

POOLED INSURANCE PROGRAM
OF NEW JERSEY

Comprehensive Annual Financial Report
For the Fiscal Year Ended June 30, 2013
Westwood, New Jersey

POOLED INSURANCE PROGRAM OF NEW JERSEY
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JUNE 30, 2013

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POOLED INSURANCE PROGRAM OF NEW JERSEY

*Office of the
Executive Director
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*44 Bergen Street
PO Box 270
Westwood, NJ
07675*

November 14, 2013

Board of Trustees
Pooled Insurance Program of New Jersey
Westwood, New Jersey

Dear Board of Trustees:

The Comprehensive Annual Financial Report ("CAFR") of the Pooled Insurance Program of New Jersey (the "Pool") for the fiscal year ended June 30, 2013 is hereby respectfully submitted. Responsibility for the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures, rests with the Pool. We believe the data, as presented, is accurate in all material respects; that it is presented in a manner designed to fairly set forth the basic financial statements and results of the operations of the Pool as measured by the financial activity of its various membership years; and that all disclosures necessary to enable the reader to gain the maximum understanding of the Pool's financial affairs have been included.

The CAFR is presented in three sections: introductory, financial and statistical. The introductory section contains this transmittal letter, a list of the Pool's members, a list of the Pool's officers and an organizational chart. The financial section includes the Independent Auditors' Report, the management's discussion and analysis, the basic financial statements and notes providing an overview of the Pool's financial position and operating results and supplementary schedules. State schedules are provided pursuant to the specifications of the New Jersey Department of Banking and Insurance, which along with the Department of Community Affairs, exercises regulatory control over the Pool. The statistical section includes selected data covering the last ten years that the Pool has been operational.

The Pool was formed under State statutes which authorize local government entities to pool resources to obtain low-cost insurance coverage. Specifically, the Pool is a public entity risk sharing pool in which school districts have joined together to administer a program of self funding and reinsurance to provide protection to members in the area of workers' compensation and general liability coverage. Activities performed by the Pool include contracting for claims management, actuarial services, financial management and reporting, and general administration of the entity.

Financial Management and Control

The financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America and necessarily include amounts based upon reliable estimates and judgments. The Pool's books are maintained on a full accrual basis. A summary of significant accounting policies is discussed in more detail in the notes to the financial statements found in the financial section.

Internal Control Structure

The Pool's accounting system is organized so that each membership year, and line of coverage within each year, can be evaluated separately. The assets, liabilities, revenue and expenses of each year and line of coverage are maintained separately on a full accrual basis. This practice is necessary because the composition of the Pool's membership could vary from year to year.

The Pool's management is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with accounting principles generally accepted in the United States of America. Internal accounting controls are designed to provide reasonable assurance that these objectives are being met. The concept of reasonable assurance recognizes that the cost of a control should not exceed the benefits likely to be derived and that the evaluation of costs and benefits requires estimates and judgments by management. All internal control decisions are made within the above framework. Management believes that the Pool's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Investment Management

Pool investments are made in accordance with the Local Fiscal Affairs Law and the Pool's Cash and Investment Management Plan. Investments for the year were limited to US Treasury Securities, deposits in banks covered by the Governmental Unit Depository Protection Act, money market accounts and certificates of deposit. In planning and executing investments, the Pool emphasizes liquidity and safety. After these objectives are met, the Pool seeks to optimize investment income.

Independent Audit

Nisivoccia LLP, independent accountants, provide an independent, objective review of the fairness of the Pool's reported financial position and results of operations. Their audit includes procedures they deem necessary to express an opinion as to the fairness of the financial statements. Their independent auditors' report is included in the financial section of this report.

Acknowledgments

Our sincere appreciation is expressed to the members of the Pool's Board of Trustees for the leadership they provided in the Pool's financial reporting.

Respectfully submitted,

Robert C. Kanwisher

Robert C. Kanwisher, Executive Director

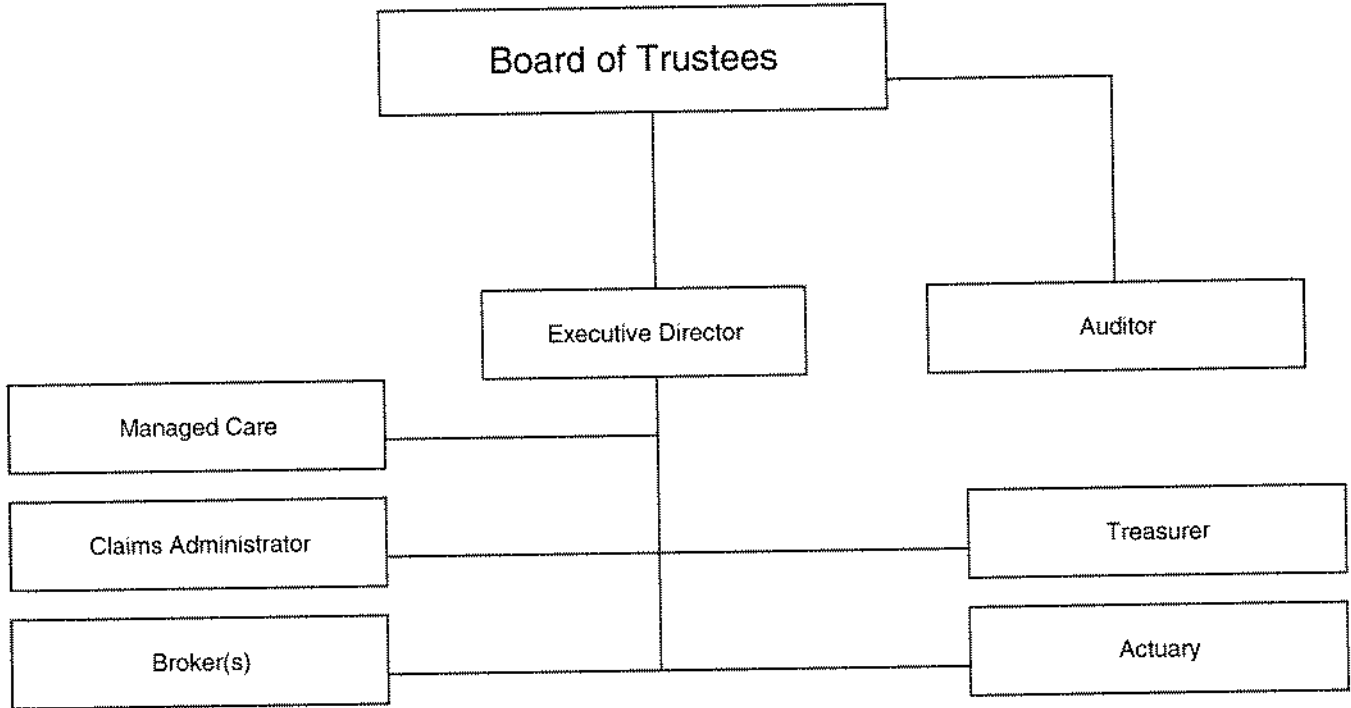
William VanTassel

William VanTassel, Treasurer

POOLED INSURANCE PROGRAM OF NEW JERSEY
ROSTER OF OFFICERS AND PROFESSIONALS
JUNE 30, 2013

Jim Tevis	Chairman
Barbara Francisco	Vice Chair/Secretary
Karen Perkins	Director
Paul Gerber	Director
Michael Leary	Director
Nancy Ciavaglia	Director
Gary Grembowlec	Director
Burton Agency, Inc.	Executive Director
John Serapiglia, Polaris Galaxy Ins. LLC	Broker
William VanTassel	Treasurer
Nisivoccia LLP	Auditor
AIS Risk Consultants, Inc.	Actuary
Inservco, Inc.	Claims Administrator
Willis	Broker
First MCO	Managed Care

POOLED INSURANCE PROGRAM OF NEW JERSEY
ORGANIZATIONAL CHART



POOLED INSURANCE PROGRAM OF NEW JERSEY
MEMBERSHIP LISTING
JUNE 30, 2013

Member School District

Representative

Berkeley Heights	Donna Felezzola
Bloomington	George Hagl
Butler	Barbara Murphy
Clifton	Karen Perkins
Jefferson	Dora Zeno
Kinnelon	Jim Minkewicz
Lakeland Regional	Michael Leary
Millburn	Steven DiGeronimo
Montville	Jim Tevis
North Haledon	Nancy DiBartolo
Parsippany-Troy Hills	Ronald Smith
Passaic Valley Regional	Paul Gerber
Pequannock	Barbara Decker
Pompton Lakes	Nancy Ciavaglia
Randolph	Michael Neves/Linda Gordon
Riverdale	Gary Grembowiec
Union County Vo Tech	Sue Anne Marcello
West Milford	Barbara Franciso
Hoboken	William Moffitt
Cedar Grove	Renee Taveniere

FINANCIAL SECTION

Independent Auditors' Report

Board of Trustees
Pooled Insurance Program of New Jersey
Westwood, New Jersey

Report on the Financial Statements

We have audited the accompanying financial statements of the Pooled Insurance Program of New Jersey (the "Pool") as of and for the fiscal years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Pool's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Basis for Qualified Opinion

As permitted by the Departments of Community Affairs and Banking and Insurance, State of New Jersey, we did not extend our audit to the reserves and underlying actuarial assumptions for Incurred But Not Reported (“IBNR”) reserve amounts, since they are prepared by the Pool’s actuary.

Qualified Opinions

In our opinion, except for the effects of the matter described in the *Basis for Qualified Opinion* paragraph, the financial statements referred to above present fairly, in all material respects, the financial position of the Pool as of June 30, 2013 and 2012, and the changes in financial position and cash flows thereof for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management’s Discussion and Analysis and the accompanying Comparative Reconciliation of Claims Liabilities by Fund and Ten-Year Claims Development Information Schedules 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 and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Pool’s basic financial statements. The introductory section, supplementary data, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The introductory section, supplementary data, and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

Board of Trustees
Pooled Insurance Program of New Jersey
Westwood, New Jersey
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Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated November 14, 2013 on our consideration of the Pool'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 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 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 Pool's internal control over financial reporting and compliance.

Mount Arlington, New Jersey
November 14, 2013

Nivaria LLP

POOLED INSURANCE PROGRAM OF NEW JERSEY
Management's Discussion and Analysis
(Unaudited)

This section of the annual financial report of the Pool presents a discussion and analysis of the financial performance of the Pool for the fiscal year ended June 30, 2013. Please read it in conjunction with the basic financial statements, the notes and supplementary schedules that follow this section.

Overview of Basic Financial Statements

The Pool'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 Pool is to administer a program of self funding and reinsurance to provide protection to members in the area of workers' compensation and general liability coverage. The Pool internally maintains separate enterprise funds by incurred years and line of coverage. The basic financial statements are presented on an accrual basis of accounting. The three basic financial statements presented are as follows:

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

Statement of Revenue, Expenses, and Changes in Net Position – This statement reflects the Pool's operating revenues and expenses, as well as non-operating items during the reporting period. The change in net position for an enterprise fund is similar to net profit or loss for any other insurance company.

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 financing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease in cash and cash equivalents for the fiscal year.

Financial Highlights

The following tables summarize the financial position and results of operations for the Pool as of and for the fiscal years ended June 30, 2013, 2012 and 2011.

Summary Statement of Net Position (As of June 30)

	2013	2012	Increase/ (Decrease) 2012/2013	2011	Increase/ (Decrease) 2011/2012
Assets:					
Cash and Cash Equivalents	\$10,181,262	\$ 9,408,211	\$ 773,051	\$ 9,004,904	\$ 403,307
Investments	10,148,631	10,110,088	38,543	10,048,898	61,190
Other Assets	1,308,504	684,381	624,123	997,763	(313,382)
Total Assets	21,638,397	20,202,680	1,435,717	20,051,565	151,115
Liabilities:					
Loss Reserves	14,655,668	14,280,694	374,974	13,539,554	741,140
Other Liabilities	1,453,659	1,014,311	439,348	1,531,895	(517,584)
Total Liabilities	16,109,327	15,295,005	814,322	15,071,449	223,556
Net Position - Unrestricted	\$ 5,529,070	\$ 4,907,675	\$ 621,395	\$ 4,980,116	\$ (72,441)

Summary Statement of Revenue, Expenses, and Changes in Net Position (As of June 30)

	2013	2012	Increase/ (Decrease) 2012/2013	2011	Increase/ (Decrease) 2011/2012
Operating Revenue:					
Assessments and Other Income	\$ 7,890,365	\$ 8,036,803	\$ (146,438)	\$ 7,819,455	\$ 217,348
Operating Expenses:					
Provision for Claims and Claim Adjustment Expense	2,609,420	3,878,619	(1,269,199)	2,797,862	1,080,757
Insurance Premiums	2,712,576	2,467,731	244,845	2,566,933	(99,202)
Professional and Contractual Services	784,038	742,297	41,741	751,603	(9,306)
Total Operating Expenses	6,106,034	7,088,647	(982,613)	6,116,398	972,249
Operating Income/(Loss)	1,784,331	948,156	836,175	1,703,057	(754,901)
Investment Income	56,528	72,555	(16,027)	67,472	5,083
Member Dividends	(1,219,464)	(1,093,152)	126,312	(1,184,665)	(91,513)
Change in Net Position	\$ 621,395	\$ (72,441)	\$ 693,836	\$ 585,864	\$ (658,305)

Net Position increased by \$763,951 as a result of a decrease in the provisions for claims and claim adjustment expense of the Pool.

Economic Conditions

The Pool continues to be affected by the escalation of insurance and claim costs. The Pool will continue to monitor its claims and work with its members via the safety program to minimize the number and severity of claims.

Contacting the Pool's Financial Management

This financial report is designed to provide the Pool's members, oversight entities and creditors with a general overview of the Pool's finances and to demonstrate the Pool's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Executive Director's Office, 44 Bergen Street, PO Box 270, Westwood, New Jersey 07675.

