
Prior Fund	Years	2012/13	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	Total
Excess Insurance	\$412,338						\$ 1,091,908				\$ 1,504,246
Accrued Interest	1,933	\$ 1,722	\$ 3,067	\$ 1,475	\$ 2,333	\$ 4,396	3,428	\$ 5,422	\$ 6,459	\$ 6,733	36,968
Assessments	-	-	-	-	-	-	-	-	-	11,175	11,175
	<u>\$414,271</u>	<u>\$ 1,722</u>	<u>\$ 3,067</u>	<u>\$ 1,475</u>	<u>\$ 2,333</u>	<u>\$ 4,396</u>	<u>\$ 1,095,336</u>	<u>\$ 5,422</u>	<u>\$ 6,459</u>	<u>\$ 17,908</u>	<u>\$ 1,552,389</u>

NOTE 5 DEFICIT NET POSITION

At June 30, 2023 and 2022, the following individual Fund's net position accounts were in a deficit position:

	<u>2023</u>	<u>June 30,</u>	<u>2022</u>
Fund Year 2020/21			
General Operating Fund			\$180,169
Fund Year 2003/04			
Claims Fund	\$8,499		50,251

Currently the Group's management has no plans to levy additional assessments to the participating members to eliminate the above deficits.

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
NOTES TO THE FINANCIAL STATEMENTS
FISCAL YEARS ENDED JUNE 30, 2023 AND 2022

NOTE 6 INTERFUND RECEIVABLES/PAYABLES

The composition of interfund balances as of June 30, 2023 and 2022, are as follows:

<u>June 30, 2023</u>	<u>Due from Other Fund Years</u>	<u>Due to Other Fund Years</u>
Fund Year 2022/23	\$ 4,057,402	
Fund Year 2021/22		\$ 2,724,231
Fund Year 2020/21		621,727
Fund Year 2019/20		654,894
Fund Year 2018/19		531,813
Fund Year 2017/18		405,265
Fund Year 2016/17		923,105
Fund Year 2015/16		254,236
Fund Year 2014/15	683,794	
Fund Year 2013/14		552,184
Prior Years	<u>1,926,259</u>	<u>-</u>
	<u>\$ 6,667,455</u>	<u>\$ 6,667,455</u>

<u>June 30, 2022</u>	<u>Due from Other Fund Years</u>	<u>Due to Other Fund Years</u>
Fund Year 2021/22	\$ 1,911,896	
Fund Year 2020/21		\$ 926,967
Fund Year 2019/20		928,380
Fund Year 2018/19		629,933
Fund Year 2017/18		307,145
Fund Year 2016/17		923,105
Fund Year 2015/16		254,236
Fund Year 2014/15	683,794	
Fund Year 2013/14		601,599
Fund Year 2012/13		143,818
Prior Years	<u>2,119,493</u>	<u>-</u>
	<u>\$ 4,715,183</u>	<u>\$ 4,715,183</u>

The above balances are the result of expenditures paid by one fund on behalf of another fund and/or to cover cash balances which were in an overdraft position.

REQUIRED SUPPLEMENTARY INFORMATION

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
LAST TEN-YEAR CLAIMS DEVELOPMENT INFORMATION**

	Fund Years									
	<u>2013/14</u>	<u>2014/15</u>	<u>2015/16</u>	<u>2016/17</u>	<u>2017/18</u>	<u>2018/19</u>	<u>2019/20</u>	<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>
Net Earned Required Assessments and Investment Revenue	\$ 12,824,623	\$ 13,068,385	\$ 13,621,868	\$ 13,681,063	\$ 13,774,481	\$ 14,086,652	\$ 14,330,390	\$ 15,249,079	\$ 17,176,883	\$ 19,442,407
Unallocated Expenses	7,420,239	7,755,006	8,212,673	8,296,081	8,513,261	8,928,470	9,427,671	12,114,300	12,928,592	15,597,057
Estimated Incurred Claims and Expenses, End of Policy Year	2,601,535	3,154,710	3,212,002	3,108,790	4,006,901	3,098,932	2,099,999	1,749,619	4,000,000	3,625,602
Paid (Cumulative) as of:										
End of Policy Year	953,668	941,059	887,662	742,073	809,398	804,033	742,815	322,125	1,029,965	744,991
One Year Later	1,561,906	1,818,108	1,487,148	1,360,320	1,787,343	1,359,496	1,082,132	650,954	2,210,621	
Two Years Later	1,785,844	2,055,730	1,940,990	1,618,955	2,086,751	1,549,930	1,300,863	734,126		
Three Years Later	1,935,651	2,485,927	2,250,223	1,887,767	2,411,716	1,783,303	1,507,279			
Four Years Later	2,048,784	2,692,375	2,426,369	2,036,621	2,924,984	2,035,090				
Five Years Later	2,030,913	2,753,366	2,738,620	2,287,719	3,175,715					
Six Years Later	2,105,024	2,861,979	2,868,032	2,474,519						
Seven Years Later	2,250,776	2,674,958	2,601,322							
Eight Years Later	2,261,220	2,777,042								
Nine Years Later	2,275,619									
Reestimated Incurred Claims and Expenses										
End of Policy Year	2,601,535	3,154,710	3,212,002	3,108,790	4,006,901	3,098,932	2,099,999	1,749,619	4,000,000	3,625,602
One Year Later	2,601,535	3,772,675	3,212,002	2,807,766	3,415,213	2,964,948	2,099,998	1,749,619	3,998,002	
Two Years Later	2,889,890	4,072,675	3,212,001	2,757,766	3,562,825	2,967,786	2,249,998	1,649,619		
Three Years Later	2,889,890	4,068,675	3,272,471	2,707,767	3,301,266	2,842,600	2,249,998			
Four Years Later	2,889,890	4,058,205	3,273,293	2,500,001	3,357,705	2,842,600				
Five Years Later	2,839,890	4,058,881	3,110,252	2,850,002	3,311,115					
Six Years Later	2,839,890	3,758,442	3,110,252	3,000,002						
Seven Years Later	2,551,535	3,973,892	3,110,251							
Eight Years Later	2,551,534	3,673,893								
Nine Years Later	2,501,534									
Increase (Decrease) in Estimated Incurred Claims and Expenses From End of Policy Year	(100,001)	519,183	(101,751)	(108,788)	(695,786)	(256,332)	149,999	(100,000)	(1,998)	-

SUPPLEMENTARY SCHEDULES

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMBINING STATEMENT OF NET POSITION
AS OF JUNE 30, 2023

	Prior Fund Years	Fund Years										
	Combined	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/2021	2021/22	2022/23	Total
ASSETS												
Cash and Cash Equivalents		\$ 436,152	\$ 739,318	\$ 637,298	\$ 213,200	\$ 347,389	\$ 50,093		\$ 115,764		\$ 810,164	\$ 3,349,378
Investments	\$ 1,479,695	1,590,046	498,777	1,087,136	2,501,105	1,837,374	3,204,955	\$ 3,916,161	4,103,776	\$ 4,937,200		25,156,225
Receivables												
Due from Other Fund Years	1,926,259		683,794								4,057,402	6,667,455
Accrued Interest	6,850	7,362	2,309	5,033	11,580	8,507	14,838	18,131	18,999	22,858		116,467
Assessment									100	61,659		61,759
Excess Insurance	233,886					1,288,498						1,522,384
Other Receivables	-	-	-	-	-	-	-	-	-	38,920	-	38,920
Total Assets	3,646,690	2,033,560	1,924,198	1,729,467	2,725,885	3,481,768	3,269,886	3,934,292	4,238,639	5,060,637	4,867,566	36,912,588
LIABILITIES												
Accounts Payable						2,500	2,500	2,500	2,500	2,500	27,470	39,970
Due to Other Fund Years		552,184		254,236	923,105	405,265	531,813	654,894	621,727	2,724,231		6,667,455
Unearned Revenue							3,888		5,773	138,805	1,739,737	1,888,203
Loss Reserves												
Excess Insurance							44,141				125,602	169,743
Case Reserves	354,794	49,500	443,407	64,479	242,662	1,370,144	278,655	283,359	228,619	1,084,273	1,319,984	5,719,876
IBNR Reserves	408,975	176,415	453,444	444,450	282,821	53,754	484,714	459,360	686,874	703,108	1,435,025	5,588,940
Total Liabilities	763,769	778,099	896,851	763,165	1,448,588	1,831,663	1,345,711	1,400,113	1,545,493	4,652,917	4,647,818	20,074,187
NET POSITION												
Unrestricted												
Claims or Loss Retention	2,882,921	1,255,461	1,027,347	966,302	1,277,297	1,650,105	1,924,175	2,534,179	2,693,146	85,593	116,173	16,412,699
General and Administrative	-	-	-	-	-	-	-	-	-	322,127	103,575	425,702
Total Net Position	\$ 2,882,921	\$ 1,255,461	\$ 1,027,347	\$ 966,302	\$ 1,277,297	\$ 1,650,105	\$ 1,924,175	\$ 2,534,179	\$ 2,693,146	\$ 407,720	\$ 219,748	\$ 16,838,401

