

**ATLANTIC COUNTY INSURANCE COMMISSION  
REPORT ON AUDIT OF FINANCIAL STATEMENTS  
FOR THE YEARS ENDED  
DECEMBER 31, 2023 AND 2022**



ATLANTIC COUNTY INSURANCE COMMISSION

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## **INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Atlantic County Insurance Commission  
9 Campus Drive, Suite 216  
Parsippany, NJ 07054

### **Report on the Audit of the Financial Statements**

#### ***Opinion***

We have audited the accompanying financial statements of the Atlantic County Insurance Commission (the "Commission"), a component unit of Atlantic County, New Jersey as of and for the years ended December 31, 2023 and 2022, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the Commission as of December 31, 2023 and 2022, and the respective changes in financial position and cash flows for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinion***

We conducted our audits in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Commission and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

#### ***Responsibilities of Management for the Financial Statements***

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

***Responsibilities of Management for the Financial Statements (Cont'd)***

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

***Auditor's Responsibilities for the Audit of the Financial Statements***

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

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

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

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

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and other required supplementary information listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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.

**Required Supplementary Information (Cont'd)**

We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

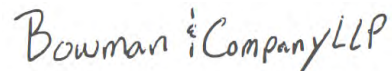
**Supplementary Information**

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Commission's basic financial statements. The accompanying supplementary schedules as listed in the table of contents are not a required part of the basic financial statements and are presented for purposes of additional analysis. The accompanying supplementary schedules listed in the table of contents are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 6, 2024, on our consideration of the Commission's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Commission's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Commission's internal control over financial reporting and compliance.

Respectfully Submitted,



Bowman & Company LLP  
Certified Public Accountants  
& Consultants

Voorhees, New Jersey  
September 6, 2024

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

**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
Atlantic County Insurance Commission  
9 Campus Drive, Suite 216  
Parsippany, NJ 07054

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements of the Atlantic County Insurance Commission (the "Commission"), a component unit of Atlantic County, New Jersey as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Commission's basic financial statements, and have issued our report thereon dated September 6, 2024.

**Report on Internal Control Over Financial Reporting**

In planning and performing our audit, we considered the Commission's internal control over financial reporting (internal control) as a basis for designing the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Commission's internal control. Accordingly, we do not express an opinion on the effectiveness of the Commission'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 Commission's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

Board of Commissioners  
Atlantic County Insurance Commission

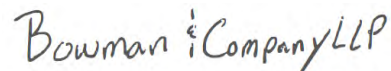
**Report on Compliance and Other Matters**

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

**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 Commission's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey in considering the Commission's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully Submitted,



Bowman & Company LLP  
Certified Public Accountants  
& Consultants

Voorhees, New Jersey  
September 6, 2024

# **ATLANTIC COUNTY INSURANCE COMMISSION**

## **Management's Discussion and Analysis - Unaudited**

This section of the annual financial report of the Atlantic County Insurance Commission (the "Commission") presents a discussion and analysis of the financial performance of the Commission for the years ended December 31, 2023, 2022, and 2021. Please read it in conjunction with the basic financial statements that follow this section.

### **Overview of Basic Financial Statements**

The Commission'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 Commission is to provide property and casualty insurance coverage for Atlantic County Proper and its' inter-agencies that are members of the Commission. The Commission 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:

**Comparative Statements of Net Position** – These statements present information reflecting the Commission's assets, liabilities, and net position. Net position represents the amount of total assets less total liabilities.

**Comparative Statements of Revenues, Expenses, and Changes in Net Position** – These statements reflect the Commission'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.

**Comparative Statements of Cash Flows** – The comparative statements of cash flows is presented on the direct method of reporting, which reflects cash flows from operating, noncapital financing, and investing activities. Cash collections and payments are reflected in this statement to arrive at the net increase or decrease in cash for the year.



## Financial Highlights

The following tables summarize the net position and results of operations for the Commission as of and for the years ended December 31, 2023, 2022, and 2021.

Summary Statements of Net Position				2023 to 2022 Change	
	12/31/2023	12/31/2022	12/31/2021	Amount	Percentage
<b>Assets</b>					
Cash and Cash Equivalents	\$ 9,514,122	\$ 8,783,135	\$ 9,515,252	\$ 730,987	8.3%
Investment in Joint Venture	588,650	930,547	783,233	(341,897)	-36.7%
Contributions & Other Receivables	3,824,750	5,461,522	5,229,025	(1,636,772)	-30.0%
Other Assets	36,446	22,786	53,918	13,660	59.9%
<b>Total Assets</b>	<b>13,963,968</b>	<b>15,197,990</b>	<b>15,581,428</b>	<b>(1,234,022)</b>	<b>-8.1%</b>
<b>Liabilities, Reserves &amp; Net Position</b>					
<b>Liabilities</b>					
Loss Reserves	18,580,903	16,377,406	12,881,891	2,203,497	13.5%
Other Liabilities & Reserves	16,344	33,642	84,413	(17,298)	-51.4%
<b>Total Liabilities and Reserves</b>	<b>18,597,247</b>	<b>16,411,048</b>	<b>12,966,304</b>	<b>2,186,199</b>	<b>13.3%</b>
<b>Net Position - Unrestricted (Deficit)</b>	<b>\$ (4,633,279)</b>	<b>\$ (1,213,058)</b>	<b>\$ 2,615,124</b>	<b>\$ (3,420,221)</b>	<b>-282.0%</b>