BASIC FINANCIAL STATEMENTS

POOLED INSURANCE PROGRAM OF NEW JERSEY
STATEMENT OF NET POSITION

	June 30,	
	2013	2012
<u>ASSETS:</u>		
Current Assets:		
Cash and Cash Equivalents	\$ 10,181,262	\$ 9,408,211
Investments	10,148,631	10,110,088
Assessments Receivable	580,764	9,425
Reinsurance Receivable	727,740	674,956
Total Assets	21,638,397	20,202,680
 <u>LIABILITIES:</u>		
Current Liabilities:		
Accounts Payable - Vendors	38,515	23,000
Accrued Expenses - Other Governments	90,000	80,000
Net Assets Distribution Payable to Participating Members	1,276,501	862,668
Assessment Overpayments	48,643	48,643
Loss Reserves	14,655,668	14,280,694
Total Liabilities	16,109,327	15,295,005
 <u>NET POSITION:</u>		
Unrestricted	5,529,070	4,907,675
Total Net Position	\$ 5,529,070	\$ 4,907,675

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

POOLED INSURANCE PROGRAM OF NEW JERSEY
STATEMENT OF REVENUE, EXPENSES AND CHANGES IN NET POSITION

	Year Ended June 30,	
	2013	2012
Operating Revenue:		
Assessments from Participating School Districts	\$ 7,370,040	\$ 7,719,954
Supplemental Assessments	520,325	244,959
Other Income		71,890
Total Operating Revenue	<u>7,890,365</u>	<u>8,036,803</u>
Operating Expenses:		
Provisions for Claims and Claim Adjustment Expense(Net of Reinsurance of \$223,004 and \$509,824 for 2013 and 2012 respectively)	2,609,420	3,878,619
Insurance Premiums	2,712,576	2,467,731
Executive Director	137,769	129,192
Professional Fees	50,711	32,657
Risk Management Fees	130,027	115,144
Managed Care	270,000	265,000
Claims Administrative Fees	185,373	177,925
Miscellaneous	10,158	22,379
Total Operating Expenses	<u>6,106,034</u>	<u>7,088,647</u>
Operating Income	1,784,331	948,156
Non-Operating Revenue:		
Investment Income	<u>56,528</u>	<u>72,555</u>
Change in Net Position before Other Revenue, Expenses, Gains, Losses and Transfers	1,840,859	1,020,711
Member Dividends	<u>(1,219,464)</u>	<u>(1,093,152)</u>
Change in Net Position	621,395	(72,441)
Net Positon - Beginning of Year	<u>4,907,675</u>	<u>4,980,116</u>
Net Positon - End of Year	<u>\$ 5,529,070</u>	<u>\$ 4,907,675</u>

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

POOLED INSURANCE PROGRAM OF NEW JERSEY
STATEMENT OF CASH FLOWS

	Year Ended June 30,	
	2013	2012
Cash Flows from Operating Activities:		
Assessments Collected	\$ 7,319,026	\$ 8,273,537
Reinsurance Receivable Collected	171,169	205,672
Claims Paid	(2,405,615)	(3,343,151)
Insurance Premiums Paid	(2,765,360)	(2,520,809)
General and Administrative Expenses Paid	(758,523)	(751,121)
Net Cash Provided by Operating Activities	1,560,697	1,864,128
Cash Flows from Investing Activities:		
(Purchase)/Sale of Investments	(38,543)	(61,190)
Interest and Dividends on Investments	56,528	72,555
Net Cash Provided by/(Used for) Investing Activities	17,985	11,365
Cash Flows from Noncapital Financing Activities:		
Member Dividends	(805,631)	(1,472,186)
Net Cash Used for Noncapital Financing Activities	(805,631)	(1,472,186)
Net Increase/(Decrease) in Cash and Cash Equivalents	773,051	403,307
Cash and Cash Equivalents - Beginning of Year	9,408,211	9,004,904
Cash and Cash Equivalents - End of Year	\$ 10,181,262	\$ 9,408,211
Reconciliation of Operating Income/(Loss) to Net Cash Provided by Operating Activities:		
Operating Income/(Loss)	\$ 1,784,331	\$ 948,156
Adjustments to Reconcile Operating Income/(Loss) to Net Cash Provided by Operating Activities:		
Changes in Assets and Liabilities:		
(Increase)/Decrease in Assessment Receivable	(571,339)	366,460
(Increase)/Decrease in Reinsurance Receivable	(52,784)	(53,078)
Increase/(Decrease) in Accounts Payable	15,515	1,176
Increase/(Decrease) in Accrued Expenses	10,000	(10,000)
Increase/(Decrease) in Assessment Overpayments		(129,726)
Increase/(Decrease) in Loss Reserves	374,974	741,140
Net Cash Provided by Operating Activities	\$ 1,560,697	\$ 1,864,128

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE
AN INTEGRAL PART OF THIS STATEMENT

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013

NOTE 1: NATURE OF OPERATIONS

The Pooled Insurance Program of New Jersey (the "Pool") was created on February 27, 1984, in accordance with P.L. 1983, C.1372, entitled *An act concerning joint insurance funds for local units of government, and supplementing Chapter 18B of Title 18A of the New Jersey statutes*. The Pool is both an insured and self-administered workers' compensation and general liability pool established for the purpose of providing low-cost insurance coverage for the member school districts. At June 30, 2013, the Pool had 18 members.

The Board of Trustees or the participating school districts may amend or terminate the Pool by a two-thirds vote. Upon termination, the Pool shall pay to the participants all benefits and net assets they are entitled to receive except for an amount set aside as a "Termination Reserve Fund". After all claims are satisfied, the remaining funds will also be distributed to the participants. Any New Jersey school board may apply in writing for membership provided it agrees to comply with the standards for membership as established by the Pool. A member may terminate participation in the Pool upon giving thirty days written notice to the Trustees or Administrator, however, the member shall remain liable for any unpaid contribution which shall have accrued prior to its termination.

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

The Executive Director/Administrator is responsible for the overall administration of the Pool. Fees paid to the Executive Director encompass all administrative duties. Accordingly, the Pool does not maintain any fixed assets or incur any payroll expense.

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing government accounting and financial reporting principles. The more significant of the Pool's accounting policies are described below.

Reporting Entity

Governmental Accounting Standards Board publication, Codification of Governmental Accounting and Financial Reporting Standards, Section 2100, "Defining the Financial Reporting Entity" establishes standards to determine whether a governmental component unit should be included in the financial reporting entity. The basic criterion for inclusion or exclusion from the financial reporting entity is the exercise of oversight responsibility over agencies, boards and commissions by the primary government. The exercise of oversight responsibility includes financial interdependency and a resulting financial benefit or burden relationship, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. In addition, certain legally separate, tax-exempt entities that meet specific criteria (i.e. benefit of economic resources, access/entitlement to economic resources, and significance) should be included in the financial reporting entity. The combined financial statements include all funds of the Pool over which the Pool exercises operating control. There were no additional entities required to be included in the reporting entity under the criteria as described above, in the current fiscal year. Furthermore, the Pool is not includable in any other reporting entity on the basis of such criteria.

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

Basis of Accounting

The Pool utilizes the accrual basis of accounting whereby revenue is recorded as earned and expenses are reflected as the liability is incurred. The Pool utilizes total economic resources as their measurement focus. Operating revenue, such as charges for services, result from exchange transactions associated with the principal activity of the Pool. Exchange transactions are those in which each party receives and gives up essentially equal value. Nonoperating revenue, such as subsidies and investment earnings, results from nonexchange transactions or ancillary activities. Nonexchange transactions, in which the Pool gives or receives value without directly receiving or giving equal value in exchange, generally do not occur, with the exception of investment earnings.

Investments

Effective January 1, 1998, the Pool adopted GASB No.31, *Accounting and Financial Reporting For Certain Investments and for External Investment Pools*. This statement requires the Pool to record certain investments at fair value and record the unrealized gains and losses as a part of investment income. Unrealized gains amounted to \$-0- and \$-0- for the years ended June 30, 2013 and 2012, respectively.

Income Taxes

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

Assessments

The assessments of the participating school districts are determined and certified by the Trustees with assistance from the Pool's actuary.

The by-laws also provide that should the Trustees find the payments received by the Pool are deficient, based on an opinion from the Pool's Administrator, additional assessments may be levied.

Unpaid Claims Liabilities

The Pool establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of salvage and 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, particularly for coverages such as workers compensation. 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. The Pool does not discount estimated claim

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Cont'd)

liabilities. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. Amounts shown as negative loss reserves in Note 3, if any, represent payments to the claims servicing agent in excess of claims paid and case reserves on the Pool's loss runs. These amounts, if any, are shown on the balance sheet as accounts receivable.

In accordance with practices prescribed or permitted by the Departments of Community Affairs and Banking and Insurance, State of New Jersey, the audit procedures were not extended to the underlying actuarial assumptions for Incurred But Not Reported (IBNR) Reserve amounts since they are prepared by the Pool's Actuary.

Unearned Revenue

Assessments of the participating school districts, prepaid for the subsequent year, are recorded as unearned revenue on the balance sheet.

Reinsurance

The Pool uses reinsurance agreements to reduce its exposure to large losses on certain types of insured events. Reinsurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Pool as direct insurer of the risks reinsured. The Pool does not report reinsured risks as liabilities unless it is probable that those risks will not be covered by reinsurers. Reinsurance premiums amounted to \$333,244 and \$284,579 for the years ended June 30, 2013 and 2012, respectively. The amount deducted from claims liabilities for reinsurance was \$6,269,276 and \$6,291,565 at June 30, 2013 and 2012, respectively.

Management Estimates

The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

NOTE 3: LOSS RESERVES

The liability for unpaid losses and loss adjustment expenses represents an estimate of the ultimate net cost of all losses and loss adjustment expenses incurred but not yet paid as of June 30, 2013. This estimate is based on the estimated ultimate cost of settling the claims considering the historical experience of the Pool, various other industry statistics, including the effects of inflation and other societal or economic factors, and the Pool's self-insured retention level. Management believes that the liability for unpaid losses is adequate to cover the ultimate cost of reported and unreported claims incurred but not yet paid. However, the ultimate cost may be more or less than the estimated liability. The unpaid losses are stated net of any recoveries from excess-loss insurance.

The Pool has created a loss reserve for any reported and potential unreported losses which have taken place but in which the Pool has not received notices or reports of losses. Amounts shown as negative loss reserves, if any, represent payments to claims servicing agent in excess of claims paid and case reserves on the Pool's loss runs. These amounts, if any, are shown on the balance sheets as accounts receivable.

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 3: LOSS RESERVES (Cont'd)

Loss reserves, at June 30, 2013 and 2012, which have been estimated by the Pool's Actuary and Servicing Agent, are as follows:

	<u>2013</u>	<u>2012</u>
Case Reserves	\$ 4,481,222	\$ 4,248,804
Losses Incurred but not Reported (Unaudited)	<u>10,174,446</u>	<u>10,031,890</u>
Total Loss Reserves	<u>\$ 14,655,668</u>	<u>\$ 14,280,694</u>

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

	<u>2013</u>	<u>2012</u>
Unpaid Claims and Claim Adjustment Expenses, Beginning of Year	<u>\$ 14,280,694</u>	<u>\$ 13,539,554</u>
Incurred Claims and Claim Adjustment Expenses:		
Provision for Insured Events of the Current Period	4,354,145	3,752,477
(Decrease)/Increase in Provision for Insured Events of Prior Years	<u>(1,744,725)</u>	<u>126,142</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>2,609,420</u>	<u>3,878,619</u>
Payments:		
Claims and Claim Adjustment Expenses Attributable to Insured Events of the Current Period	896,190	712,292
Claims and Claim Adjustment Expenses Attributable to Insured Events of Prior Years	<u>1,338,256</u>	<u>2,425,187</u>
Total Payments	<u>2,234,446</u>	<u>3,137,479</u>
Total Unpaid Claims and Claim Adjustment Expenses, End of Year	<u>\$ 14,655,668</u>	<u>\$ 14,280,694</u>

A contingent liability exists with respect to reinsurance coverage which would become an actual liability in the event the reinsuring company might be unable to meet its obligations to the Pool under existing reinsurance agreements.

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 4: CASH AND CASH EQUIVALENTS

Cash and cash equivalents include petty cash, change funds, amounts in deposits, and short-term investments with original maturities of three months or less.

GASB requires disclosure of the level of custodial credit risk assumed by the Pool in its cash, cash equivalents and investments, if those items are uninsured or unregistered. Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned.

Interest Rate Risk - In accordance with its cash management plan, the Pool ensures that any deposit or investment matures within the time period that approximates the prospective need for the funds, deposited or invested, so that there is not a risk to the market value of such deposits or investments.

Credit Risk - The Pool limits its investments to those authorized in its cash management plan which are those permitted under state statute in note 5.

Deposits:

New Jersey statutes requires that the Pool deposit public funds in public depositories located in New Jersey which are insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, or by any other agency of the United States that insures deposits made in public depositories. The Pool is also permitted to deposit public funds in the State of New Jersey Cash Management Fund.

New Jersey statutes require public depositories to maintain collateral for deposits of public funds that exceed depository insurance limits as follows:

The market value of the collateral must equal at least 5% of the average daily balance of collected public funds on deposit, and

In addition to the above collateral requirement, if the public funds deposited exceed 75% of the capital funds of the depository, the depository must provide collateral having a market value at least equal to 100% of the amount exceeding 75%.

All collateral must be deposited with the Federal Reserve Bank, the Federal Home Loan Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.

As of June 30, 2013 and 2012, cash and cash equivalents of the Pooled Insurance Program of New Jersey consisted of the following:

	June 30,	
	2013	2012
Checking	\$ 10,028,911	\$ 7,278,312
Money Market Accounts	152,351	2,129,899
	\$ 10,181,262	\$ 9,408,211

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 4: CASH AND CASH EQUIVALENTS (Cont'd)

The carrying amount of the Pool's cash at June 30, 2013 was \$10,181,262 and the bank balance was \$10,622,117. The carrying amount of the Pool's cash at June 30, 2012 was \$9,408,211 and the bank balance was \$9,494,403.

NOTE 5: INVESTMENTS

New Jersey statutes permit the Pool to purchase the following types of securities:

- (1) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
- (2) Government money market mutual funds;
- (3) Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
- (4) Bonds or other obligations of local units or bonds or other obligations of school districts of which the local units are part or within which the school district is located;
- (5) Bonds or other obligations, having a maturity date not more than 397 days from the date of purchase, approved by the Division of Investment of the Department of the Treasury for investment by local units;
- (6) Local government investment pools;
- (7) Deposits with the State of New Jersey Cash Management Fund; or
- (8) Agreements for the repurchase of fully collateralized securities if:
 - (a) the underlying securities are permitted investments pursuant to paragraphs (1) and (3) above;
 - (b) the custody of collateral is transferred to a third party;
 - (c) the maturity of the agreement is not more than 30 days;
 - (d) the underlying securities are purchased through a public depository as defined in statute; and
 - (e) a master repurchase agreement providing for the custody and security of collateral is executed.
- (9) Debt obligations of federal agencies or government corporations with maturities not to exceed 10 years from the date of purchase, excluding mortgage backed or derivative obligations, provided that the investments are purchased through the State Division of Investment and are invested consistent with the rules and regulations of the State Investment Council.

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 5: INVESTMENTS (Cont'd)

All of the Pool's investments are recorded at fair value based on quoted market prices. The investments are held by the Pool's custodial bank trust department in the Pool's name. The bank's trust department is also its agent in purchasing and selling the securities. The investments are uninsured and unregistered. All of the funds held by the custodial bank are held in a fiduciary account in the Pool's name, and are backed by the full faith credit of the U.S. Government. As such, they are protected in the event of the bankruptcy of the bank. Investments consisted of the following:

	Fair Market Value
Investments - June 30, 2013	
Certificate of Deposit	\$ 5,091,768
Certificate of Deposit	5,056,863
(Maturing in 2014)	\$ 10,148,631
	Fair Market Value
Investments - June 30, 2012	
Certificate of Deposit	\$ 5,071,245
Certificate of Deposit	5,038,843
(Maturing in 2013)	\$ 10,110,088

NOTE 6: NET POSITION

The State of New Jersey has no statutory minimum net position requirements. The Pool has individual accumulated deficits at June 30, 2013 as follows:

Fund Year 2001 - Workers' Compensation	\$ 160,043
Fund Year 2003 - General and Administrative	96,922
Fund Year 2003 - Workers' Compensation	269
Fund Year 2009 - Workers' Compensation	1,341,210
Fund Year 2013 - General and Administrative	155,181

The Pool has no current plans to assess the membership to eliminate these deficits.