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Fund Years	Fund Years										
	Combined	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/21	2021/22	2022/23	Total
REVENUES												
Assessments	-	-	-	-	-	-	-	-	-	\$ 84,018	\$ 19,442,407	\$ 19,526,425
Total Revenues	-	-	-	-	-	-	-	-	-	84,018	19,442,407	19,526,425
EXPENSES												
Benefits Paid To/For Participants	\$ (15,700)	\$ 14,399	\$ 102,084	\$ (266,710)	\$ 186,800	\$ 250,731	\$ 251,787	\$ 206,416	\$ 83,172	1,180,656	744,991	2,738,626
Excess Insurance Recoverable	178,452					(196,590)						(18,138)
Increase/(Decrease) in Loss Reserves												
Case Reserves	(117,753)	(20,193)	(53,029)	(29,434)	(40,474)	(3,192)	(182,525)	(251,867)	(101,395)	(81,787)	1,319,984	438,335
IBNR Reserves	126,580	(44,206)	(349,054)	296,143	3,674	(97,539)	(69,262)	45,451	(81,777)	(1,100,867)	1,435,025	164,168
Excess Insurance Reserve											125,602	125,602
Insurance Premiums												
Multi-Peril											12,545,959	12,545,959
Workmen's Compensation											396,280	396,280
Other Insurance											252,646	252,646
Administrative									-	(600)	2,402,172	2,401,572
Total Expenses	171,579	(50,000)	(299,999)	(1)	150,000	(46,590)	-	-	(100,000)	(2,598)	19,222,659	19,045,050
Operating Income (Loss)	(171,579)	50,000	299,999	1	(150,000)	46,590	-	-	100,000	86,616	219,748	481,375
NONOPERATING REVENUES												
Interest Income	45,857	49,352	15,850	33,913	77,321	56,945	98,929	120,763	126,523	160,058	-	785,511
Total Nonoperating Revenues	45,857	49,352	15,850	33,913	77,321	56,945	98,929	120,763	126,523	160,058	-	785,511
Change in Net Position	(125,722)	99,352	315,849	33,914	(72,679)	103,535	98,929	120,763	226,523	246,674	219,748	1,266,886
Net Position, July 1, 2022	4,300,961	1,356,109	711,498	1,132,388	1,449,976	1,546,570	1,925,246	2,563,416	2,466,623	161,046	-	17,613,833
	4,175,239	1,455,461	1,027,347	1,166,302	1,377,297	1,650,105	2,024,175	2,684,179	2,693,146	407,720	219,748	18,880,719
ADJUSTMENT												
Equity Distribution	(1,292,318)	(200,000)	-	(200,000)	(100,000)	-	(100,000)	(150,000)				(2,042,318)
Net Position, June 30, 2023	\$ 2,882,921	\$ 1,255,461	\$ 1,027,347	\$ 966,302	\$ 1,277,297	\$ 1,650,105	\$ 1,924,175	\$ 2,534,179	\$ 2,693,146	\$ 407,720	\$ 219,748	\$ 16,838,401

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
COMBINING STATEMENT OF CASH FLOWS
FOR THE FISCAL YEAR ENDED JUNE 30, 2023

	Prior Fund Years	Fund Years										Combined
	Combined	2013/2014	2014/2015	2015/2016	2016/2017	2017/2018	2018/2019	2019/2020	2020/21	2021/22	2022/23	Total
CASH FLOWS FROM OPERATING ACTIVITIES												
Cash Received from Members									\$ 11,075	\$ (16,561)	\$ 19,442,407	\$ 19,436,921
Cash Paid for Claims, Premiums, and Services	\$ 15,700	\$ (14,399)	\$ (102,084)	\$ 266,710	\$ (186,800)	\$ (250,731)	\$ (251,787)	\$ (206,416)	(90,072)	(3,059,062)	(14,574,841)	(18,453,782)
Net Cash Provided by (Used for)												
Operating Activities	15,700	(14,399)	(102,084)	266,710	(186,800)	(250,731)	(251,787)	(206,416)	(78,997)	(3,075,623)	4,867,566	983,139
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES												
Interfund Advance (Loan)	49,416	(49,415)				98,120	(98,120)	(273,486)	(305,240)	4,636,127	(4,057,402)	-
Equity Distribution	(1,292,318)	(200,000)	-	(200,000)	(100,000)	-	(100,000)	(150,000)	-	-	-	(2,042,318)
Net Cash Provided by (Used for)												
Financing Activities	(1,242,902)	(249,415)	-	(200,000)	(100,000)	98,120	(198,120)	(423,486)	(305,240)	4,636,127	(4,057,402)	(2,042,318)
CASH FLOWS FROM INVESTING ACTIVITIES												
Purchase (Redemption) of Investments	957,338	454,943	484,984	468,787	429,863	448,134	410,487	390,909	385,744	(4,937,200)		(506,011)
Interest Received	42,662	45,057	15,016	31,213	70,137	51,866	89,513	109,091	114,257	137,200	-	706,012
Net Cash Provided by (Used for)												
Investing Activities	1,000,000	500,000	500,000	500,000	500,000	500,000	500,000	500,000	500,001	(4,800,000)	-	200,001
Net Change in Cash and Cash Equivalents	(227,202)	236,186	397,916	566,710	213,200	347,389	50,093	(129,902)	115,764	(3,239,496)	810,164	(859,178)
Cash and Cash Equivalents, July 1, 2022	227,202	199,966	341,402	70,588	-	-	-	129,902	-	3,239,496	-	4,208,556
Cash and Cash Equivalents, June 30, 2023	\$ -	\$ 436,152	\$ 739,318	\$ 637,298	\$ 213,200	\$ 347,389	\$ 50,093	\$ -	\$ 115,764	\$ -	\$ 810,164	\$ 3,349,378
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY (USED FOR) OPERATING ACTIVITIES												
Operating Income (Loss)	\$ (171,579)	\$ 50,000	\$ 299,999	\$ 1	\$ (150,000)	\$ 46,590			\$ 100,000	\$ 86,616	\$ 219,748	\$ 481,375
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided (Used) by Operating Activities												
Changes in Assets and Liabilities												
(Increase) Decrease in Assessments Receivable									11,075	(61,659)		(50,584)
(Increase) Decrease in Other Receivables										(38,920)		(38,920)
(Increase) Decrease in Excess Insurance	178,452					(196,590)						(18,138)
(Decrease) Increase in Unearned Revenue										(1,768,980)	1,739,737	(29,243)
(Decrease) Increase in Accounts Payable									(6,900)	(22,500)	27,470	(1,930)
(Decrease) Increase in Other Payables										(87,526)		(87,526)
(Decrease) Increase in Excess Insurance Reserves											125,602	125,602
(Decrease) Increase in Case Reserves	(117,753)	(20,193)	(53,029)	(29,434)	(40,474)	(3,192)	\$ (182,525)	\$ (251,867)	(101,395)	(81,787)	1,319,984	438,335
(Decrease) Increase in IBNR	126,580	(44,206)	(349,054)	296,143	3,674	(97,539)	(69,262)	45,451	(81,777)	(1,100,867)	1,435,025	164,168
Net Cash Provided by (Used for) Operating Activities	\$ 15,700	\$ (14,399)	\$ (102,084)	\$ 266,710	\$ (186,800)	\$ (250,731)	\$ (251,787)	\$ (206,416)	\$ (78,997)	\$ (3,075,623)	\$ 4,867,566	\$ 983,139

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
HISTORICAL OPERATING RESULTS
FROM INCEPTION THROUGH JUNE 30, 2023

	Prior Fund Years Combined	2013/14	2014/15	2015/16	2016/17	2017/18	2018/19	2019/20	2020/21	2021/22	2022/23
UNDERWRITING INCOME											
Regular Assessments	\$ 164,316,708	\$ 12,578,014	\$ 12,914,166	\$ 13,429,698	\$ 13,368,377	\$ 13,528,604	\$ 13,766,859	\$ 14,096,231	\$ 15,126,302	\$ 17,016,825	\$ 19,442,407
Supplemental Assessments	838,000										
Other Income (Except Investments)	90,254	90,966	88,200	29,400	83	-	29,400	31,458	36,108	-	-
Total Income	165,244,962	12,668,980	13,002,366	13,459,098	13,368,460	13,528,604	13,796,259	14,127,689	15,162,410	17,016,825	19,442,407
INCURRED LIABILITIES											
Claims											
Paid (Net)	43,769,322	2,275,619	2,777,042	2,601,322	2,474,519	3,175,715	2,035,090	1,507,279	734,126	2,210,621	744,991
Excess Insurance Recoverable	(233,886)	-	-	-	-	(1,288,498)	-	-	-	-	-
Case Reserves	354,794	49,500	443,407	64,479	242,662	1,370,144	278,655	283,359	228,619	1,084,273	1,319,984
IBNR	408,975	176,415	453,444	444,450	282,821	53,754	484,714	459,360	686,874	703,108	1,435,025
Excess Insurance Reserves	-	-	-	-	-	-	44,141	-	-	-	125,602
Limited Incurred Claims	44,299,205	2,501,534	3,673,893	3,110,251	3,000,002	3,311,115	2,842,600	2,249,998	1,649,619	3,998,002	3,625,602
EXPENSES											
Insurance Premiums											
Multi-Peril Insurance	73,720,946	5,687,673	5,935,851	6,388,426	6,478,565	6,704,604	7,060,647	7,396,779	9,864,368	10,637,293	12,545,959
Other Insurance	120,535								198,722	157,431	252,646
Excess Insurance	6,378,419	256,645	271,661	292,839	298,334	299,403	303,583	314,295	340,782	373,303	396,280
Administrative	15,878,937	1,475,921	1,547,494	1,531,408	1,519,182	1,509,254	1,564,240	1,716,597	1,710,428	1,760,565	2,402,172
Subtotal Expenses	96,098,837	7,420,239	7,755,006	8,212,673	8,296,081	8,513,261	8,928,470	9,427,671	12,114,300	12,928,592	15,597,057
Total Incurred Liabilities	140,398,042	9,921,773	11,428,899	11,322,924	11,296,083	11,824,376	11,771,070	11,677,669	13,763,919	16,926,594	19,222,659
UNDERWRITING SURPLUS											
Investment Income	24,846,920	2,747,207	1,573,467	2,136,174	2,072,377	1,704,228	2,025,189	2,450,020	1,398,491	90,231	219,748
	8,572,998	246,609	154,219	192,170	312,686	245,877	319,793	234,159	122,777	160,058	-
GROSS OPERATING SURPLUS											
Transfers	33,419,918	2,993,816	1,727,686	2,328,344	2,385,063	1,950,105	2,344,982	2,684,179	1,521,268	250,289	219,748
Return of Surplus	(30,536,997)	(288,355)	(300,339)	(312,042)	(207,766)	(200,000)	(20,807)		1,171,878	157,431	-
		(1,450,000)	(400,000)	(1,050,000)	(900,000)	(100,000)	(400,000)	(150,000)	-	-	-
NET CURRENT SURPLUS	\$ 2,882,921	\$ 1,255,461	\$ 1,027,347	\$ 966,302	\$ 1,277,297	\$ 1,650,105	\$ 1,924,175	\$ 2,534,179	\$ 2,693,146	\$ 407,720	\$ 219,748

GOVERNMENT AUDITING STANDARDS

**NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
SCHEDULE OF FINDINGS AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

Part I – Summary of Auditor's Results

Financial Statements

Type of auditors' report issued on financial statements	<u>Unmodified</u>	
Internal control over financial reporting:		
1) Material weakness(es) identified	<u> </u> yes	<u> X </u> no
2) Significant deficiency(ies) that are not considered to be material weakness(es)?	<u> </u> yes	<u> X </u> none reported
Noncompliance material to the financial statements noted?	<u> </u> yes	<u> X </u> no

Part 2 – Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance related to the financial statements that are required to be reported in accordance with Paragraph 5.18-5.20 of *Government Auditing Standards*.

There are none.

**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS
AND RESPONSES
FOR THE FISCAL YEAR ENDED JUNE 30, 2023**

This section identifies the status of prior-year findings related to the financial statements that are required to be reported in accordance with Paragraph 6.12 of *Governmental Auditing Standards*.

STATUS OF PRIOR YEAR FINDINGS

There were none.

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP

COMMENTS/RECOMMENDATIONS

Comment - As of June 30, 2023, Fund Year 2003/04 had a deficit in net position of \$8,499.

Recommendation - The Group monitor Fund Year 2003/04 to ensure sufficient funds are available to fund future claims.

* * * * *

ACKNOWLEDGEMENT

We received the complete cooperation of all the officials of the Group and we greatly appreciate the courtesies extended to us.

DEPARTMENT OF BANKING AND INSURANCE ANNUAL FINANCIAL REPORT

ANNUAL STATEMENT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

New Jersey Department of Insurance Joint Insurance Fund Code: SBF06

Joint Insurance Fund Name: Northeast Bergen County School Board Insurance Group

Address: 44 Bergen Street P.O. Box 270
Westwood, NJ 07675

Primary location of books and records: Same as above

Statement Contact Person: Debra Ginetto, Executive Director

Phone Number: (201) 664-0310

EXECUTIVE COMMITTEE

Stacy Garvey, President
Floro Villanueva, Vice President
Kevin Cartotto, Secretary

Ray Karaty
Maria Engeleit
John Griffin

JoAnn Khoury-Frias
Yas Usami
Cheryl Jiosi

State of New Jersey
County of Bergen

Stacy Garvey, President, Kevin Cartotto, Secretary, of the Northeast Bergen School Board Insurance Fund being duly sworn, each for herself/himself deposes and says that they are the above described executive committee members of the said joint insurance fund, and that on the 30th day of June last, all of the herein described assets were the absolute property of the said joint insurance fund, free and clear from any liens or claims thereon, except as herein stated, and that this annual statement, together with related exhibits, schedules and explanations therein contained, annexed or referred to are a full and true statement of all the assets and liabilities and of the condition and affairs of the said joint insurance fund as of the 30th day of June last, and of its income and deductions there from for the year ended on the date, according to the best of their information, knowledge and belief, respectively.