Overall Fund Year Deficit existed in the amount of \$1,114,454, for the Fund Year 2009.

POOLED INSURANCE PROGRAM OF NEW JERSEY
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2013
(Continued)

NOTE 7: CONTINGENT LIABILITIES

In the normal course of its operations, the Fund has a number of lawsuits filed by claimants in various stages. Although estimated loss reserves have been established by the Fund, a number of these cases may possibly be settled for amounts in excess of the Fund's loss reserves. No provision for these contingencies has been included in the financial statements since the amounts are not reasonably estimable.

NOTE 8: RELATIONSHIP WITH STATE SCHEDULES

The information in the Pool's financial statements differs from the State Schedules listed in the supplementary data section as Schedules A through F. Specifically, the Schedules present historical information from the inception of each fund year.

REQUIRED SUPPLEMENTARY INFORMATION

POOLED INSURANCE PROGRAM OF NEW JERSEY
RECONCILIATION OF CLAIMS LIABILITIES BY FUND
FOR THE YEARS JUNE 30, 2012 AND 2013
(Unaudited)

	Worker's Compensation	
	2013	2012
Unpaid Claims and Claim Adjustment Expenses at Beginning of Year	\$ 14,280,694	\$ 13,539,554
Incurred Claims and Claim Adjustment Expenses:		
Provision for Insured Events of the Current Period	4,354,145	3,752,477
Increase/(Decrease) in Provision for Insured Events of Prior Years	(1,744,725)	126,142
Total Incurred Claims and Claim Adjustment Expenses	2,609,420	3,878,619
Payments:		
Claims and Claim Adjustment Expenses Attributable to Insured Events of the Current Period	896,190	712,292
Claims and Claim Adjustment Expenses Attributable to Insured Events of Prior Years	1,338,256	2,425,187
Total Payments	2,234,446	3,137,479
Total Unpaid Claims and Claim Adjustment Expenses at End of Year	\$ 14,655,668	\$ 14,280,694

POOLED INSURANCE PROGRAM OF NEW JERSEY
TEN-YEAR CLAIMS DEVELOPMENT INFORMATION
(Unaudited)

	Fiscal Period Ended June 30, 2013 and Policy Period Ended June 30,									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Required contribution and investment revenue:										
Earned	\$ 5,044,389	\$ 5,625,079	\$ 7,175,950	\$ 7,160,286	\$ 6,940,196	\$ 7,151,351	\$ 7,432,423	\$ 7,506,499	\$ 7,139,361	\$ 7,969,032
Ceded	2,180,536	2,363,368	2,572,895	2,450,854	2,514,059	2,532,654	2,544,046	2,566,933	2,467,731	2,712,576
Net Earned	2,863,853	3,261,711	4,603,055	4,709,432	4,426,137	4,618,697	4,888,377	4,939,566	4,671,630	5,256,456
Unallocated expenses	310,256	442,533	460,228	448,580	472,320	469,118	600,028	751,603	761,857	784,038
Estimated claims and expenses, end of policy year										
Incurred	3,113,345	3,094,247	3,466,317	3,446,895	3,939,142	3,771,897	4,029,979	3,596,935	3,752,477	4,354,145
Ceded										
Net Incurred	3,113,345	3,094,247	3,466,317	3,446,895	3,939,142	3,771,897	4,029,979	3,596,935	3,752,477	4,354,145
Net paid (cumulative) as of:										
End of policy year	633,277	653,369	697,813	642,018	818,385	1,216,457	1,265,796	638,167	712,292	896,190
One year later	993,243	1,324,901	1,344,360	1,182,594	1,287,306	2,346,343	1,827,578	1,140,991	1,113,797	
Two years later	1,200,744	1,448,623	1,560,696	1,390,868	1,414,731	2,768,324	2,065,416	1,354,089		
Three years later	1,351,079	1,596,234	1,865,234	1,664,595	1,679,230	3,085,210	2,313,702			
Four years later	1,414,851	1,724,921	2,108,712	1,805,999	1,883,226	3,422,503				
Five years later	1,569,820	1,856,596	2,122,578	1,960,585	1,934,932					
Six years later	1,684,789	1,913,862	2,292,052	2,060,818						
Seven years later	1,706,699	1,985,291	2,338,701							
Eight years later	1,741,702	1,922,759								
Nine years later	1,743,720									
Reestimated ceded claims and expenses:										
End of policy year	3,113,345	3,094,247	3,466,317	3,446,895	3,939,142	3,771,897	4,029,979	3,596,935	3,752,477	4,354,145
One year later	2,674,802	3,269,641	3,391,814	3,065,913	3,589,830	4,777,390	4,142,701	3,025,816	3,117,375	
Two years later	2,341,041	3,044,143	3,183,528	2,992,666	2,919,644	4,932,784	3,907,625	2,792,836		
Three years later	2,202,697	2,688,981	3,202,210	2,793,560	2,524,047	4,822,240	3,832,901			
Four years later	2,170,445	2,603,418	3,092,437	2,722,619	2,692,316	5,264,033				
Five years later	2,271,517	2,498,779	2,881,688	2,854,088	2,743,881					
Six years later	2,228,610	2,437,069	3,036,813	2,885,652						
Seven years later	2,208,549	2,588,198	2,994,341							
Eight years later	2,274,145	2,543,326								
Nine years later	2,227,878									
Increase/(decrease) in estimated net incurred claims and expense from end of policy year	\$ (885,467)	\$ (550,921)	\$ (471,976)	\$ (561,243)	\$ (1,195,261)	\$ 1,492,136	\$ (197,078)	\$ (804,999)	\$ (635,102)	\$ -0-

SUPPLEMENTARY DATA

POOLED INSURANCE PROGRAM OF NEW JERSEY
HISTORICAL OPERATING RESULTS ANALYSIS
FUND YEAR - 1985 TO 2013
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 111,489,921		
Supplemental Contributions	3,438,631		
Other Income (except investments)	<u>1,078,066</u>		
Total Income			\$ 116,006,618
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	56,328,570		
Case Reserves	10,750,498		
Imprest Account Reconciliation			
IBNR Reserve	<u>10,174,446</u>		
Subtotal		\$ 77,253,514	
Less Excess Insurance:			
Received	4,345,353		
Receivable	727,740		
Recoverable	<u>6,269,276</u>		
Subtotal		<u>11,342,369</u>	
Limited Incurred Claims (claims-excess)		<u>65,911,145</u>	
<u>Expenses:</u>			
Excess Insurance Premiums	29,228,867		
Administrative	<u>10,979,233</u>		
Subtotal Expenses		<u>40,208,100</u>	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>106,119,245</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			9,887,373
4. <u>Investment Income (Earned)</u>			<u>9,315,556</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			19,202,929
6. <u>Return of Surplus:</u>			
Paid	12,397,358		
Authorized and Unpaid	<u>1,276,501</u>		
Subtotal Return of Surplus			<u>13,673,859</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 5,529,070</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
HISTORICAL BALANCE SHEET
FUND YEAR - 1985 TO 2013
JUNE 30, 2013
(Unaudited)

1. <u>Assets:</u>			
Cash and Investments (1)	\$ 20,329,893		
		\$ 20,329,893	
<u>Receivables (1):</u>			
Excess Insurance	727,740		
Assessments	580,764		
Other			
Total Receivables		1,308,504	
Prepaid Expenses (1)			
Other Assets (1)			
<u>Total Assets</u>			\$ 21,638,397
2. <u>Liabilities:</u>			
<u>Claims:</u>			
Case Reserves	4,481,222		
Imprest Account Reconciliation			
IBNR Reserve (2)	10,174,446		
Subtotal Claims		14,655,668	
<u>Expenses (unpaid) (1):</u>			
Excess Insurance			
Administrative	128,515		
Subtotal Expenses		128,515	
<u>Other Liabilities:</u>			
Unearned Contributions			
Authorized Return of Surplus	1,276,501		
Miscellaneous Liabilities (1)	48,643		
Subtotal		1,325,144	
<u>Total Liabilities</u>			16,109,327
NET CURRENT SURPLUS/(DEFICIT) = 1-2			\$ 5,529,070

Note: (1) Schedule attached itemizing these categories

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1985
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 773,110		
Supplemental Contributions	62,289		
Other Income (except investments)	34,808		
Total Income			\$ 870,207
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	693,735		
Case Reserves	18,462		
Imprest Account			
IBNR Reserve	2,138		
Subtotal		\$ 714,335	
Less Excess Insurance:			
Received	155,853		
Receivable	2,040		
Recoverable			
Subtotal		157,893	
Limited Incurred Claims (claims-excess)		556,442	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	190,893		
Subtotal Expenses		190,893	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>747,335</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			122,872
4. <u>Investment Income (Earned)</u>			<u>175,876</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			298,748
6. <u>Return of Surplus:</u>			
Paid	225,677		
Authorized and Unpaid	62,236		
Subtotal Return of Surplus			<u>287,913</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 10,835</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1986
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	716,319	
Supplemental Contributions		346,780	
Other Income (except investments)		47,641	
Total Income			\$ 1,110,740
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid		1,068,694	
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal			\$ 1,068,694
Less Excess Insurance:			
Received		115,788	
Receivable		33,877	
Recoverable			
Subtotal			149,665
Limited Incurred Claims (claims-excess)			919,029
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative		205,789	
Subtotal Expenses			205,789
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,124,818</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(14,078)
4. <u>Investment Income (Earned)</u>			92,579
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			78,501
6. <u>Return of Surplus:</u>			
Paid		78,366	
Authorized and Unpaid			
Subtotal Return of Surplus			78,366
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 135</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1987
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	981,667	
Supplemental Contributions		476,069	
Other Income (except investments)		50,158	
Total Income			\$ 1,507,894
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid		1,721,551	
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal			\$ 1,721,551
Less Excess Insurance:			
Received		401,258	
Receivable		15,282	
Recoverable			
Subtotal			416,540
Limited Incurred Claims (claims-excess)			1,305,011
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative		306,444	
Subtotal Expenses			306,444
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,611,455</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(103,561)
4. <u>Investment Income (Earned)</u>			<u>121,948</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			18,387
6. <u>Return of Surplus:</u>			
Paid		18,386	
Authorized and Unpaid		1	
Subtotal Return of Surplus			<u>18,387</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ -0-</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1988
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 1,450,100		
Supplemental Contributions	51,428		
Other Income (except investments)	44,499		
Total Income			\$ 1,546,027
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,294,736		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		\$ 1,294,736	
Less Excess Insurance:			
Received	1,215		
Receivable	2,356		
Recoverable			
Subtotal		3,571	
Limited Incurred Claims (claims-excess)		1,291,165	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	350,140		
Subtotal Expenses		350,140	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,641,305</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(95,278)
4. <u>Investment Income (Earned)</u>			<u>229,679</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			134,401
6. <u>Return of Surplus:</u>			
Paid	134,401		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>134,401</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ -0-</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1989
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 1,548,383		
Supplemental Contributions	518,612		
Other Income (except investments)	2,084		
Total Income			\$ 2,069,079
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	942,542		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		\$ 942,542	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		942,542	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	409,934		
Subtotal Expenses		409,934	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,352,476</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			716,603
4. <u>Investment Income (Earned)</u>			283,825
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,000,428
6. <u>Return of Surplus:</u>			
Paid	517,713		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>517,713</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 482,715</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1990

JUNE 30, 2013

(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 1,740,746		
Supplemental Contributions	881,848		
Other Income (except investments)	38,709		
Total Income			\$ 2,661,303
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,456,636		
Case Reserves	350,310		
Imprest Account			
IBNR Reserve			
Subtotal		\$ 2,806,946	
Less Excess Insurance:			
Received	110,929		
Receivable	128,527		
Recoverable	350,310		
Subtotal		589,766	
Limited Incurred Claims (claims-excess)		2,217,180	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	441,914		
Subtotal Expenses		441,914	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,659,094</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			2,209
4. <u>Investment Income (Earned)</u>			<u>200,474</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			202,683
6. <u>Return of Surplus:</u>			
Paid	153,325		
Authorized and Unpaid			
Subtotal Return of Surplus		<u>153,325</u>	
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 49,358</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1991
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 1,972,481		
Supplemental Contributions	66,206		
Other Income (except investments)	1,293		
Total Income			\$ 2,039,980
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,538,411		
Case Reserves	71,180		
Imprest Account			
IBNR Reserve			
Subtotal		\$ 1,609,591	
Less Excess Insurance:			
Received	56,694		
Receivable	15,605		
Recoverable	71,180		
Subtotal		143,479	
Limited Incurred Claims (claims-excess)		1,466,112	
<u>Expenses:</u>			
Excess Insurance Premiums	150,650		
Administrative	236,924		
Subtotal Expenses		387,574	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,853,686</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			186,294
4. <u>Investment Income (Earned)</u>			<u>315,467</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			501,761
6. <u>Return of Surplus:</u>			
Paid	473,566		
Authorized and Unpaid			
Subtotal Return of Surplus		<u>473,566</u>	
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 28,195</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1992
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,124,082		
Supplemental Contributions	32,365		
Other Income (except investments)	1,472		
Total Income			\$ 2,157,919
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,231,113		
Case Reserves	49,119		
Imprest Account			
IBNR Reserve	20,813		
Subtotal		\$ 1,301,045	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		1,301,045	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	302,338		
Subtotal Expenses		302,338	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,603,383</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			554,536
4. <u>Investment Income (Earned)</u>			493,907
<hr/>			
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,048,443
6. <u>Return of Surplus:</u>			
Paid	1,042,398		
Authorized and Unpaid			
Subtotal Return of Surplus		1,042,398	
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 6,045</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1993
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,221,566		
Supplemental Contributions	158,548		
Other Income (except investments)	308,662		
Total Income			\$ 2,688,776
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	4,404,231		
Case Reserves	5,368,332		
Imprest Account			
IBNR Reserve			
Subtotal		\$ 9,772,563	
<u>Less Excess Insurance:</u>			
Received	2,647,105		
Receivable	404,120		
Recoverable	5,368,333		
Subtotal		8,419,558	
Limited Incurred Claims (claims-excess)		1,353,005	
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	273,641		
Subtotal Expenses		273,641	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>1,626,646</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,062,130
4. <u>Investment Income (Earned)</u>			<u>320,118</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,382,248
6. <u>Return of Surplus:</u>			
Paid	1,382,247		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>1,382,247</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 1</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1994
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,377,385		
Supplemental Contributions	19,681		
Other Income (except investments)	43,946		
Total Income			\$ 2,441,012
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,809,377		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		\$ 1,809,377	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal		1,809,377	
Limited Incurred Claims (claims-excess)			
<u>Expenses:</u>			
Excess Insurance Premiums			
Administrative	286,730		
Subtotal Expenses		286,730	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,096,107</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			344,905
4. <u>Investment Income (Earned)</u>			<u>532,114</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			877,019
6. <u>Return of Surplus:</u>			
Paid	877,007		
Authorized and Unpaid	12		
Subtotal Return of Surplus			<u>877,019</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ -0-</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1995
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	2,550,554	
Supplemental Contributions		42,286	
Other Income (except investments)		5,916	
Total Income		<u>5,916</u>	\$ 2,598,756
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,450,451		
Case Reserves	78,424		
Imprest Account			
IBNR Reserve			
Subtotal		<u>2,450,451</u>	\$ 2,528,875
Less Excess Insurance:			
Received	330,251		
Receivable	24,335		
Recoverable	78,424		
Subtotal		<u>433,010</u>	
Limited Incurred Claims (claims-excess)		<u>2,095,865</u>	
<u>Expenses:</u>			
Excess Insurance Premiums	113,541		
Administrative	204,655		
Subtotal Expenses		<u>318,196</u>	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,414,061</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			184,695
4. <u>Investment Income (Earned)</u>			810,623
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			995,318
6. <u>Return of Surplus:</u>			
Paid	995,317		
Authorized and Unpaid	1		
Subtotal Return of Surplus		<u>995,318</u>	995,318
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ -0-</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 1996