President

Secretary

(a) Is this an original filing? X Yes ___ No
(b) If no,

ANNUAL STATEMENT FOR THE FISCAL YEAR ENDED JUNE 30, 2023

ATTEST

(i) State the amendment number _____
(ii) Date filed _____
(iii) Number of pages attached _____

HISTORICAL OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Years: 7/85-6/23 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessment	\$	309,584,191	
Supplemental Assessment		838,000	
Other Income (except investments)		395,869	
Total Income			\$ 310,818,060

Incurred LiabilitiesClaims

Paid	64,305,646	
Case Reserves	5,719,876	
IBNR Reserves	5,588,940	
Excess Insurance Reserves	169,743	
Subtotal		\$ 75,784,205
Excess Insurance Received		
Recoverable	1,522,384	
Subtotal		1,522,384
Limited Incurred Claims		74,261,821

Expenses

Multi-Peril Ins. Premiums	152,421,111	
Other Insurance Premiums	729,334	
Excess Ins. Premiums	9,525,544	
Administrative	32,616,198	
Subtotal Expenses		195,292,187

<u>Total Incurred Liabilities</u>		<u>269,554,008</u>
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<u>Underwriting Surplus</u>	41,264,052
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<u>Investment Income</u>	<u>10,561,346</u>
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<u>Gross Operating Surplus</u>	51,825,398
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Return of Surplus

Paid	(34,986,997)	
Authorized and Unpaid		
Subtotal Return of Surplus		(34,986,997)

<u>Net Current Surplus</u>	<u>\$ 16,838,401</u>
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HISTORICAL BALANCE SHEET

Fund: NE BERGEN COUNTY SCH BD INS GRP Years: 7/85-6/23 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

ASSETS

Cash and Investments (1)		\$	28,505,603	
Receivables (1)				
Assessments	\$	61,759		
Accrued Interest		116,467		
Other		<u>1,561,304</u>		
Total Receivables			<u>1,739,530</u>	
Total Assets				\$ 30,245,133

LIABILITIESClaims

Case Reserves	5,719,876	
IBNR Reserves (2)	5,588,940	
Excess Insurance Reserves	<u>169,743</u>	
Subtotal Claims		11,478,559

Expenses (Unpaid) (1)

Accounts Payable	<u>39,970</u>	
Subtotal Expenses		39,970

Other Liabilities

Unearned Revenue	<u>1,888,203</u>	
Subtotal		<u>1,888,203</u>

<u>Total Liabilities</u>			<u>13,406,732</u>
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<u>Net Current Surplus</u>			<u>\$ 16,838,401</u>
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Notes : (1) attach schedule itemizing these categories

(2) attach an opinion from the actuary

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
ATTACHMENT TO SCHEDULE B
HISTORICAL BALANCE SHEET
JUNE 30, 2023

CASH AND INVESTMENTS:

Cash	
Worker's Compensation Checking	\$ 3,364,707
Claims Account	(15,329)
	<u>3,349,378</u>
Investments	
Money Market Fund	
Money Market Reserves	6,240,455
US Treasury Notes	
1,500,000 US T-Note 0.375% 10/31/2023	1,476,450
2,000,000 US T-Note 2.250% 3/31/2024	1,953,200
2,000,000 US T-Note 2.500% 4/30/24	1,952,260
1,000,000 US T-Note 2.500% 5/31/24	973,950
1,500,000 US T-Note 1.375% 9/30/23	1,485,765
1,700,000 US T-Note 2.500% 8/15/2023	1,694,390
1,000,000 US T-Note 2.250% 12/31/23	985,120
1,500,000 US T-Note 2.750% 11/15/2023	1,486,110
1,500,000 US T-Note 2.500% 5/15/2024	1,462,380
2,000,000 US T-Note 2.750% 7/31/2023	1,996,120
2,000,000 US T-Note 2.875% 11/30/23	1,979,620
1,500,000 US T-Note 2.375% 2/29/2024	1,470,405
	<u>25,156,225</u>
Total Investments	
	<u>\$ 28,505,603</u>

RECEIVABLES:

Assessments Receivable	
2020/21	\$ 100
2021/22	61,659
	<u>\$ 61,759</u>
Accrued Interest Receivable	
2021/22	\$ 22,858
2020/21	18,999
2019/20	18,131
2018/19	14,838
2017/18	8,507
2016/17	11,580
2015/16	5,033
2014/15	2,309
2013/14	7,362
Combined Prior Fund Years	6,850
	<u>\$ 116,467</u>
Other Receivables	\$ 38,920
Excess Insurance	
2017/18	1,288,498
Combined Prior Fund Years	233,886
	<u>\$ 1,561,304</u>

NORTHEAST BERGEN COUNTY SCHOOL BOARD INSURANCE GROUP
ATTACHMENT TO SCHEDULE B
HISTORICAL BALANCE SHEET
JUNE 30, 2023

SELF FUNDED EXCESS CLAIMS RESERVE

2022/23	\$ 125,602
2018/19	<u>44,141</u>
	<u>\$ 169,743</u>

EXPENSES (UNPAID):

Administrative:

Auditor	\$ 17,830
Actuary	7,140
Department of Banking and Insurance Audits	<u>15,000</u>
	<u>\$ 39,970</u>

UNEARNED REVENUE

Safety Grant Donations	\$ 3,888
Surplus Refunds Authorized and Unpaid	1,878,542
Other	<u>5,773</u>
	<u>\$ 1,888,203</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2022/23 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	19,442,407	
Supplemental Assessments			
Other Income (except investments)			
Total Income			
			\$ 19,442,407

Incurred LiabilitiesClaims

Paid	744,991	
Case Reserves	1,319,984	
IBNR Reserves	1,435,025	
Excess Insurance Reserves	125,602	
Subtotal		\$ 3,625,602
Excess Insurance Received		
Recoverable	-	
Subtotal		-
Limited Incurred Claims		3,625,602

Expenses

Multi-Peril Ins. Premiums	12,545,959	
Other Insurance Premiums	252,646	
Excess Ins. Premiums	396,280	
Administrative	2,402,172	
Subtotal		15,597,057

<u>Total Incurred Liabilities</u>		19,222,659
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<u>Underwriting Surplus</u>	219,748
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Investment Income

<u>Gross Operating Surplus</u>	219,748
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Return of Surplus

Paid		
Authorized and Unpaid	-	
Subtotal		-

<u>Net Current Surplus</u>	\$ 219,748
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2021/22 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$ 17,016,825	
Supplemental Assessments		
Other Income (except investments)	-	
Total Income		\$ 17,016,825

Incurred LiabilitiesClaims

Paid	2,210,621	
Case Reserves	1,084,273	
IBNR Reserves	703,108	
Subtotal		\$ 3,998,002
Excess Insurance Received		
Recoverable	-	
Subtotal		-
Limited Incurred Claims		3,998,002

Expenses

Multi-Peril Ins. Premiums	10,637,293	
Other Insurance Premiums	157,431	
Excess Ins. Premiums	373,303	
Administrative	1,760,565	
Subtotal		12,928,592

<u>Total Incurred Liabilities</u>		<u>16,926,594</u>
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<u>Underwriting Surplus</u>		90,231
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<u>Investment Income</u>		<u>160,058</u>
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<u>Gross Operating Surplus</u>		250,289
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Transfers

Transfers In		157,431
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Return of Surplus

Paid		
Authorized and Unpaid		
Subtotal		-

<u>Net Current Surplus</u>		<u>\$ 407,720</u>
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2020/2021 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$ 15,126,302	
Supplemental Assessments		
Other Income (except investments)	36,108	
Total Income		\$ 15,162,410

Incurred LiabilitiesClaims

Paid	734,126	
Case Reserves	228,619	
IBNR Reserves	686,874	
Subtotal		\$ 1,649,619
Excess Insurance Received Recoverable	-	
Subtotal		-
Limited Incurred Claims		1,649,619

Expenses

Multi-Peril Ins. Premiums	9,864,368	
Other Insurance Premiums	198,722	
Excess Ins. Premiums	340,782	
Administrative	1,710,428	
Subtotal		12,114,300

<u>Total Incurred Liabilities</u>		<u>13,763,919</u>
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<u>Underwriting Surplus</u>		1,398,491
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<u>Investment Income</u>		<u>122,777</u>
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<u>Gross Operating Surplus</u>		1,521,268
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Transfers

Transfers In		1,171,878
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Return of Surplus

Paid Authorized and Unpaid Subtotal		-
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<u>Net Current Surplus</u>		<u>\$ 2,693,146</u>
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2019/2020 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$ 14,096,231	
Supplemental Assessments		
Other Income (except investments)	31,458	
Total Income		\$ 14,127,689

Incurred LiabilitiesClaims

Paid	1,507,279	
Case Reserves	283,359	
IBNR Reserves	459,360	
Subtotal		\$ 2,249,998
Excess Insurance Received Recoverable	-	
Subtotal		-
Limited Incurred Claims		2,249,998

Expenses

Multi-Peril Ins. Premiums	7,396,779	
Other Insurance Premiums		
Excess Ins. Premiums	314,295	
Administrative	1,716,597	
Subtotal		9,427,671

<u>Total Incurred Liabilities</u>		<u>11,677,669</u>
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<u>Underwriting Surplus</u>		2,450,020
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<u>Investment Income</u>		<u>234,159</u>
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<u>Gross Operating Surplus</u>		2,684,179
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Return of Surplus

Paid	(150,000)	
Authorized and Unpaid		
Subtotal		(150,000)

<u>Net Current Surplus</u>		<u>\$ 2,534,179</u>
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2018/2019 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	13,766,859	
Supplemental Assessments			
Other Income (except investments)		29,400	
Total Income			\$ 13,796,259

Incurred LiabilitiesClaims

Paid	2,035,090	
Case Reserves	278,655	
IBNR Reserves	484,714	
Excess Insurance Reserves	44,141	
Subtotal		\$ 2,842,600
Excess Insurance Received		
Recoverable		
Subtotal		-
Limited Incurred Claims		2,842,600

Expenses

Multi-Peril Ins. Premiums	7,060,647	
Excess Ins. Premiums	303,583	
Administrative	1,564,240	
Subtotal		8,928,470

<u>Total Incurred Liabilities</u>		11,771,070
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<u>Underwriting Surplus</u>	2,025,189
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<u>Investment Income</u>	319,793
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<u>Gross Operating Surplus</u>	2,344,982
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Transfers

Transfers Out	(20,807)
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Return of Surplus

Paid	(400,000)	
Authorized and Unpaid		
Subtotal		(400,000)

<u>Net Current Surplus</u>	\$ 1,924,175
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2017/2018 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	13,528,604	
Supplemental Assessments			
Other Income (except investments)		-	
Total Income			\$ 13,528,604

Incurred LiabilitiesClaims

Paid	3,175,715	
Case Reserves	1,370,144	
IBNR Reserves	53,754	
Excess Insurance Reserves	-	
Subtotal		\$ 4,599,613
Excess Insurance Received		
Recoverable	1,288,498	
Subtotal		1,288,498
Limited Incurred Claims		3,311,115

Expenses

Multi-Peril Ins. Premiums	6,704,604	
Excess Ins. Premiums	299,403	
Administrative	1,509,254	
Subtotal		8,513,261

Total Incurred Liabilities	11,824,376
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Underwriting Surplus	1,704,228
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Investment Income	245,877
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Gross Operating Surplus	1,950,105
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Transfers

Transfers Out	(200,000)
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Return of Surplus

Paid	(100,000)	
Authorized and Unpaid		
Subtotal		(100,000)

Net Current Surplus	\$ 1,650,105
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2016/2017 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	13,368,377	
Supplemental Assessments			
Other Income (except investments)		83	
Total Income			\$ 13,368,460

Incurred LiabilitiesClaims

Paid	2,474,519	
Case Reserves	242,662	
IBNR Reserves	282,821	
Excess Insurance Reserves	-	
Subtotal		\$ 3,000,002
Excess Insurance Received		
Recoverable	-	
Subtotal		-
Limited Incurred Claims		3,000,002

Expenses

Multi-Peril Ins. Premiums	6,478,565	
Excess Ins. Premiums	298,334	
Administrative	1,519,182	
Subtotal		8,296,081

<u>Total Incurred Liabilities</u>		11,296,083
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<u>Underwriting Surplus</u>	2,072,377
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<u>Investment Income</u>	312,686
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<u>Gross Operating Surplus</u>	2,385,063
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Transfers

Transfers Out	(207,766)
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Return of Surplus

Paid	(900,000)	
Authorized and Unpaid		
Subtotal		(900,000)

<u>Net Current Surplus</u>	\$ 1,277,297
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2015/2016 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	13,429,698	
Supplemental Assessments			
Other Income (except investments)		29,400	
Total Income			\$ 13,459,098

Incurred LiabilitiesClaims

Paid	2,601,322	
Case Reserves	64,479	
IBNR Reserves	444,450	
Excess Insurance Reserves	-	
Subtotal		\$ 3,110,251
Excess Insurance Received Recoverable		
Subtotal		-
Limited Incurred Claims		3,110,251

Expenses

Multi-Peril Ins. Premiums	6,388,426	
Excess Ins. Premiums	292,839	
Administrative	1,531,408	
Subtotal		8,212,673

<u>Total Incurred Liabilities</u>		<u>11,322,924</u>
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<u>Underwriting Surplus</u>		2,136,174
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<u>Investment Income</u>		<u>192,170</u>
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<u>Gross Operating Surplus</u>		2,328,344
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Transfers

Transfers Out		(312,042)
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Return of Surplus

Paid	(1,050,000)	
Authorized and Unpaid		
Subtotal		<u>(1,050,000)</u>

<u>Net Current Surplus</u>		<u>\$ 966,302</u>
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2014/2015 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$ 12,914,166	
Supplemental Assessments		
Other Income (except investments)	88,200	
Total Income		\$ 13,002,366

Incurred LiabilitiesClaims

Paid	2,777,042	
Case Reserves	443,407	
IBNR Reserves	453,444	
Excess Insurance Reserves	-	
Subtotal		\$ 3,673,893
Excess Insurance Received		
Recoverable		
Subtotal		-
Limited Incurred Claims		3,673,893

Expenses

Multi-Peril Ins. Premiums	5,935,851	
Other Insurance Premiums		
Excess Ins. Premiums	271,661	
Administrative	1,547,494	
Subtotal		7,755,006

<u>Total Incurred Liabilities</u>		11,428,899
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<u>Underwriting Surplus</u>		1,573,467
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<u>Investment Income</u>		154,219
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<u>Gross Operating Surplus</u>		1,727,686
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Transfers

Transfers Out		(300,339)
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Return of Surplus

Paid	(400,000)	
Authorized and Unpaid		
Subtotal		(400,000)

<u>Net Current Surplus</u>		\$ 1,027,347
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FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2013/2014 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

Underwriting Income

Regular Assessments	\$	12,578,014	
Supplemental Assessments			
Other Income (except investments)		90,966	
Total Income			\$ 12,668,980

Incurred LiabilitiesClaims

Paid	2,275,619	
Case Reserves	49,500	
IBNR Reserves	176,415	
Excess Insurance Reserves	-	
Subtotal		\$ 2,501,534
Excess Insurance Received Recoverable		
Subtotal		-
Limited Incurred Claims		2,501,534

Expenses

Multi-Peril Ins. Premiums	5,687,673	
Other Insurance Premiums		
Excess Ins. Premiums	256,645	
Administrative	1,475,921	
Subtotal		7,420,239

Total Incurred Liabilities

9,921,773

Underwriting Surplus

2,747,207

Investment Income

246,609

Gross Operating Surplus

2,993,816

Transfers

Transfers Out	(288,355)
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Return of Surplus

Paid	(1,450,000)	
Authorized and Unpaid	-	
Subtotal Return of Surplus		(1,450,000)

Net Current Surplus

\$ 1,255,461

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2022/2023 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 12,955,210	\$ 6,487,197	\$ 19,442,407
Supplemental Assessments			
Other Income (except investments)			-
Total Income	12,955,210	6,487,197	19,442,407
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,625,602	3,625,602
Expenses	14,154,277	1,442,780	15,597,057
Total Liabilities	14,154,277	5,068,382	19,222,659
<u>Underwriting Surplus (Deficit)</u>	(1,199,067)	1,418,815	219,748
<u>Adjustments</u>			
Investment Income			-
Transfers	1,302,642	(1,302,642)	0
<u>Total Adjustments</u>	1,302,642	(1,302,642)	0
<u>Gross Operating Surplus (Deficit)</u>	103,575	116,173	219,748
<u>Return of Surplus (paid and authorized)</u>		-	-
<u>Net Current Surplus (Deficit)</u>	\$ 103,575	\$ 116,173	\$ 219,748