JUNE 30, 2013

(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,905,836		
Supplemental Contributions			
Other Income (except investments)	<u>77,373</u>		
Total Income			\$ 2,983,209
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,030,468		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		<u>\$ 2,030,468</u>	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		<u>2,030,468</u>	
<u>Expenses:</u>			
Excess Insurance Premiums	127,060		
Administrative	<u>216,013</u>		
Subtotal Expenses		<u>343,073</u>	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,373,541</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			609,668
4. <u>Investment Income (Earned)</u>			<u>1,172,525</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,782,193
6. <u>Return of Surplus:</u>			
Paid	1,782,192		
Authorized and Unpaid	<u>1</u>		
Subtotal Return of Surplus			<u>1,782,193</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ -0-</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1997
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,059,735		
Supplemental Contributions			
Other Income (except investments)	11,925		
Total Income			\$ 3,071,660
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,415,939		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		\$ 2,415,939	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal		2,415,939	
Limited Incurred Claims (claims-excess)			
<u>Expenses:</u>			
Excess Insurance Premiums	148,204		
Administrative	315,499		
Subtotal Expenses		463,703	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,879,642</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			192,018
4. <u>Investment Income (Earned)</u>			<u>806,029</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			998,047
6. <u>Return of Surplus:</u>			
Paid	997,701		
Authorized and Unpaid	27		
Subtotal Return of Surplus			<u>997,728</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 319</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1998
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	3,299,123	
Supplemental Contributions		235,647	
Other Income (except investments)		25,141	
Total Income			\$ 3,559,911
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid		3,628,930	
Case Reserves		414,432	
Imprest Account			
IBNR Reserve		189,772	
Subtotal			\$ 4,233,134
Less Excess Insurance:			
Received		504,920	
Receivable		101,598	
Recoverable		401,029	
Subtotal			1,007,547
Limited Incurred Claims (claims-excess)			3,225,587
<u>Expenses:</u>			
Excess Insurance Premiums		95,714	
Administrative		321,327	
Subtotal Expenses			417,041
Total Incurred Liabilities (limited claims and expenses)			3,642,628
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(82,717)
4. <u>Investment Income (Earned)</u>			456,611
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			373,894
6. <u>Return of Surplus:</u>			
Paid		190,217	
Authorized and Unpaid		56,702	
Subtotal Return of Surplus			246,919
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			\$ 126,975

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 1999
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 3,234,125		
Supplemental Contributions	18,412		
Other Income (except investments)	63,085		
Total Income			\$ 3,315,622
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,274,935		
Case Reserves	10,570		
Imprest Account			
IBNR Reserve	309,363		
Subtotal		\$ 2,594,868	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		2,594,868	
<u>Expenses:</u>			
Excess Insurance Premiums	98,786		
Administrative	318,629		
Subtotal Expenses		417,415	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>3,012,283</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			303,339
4. <u>Investment Income (Earned)</u>			766,936
<hr/>			
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,070,275
6. <u>Return of Surplus:</u>			
Paid	1,053,784		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>1,053,784</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 16,491</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2000
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,357,658		
Supplemental Contributions	36,822		
Other Income (except investments)	13,069		
Total Income			\$ 2,407,549
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,624,274		
Case Reserves	25,913		
Imprest Account			
IBNR Reserve	252,026		
Subtotal		\$ 1,902,213	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		1,902,213	
<u>Expenses:</u>			
Excess Insurance Premiums	77,067		
Administrative	274,507		
Subtotal Expenses		351,574	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,253,787</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			153,762
4. <u>Investment Income (Earned)</u>			<u>493,655</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			647,417
6. <u>Return of Surplus:</u>			
Paid	632,629		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>632,629</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 14,788</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2001
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 2,533,852		
Supplemental Contributions	58,914		
Other Income (except investments)	13,038		
Total Income			\$ 2,605,804
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,583,735		
Case Reserves	93,606		
Imprest Account			
IBNR Reserve	198,978		
Subtotal		\$ 1,876,319	
Less Excess Insurance:			
Received	21,340		
Receivable			
Recoverable			
Subtotal		21,340	
Limited Incurred Claims (claims-excess)		1,854,979	
<u>Expenses:</u>			
Excess Insurance Premiums	159,878		
Administrative	299,110		
Subtotal Expenses		458,988	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>2,313,967</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			291,837
4. <u>Investment Income (Earned)</u>			<u>386,307</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			678,144
6. <u>Return of Surplus:</u>			
Paid	638,774		
Authorized and Unpaid			
Subtotal Return of Surplus			<u>638,774</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 39,370</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2002
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$	4,011,836	
Supplemental Contributions		69,336	
Other Income (except investments)		21,808	
Total Income			\$ 4,102,980
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid		1,773,402	
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal			\$ 1,773,402
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			1,773,402
<u>Expenses:</u>			
Excess Insurance Premiums		1,522,901	
Administrative		248,865	
Subtotal Expenses			1,771,766
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>3,545,168</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			557,812
4. <u>Investment Income (Earned)</u>			<u>149,932</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			707,744
6. <u>Return of Surplus:</u>			
Paid		169,165	
Authorized and Unpaid		267,163	
Subtotal Return of Surplus			<u>436,328</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 271,416</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2003
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 4,339,018		
Supplemental Contributions	145,151		
Other Income (except investments)	35,733		
Total Income			\$ 4,519,902
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,100,548		
Case Reserves			
Imprest Account			
IBNR Reserve			
Subtotal		\$ 2,100,548	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		2,100,548	
<u>Expenses:</u>			
Excess Insurance Premiums	1,829,414		
Administrative	275,320		
Subtotal Expenses		2,104,734	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>4,205,282</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			314,620
4. <u>Investment Income (Earned)</u>			<u>110,673</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			425,293
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 425,293</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS

FUND YEAR - 2004

JUNE 30, 2013

(Unaudited)

1.	<u>Underwriting Income:</u>			
	Regular Contributions (earned)	\$	4,817,498	
	Supplemental Contributions			
	Other Income (except investments)		28,638	
	Total Income			\$ 4,846,136
2.	<u>Incurred Liabilities:</u>			
	<u>Claims:</u>			
	Paid		1,743,720	
	Case Reserves		107,819	
	Imprest Account			
	IBNR Reserve		376,339	
	Subtotal			\$ 2,227,878
	Less Excess Insurance:			
	Received			
	Receivable			
	Recoverable			
	Subtotal			
	Limited Incurred Claims (claims-excess)			2,227,878
	<u>Expenses:</u>			
	Excess Insurance Premiums		2,180,536	
	Administrative		310,256	
	Subtotal Expenses			2,490,792
	<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>4,718,670</u>
3.	<u>Underwriting Surplus/(Deficit) = 1-2</u>			127,466
4.	<u>Investment Income (Earned)</u>			198,253
5.	<u>Gross Operating Surplus/(Deficit) = 3+4</u>			325,719
6.	<u>Return of Surplus:</u>			
	Paid		119,398	
	Authorized and Unpaid		71,456	
	Subtotal Return of Surplus			<u>190,854</u>
7.	<u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 134,865</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2005
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 5,500,435		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 5,500,435
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,992,759		
Case Reserves	49,820		
Imprest Account			
IBNR Reserve	500,747		
Subtotal			\$ 2,543,326
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			2,543,326
<u>Expenses:</u>			
Excess Insurance Premiums	2,363,368		
Administrative	442,533		
Subtotal Expenses			2,805,901
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>5,349,227</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			151,208
4. <u>Investment Income (Earned)</u>			<u>124,644</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			275,852
6. <u>Return of Surplus:</u>			
Paid	90,764		
Authorized and Unpaid	55,643		
Subtotal Return of Surplus			<u>146,407</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 129,445</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2006
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 6,683,693		
Supplemental Contributions			
Other Income (except investments)	59,250		
Total Income			\$ 6,742,943
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,338,701		
Case Reserves	120,681		
Imprest Account			
IBNR Reserve	534,959		
Subtotal		\$ 2,994,341	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		2,994,341	
<u>Expenses:</u>			
Excess Insurance Premiums	2,572,895		
Administrative	460,228		
Subtotal Expenses		3,033,123	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>6,027,464</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			715,479
4. <u>Investment Income (Earned)</u>			<u>433,007</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,148,486
6. <u>Return of Surplus:</u>			
Paid	196,692		
Authorized and Unpaid	315,749		
Subtotal Return of Surplus			<u>512,441</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 636,045</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2007
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 6,808,735		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 6,808,735
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,060,818		
Case Reserves	358,708		
Imprest Account			
IBNR Reserve	466,126		
Subtotal			\$ 2,885,652
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)			2,885,652
<u>Expenses:</u>			
Excess Insurance Premiums	2,450,854		
Administrative	448,580		
Subtotal Expenses			2,899,434
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>5,785,086</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,023,649
4. <u>Investment Income (Earned)</u>			351,551
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,375,200
6. <u>Return of Surplus:</u>			
Paid	238,739		
Authorized and Unpaid	347,640		
Subtotal Return of Surplus			<u>586,379</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 788,821</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2008
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 6,770,725		
Supplemental Contributions			
Other Income (except investments)	3,750		
Total Income			\$ 6,774,475
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,934,932		
Case Reserves	116,409		
Imprest Account			
IBNR Reserve	692,540		
Subtotal		\$ 2,743,881	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		2,743,881	
<u>Expenses:</u>			
Excess Insurance Premiums	2,514,059		
Administrative	472,320		
Subtotal Expenses		2,986,379	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>5,730,260</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,044,215
4. <u>Investment Income (Earned)</u>			<u>165,721</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,209,936
6. <u>Return of Surplus:</u>			
Paid	388,900		
Authorized and Unpaid	43,212		
Subtotal Return of Surplus			<u>432,112</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 777,824</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2009
JUNE 30, 2013
(Unaudited)

I. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 6,812,272		
Supplemental Contributions	218,237		
Other Income (except investments)	68,553		
Total Income			\$ 7,099,062
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	3,536,154		
Case Reserves	468,278		
Imprest Account			
IBNR Reserve	1,259,601		
Subtotal		\$ 5,264,033	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		5,264,033	
<u>Expenses:</u>			
Excess Insurance Premiums	2,532,654		
Administrative	469,118		
Subtotal Expenses		3,001,772	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>8,265,805</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			(1,166,743)
4. <u>Investment Income (Earned)</u>			52,289
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			(1,114,454)
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ (1,114,454)</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2010
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 7,324,953		
Supplemental Contributions			
Other Income (except investments)	<u>77,515</u>		
Total Income			\$ 7,402,468
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	2,313,702		
Case Reserves	387,963		
Imprest Account			
IBNR Reserve	<u>1,131,236</u>		
Subtotal		\$ 3,832,901	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		<u>3,832,901</u>	
<u>Expenses:</u>			
Excess Insurance Premiums	2,544,046		
Administrative	<u>600,028</u>		
Subtotal Expenses		<u>3,144,074</u>	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>6,976,975</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			425,493
4. <u>Investment Income (Earned)</u>			<u>29,955</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			455,448
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid	<u>56,658</u>		
Subtotal Return of Surplus			<u>56,658</u>
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 398,790</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2011
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 7,484,478		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 7,484,478
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,354,089		
Case Reserves	603,492		
Imprest Account			
IBNR Reserve	835,255		
Subtotal		\$ 2,792,836	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		2,792,836	
<u>Expenses:</u>			
Excess Insurance Premiums	2,566,933		
Administrative	751,603		
Subtotal Expenses		3,318,536	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>6,111,372</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			1,373,106
4. <u>Investment Income (Earned)</u>			<u>22,021</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			1,395,127
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 1,395,127</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2012
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 7,126,177		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 7,126,177
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	1,113,797		
Case Reserves	1,015,386		
Imprest Account			
IBNR Reserve	988,192		
Subtotal		\$ 3,117,375	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		3,117,375	
<u>Expenses:</u>			
Excess Insurance Premiums	2,467,731		
Administrative	761,857		
Subtotal Expenses		3,229,588	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>6,346,963</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			779,214
4. <u>Investment Income (Earned)</u>			<u>13,184</u>
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			792,398
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 792,398</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR OPERATING RESULTS ANALYSIS
FUND YEAR - 2013
JUNE 30, 2013
(Unaudited)

1. <u>Underwriting Income:</u>			
Regular Contributions (earned)	\$ 7,963,379		
Supplemental Contributions			
Other Income (except investments)			
Total Income			\$ 7,963,379
2. <u>Incurred Liabilities:</u>			
<u>Claims:</u>			
Paid	896,190		
Case Reserves	1,041,594		
Imprest Account			
IBNR Reserve	2,416,361		
Subtotal		\$ 4,354,145	
Less Excess Insurance:			
Received			
Receivable			
Recoverable			
Subtotal			
Limited Incurred Claims (claims-excess)		4,354,145	
<u>Expenses:</u>			
Excess Insurance Premiums	2,712,576		
Administrative	784,038		
Subtotal Expenses		3,496,614	
<u>Total Incurred Liabilities (limited claims and expenses)</u>			<u>7,850,759</u>
3. <u>Underwriting Surplus/(Deficit) = 1-2</u>			112,620
4. <u>Investment Income (Earned)</u>			5,653
5. <u>Gross Operating Surplus/(Deficit) = 3+4</u>			118,273
6. <u>Return of Surplus:</u>			
Paid			
Authorized and Unpaid			
Subtotal Return of Surplus			
7. <u>Net Current Surplus/(Deficit) = 5-6</u>			<u>\$ 118,273</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1985

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 773,110
Supplemental Contributions	62,289
Other Income (except investments)	34,808
Total Income	870,207
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	556,442
Expenses	190,893
Total Liabilities	747,335
3. <u>Underwriting Surplus/(Deficit)</u>	122,872
4. <u>Adjustments</u>	
Investment Income	175,876
Transfers	
Total Adjustments	175,876
5. Gross Operating Surplus	298,748
6. Return of Surplus	287,913
7. Net Current Surplus	\$ 10,835

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1986
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 716,319
Supplemental Contributions	346,780
Other Income (except investments)	47,641
Total Income	1,110,740
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	919,029
Expenses	205,789
Total Liabilities	1,124,818
3. <u>Underwriting Surplus/(Deficit)</u>	(14,078)
4. <u>Adjustments</u>	
Investment Income	92,579
Transfers	
Total Adjustments	92,579
5. Gross Operating Surplus	78,501
6. Return of Surplus	78,366
7. Net Current Surplus	\$ 135

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1987

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 981,667
Supplemental Contributions	476,069
Other Income (except investments)	50,158
Total Income	1,507,894
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,305,011
Expenses	306,444
Total Liabilities	1,611,455
3. <u>Underwriting Surplus/(Deficit)</u>	(103,561)
4. <u>Adjustments</u>	
Investment Income	121,948
Transfers	
Total Adjustments	121,948
5. Gross Operating Surplus	18,387
6. Return of Surplus	18,387
7. Net Current Surplus	\$ -0-

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1988

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 1,450,100
Supplemental Contributions	51,428
Other Income (except investments)	44,499
Total Income	1,546,027
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,291,165
Expenses	350,140
Total Liabilities	1,641,305
3. <u>Underwriting Surplus/(Deficit)</u>	(95,278)
4. <u>Adjustments</u>	
Investment Income	229,679
Transfers	
Total Adjustments	229,679
5. Gross Operating Surplus	134,401
6. Return of Surplus	134,401
7. Net Current Surplus	\$ -0-

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1989
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 1,548,383
Supplemental Contributions	518,612
Other Income (except investments)	2,084
Total Income	2,069,079
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	942,542
Expenses	409,934
Total Liabilities	1,352,476
3. <u>Underwriting Surplus/(Deficit)</u>	716,603
4. <u>Adjustments</u>	
Investment Income	283,825
Transfers	
Total Adjustments	283,825
5. Gross Operating Surplus	1,000,428
6. Return of Surplus	517,713
7. Net Current Surplus	\$ 482,715

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1990

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 1,740,746
Supplemental Contributions	881,848
Other Income (except investments)	38,709
Total Income	2,661,303
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	2,217,180
Expenses	441,914
Total Liabilities	2,659,094
3. <u>Underwriting Surplus/(Deficit)</u>	2,209
4. <u>Adjustments</u>	
Investment Income	200,474
Transfers	
Total Adjustments	200,474
5. Gross Operating Surplus	202,683
6. Return of Surplus	153,325
7. Net Current Surplus	\$ 49,358

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1991

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 1,972,481
Supplemental Contributions	66,206
Other Income (except investments)	1,293
Total Income	2,039,980
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,466,112
Expenses	387,574
Total Liabilities	1,853,686
3. <u>Underwriting Surplus/(Deficit)</u>	186,294
4. <u>Adjustments</u>	
Investment Income	315,467
Transfers	
Total Adjustments	315,467
5. Gross Operating Surplus	501,761
6. Return of Surplus	473,566
7. Net Current Surplus	\$ 28,195

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1992

JUNE 30, 2013

(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 2,124,082
Supplemental Contributions	32,365
Other Income (except investments)	1,472
Total Income	2,157,919
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,301,045
Expenses	302,338
Total Liabilities	1,603,383
3. <u>Underwriting Surplus/(Deficit)</u>	554,536
4. <u>Adjustments</u>	
Investment Income	493,907
Transfers	
Total Adjustments	493,907
5. Gross Operating Surplus	1,048,443
6. Return of Surplus	1,042,398
7. Net Current Surplus	\$ 6,045

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1993
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 2,221,566
Supplemental Contributions	158,548
Other Income (except investments)	308,662
Total Income	2,688,776
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,353,005
Expenses	273,641
Total Liabilities	1,626,646
3. <u>Underwriting Surplus/(Deficit)</u>	1,062,130
4. <u>Adjustments</u>	
Investment Income	320,118
Transfers	
Total Adjustments	320,118
5. Gross Operating Surplus	1,382,248
6. Return of Surplus	1,382,247
7. Net Current Surplus	\$ 1

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1994
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 2,377,385
Supplemental Contributions	19,681
Other Income (except investments)	43,946
Total Income	2,441,012
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	1,809,377
Expenses	286,730
Total Liabilities	2,096,107
3. <u>Underwriting Surplus/(Deficit)</u>	344,905
4. <u>Adjustments</u>	
Investment Income	532,114
Transfers	
Total Adjustments	532,114
5. Gross Operating Surplus	877,019
6. Return of Surplus	877,019
7. Net Current Surplus	\$ -0-

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1995
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 2,550,554
Supplemental Contributions	42,286
Other Income (except investments)	5,916
Total Income	2,598,756
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	2,095,865
Expenses	318,196
Total Liabilities	2,414,061
3. <u>Underwriting Surplus/(Deficit)</u>	184,695
4. <u>Adjustments</u>	
Investment Income	810,623
Transfers	
Total Adjustments	810,623
5. Gross Operating Surplus	995,318
6. Return of Surplus	995,318
7. Net Current Surplus	\$ -0-

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1996
JUNE 30, 2013
 (Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 2,905,836
Supplemental Contributions	
Other Income (except investments)	77,373
Total Income	2,983,209
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	2,030,468
Expenses	343,073
Total Liabilities	2,373,541
3. <u>Underwriting Surplus/(Deficit)</u>	609,668
4. <u>Adjustments</u>	
Investment Income	1,172,525
Transfers	
Total Adjustments	1,172,525
5. Gross Operating Surplus	1,782,193
6. Return of Surplus	1,782,193
7. Net Current Surplus	\$ -0-

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1997
JUNE 30, 2013
(Unaudited)

	Total
1. <u>Underwriting Income</u>	
Regular Contributions (earned)	\$ 3,059,735
Supplemental Contributions	
Other Income (except investments)	11,925
Total Income	3,071,660
2. <u>Incurred Liabilities</u>	
Claims (limited incurred)	2,415,939
Expenses	463,703
Total Liabilities	2,879,642
3. <u>Underwriting Surplus/(Deficit)</u>	192,018
4. <u>Adjustments</u>	
Investment Income	806,029
Transfers	
Total Adjustments	806,029
5. Gross Operating Surplus	998,047
6. Return of Surplus	997,728
7. Net Current Surplus	\$ 319

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 1998

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>		<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>			
Regular Contributions (earned)	\$ 3,299,123		\$ 3,299,123
Supplemental Contributions	235,647		235,647
Other Income (except investments)	16,334	\$ 8,807	25,141
Total Income	<u>3,551,104</u>	<u>8,807</u>	<u>3,559,911</u>
2. <u>Incurred Liabilities</u>			
Claims (limited incurred)	3,225,587		3,225,587
Expenses	95,714	321,327	417,041
Total Liabilities	<u>3,321,301</u>	<u>321,327</u>	<u>3,642,628</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>229,803</u>	<u>(312,520)</u>	<u>(82,717)</u>
4. <u>Adjustments</u>			
Investment Income		456,611	456,611
Transfers	30,723	(30,723)	
Total Adjustments	<u>30,723</u>	<u>425,888</u>	<u>456,611</u>
5. Gross Operating Surplus	<u>260,526</u>	<u>113,368</u>	<u>373,894</u>
6. Return of Surplus	<u>190,217</u>	<u>56,702</u>	<u>246,919</u>
7. Net Current Surplus	<u>\$ 70,309</u>	<u>\$ 56,666</u>	<u>\$ 126,975</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 1999
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>		<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General and Administrative</u>	
I. <u>Underwriting Income</u>			
Regular Contributions (earned)	\$ 3,234,125		\$ 3,234,125
Supplemental Contributions	18,412		18,412
Other Income (except investments)	32,966	\$ 30,119	63,085
Total Income	<u>3,285,503</u>	<u>30,119</u>	<u>3,315,622</u>
2. <u>Incurred Liabilities</u>			
Claims (limited incurred)	2,594,868		2,594,868
Expenses	98,786	318,629	417,415
Total Liabilities	<u>2,693,654</u>	<u>318,629</u>	<u>3,012,283</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>591,849</u>	<u>(288,510)</u>	<u>303,339</u>
4. <u>Adjustments</u>			
Investment Income		766,936	766,936
Transfers	478,426	(478,426)	
Total Adjustments	<u>478,426</u>	<u>288,510</u>	<u>766,936</u>
5. Gross Operating Surplus	<u>1,070,275</u>		<u>1,070,275</u>
6. Return of Surplus	<u>1,053,784</u>		<u>1,053,784</u>
7. Net Current Surplus	<u>\$ 16,491</u>	<u>\$ -0-</u>	<u>\$ 16,491</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 2000

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>		<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>			
Regular Contributions (earned)	\$ 2,357,658		\$ 2,357,658
Supplemental Contributions	36,822		36,822
Other Income (except investments)		\$ 13,069	13,069
Total Income	<u>2,394,480</u>	<u>13,069</u>	<u>2,407,549</u>
2. <u>Incurred Liabilities</u>			
Claims (limited incurred)	1,902,213		1,902,213
Expenses	77,067	274,507	351,574
Total Liabilities	<u>1,979,280</u>	<u>274,507</u>	<u>2,253,787</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>415,200</u>	<u>(261,438)</u>	<u>153,762</u>
4. <u>Adjustments</u>			
Investment Income		493,655	493,655
Transfers	232,217	(232,217)	
Total Adjustments	<u>232,217</u>	<u>261,438</u>	<u>493,655</u>
5. Gross Operating Surplus	<u>647,417</u>		<u>647,417</u>
6. Return of Surplus	<u>632,629</u>		<u>632,629</u>
7. Net Current Surplus	<u>\$ 14,788</u>	<u>\$ -0-</u>	<u>\$ 14,788</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2001
JUNE 30, 2013
 (Unaudited)

	<u>Coverages and Other Accounts</u>		<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>			
Regular Contributions (earned)	\$ 2,533,852		\$ 2,533,852
Supplemental Contributions	58,914		58,914
Other Income (except investments)		\$ 13,038	13,038
Total Income	<u>2,592,766</u>	<u>13,038</u>	<u>2,605,804</u>
2. <u>Incurred Liabilities</u>			
Claims (limited incurred)	1,854,979		1,854,979
Expenses	159,878	299,110	458,988
Total Liabilities	<u>2,014,857</u>	<u>299,110</u>	<u>2,313,967</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>577,909</u>	<u>(286,072)</u>	<u>291,837</u>
4. <u>Adjustments</u>			
Investment Income		386,307	386,307
Transfers	(99,178)	99,178	
Total Adjustments	<u>(99,178)</u>	<u>485,485</u>	<u>386,307</u>
5. Gross Operating Surplus	<u>478,731</u>	<u>199,413</u>	<u>678,144</u>
6. Return of Surplus	<u>638,774</u>		<u>638,774</u>
7. Net Current Surplus	<u>\$ (160,043)</u>	<u>\$ 199,413</u>	<u>\$ 39,370</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2002
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 2,656,127	\$ 1,355,709		\$ 4,011,836
Supplemental Contributions	69,336			69,336
Other Income (except investments)	3,702		\$ 18,106	21,808
Total Income	<u>2,729,165</u>	<u>1,355,709</u>	<u>18,106</u>	<u>4,102,980</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	1,773,402			1,773,402
Expenses	167,353	1,355,548	248,865	1,771,766
Total Liabilities	<u>1,940,755</u>	<u>1,355,548</u>	<u>248,865</u>	<u>3,545,168</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>788,410</u>	<u>161</u>	<u>(230,759)</u>	<u>557,812</u>
4. <u>Adjustments</u>				
Investment Income			149,932	149,932
Transfers	(96,325)		96,325	
Total Adjustments	<u>(96,325)</u>		<u>246,257</u>	<u>149,932</u>
5. Gross Operating Surplus	<u>692,085</u>	<u>161</u>	<u>15,498</u>	<u>707,744</u>
6. Return of Surplus	<u>436,328</u>			<u>436,328</u>
7. Net Current Surplus	<u>\$ 255,757</u>	<u>\$ 161</u>	<u>\$ 15,498</u>	<u>\$ 271,416</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2003
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 2,729,567	\$ 1,609,451		\$ 4,339,018
Supplemental Contributions	102,692		\$ 42,459	145,151
Other Income (except investments)	10,467		25,266	35,733
Total Income	<u>2,842,726</u>	<u>1,609,451</u>	<u>67,725</u>	<u>4,519,902</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,100,548			2,100,548
Expenses	223,023	1,606,391	275,320	2,104,734
Total Liabilities	<u>2,323,571</u>	<u>1,606,391</u>	<u>275,320</u>	<u>4,205,282</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>519,155</u>	<u>3,060</u>	<u>(207,595)</u>	<u>314,620</u>
4. <u>Adjustments</u>				
Investment Income			110,673	110,673
Transfers				
Total Adjustments			<u>110,673</u>	<u>110,673</u>
5. Gross Operating Surplus	<u>519,155</u>	<u>3,060</u>	<u>(96,922)</u>	<u>425,293</u>
6. Return of Surplus				
7. Net Current Surplus	<u>\$ 519,155</u>	<u>\$ 3,060</u>	<u>\$ (96,922)</u>	<u>\$ 425,293</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 2004

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 2,874,670	\$ 1,942,828		\$ 4,817,498
Supplemental Contributions				
Other Income (except investments)	12,639		\$ 15,999	28,638
Total Income	<u>2,887,309</u>	<u>1,942,828</u>	<u>15,999</u>	<u>4,846,136</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,227,878			2,227,878
Expenses	278,231	1,902,305	310,256	2,490,792
Total Liabilities	<u>2,506,109</u>	<u>1,902,305</u>	<u>310,256</u>	<u>4,718,670</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>381,200</u>	<u>40,523</u>	<u>(294,257)</u>	<u>127,466</u>
4. <u>Adjustments</u>				
Investment Income			198,253	198,253
Transfers	(215,535)		215,535	
Total Adjustments	<u>(215,535)</u>		<u>413,788</u>	<u>198,253</u>
5. Gross Operating Surplus	<u>165,665</u>	<u>40,523</u>	<u>119,531</u>	<u>325,719</u>
6. Return of Surplus	<u>119,398</u>		<u>71,456</u>	<u>190,854</u>
7. Net Current Surplus	<u>\$ 46,267</u>	<u>\$ 40,523</u>	<u>\$ 48,075</u>	<u>\$ 134,865</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2005
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 3,301,870	\$ 2,198,565		\$ 5,500,435
Supplemental Contributions				
Other Income (except investments)				
Total Income	<u>3,301,870</u>	<u>2,198,565</u>		<u>5,500,435</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,543,326			2,543,326
Expenses	305,328	2,058,040	\$ 442,533	2,805,901
Total Liabilities	<u>2,848,654</u>	<u>2,058,040</u>	<u>442,533</u>	<u>5,349,227</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>453,216</u>	<u>140,525</u>	<u>(442,533)</u>	<u>151,208</u>
4. <u>Adjustments</u>				
Investment Income			124,644	124,644
Transfers	(317,580)	(1,417)	318,997	
Total Adjustments	<u>(317,580)</u>	<u>(1,417)</u>	<u>443,641</u>	<u>124,644</u>
5. Gross Operating Surplus	<u>135,636</u>	<u>139,108</u>	<u>1,108</u>	<u>275,852</u>
6. Return of Surplus	<u>90,764</u>	<u>55,643</u>		<u>146,407</u>
7. Net Current Surplus	<u>\$ 44,872</u>	<u>\$ 83,465</u>	<u>\$ 1,108</u>	<u>\$ 129,445</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2006
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 3,817,541	\$ 2,411,152	\$ 455,000	\$ 6,683,693
Supplemental Contributions				
Other Income (except investments)	59,250			59,250
Total Income	<u>3,876,791</u>	<u>2,411,152</u>	<u>455,000</u>	<u>6,742,943</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,994,341			2,994,341
Expenses	314,390	2,258,505	460,228	3,033,123
Total Liabilities	<u>3,308,731</u>	<u>2,258,505</u>	<u>460,228</u>	<u>6,027,464</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>568,060</u>	<u>152,647</u>	<u>(5,228)</u>	<u>715,479</u>
4. <u>Adjustments</u>				
Investment Income	230,954	145,870	56,183	433,007
Transfers				
Total Adjustments	<u>230,954</u>	<u>145,870</u>	<u>56,183</u>	<u>433,007</u>
5. Gross Operating Surplus	<u>799,014</u>	<u>298,517</u>	<u>50,955</u>	<u>1,148,486</u>
6. Return of Surplus	<u>512,441</u>			<u>512,441</u>
7. Net Current Surplus	<u>\$ 286,573</u>	<u>\$ 298,517</u>	<u>\$ 50,955</u>	<u>\$ 636,045</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2007
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,024,999	\$ 2,297,459	\$ 486,277	\$ 6,808,735
Supplemental Contributions				
Other Income (except investments)				
Total Income	<u>4,024,999</u>	<u>2,297,459</u>	<u>486,277</u>	<u>6,808,735</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,885,652			2,885,652
Expenses	305,000	2,145,854	448,580	2,899,434
Total Liabilities	<u>3,190,652</u>	<u>2,145,854</u>	<u>448,580</u>	<u>5,785,086</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>834,347</u>	<u>151,605</u>	<u>37,697</u>	<u>1,023,649</u>
4. <u>Adjustments</u>				
Investment Income	185,018	105,608	60,925	351,551
Transfers				
Total Adjustments	<u>185,018</u>	<u>105,608</u>	<u>60,925</u>	<u>351,551</u>
5. Gross Operating Surplus	<u>1,019,365</u>	<u>257,213</u>	<u>98,622</u>	<u>1,375,200</u>
6. Return of Surplus	<u>586,379</u>			<u>586,379</u>
7. Net Current Surplus	<u>\$ 432,986</u>	<u>\$ 257,213</u>	<u>\$ 98,622</u>	<u>\$ 788,821</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 2008