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2021/2022 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 10,509,209	\$ 6,507,616	\$ 17,016,825
Supplemental Assessments			
Other Income (except investments)			-
Total Income	10,509,209	6,507,616	17,016,825
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,998,002	3,998,002
Expenses	11,746,368	1,182,224	12,928,592
Total Liabilities	11,746,368	5,180,226	16,926,594
<u>Underwriting Surplus (Deficit)</u>	(1,237,159)	1,327,390	90,231
<u>Adjustments</u>			
Investment Income		160,058	160,058
Transfers	1,559,286	(1,401,855)	157,431
Total Adjustments	1,559,286	(1,241,797)	317,489
<u>Gross Operating Surplus (Deficit)</u>	322,127	85,593	407,720
<u>Return of Surplus (paid and authorized)</u>		-	-
<u>Net Current Surplus (Deficit)</u>	\$ 322,127	\$ 85,593	\$ 407,720

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2020/2021 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 8,934,029	\$ 6,192,273	\$ 15,126,302
Supplemental Assessments			
Other Income (except investments)		36,108	36,108
Total Income	8,934,029	6,228,381	15,162,410
<u>Incurred Liabilities</u>			
Claims (limited incurred)		1,649,619	1,649,619
Expenses	10,762,056	1,352,244	12,114,300
Total Liabilities	10,762,056	3,001,863	13,763,919
<u>Underwriting Surplus (Deficit)</u>	(1,828,027)	3,226,518	1,398,491
<u>Adjustments</u>			
Investment Income		122,777	122,777
Transfers	1,828,027	(656,149)	1,171,878
Total Adjustments	1,828,027	(533,372)	1,294,655
<u>Gross Operating Surplus (Deficit)</u>	-	2,693,146	2,693,146
<u>Return of Surplus (paid and authorized)</u>			-
<u>Net Current Surplus (Deficit)</u>	\$ -	\$ 2,693,146	\$ 2,693,146

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2019/2020 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 7,777,162	\$ 6,319,069	\$ 14,096,231
Supplemental Assessments			
Other Income (except investments)		31,458	31,458
Total Income	7,777,162	6,350,527	14,127,689
<u>Incurred Liabilities</u>			
Claims (limited incurred)		2,249,998	2,249,998
Expenses	8,106,785	1,320,886	9,427,671
Total Liabilities	8,106,785	3,570,884	11,677,669
<u>Underwriting Surplus (Deficit)</u>	(329,623)	2,779,643	2,450,020
<u>Adjustments</u>			
Investment Income		234,159	234,159
Transfers	329,623	(329,623)	
<u>Total Adjustments</u>	329,623	(95,464)	234,159
<u>Gross Operating Surplus</u>	-	2,684,179	2,684,179
<u>Return of Surplus (paid and authorized)</u>		(150,000)	(150,000)
<u>Net Current Surplus</u>	\$ -	\$ 2,534,179	\$ 2,534,179

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2018/2019 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 7,427,109	\$ 6,339,750	\$ 13,766,859
Supplemental Assessments			
Other Income (except investments)		29,400	29,400
Total Income	7,427,109	6,369,150	13,796,259
<u>Incurred Liabilities</u>			
Claims (limited incurred)		2,842,600	2,842,600
Expenses	7,650,632	1,277,838	8,928,470
Total Liabilities	7,650,632	4,120,438	11,771,070
<u>Underwriting Surplus (Deficit)</u>	(223,523)	2,248,712	2,025,189
<u>Adjustments</u>			
Investment Income		319,793	319,793
Transfers	223,523	(244,330)	(20,807)
<u>Total Adjustments</u>	223,523	75,463	298,986
<u>Gross Operating Surplus</u>	-	2,324,175	2,324,175
<u>Return of Surplus (paid and authorized)</u>		(400,000)	(400,000)
<u>Net Current Surplus</u>	\$ -	\$ 1,924,175	\$ 1,924,175

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2017/2018 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 7,209,189	\$ 6,319,415	\$ 13,528,604
Supplemental Assessments			
Other Income (except investments)		-	-
Total Income	7,209,189	6,319,415	13,528,604
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,311,115	3,311,115
Expenses	7,279,622	1,233,639	8,513,261
Total Liabilities	7,279,622	4,544,754	11,824,376
<u>Underwriting Surplus (Deficit)</u>	(70,433)	1,774,661	1,704,228
<u>Adjustments</u>			
Investment Income		245,877	245,877
Transfers	70,433	(270,433)	(200,000)
Total Adjustments	70,433	(24,556)	45,877
<u>Gross Operating Surplus</u>	-	1,750,105	1,750,105
<u>Return of Surplus (paid and authorized)</u>		(100,000)	(100,000)
<u>Net Current Surplus</u>	\$ -	\$ 1,650,105	\$ 1,650,105

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2016/2017 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 6,972,553	\$ 6,395,824	\$ 13,368,377
Supplemental Assessments			
Other Income (except investments)		83	83
Total Income	6,972,553	6,395,907	13,368,460
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,000,002	3,000,002
Expenses	6,959,203	1,336,878	8,296,081
Total Liabilities	6,959,203	4,336,880	11,296,083
<u>Underwriting Surplus</u>	13,350	2,059,027	2,072,377
<u>Adjustments</u>			
Investment Income		312,686	312,686
Transfers	(13,350)	(194,416)	(207,766)
<u>Total Adjustments</u>	(13,350)	118,270	104,920
<u>Gross Operating Surplus</u>	-	2,177,297	2,177,297
<u>Return of Surplus (paid and authorized)</u>		(900,000)	(900,000)
<u>Net Current Surplus</u>	\$ -	\$ 1,277,297	\$ 1,277,297

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2015/2016 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 6,884,284	\$ 6,545,414	\$ 13,429,698
Supplemental Assessments			
Other Income (except investments)		29,400	29,400
Total Income	6,884,284	6,574,814	13,459,098
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,110,251	3,110,251
Expenses	6,938,304	1,274,369	8,212,673
Total Liabilities	6,938,304	4,384,620	11,322,924
<u>Underwriting Surplus (Deficit)</u>	(54,020)	2,190,194	2,136,174
<u>Adjustments</u>			
Investment Income		192,170	192,170
Transfers	54,020	(366,062)	(312,042)
<u>Total Adjustments</u>	54,020	(173,892)	(119,872)
<u>Gross Operating Surplus</u>	-	2,016,302	2,016,302
<u>Return of Surplus (paid and authorized)</u>		(1,050,000)	(1,050,000)
<u>Net Current Surplus</u>	\$ -	\$ 966,302	\$ 966,302

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2014/2015 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 6,399,973	\$ 6,514,193	\$ 12,914,166
Supplemental Assessments			
Other Income (except investments)	-	88,200	88,200
Total Income	6,399,973	6,602,393	13,002,366
<u>Incurred Liabilities</u>			
Claims (limited incurred)		3,673,893	3,673,893
Expenses	6,456,070	1,298,936	7,755,006
Total Liabilities	6,456,070	4,972,829	11,428,899
<u>Underwriting Surplus (Deficit)</u>	(56,097)	1,629,564	1,573,467
<u>Adjustments</u>			
Investment Income		154,219	154,219
Transfers	56,097	(356,436)	(300,339)
<u>Total Adjustments</u>	56,097	(202,217)	(146,120)
<u>Gross Operating Surplus</u>	-	1,427,347	1,427,347
<u>Return of Surplus (paid and authorized)</u>		(400,000)	(400,000)
<u>Net Current Surplus</u>	\$ -	\$ 1,027,347	\$ 1,027,347