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,067,603	\$ 2,349,417	\$ 353,705	\$ 6,770,725
Supplemental Contributions			3,750	3,750
Other Income (except investments)			3,750	3,750
Total Income	<u>4,067,603</u>	<u>2,349,417</u>	<u>357,455</u>	<u>6,774,475</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,743,881			2,743,881
Expenses	315,000	2,199,059	472,320	2,986,379
Total Liabilities	<u>3,058,881</u>	<u>2,199,059</u>	<u>472,320</u>	<u>5,730,260</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>1,008,722</u>	<u>150,358</u>	<u>(114,865)</u>	<u>1,044,215</u>
4. <u>Adjustments</u>				
Investment Income	79,259	45,779	40,683	165,721
Transfers	(97,257)		97,257	
Total Adjustments	<u>(17,998)</u>	<u>45,779</u>	<u>137,940</u>	<u>165,721</u>
5. Gross Operating Surplus	<u>990,724</u>	<u>196,137</u>	<u>23,075</u>	<u>1,209,936</u>
6. Return of Surplus	<u>432,112</u>			<u>432,112</u>
7. Net Current Surplus	<u>\$ 558,612</u>	<u>\$ 196,137</u>	<u>\$ 23,075</u>	<u>\$ 777,824</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2009
JUNE 30, 2013
(Unaudited)

	Coverages and Other Accounts			Total
	Worker's Compensation Insurance	General Liability	General and Administrative	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,042,750	\$ 2,369,690	\$ 399,832	\$ 6,812,272
Supplemental Contributions	168,165		50,072	218,237
Other Income (except investments)			68,553	68,553
Total Income	<u>4,210,915</u>	<u>2,369,690</u>	<u>518,457</u>	<u>7,099,062</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	5,264,033			5,264,033
Expenses	319,123	2,213,531	469,118	3,001,772
Total Liabilities	<u>5,583,156</u>	<u>2,213,531</u>	<u>469,118</u>	<u>8,265,805</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>(1,372,241)</u>	<u>156,159</u>	<u>49,339</u>	<u>(1,166,743)</u>
4. <u>Adjustments</u>				
Investment Income	31,031	18,189	3,069	52,289
Transfers				
Total Adjustments	<u>31,031</u>	<u>18,189</u>	<u>3,069</u>	<u>52,289</u>
5. Gross Operating Surplus	<u>(1,341,210)</u>	<u>174,348</u>	<u>52,408</u>	<u>(1,114,454)</u>
6. Return of Surplus				
7. Net Current Surplus	<u>\$ (1,341,210)</u>	<u>\$ 174,348</u>	<u>\$ 52,408</u>	<u>\$ (1,114,454)</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2010
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,886,407	\$ 1,998,769	\$ 439,777	\$ 7,324,953
Supplemental Contributions				
Other Income (except investments)			77,515	77,515
Total Income	<u>4,886,407</u>	<u>1,998,769</u>	<u>517,292</u>	<u>7,402,468</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	3,832,901			3,832,901
Expenses	320,724	2,223,322	600,028	3,144,074
Total Liabilities	<u>4,153,625</u>	<u>2,223,322</u>	<u>600,028</u>	<u>6,976,975</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>732,782</u>	<u>(224,553)</u>	<u>(82,736)</u>	<u>425,493</u>
4. <u>Adjustments</u>				
Investment Income	15,185	6,211	8,559	29,955
Transfers	(295,526)	218,342	77,184	
Total Adjustments	<u>(280,341)</u>	<u>224,553</u>	<u>85,743</u>	<u>29,955</u>
5. Gross Operating Surplus	<u>452,441</u>		<u>3,007</u>	<u>455,448</u>
6. Return of Surplus	<u>56,658</u>			<u>56,658</u>
7. Net Current Surplus	<u>\$ 395,783</u>	<u>\$ -0-</u>	<u>\$ 3,007</u>	<u>\$ 398,790</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS
FUND YEAR - 2011
JUNE 30, 2013
(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 5,086,374	\$ 1,966,446	\$ 431,658	\$ 7,484,478
Supplemental Contributions				
Other Income (except investments)				
Total Income	<u>5,086,374</u>	<u>1,966,446</u>	<u>431,658</u>	<u>7,484,478</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	2,792,836			2,792,836
Expenses	327,139	2,239,794	751,603	3,318,536
Total Liabilities	<u>3,119,975</u>	<u>2,239,794</u>	<u>751,603</u>	<u>6,111,372</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>1,966,399</u>	<u>(273,348)</u>	<u>(319,945)</u>	<u>1,373,106</u>
4. <u>Adjustments</u>				
Investment Income	4,589	1,767	15,665	22,021
Transfers	(585,041)	271,581	313,460	
Total Adjustments	<u>(580,452)</u>	<u>273,348</u>	<u>329,125</u>	<u>22,021</u>
5. Gross Operating Surplus	<u>1,385,947</u>		<u>9,180</u>	<u>1,395,127</u>
6. Return of Surplus				
7. Net Current Surplus	<u>\$ 1,385,947</u>	<u>\$ -0-</u>	<u>\$ 9,180</u>	<u>\$ 1,395,127</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 2012

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,179,082	\$ 2,347,443	\$ 599,652.00	\$ 7,126,177
Supplemental Contributions				
Other Income (except investments)				
Total Income	<u>4,179,082</u>	<u>2,347,443</u>	<u>599,652</u>	<u>7,126,177</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	3,117,375			3,117,375
Expenses	284,579	2,183,152	761,857	3,229,588
Total Liabilities	<u>3,401,954</u>	<u>2,183,152</u>	<u>761,857</u>	<u>6,346,963</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>777,128</u>	<u>164,291</u>	<u>(162,205)</u>	<u>779,214</u>
4. <u>Adjustments</u>				
Investment Income	4,485	2,206	6,493	13,184
Transfers		(162,081)	162,081	
Total Adjustments	<u>4,485</u>	<u>(159,875)</u>	<u>168,574</u>	<u>13,184</u>
5. Gross Operating Surplus	<u>781,613</u>	<u>4,416</u>	<u>6,369</u>	<u>792,398</u>
6. Return of Surplus				
7. Net Current Surplus	<u>\$ 781,613</u>	<u>\$ 4,416</u>	<u>\$ 6,369.00</u>	<u>\$ 792,398</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR ACCOUNT OPERATING RESULTS ANALYSIS

FUND YEAR - 2013

JUNE 30, 2013

(Unaudited)

	<u>Coverages and Other Accounts</u>			<u>Total</u>
	<u>Worker's Compensation Insurance</u>	<u>General Liability</u>	<u>General and Administrative</u>	
1. <u>Underwriting Income</u>				
Regular Contributions (earned)	\$ 4,878,162	\$ 2,456,842	\$ 628,375	\$ 7,963,379
Supplemental Contributions				
Other Income (except investments)				
Total Income	<u>4,878,162</u>	<u>2,456,842</u>	<u>628,375</u>	<u>7,963,379</u>
2. <u>Incurred Liabilities</u>				
Claims (limited incurred)	4,354,145			4,354,145
Expenses	333,244	2,379,332	784,038	3,496,614
Total Liabilities	<u>4,687,389</u>	<u>2,379,332</u>	<u>784,038</u>	<u>7,850,759</u>
3. <u>Underwriting Surplus/(Deficit)</u>	<u>190,773</u>	<u>77,510</u>	<u>(155,663)</u>	<u>112,620</u>
4. <u>Adjustments</u>				
Investment Income	3,286	1,885	482	5,653
Transfers				
Total Adjustments	<u>3,286</u>	<u>1,885</u>	<u>482</u>	<u>5,653</u>
5. Gross Operating Surplus	<u>194,059</u>	<u>79,395</u>	<u>(155,181)</u>	<u>118,273</u>
6. Return of Surplus				
7. Net Current Surplus	<u>\$ 194,059</u>	<u>\$ 79,395</u>	<u>\$ (155,181)</u>	<u>\$ 118,273</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1985
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 693,735
Case Reserves	18,462
Imprest Account	
IBNR Reserve	2,138
Subtotal	<u>714,335</u>
Excess Insurance	
Received	155,853
Receivable	2,040
Recoverable	
Subtotal	<u>157,893</u>
Incurred Claims	<u>556,442</u>
Number of Claims	560
Cost/Claim	<u>\$ 994</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1986
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,068,694
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	<u>1,068,694</u>
Excess Insurance	
Received	115,788
Receivable	33,877
Recoverable	
Subtotal	<u>149,665</u>
Incurred Claims	<u>919,029</u>
Number of Claims	589
Cost/Claim	<u>\$ 1,560</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1987
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,721,551
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	<u>1,721,551</u>
Excess Insurance	
Received	401,258
Receivable	15,282
Recoverable	
Subtotal	<u>416,540</u>
Incurred Claims	<u>1,305,011</u>
Number of Claims	737
Cost/Claim	<u>\$ 1,771</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1988
JUNE 30, 2013
 (Unaudited)

	Coverage Worker's Compensation Insurance
Paid Claims	\$ 1,294,736
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	1,294,736
Excess Insurance	
Received	1,215
Receivable	2,356
Recoverable	
Subtotal	3,571
Incurred Claims	1,291,165
Number of Claims	695
Cost/Claim	\$ 1,858

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1989
JUNE 30, 2013
 (Unaudited)

	Coverage Worker's Compensation Insurance
Paid Claims	\$ 942,542
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	942,542
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	
Incurred Claims	942,542
Number of Claims	724
Cost/Claim	\$ 1,302

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1990
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,456,636
Case Reserves	350,310
Imprest Account	
IBNR Reserve	
Subtotal	<u>2,806,946</u>
Excess Insurance	
Received	110,929
Receivable	128,527
Recoverable	350,310
Subtotal	<u>589,766</u>
Incurred Claims	<u>2,217,180</u>
Number of Claims	791
Cost/Claim	<u>\$ 2,803</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1991
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,538,411
Case Reserves	71,180
Imprest Account	
IBNR Reserve	
Subtotal	<u>1,609,591</u>
Excess Insurance	
Received	56,694
Receivable	15,605
Recoverable	71,180
Subtotal	<u>143,479</u>
Incurred Claims	<u>1,466,112</u>
Number of Claims	885
Cost/Claim	<u>\$ 1,657</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1992
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,231,113
Case Reserves	49,119
Imprest Account	
IBNR Reserve	20,813
Subtotal	<u>1,301,045</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>1,301,045</u>
Number of Claims	786
Cost/Claim	<u>\$ 1,655</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1993
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 4,404,231
Case Reserves	5,368,332
Imprest Account	
IBNR Reserve	
Subtotal	<u>9,772,563</u>
Excess Insurance	
Received	2,647,105
Receivable	404,120
Recoverable	5,368,333
Subtotal	<u>8,419,558</u>
Incurred Claims	<u>1,353,005</u>
Number of Claims	793
Cost/Claim	<u>\$ 1,706</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1994
JUNE 30, 2013
 (Unaudited)

	Coverage Worker's Compensation Insurance
Paid Claims	\$ 1,809,377
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	1,809,377
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	
Incurred Claims	1,809,377
Number of Claims	1,039
Cost/Claim	\$ 1,741

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1995
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,450,451
Case Reserves	78,424
Imprest Account	
IBNR Reserve	
Subtotal	<u>2,528,875</u>
Excess Insurance	
Received	330,251
Receivable	24,335
Recoverable	78,424
Subtotal	<u>433,010</u>
Incurred Claims	<u>2,095,865</u>
Number of Claims	909
Cost/Claim	<u>\$ 2,306</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1996
JUNE 30, 2013
 (Unaudited)

	Coverage Worker's Compensation Insurance
Paid Claims	\$ 2,030,468
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	2,030,468
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	2,030,468
Incurred Claims	1,061
Number of Claims	1,914
Cost/Claim	\$ 1,914

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1997
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,415,939
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	<u>2,415,939</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,415,939</u>
Number of Claims	1,143
Cost/Claim	<u>\$ 2,114</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1998
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 3,628,930
Case Reserves	414,432
Imprest Account	
IBNR Reserve	189,772
Subtotal	<u>4,233,134</u>
Excess Insurance	
Received	504,920
Receivable	101,598
Recoverable	401,029
Subtotal	<u>1,007,547</u>
Incurred Claims	<u>3,225,587</u>
Number of Claims	1,124
Cost/Claim	<u>\$ 2,870</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 1999
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,274,935
Case Reserves	10,570
Imprest Account	
IBNR Reserve	309,363
Subtotal	<u>2,594,868</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,594,868</u>
Number of Claims	1,108
Cost/Claim	<u>\$ 2,342</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2000
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,624,274
Case Reserves	25,913
Imprest Account	
IBNR Reserve	252,026
Subtotal	<u>1,902,213</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>1,902,213</u>
Number of Claims	737
Cost/Claim	<u>\$ 2,581</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2001
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,583,735
Case Reserves	93,606
Imprest Account	
IBNR Reserve	198,978
Subtotal	<u>1,876,319</u>
Excess Insurance	
Received	21,340
Receivable	
Recoverable	
Subtotal	<u>21,340</u>
Incurred Claims	<u>1,854,979</u>
Number of Claims	680
Cost/Claim	<u>\$ 2,728</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2002
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,773,402
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	<u>1,773,402</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>1,773,402</u>
Number of Claims	542
Cost/Claim	<u>\$ 3,272</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2003
JUNE 30, 2013
 (Unaudited)

	Coverage Worker's Compensation Insurance
Paid Claims	\$ 2,100,548
Case Reserves	
Imprest Account	
IBNR Reserve	
Subtotal	2,100,548
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	
Incurred Claims	2,100,548
Number of Claims	586
Cost/Claim	\$ 3,585

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2004
JUNE 30, 2013
(Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,743,720
Case Reserves	107,819
Imprest Account	
IBNR Reserve	376,339
Subtotal	<u>2,227,878</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,227,878</u>
Number of Claims	654
Cost/Claim	<u>\$ 3,407</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2005
JUNE 30, 2013
(Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,992,759
Case Reserves	49,820
Imprest Account	
IBNR Reserve	500,747
Subtotal	<u>2,543,326</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,543,326</u>
Number of Claims	596
Cost/Claim	<u>\$ 4,267</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2006
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,338,701
Case Reserves	120,681
Imprest Account	
IBNR Reserve	534,959
Subtotal	<u>2,994,341</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,994,341</u>
Number of Claims	611
Cost/Claim	<u>\$ 4,901</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2007
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,060,818
Case Reserves	358,708
Imprest Account	
IBNR Reserve	466,126
Subtotal	<u>2,885,652</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,885,652</u>
Number of Claims	600
Cost/Claim	<u>\$ 4,809</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2008
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,934,932
Case Reserves	116,409
Imprest Account	
IBNR Reserve	692,540
Subtotal	<u>2,743,881</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,743,881</u>
Number of Claims	604
Cost/Claim	<u>\$ 4,543</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2009
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 3,536,154
Case Reserves	468,278
Imprest Account	
IBNR Reserve	1,259,601
Subtotal	<u>5,264,033</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>5,264,033</u>
Number of Claims	617
Cost/Claim	<u>\$ 8,532</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2010
JUNE 30, 2013
(Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 2,313,702
Case Reserves	387,963
Imprest Account	
IBNR Reserve	1,131,236
Subtotal	<u>3,832,901</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>3,832,901</u>
Number of Claims	596
Cost/Claim	<u>\$ 6,431</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2011
JUNE 30, 2013
(Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,354,089
Case Reserves	603,492
Imprest Account	
IBNR Reserve	835,255
Subtotal	<u>2,792,836</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>2,792,836</u>
Number of Claims	581
Cost/Claim	<u>\$ 4,807</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2012
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 1,113,797
Case Reserves	1,015,386
Imprest Account	
IBNR Reserve	988,192
Subtotal	<u>3,117,375</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>3,117,375</u>
Number of Claims	526
Cost/Claim	<u>\$ 5,927</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR CLAIMS ANALYSIS
FUND YEAR - 2013
JUNE 30, 2013
 (Unaudited)

	<u>Coverage</u> <u>Worker's</u> <u>Compensation</u> <u>Insurance</u>
Paid Claims	\$ 896,190
Case Reserves	1,041,594
Imprest Account	
IBNR Reserve	2,416,361
Subtotal	<u>4,354,145</u>
Excess Insurance	
Received	
Receivable	
Recoverable	
Subtotal	<u> </u>
Incurred Claims	<u>4,354,145</u>
Number of Claims	498
Cost/Claim	<u>\$ 8,743</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1985

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 190,893		\$ 190,893
Subtotal Administrative	<u>190,893</u>		<u>190,893</u>
Total Expenses = 1+2	<u>\$ 190,893</u>	<u>\$ -0-</u>	<u>\$ 190,893</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1986

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 205,789		\$ 205,789
Subtotal Administrative	<u>205,789</u>		<u>205,789</u>
Total Expenses = 1+2	<u>\$ 205,789</u>	<u>\$ -0-</u>	<u>\$ 205,789</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1987

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 306,444		\$ 306,444
Subtotal Administrative	<u>306,444</u>		<u>306,444</u>
Total Expenses = 1+2	<u>\$ 306,444</u>	<u>\$ -0-</u>	<u>\$ 306,444</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1988

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 350,140		\$ 350,140
Subtotal Administrative	<u>350,140</u>		<u>350,140</u>
Total Expenses = 1+2	<u>\$ 350,140</u>	<u>\$ -0-</u>	<u>\$ 350,140</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1989

JUNE 30, 2013

(Unaudited)

	Paid	Unpaid	Total
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 409,934		\$ 409,934
Subtotal Administrative	409,934		409,934
Total Expenses = 1+2	\$ 409,934	\$ -0-	\$ 409,934

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1990

JUNE 30, 2013

(Unaudited)

	Paid	Unpaid	Total
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 441,914		\$ 441,914
Subtotal Administrative	441,914		441,914
Total Expenses = 1+2	\$ 441,914	\$ -0-	\$ 441,914

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1991

JUNE 30, 2013

(Unaudited)

	Paid	Unpaid	Total
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 150,650		\$ 150,650
Subtotal Excess	150,650		150,650
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	236,924		236,924
Subtotal Administrative	236,924		236,924
Total Expenses = 1+2	\$ 387,574	\$ -0-	\$ 387,574

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1992

JUNE 30, 2013

(Unaudited)

	Paid	Unpaid	Total
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 302,338		\$ 302,338
Subtotal Administrative	302,338		302,338
Total Expenses = 1+2	\$ 302,338	\$ -0-	\$ 302,338

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1993
JUNE 30, 2013
(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 273,641		\$ 273,641
Subtotal Administrative	<u>273,641</u>		<u>273,641</u>
Total Expenses = 1+2	<u>\$ 273,641</u>	<u>\$ -0-</u>	<u>\$ 273,641</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS
FUND YEAR - 1994
JUNE 30, 2013
(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance			
Subtotal Excess			
2. <u>Administrative Expenses</u>			
Claims Administrative Services			
Executive Director			
Treasurer			
Other (itemize)			
Audit			
Consultants			
Actuary			
Miscellaneous	\$ 286,730		\$ 286,730
Subtotal Administrative	<u>286,730</u>		<u>286,730</u>
Total Expenses = 1+2	<u>\$ 286,730</u>	<u>\$ -0-</u>	<u>\$ 286,730</u>

Note: Prior Year report does not provide the detailed information needed to complete this schedule

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 1995JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 113,541		\$ 113,541
Subtotal Excess	<u>113,541</u>		<u>113,541</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	119,600		119,600
Executive Director			
Treasurer			
Other (itemize)			
Audit	4,500		4,500
Consultants	69,200		69,200
Actuary	2,750		2,750
Miscellaneous	8,605		8,605
Subtotal Administrative	<u>204,655</u>		<u>204,655</u>
Total Expenses = 1+2	<u>\$ 318,196</u>	<u>\$ -0-</u>	<u>\$ 318,196</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 1996JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 127,060		\$ 127,060
Subtotal Excess	<u>127,060</u>		<u>127,060</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	139,313		139,313
Executive Director			
Treasurer			
Other (itemize)			
Audit	4,500		4,500
Consultants	69,200		69,200
Actuary			
Miscellaneous	3,000		3,000
Subtotal Administrative	<u>216,013</u>		<u>216,013</u>
Total Expenses = 1+2	<u>\$ 343,073</u>	<u>\$ -0-</u>	<u>\$ 343,073</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1997

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 148,204		\$ 148,204
Subtotal Excess	<u>148,204</u>		<u>148,204</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	174,154		174,154
Executive Director			
Treasurer			
Other (itemize)			
Audit	4,250		4,250
Consultants	90,389		90,389
Actuary			
Miscellaneous	46,706		46,706
Subtotal Administrative	<u>315,499</u>		<u>315,499</u>
Total Expenses = 1+2	<u>\$ 463,703</u>	<u>\$ -0-</u>	<u>\$ 463,703</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1998

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 95,714		\$ 95,714
Subtotal Excess	<u>95,714</u>		<u>95,714</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	181,020		181,020
Executive Director	73,200		73,200
Treasurer	6,000		6,000
Other (itemize)			
Audit	5,000		5,000
Consultants	29,434		29,434
Actuary			
Miscellaneous	26,673		26,673
Subtotal Administrative	<u>321,327</u>		<u>321,327</u>
Total Expenses = 1+2	<u>\$ 417,041</u>	<u>\$ -0-</u>	<u>\$ 417,041</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 1999

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 98,786		\$ 98,786
Subtotal Excess	<u>98,786</u>		<u>98,786</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	180,920		180,920
Executive Director	6,000		6,000
Treasurer	6,000		6,000
Other (itemize)			
Audit	5,000		5,000
Consultants	110,365		110,365
Actuary	3,060		3,060
Miscellaneous	7,284		7,284
Subtotal Administrative	<u>318,629</u>		<u>318,629</u>
Total Expenses = 1+2	<u>\$ 417,415</u>	<u>\$ -0-</u>	<u>\$ 417,415</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 2000JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 77,067		\$ 77,067
Subtotal Excess	<u>77,067</u>		<u>77,067</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	134,000		134,000
Executive Director	46,875		46,875
Treasurer	6,120		6,120
Other (itemize)			
Audit	5,000		5,000
Consultants	59,591		59,591
Actuary	7,910		7,910
Miscellaneous	15,011		15,011
Subtotal Administrative	<u>274,507</u>		<u>274,507</u>
Total Expenses = 1+2	<u>\$ 351,574</u>	<u>\$ -0-</u>	<u>\$ 351,574</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 2001JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 159,878		\$ 159,878
Subtotal Excess	<u>159,878</u>		<u>159,878</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	120,082		120,082
Executive Director	56,250		56,250
Treasurer	8,500		8,500
Other (itemize)			
Audit	68,329		68,329
Consultants	20,023		20,023
Actuary	4,750		4,750
Miscellaneous	21,176		21,176
Subtotal Administrative	<u>299,110</u>		<u>299,110</u>
Total Expenses = 1+2	<u>\$ 458,988</u>	<u>\$ -0-</u>	<u>\$ 458,988</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2002

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 167,353		\$ 167,353
General Liability	1,355,548		1,355,548
Subtotal Excess	<u>1,522,901</u>		<u>1,522,901</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	124,285		124,285
Executive Director	59,062		59,062
Treasurer	9,000		9,000
Other (itemize)			
Audit	6,250		6,250
Consultants	21,502		21,502
Actuary	5,500		5,500
Miscellaneous	23,266		23,266
Subtotal Administrative	<u>248,865</u>		<u>248,865</u>
Total Expenses = 1+2	<u>\$ 1,771,766</u>	<u>\$ -0-</u>	<u>\$ 1,771,766</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2003

JUNE 30, 2013

(Unaudited)

	Paid	Unpaid	Total
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 223,023		\$ 223,023
General Liability	1,606,391		1,606,391
Subtotal Excess	1,829,414		1,829,414
2. <u>Administrative Expenses</u>			
Claims Administrative Services	126,464		126,464
Executive Director	61,426		61,426
Treasurer	9,350		9,350
Other (itemize)			
Audit	6,600	\$ 10,000	16,600
Consultants	34,855		34,855
Actuary	5,625		5,625
Miscellaneous	21,000		21,000
Subtotal Administrative	265,320	10,000	275,320
Total Expenses = 1+2	\$ 2,094,734	\$ 10,000	\$ 2,104,734

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2004

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 278,231		\$ 278,231
General Liability	1,902,305		1,902,305
Subtotal Excess	<u>2,180,536</u>		<u>2,180,536</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	134,870		134,870
Executive Director	110,988		110,988
Treasurer	9,631		9,631
Other (itemize)			
Audit	8,800	\$ 10,000	18,800
Consultants	18,009		18,009
Actuary	2,875		2,875
Miscellaneous	15,083		15,083
Subtotal Administrative	<u>300,256</u>	<u>10,000</u>	<u>310,256</u>
Total Expenses = 1+2	<u>\$ 2,480,792</u>	<u>\$ 10,000</u>	<u>\$ 2,490,792</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 2005JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 305,328		\$ 305,328
General Liability	2,058,040		2,058,040
Subtotal Excess	<u>2,363,368</u>		<u>2,363,368</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	138,501		138,501
Executive Director	116,932		116,932
Treasurer	9,920		9,920
Other (itemize)			
Audit	9,600	\$ 10,000	19,600
Consultants	42,127		42,127
Actuary	5,750		5,750
Risk Management Fees	96,937		96,937
Miscellaneous	12,766		12,766
Subtotal Administrative	<u>432,533</u>	<u>10,000</u>	<u>442,533</u>
Total Expenses = 1+2	<u>\$ 2,795,901</u>	<u>\$ 10,000</u>	<u>\$ 2,805,901</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2006

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 314,390		\$ 314,390
General Liability	2,258,505		2,258,505
Subtotal Excess	<u>2,572,895</u>		<u>2,572,895</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	145,691		145,691
Executive Director	124,043		124,043
Treasurer	10,300		10,300
Other (itemize)			
Audit	9,900	\$ 10,000	19,900
Consultants	41,722		41,722
Actuary	5,750		5,750
Risk Management Fees	105,561		105,561
Miscellaneous	7,261		7,261
Subtotal Administrative	<u>450,228</u>	<u>10,000</u>	<u>460,228</u>
Total Expenses = 1+2	<u>\$ 3,023,123</u>	<u>\$ 10,000</u>	<u>\$ 3,033,123</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2007

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 305,000		\$ 305,000
General Liability	2,145,854		2,145,854
Subtotal Excess	<u>2,450,854</u>		<u>2,450,854</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	151,452		151,452
Executive Director	123,240		123,240
Treasurer	10,609		10,609
Other (itemize)			
Audit	10,000	\$ 10,000	20,000
Consultants	22,545		22,545
Actuary	5,900		5,900
Risk Management Fees	105,614		105,614
Miscellaneous	9,220		9,220
Subtotal Administrative	<u>438,580</u>	<u>10,000</u>	<u>448,580</u>
Total Expenses = 1+2	<u>\$ 2,889,434</u>	<u>\$ 10,000</u>	<u>\$ 2,899,434</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2008

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 315,000		\$ 315,000
General Liability	2,199,059		2,199,059
Subtotal Excess	<u>2,514,059</u>		<u>2,514,059</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	157,510		157,510
Executive Director	126,531		126,531
Treasurer	10,927		10,927
Other (itemize)			
Audit	10,000	\$ 10,000	20,000
Consultants	23,190		23,190
Actuary	3,039		3,039
Risk Management Fees	118,086		118,086
Miscellaneous	13,037		13,037
Subtotal Administrative	<u>462,320</u>	<u>10,000</u>	<u>472,320</u>
Total Expenses = 1+2	<u>\$ 2,976,379</u>	<u>\$ 10,000</u>	<u>\$ 2,986,379</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2009

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 319,123		\$ 319,123
General Liability	2,213,531		2,213,531
Subtotal Excess	<u>2,532,654</u>		<u>2,532,654</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	156,153		156,153
Executive Director	108,984		108,984
Treasurer	11,146		11,146
Other (itemize)			
Audit	30,153		30,153
Consultants	37,072		37,072
Actuary	3,100		3,100
Risk Management Fees	112,142		112,142
Miscellaneous	10,368		10,368
Subtotal Administrative	<u>469,118</u>		<u>469,118</u>
Total Expenses = 1+2	<u>\$ 3,001,772</u>	<u>\$ -0-</u>	<u>\$ 3,001,772</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY

FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2010

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 320,724		\$ 320,724
General Liability	2,223,322		2,223,322
Subtotal Excess	<u>2,544,046</u>		<u>2,544,046</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	163,189		163,189
Executive Director	128,729		128,729
Treasurer	11,368		11,368
Other (itemize)			
Audit	15,500	\$ 10,000	25,500
Consultants	14,202		14,202
Actuary	6,324		6,324
Risk Management Fees	113,167		113,167
Managed Care Services	132,500		132,500
Miscellaneous	5,049		5,049
Subtotal Administrative	<u>590,028</u>	<u>10,000</u>	<u>600,028</u>
Total Expenses = 1+2	<u>\$ 3,134,074</u>	<u>\$ 10,000</u>	<u>\$ 3,144,074</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 2011JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 327,139		\$ 327,139
General Liability	2,239,794		2,239,794
Subtotal Excess	<u>2,566,933</u>		<u>2,566,933</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	329,998		329,998
Executive Director	129,049		129,049
Treasurer	11,368		11,368
Other (itemize)			
Audit	15,500		15,500
Consultants	2,160		2,160
Actuary	12,648		12,648
Risk Management Fees	113,890		113,890
Managed Care Services	110,417		110,417
Miscellaneous	26,573		26,573
Subtotal Administrative	<u>751,603</u>		<u>751,603</u>
Total Expenses = 1+2	<u>\$ 3,318,536</u>	<u>\$ -0-</u>	<u>\$ 3,318,536</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
FUND YEAR EXPENSE ANALYSIS

FUND YEAR - 2012

JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 284,579		\$ 284,579
General Liability	2,183,152		2,183,152
Subtotal Excess	<u>2,467,731</u>		<u>2,467,731</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	177,925		177,925
Executive Director	129,192		129,192
Treasurer	11,595		11,595
Other (itemize)			
Audit		\$ 25,810	25,810
Consultants	6,936		6,936
Actuary	7,876		7,876
Risk Management Fees	115,144		115,144
Managed Care Services	265,000		265,000
Miscellaneous	22,379		22,379
Subtotal Administrative	<u>736,047</u>	<u>25,810</u>	<u>761,857</u>
Total Expenses = 1+2	<u>\$ 3,203,778</u>	<u>\$ 25,810</u>	<u>\$ 3,229,588</u>

POOLED INSURANCE PROGRAM OF NEW JERSEYFUND YEAR EXPENSE ANALYSISFUND YEAR - 2013JUNE 30, 2013

(Unaudited)

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
1. <u>Excess Insurance (itemize)</u>			
Insurance Premiums:			
Reinsurance	\$ 333,244		\$ 333,244
General Liability	2,379,332		2,379,332
Subtotal Excess	<u>2,712,576</u>		<u>2,712,576</u>
2. <u>Administrative Expenses</u>			
Claims Administrative Services	185,373		185,373
Executive Director	137,769		137,769
Treasurer	11,826		11,826
Other (itemize)			
Audit		\$ 26,126	26,126
Consultants	6,180		6,180
Actuary		6,579	6,579
Risk Management Fees	130,027		130,027
Managed Care Services	270,000		270,000
Miscellaneous	10,158		10,158
Subtotal Administrative	<u>751,333</u>	<u>32,705</u>	<u>784,038</u>
Total Expenses = 1+2	<u>\$ 3,463,909</u>	<u>\$ 32,705</u>	<u>\$ 3,496,614</u>

POOLED INSURANCE PROGRAM OF NEW JERSEY
PROGRAM SUMMARY
FUND YEAR - 2013
JUNE 30, 2013
(Unaudited)

COVERAGES

	SELF-INSURED WORKERS' COMPENSATION	PACKAGE POLICY (PROPERTY, LIABILITY, AUTO, BOILER, CRIME, INLAND MARINE)	GENERAL LIABILITY				LEGAL LIABILITY
			EXCESS	SHARED EXCESS	SHARED ENVIRONMENTAL	LEGAL LIABILITY	
1.) <u>Limits</u>							
Part I	Statutory	\$1,000,000 (General liability/per occurrence/aggregate	\$9,000,000 per occurrence/aggregate	\$50,000,000 per occurrence/aggregate	\$1,000,000/10,000,000.00 per occurrence/aggregate	\$1,000,000 per occurrence/aggregate	
Part II	Employers' Liability - \$1,000,000	per statement of values for each entity (Building/Property)					
2.) <u>Fund Retention</u>							
Specific	\$350,000	\$5,000	-0-	-0-	\$25,000	Various	
Aggregate	\$7,055,795	N/A					
3.) <u>Excess Insurers</u>	Star Insurance Company	Zurich Insurance Company	Zurich	Firemen's Fund	ACE	Darwin National Assurance Company	
4.) <u>Number of Participants</u>	18 School Districts	14 School Districts	14 School Districts	14 School Districts	14 School Districts	14 School Districts	
5.) <u>Insured Liabilities</u>	\$2,271,028	\$2,379,332	A	A	A	A	
6.) <u>Exposure Units (Population)</u>	\$520,866,887	14	14	14	14	14	
7.) <u>Liabilities/Unit</u>	\$0.0044	\$169,952.29	A	A	A	A	

A - Included under Package Policy

N/A - Not Applicable

POOLED INSURANCE PROGRAM OF NEW JERSEY
STATE REQUIRED SUPPORTING
SCHEDULE - ANNUAL REPORT
ANALYSIS OF CASH AND INVESTMENTS
JUNE 30, 2013
(Unaudited)

Bank	Account or Investment Number	Amount
Bank of America	0094-9301-5681	\$ 1,918,173
Bank of America	0040-4506-1909	23,990
Bank of America	0004-4500-0724	3,871,327
Lakeland Bank	646400851	152,351
Lakeland Bank	646403028	4,585,315
Lakeland Bank	64602811	70,961
Lakeland Bank	Certificate of Deposit	5,091,768
Lakeland Bank	Certificate of Deposit	5,056,863
		<u>20,770,748</u>
Add: Deposit in Transit		63,265
Less: Outstanding Checks		<u>(504,120)</u>
		<u>\$ 20,329,893</u>

ANALYSIS OF EXCESS INSURANCE RECEIVABLE
JUNE 30, 2013

Due from Reinsurer	<u>\$ 727,740</u>
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POOLED INSURANCE PROGRAM OF NEW JERSEY
STATE REQUIRED SUPPORTING
SCHEDULE - ANNUAL REPORT
ANALYSIS OF ASSESSMENTS RECEIVABLE
JUNE 30, 2013
(Unaudited)

<u>School District</u>	\$
Berkley Heights	22,531
Bloomington	5,745
Boonton	9,302
Butler	26,444
Clifton	59,357
EatonTown	2,501
Haledon	3,913
Hillside	4,542
Jefferson	30,215
Kinnelon	15,739
Lakeland	26,534
Lenape Valley	2,999
Lincoln Park	6,701
Linden	3,647
Maywood	1,324
Middletown	32,069
Millburn	31,056
Montville	28,645
North Haledon	4,720
Parsippany Troy Hills	54,286
Pasaic Valley	9,661
Pequannock	19,085
Pompton Lakes	17,355
Randolph	44,537
Riverdale	2,701
Union Vo-Tech	12,923
Wanaque	5,447
Wayne	19,476
West Millford	56,355
Springfield	10,254
Manchester	10,700
	<hr/>
	\$ 580,764

POOLED INSURANCE PROGRAM OF NEW JERSEY
STATE REQUIRED SUPPORTING
SCHEDULE - ANNUAL REPORT
ANALYSIS OF EXPENSES PAYABLE
JUNE 30, 2013
(Unaudited)

General and Administrative Fund:

State Department of Banking and Insurance - Accrued Auditing Fee	\$ 90,000
Auditing Fee	31,936
Actuary	<u>6,579</u>
	<u>\$ 128,515</u>

ANALYSIS OF ASSESSMENT OVERPAYMENTS
JUNE 30, 2013

School District

Berkley Heights	\$ 485
Clifton	6,479
Kinnelon	2,074
Lincoln Park	9,878
Parsippany Troy Hills	393
Passaic Valley	14,406
Pompton Lakes	14,928
Randolph	<u>14,928</u>
	<u>\$ 48,643</u>

**REPORT PURSUANT TO GOVERNMENT
AUDITING STANDARDS**



Mount Arlington Corporate Center
200 Valley Road, Suite 300
Mt. Arlington, NJ 07856
973-328-1825 | 973-328-0507 Fax
Lawrence Business Center
11 Lawrence Road
Newton, NJ 07860
973-383-6699 | 973-383-6555 Fax

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 Auditors' Report

Board of Trustees
Pooled Insurance Program of New Jersey
Westwood, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America, audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, 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 Pooled Insurance Program of New Jersey (the "Pool") as of and for the fiscal years ended June 30, 2013 and 2012, and the related notes to the financial statements, which collectively comprise the Fund's basic financial statements, and have issued our report thereon dated November 14, 2013.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Pool's internal control over financial reporting to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Pool's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Pool's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Pool's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Mount Arlington, New Jersey
November 14, 2013

Nivvica LLP

STATISTICAL SECTION

POOLED INSURANCE PROGRAM OF NEW JERSEY
NET POSITION BY COMPONENT
LAST NINE FISCAL YEARS
(Unaudited)

	June 30,								
	2005	2006	2007	2008	Restated 2009	2010	2011	2012	2013
Business-Type Activities Unrestricted	\$ 1,029,243	\$ 2,163,000	\$ 3,490,480	\$ 4,570,199	\$ 5,024,312	\$ 4,394,252	\$ 4,980,116	\$ 4,907,675	\$ 5,529,070
Total Business-Type Activities Net Position	\$ 1,029,243	\$ 2,163,000	\$ 3,490,480	\$ 4,570,199	\$ 5,024,312	\$ 4,394,252	\$ 4,980,116	\$ 4,907,675	\$ 5,529,070

This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

Source - Insurance Pool Financial Records.

POOLED INSURANCE PROGRAM OF NEW JERSEY
SCHEDULE OF CHANGE IN NET POSITION
LAST NINE FISCAL YEARS

(Unaudited)

	Fiscal Year Ending June 30,								
	2005	2006	2007	2008	2009	2010	2011	2012	2013
Revenue:					Restated				
Assessments from Participating School Districts									
Supplemental Assessments from Participating School Districts									
Other Income									
Investment Income									
Total Revenue	\$ 5,500,435	\$ 6,707,131	\$ 6,785,297	\$ 6,770,725	\$ 6,812,272	\$ 7,324,953	\$ 7,484,478	\$ 7,719,954	\$ 7,370,040
Expenses:									
Provision for Claims and Claim Adjustment Expenses									
Insurance Premiums	2,454,512	2,704,374	2,749,828	2,785,129	2,807,341	3,878,619	2,797,862	3,878,619	2,609,420
Executive Director	2,363,368	2,572,895	2,450,854	2,514,059	2,532,654	2,467,731	2,566,933	2,467,731	2,712,576
Professional Fees									
Administrative Expenses	52,533	21,706	32,494	37,166	70,207	129,192	41,676	32,657	50,711
Management Care Services	246,056	280,330	260,654	267,646	232,390				
Risk Management Fees									
Claims Administration	138,501	145,691	151,452	157,510	156,153	265,000	175,415	177,925	185,373
Miscellaneous	12,766	7,261	9,220	9,995	10,368	177,925	26,573	22,379	10,158
Total Expenses	5,267,736	5,732,257	5,654,502	5,771,505	5,809,113	7,066,268	6,116,398	7,088,647	6,106,034
Excess of Revenue over Expenses	532,539	1,574,258	1,980,935	1,819,765	1,484,906	640,061	1,770,529	1,020,711	1,840,859
Net Position Member Dividends	(1,010,317)	(440,501)	(653,455)	(740,046)	(1,030,793)	(1,075,284)	(1,184,665)	(1,093,152)	(1,219,464)
Change in Net Position	\$ (477,778)	\$ 1,133,757	\$ 1,327,480	\$ 1,079,719	\$ 454,113	\$ (435,223)	\$ 585,864	\$ (72,441)	\$ 621,395

This schedule does not contain ten years of information as GASB #44 was implemented during the fiscal year ending June 30, 2006.

Source - Insurance Pool Financial Records.

POOLED INSURANCE PROGRAM OF NEW JERSEY
MEMBER GROWTH ANALYSIS - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED JUNE 30, 2013
(Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Total Number of Members	21	21	21	21	21	19	19	19	19	18
Total Member Assessments	\$ 4,817,498	\$ 5,500,435	\$ 6,683,693	\$ 6,808,735	\$ 6,770,725	\$ 6,812,272	\$ 7,324,953	\$ 7,484,478	\$ 7,719,954	\$ 7,370,040
Total Number of Claims	654	596	611	600	604	617	596	581	526	498
Total Reported Losses	1,851,539	2,042,579	2,459,382	2,419,526	2,051,341	4,004,432	2,701,665	1,957,581	2,129,183	1,937,784

Source - Insurance Pool Records

POOLED INSURANCE PROGRAM OF NEW JERSEY
REPORTED CLAIM ACTIVITY - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED JUNE 30, 2013
(Unaudited)

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Workers' Compensation	654	596	611	600	604	617	596	581	526	498
Total	<u>654</u>	<u>596</u>	<u>611</u>	<u>600</u>	<u>604</u>	<u>617</u>	<u>596</u>	<u>581</u>	<u>526</u>	<u>498</u>
Claims settled in full	652	594	609	589	598	604	578	553	494	366
Claims pending	2	2	2	11	6	13	18	28	32	132
Total	<u>654</u>	<u>596</u>	<u>611</u>	<u>600</u>	<u>604</u>	<u>617</u>	<u>596</u>	<u>581</u>	<u>526</u>	<u>498</u>

Source - Loss Year Summary Report Inservco Incorporated

POOLED INSURANCE PROGRAM OF NEW JERSEY
REPORTED LOSS HISTORY - BY FUND YEAR
FOR THE TEN-YEAR PERIOD ENDED JUNE 30, 2013
(Unaudited)

During its years of existence, the Fund has incurred the following reported losses (paid claims plus case reserves from claims incurred by Fund members). The claims reflect both the impact of increase in membership, the delay in claims reaching the Fund's coverages, and the changes in the average cost per claim. These amounts do not include incurred but not reported ("IBNR") claim estimates.

	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
Workers' Compensation	\$ 1,851,539	\$ 2,042,579	\$ 2,459,382	\$ 2,419,526	\$ 2,051,341	\$ 4,004,432	\$ 2,701,665	\$ 1,957,581	\$ 2,129,183	\$ 1,937,784
Total	\$ 1,851,539	\$ 2,042,579	\$ 2,459,382	\$ 2,419,526	\$ 2,051,341	\$ 4,004,432	\$ 2,701,665	\$ 1,957,581	\$ 2,129,183	\$ 1,937,784
Total number of claims	654	596	611	600	604	617	596	581	526	498
Average cost per claim	\$ 2,831	\$ 3,427	\$ 4,025	\$ 4,033	\$ 3,396	\$ 6,490	\$ 4,533	\$ 3,369	\$ 4,048	\$ 3,891

Source - Joint Insurance Fund- Third Party Claims Administrator