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2013/2014 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Coverages and Other Accounts		
	OPERATING	WORKERS COMPENSATION	TOTALS
<u>Underwriting Income</u>			
Regular Assessments	\$ 6,082,199	\$ 6,495,815	\$ 12,578,014
Supplemental Assessments			
Other Income (except investments)	61,566	29,400	90,966
Total Income	6,143,765	6,525,215	12,668,980
<u>Incurred Liabilities</u>			
Claims (limited incurred)		2,501,534	2,501,534
Expenses	6,205,062	1,215,177	7,420,239
Total Liabilities	6,205,062	3,716,711	9,921,773
<u>Underwriting Surplus (Deficit)</u>	(61,297)	2,808,504	2,747,207
<u>Adjustments</u>			
Investment Income		246,609	246,609
Transfers	61,297	(349,652)	(288,355)
<u>Total Adjustments</u>	61,297	(103,043)	(41,746)
<u>Gross Operating Surplus</u>	-	2,705,461	2,705,461
<u>Return of Surplus (paid and authorized)</u>		(1,450,000)	(1,450,000)
<u>Net Current Surplus</u>	\$ -	\$ 1,255,461	\$ 1,255,461

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Years: 2018/19-2022/23 As of: June 30, 2022 Prepared by: Lerch, Vinci & Bliss

	2018/19	2019/20	2020/21	2021/22	2022/23
Paid Claims	\$ 2,035,090	\$ 1,507,279	\$ 734,126	\$ 2,210,621	\$ 744,991
Case Reserves	278,655	283,359	228,619	1,084,273	1,319,984
IBNR Reserves	484,714	459,360	686,874	703,108	1,435,025
Excess Insurance Reserves	<u>44,141</u>				<u>125,602</u>
Subtotal	<u>2,842,600</u>	<u>2,249,998</u>	<u>1,649,619</u>	<u>3,998,002</u>	<u>3,625,602</u>
Excess Insurance					
Received					
Recoverable					
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Limited Incurred Claims	<u>\$ 2,842,600</u>	<u>\$ 2,249,998</u>	<u>\$ 1,649,619</u>	<u>\$ 3,998,002</u>	<u>\$ 3,625,602</u>
Number of Claims	<u>756</u>	<u>510</u>	<u>287</u>	<u>620</u>	<u>682</u>
Cost/Claim	<u>\$ 3,760</u>	<u>\$ 4,412</u>	<u>\$ 5,748</u>	<u>\$ 6,448</u>	<u>\$ 5,316</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Years: 2013/14-2017/18 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	2013/14	2014/15	2015/16	2016/17	2017/18
Paid Claims	\$ 2,275,619	\$ 2,777,042	\$ 2,601,322	\$ 2,474,519	\$ 3,175,715
Case Reserves	49,500	443,407	64,479	242,662	1,370,144
IBNR Reserves	176,415	453,444	444,450	282,821	53,754
Excess Insurance Reserves					
Subtotal	2,501,534	3,673,893	3,110,251	3,000,002	4,599,613
Excess Insurance					
Received					
Recoverable					1,288,498
Subtotal	-	-	-	-	1,288,498
Limited Incurred Claims	\$ 2,501,534	\$ 3,673,893	\$ 3,110,251	\$ 3,000,002	\$ 3,311,115
Number of Claims	774	763	690	692	676
Cost/Claim	\$ 3,232	\$ 4,815	\$ 4,508	\$ 4,335	\$ 4,898

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2022/2023 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Paid	Unpaid	Total
<u>Insurance (itemize)</u>			
INSURED POLICIES	\$ 12,545,959		\$ 12,545,959
DEDUCTIBLES PAID BY FUND	252,646		252,646
WORKERS' COMPENSATION - REINSURANCE	<u>396,280</u>		<u>396,280</u>
Subtotal	<u>13,194,885</u>		<u>13,194,885</u>
<u>Administrative Expenses</u>			
Administrator	95,602		95,602
Claims Adjuster/Safety	220,279		220,279
Managed Care	283,941		283,941
Treasurer	13,112		13,112
Other (itemize)			
Professional Fees			
Auditor		\$ 17,830	17,830
Actuary		7,140	7,140
Risk Managers	1,080,856		1,080,856
Executive Director	128,038		128,038
Safety Training Program	40,369		40,369
Cybersecurity Courseware/Licenses	487,597		487,597
State Audit		2,500	2,500
Miscellaneous	<u>24,908</u>		<u>24,908</u>
Subtotal Administrative	<u>2,374,702</u>	<u>27,470</u>	<u>2,402,172</u>
Total Expenses	<u>\$ 15,569,587</u>	<u>\$ 27,470</u>	<u>\$ 15,597,057</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2021/2022 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Paid	Unpaid	Total
<u>Insurance (itemize)</u>			
INSURED POLICIES	\$ 10,637,293		\$ 10,637,293
DEDUCTIBLES PAID BY FUND	157,431		157,431
WORKERS' COMPENSATION - REINSURANCE	<u>373,303</u>		<u>373,303</u>
Subtotal	<u>11,168,027</u>		<u>11,168,027</u>
<u>Administrative Expenses</u>			
Administrator	94,728		94,728
Claims Adjuster/Safety	218,355		218,355
Managed Care	275,733		275,733
Legal	348		348
Treasurer	12,855		12,855
Other (itemize)			
Professional Fees			
Auditor	26,000		26,000
Actuary	6,900		6,900
Risk Managers	900,099		900,099
Executive Director	127,038		127,038
Safety Training Program	40,334		40,334
Cybersecurity Courseware/Licenses	24,020		24,020
State Audit		\$ 2,500	2,500
Miscellaneous	<u>31,655</u>		<u>31,655</u>
Subtotal Administrative	<u>1,758,065</u>	<u>2,500</u>	<u>1,760,565</u>
Total Expenses	<u>\$ 12,926,092</u>	<u>\$ 2,500</u>	<u>\$ 12,928,592</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2020/2021 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Paid	Unpaid	Total
<u>Insurance (itemize)</u>			
INSURED POLICIES	\$ 9,864,368		\$ 9,864,368
DEDUCTIBLES PAID BY FUND	198,722		198,722
WORKERS' COMPENSATION - REINSURANCE	<u>340,782</u>		<u>340,782</u>
Subtotal	<u>10,403,872</u>		<u>10,403,872</u>
<u>Administrative Expenses</u>			
Administrator	94,728		94,728
Claims Adjuster/Safety	217,842		217,842
Managed Care	273,003		273,003
Legal	200		200
Treasurer	12,480		12,480
Other (itemize)			
Professional Fees			
Auditor	26,055		26,055
Actuary	6,900		6,900
Risk Managers	863,250		863,250
Executive Director	127,038		127,038
Safety Training Program	36,109		36,109
Cybersecurity Courseware/Licenses	31,560		31,560
State Audit		\$ 2,500	2,500
Miscellaneous	<u>18,763</u>		<u>18,763</u>
Subtotal Administrative	<u>1,707,928</u>	<u>2,500</u>	<u>1,710,428</u>
Total Expenses	<u>\$ 12,111,800</u>	<u>\$ 2,500</u>	<u>\$ 12,114,300</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2019/2020 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Paid	Unpaid	Total
<u>Insurance (itemize)</u>			
INSURED POLICIES	\$ 7,396,779		\$ 7,396,779
WORKERS' COMPENSATION - REINSURANCE	314,295		314,295
Subtotal	7,711,074		7,711,074
<u>Administrative Expenses</u>			
Administrator	93,728		93,728
Claims Adjuster/Safety	211,430		211,430
Managed Care	270,300		270,300
Legal	600		600
Treasurer	12,480		12,480
Other (itemize)			
Professional Fees			
Auditor	26,000		26,000
Actuary	6,900		6,900
Risk Managers	795,286		795,286
Executive Director	126,038		126,038
Safety Training Program	30,282		30,282
Cybersecurity Courseware/Licenses	105,012		105,012
State Audit		\$ 2,500	2,500
Miscellaneous	36,041		36,041
Subtotal Administrative	1,714,097	2,500	1,716,597
Total Expenses	\$ 9,425,171	\$ 2,500	\$ 9,427,671

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN CO.OUNTY SCH BD INS GRP Fund Year: 2018/2019 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
<u>Insurance (itemize)</u>			
INSURED POLICIES	\$ 7,060,647		\$ 7,060,647
WORKERS' COMPENSATION - REINSURANCE	<u>303,583</u>		<u>303,583</u>
Subtotal	<u>7,364,230</u>		<u>7,364,230</u>
<u>Administrative Expenses</u>			
Administrator	93,728		93,728
Claims Adjuster/Safety	211,430		211,430
Managed Care	265,000		265,000
Legal	900		900
Treasurer	12,240		12,240
Other (itemize)			
Professional Fees			
Auditor	25,999		25,999
Actuary	6,900		6,900
Risk Managers	767,250		767,250
Executive Director	126,038		126,038
Safety Training Program	29,400		29,400
State Audit		\$ 2,500	2,500
Miscellaneous	<u>22,855</u>		<u>22,855</u>
Subtotal Administrative	<u>1,561,740</u>	<u>2,500</u>	<u>1,564,240</u>
Total Expenses	<u>\$ 8,925,970</u>	<u>\$ 2,500</u>	<u>\$ 8,928,470</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2017/2018 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	Paid	Unpaid	Total
<u>Insurance</u>			
INSURED POLICIES	\$ 6,704,604		\$ 6,704,604
WORKERS' COMPENSATION - REINSURANCE	299,403		299,403
Subtotal Excess	7,004,007		7,004,007
<u>Administrative Expenses</u>			
Administrator	93,728		93,728
Claims Adjuster/Safety	205,272		205,272
Managed Care	265,000		265,000
Legal	2,360		2,360
Treasurer	12,000		12,000
Other (itemize)			
Professional Fees			
Auditor	25,600		25,600
Actuary	6,700		6,700
Risk Managers	752,854		752,854
Executive Director	126,038		126,038
State Audit		\$ 2,500	2,500
Miscellaneous	17,202		17,202
Subtotal Administrative	1,506,754	2,500	1,509,254
Total Expenses	\$ 8,510,761	\$ 2,500	\$ 8,513,261

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2016/2017 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
<u>Insurance</u>			
INSURED POLICIES	\$ 6,478,565		\$ 6,478,565
WORKERS' COMPENSATION - REINSURANCE	<u>298,334</u>		<u>298,334</u>
Subtotal Excess	<u>6,776,899</u>		<u>6,776,899</u>
<u>Administrative Expenses</u>			
Administrator	93,728		93,728
Claims Adjuster/Safety	205,272		205,272
Managed Care	260,000		260,000
Legal	820		820
Treasurer	12,000		12,000
Other (itemize)			
Professional Fees			
Auditor	25,651		25,651
Actuary	6,800		6,800
Risk Managers	759,468		759,468
Executive Director	126,038		126,038
Miscellaneous	<u>29,405</u>		<u>29,405</u>
Subtotal Administrative	<u>1,519,182</u>		<u>1,519,182</u>
Total Expenses	<u>\$ 8,296,081</u>	<u>\$ -</u>	<u>\$ 8,296,081</u>

Schedule F

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2015/2016 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
<u>Insurance</u>			
INSURED POLICIES	\$ 6,388,426		\$ 6,388,426
WORKERS' COMPENSATION - REINSURANCE	<u>292,839</u>		<u>292,839</u>
Subtotal Excess	<u>6,681,265</u>		<u>6,681,265</u>
<u>Administrative Expenses</u>			
Administrator	93,728		93,728
Claims Adjuster/Safety	205,272		205,272
Managed Care	255,000		255,000
Legal	180		180
Treasurer	11,400		11,400
Other (itemize)			
Professional Fees			
Auditor	25,200		25,200
Actuary	6,700		6,700
Risk Managers	755,059		755,059
Executive Director	126,038		126,038
Safety Training Program	29,400		29,400
State Audit	4,000		4,000
Miscellaneous	<u>19,431</u>		<u>19,431</u>
Subtotal Administrative	<u>1,531,408</u>	<u>-</u>	<u>1,531,408</u>
Total Expenses	<u>\$ 8,212,673</u>	<u>\$ -</u>	<u>\$ 8,212,673</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2014/2015 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
<u>Insurance</u>			
INSURED POLICIES	\$ 5,935,851		\$ 5,935,851
WORKERS' COMPENSATION - REINSURANCE	<u>271,661</u>		<u>271,661</u>
Subtotal Excess	<u>6,207,512</u>		<u>6,207,512</u>
<u>Administrative Expenses</u>			
Administrator	93,228		93,228
Claims Adjuster/Safety	195,953		195,953
Managed Care	255,000		255,000
Legal	480		480
Treasurer	11,400		11,400
Other (itemize)			
Professional Fees			
Auditor	24,700		24,700
Actuary	6,700		6,700
Risk Managers	727,268		727,268
Executive Director	124,538		124,538
Safety Training Program	88,200		88,200
Miscellaneous	<u>20,027</u>		<u>20,027</u>
Subtotal Administrative	<u>1,547,494</u>		<u>1,547,494</u>
Total Expenses	<u>\$ 7,755,006</u>	<u>\$ -</u>	<u>\$ 7,755,006</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Year: 2013/2014 As of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
<u>Insurance</u>			
INSURED POLICIES	\$ 5,687,673		\$ 5,687,673
WORKERS' COMPENSATION - REINSURANCE	<u>256,645</u>		<u>256,645</u>
Subtotal Excess	<u>5,944,318</u>		<u>5,944,318</u>
<u>Administrative Expenses</u>			
Administrator	93,228		93,228
Claims Adjuster/Safety	192,433		192,433
Managed Care	250,000		250,000
Legal	1,332		1,332
Treasurer	11,400		11,400
Other (itemize)			
Professional Fees			
Auditor	24,700		24,700
Actuary	6,700		6,700
Risk Managers	712,715		712,715
Executive Director	124,538		124,538
Safety Training Program	29,400		29,400
Miscellaneous	<u>29,475</u>		<u>29,475</u>
Subtotal Administrative	<u>1,475,921</u>	<u>-</u>	<u>1,475,921</u>
Total Expenses	<u>\$ 7,420,239</u>	<u>\$ -</u>	<u>\$ 7,420,239</u>

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Years: 2017/18 - 2022/23 of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>2018/19</u>	<u>2019/20</u>	<u>2020/21</u>	<u>2021/22</u>	<u>2022/23</u>
Fund Retention Specific Aggregate	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Excess Insurance Safety National Insurance Company Workers Compensation Employers Liability Aggregate	Statutory \$ 1,000,000 \$ 1,000,000	Statutory \$ 1,000,000 \$ 1,000,000	Statutory \$ 1,000,000 \$ 1,000,000	Statutory \$ 1,000,000 \$ 1,000,000	Statutory \$ 1,000,000 \$ 1,000,000
Number of Participants	44	44	45	45	45
Incurred Liabilities	\$ 2,842,600	\$ 2,249,998	\$ 1,649,619	\$ 3,998,002	\$ 3,625,602
Exposure Units-Employees	9,500 (Est)	9,500 (Est)	9,500 (Est)	9,500 (Est)	9,500 (Est)
Liabilities/Units	\$ 299	\$ 237	\$ 174	\$ 421	\$ 382

FUND YEAR OPERATING RESULTS ANALYSIS

Fund: NE BERGEN COUNTY SCH BD INS GRP Fund Years: 2013/14 - 2017/18 of: June 30, 2023 Prepared by: Lerch, Vinci & Bliss

	<u>2013/14</u>	<u>2014/15</u>	<u>2015/16</u>	<u>2016/17</u>	<u>2017/18</u>
Fund Retention					
Specific	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Aggregate					
Excess Insurance					
Safety National Insurance Company					
Workers Compensation	Statutory	Statutory	Statutory	Statutory	Statutory
Employers Liability	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Aggregate	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000	\$ 1,000,000
Number of Participants	43	43	43	44	44
Incurred Liabilities	\$ 2,501,534	\$ 3,673,893	\$ 3,110,251	\$ 3,000,002	\$ 3,311,115
Exposure Units-Employees	9,500 (Est)	9,500 (Est)	9,500 (Est)	9,500 (Est)	9,500 (Est)
Liabilities/Units	\$ 263	\$ 387	\$ 327	\$ 316	\$ 349