Summary Statements of Revenues, Expenses, and Changes in Net Position				2023 to 2022 Change	
	12/31/2023	12/31/2022	12/31/2021	Amount	Percentage
<b>Operating Revenue</b>					
Regular Contributions & Other Income	\$ 9,378,259	\$ 8,706,823	\$ 8,310,716	\$ 671,436	7.7%
<b>Operating Expenses:</b>					
Provision for Claims and Claims Expense	8,839,587	9,150,753	7,136,391	(311,166)	-3.4%
Insurance Premiums	3,096,445	2,811,307	2,350,241	285,138	10.1%
Administrative and Operating	835,951	820,558	967,848	15,393	1.9%
<b>Total Operating Expenses</b>	<b>12,771,983</b>	<b>12,782,618</b>	<b>10,454,480</b>	<b>(10,635)</b>	<b>-0.1%</b>
<b>Operating Loss</b>	<b>(3,393,724)</b>	<b>(4,075,795)</b>	<b>(2,143,764)</b>	<b>682,071</b>	<b>16.7%</b>
<b>Non-Operating Revenue (Expense):</b>					
Change in Investment in Joint Venture	(341,897)	147,314	(32,765)	(489,211)	-332.1%
NJCEJIF Dividend	-	18,059	11,392	(18,059)	-100.0%
Investment Income	315,400	100,299	38,922	215,101	214.5%
<b>Total Non-Operating Revenue (Expense)</b>	<b>(26,497)</b>	<b>265,672</b>	<b>17,549</b>	<b>(292,169)</b>	<b>-110.0%</b>
<b>Return of Surplus</b>	<b>-</b>	<b>18,059</b>	<b>11,392</b>	<b>(18,059)</b>	<b>-100.0%</b>
<b>Change In Net Position</b>	<b>\$ (3,420,221)</b>	<b>\$ (3,828,182)</b>	<b>\$ (2,137,607)</b>	<b>\$ 407,961</b>	<b>10.7%</b>

## **Financial Highlights Continued**

On December 29, 2014, the Atlantic County Board of Chosen Freeholders adopted a resolution, which authorized the establishment of the Atlantic County Insurance Commission. The Commission was established under N.J.S.A. 40A:10-6, which authorizes a governing body of any local unit to establish an Insurance Commission for the purposes, provided by law. This was based on the County's determination that cost savings and efficiencies can be achieved if the County Proper and its inter-agencies share the cost of insurance, claim management and services, a safety and loss control program and consolidation of insurance policies.

The Atlantic County Insurance Commission's total assets at the end of the ninth year of operations were \$13,963,968 and total liabilities and reserves were \$18,597,247 resulting in a deficit in unrestricted net position of \$4,633,279. The Investment in Joint Ventures represents the Commission's share of net position in the New Jersey Counties Excess Joint Insurance Fund.

Insurance premiums, represent the assessment paid to the New Jersey Counties Excess Joint Insurance Fund ("the NJCE"), were \$3,096,445. The NJCE is a cost sharing excess fund that assumes risk on behalf of the Commission and the other members of that Fund, Camden County Insurance Fund Commission, Cumberland County Insurance Commission, Burlington County Insurance Commission, Gloucester County Insurance Commission, Hudson County, Mercer County Insurance Commission, Monmouth County, Ocean County Insurance Fund Commission and Union County Insurance Fund Commission.

## **Economic Conditions**

The future financial position of the Commission will be impacted by trends in medical costs, which affect workers compensation costs. The Commission will attempt to offset these trends by reducing accident frequency and severity, and by streamlining claims processing and management.

## **Contacting the Commission's Management**

This financial report is designed to provide the Atlantic County Insurance Commission members and the Division of Local Government Services, Department of Community Affairs, State of New Jersey with a general overview of the Commission's finances and to demonstrate the Commission's accountability for the public funds it receives. If you have any questions about this report or need additional financial information, contact the Executive Director of the Atlantic County Insurance Commission office located at 9 Campus Drive, Suite 216, Parsippany, New Jersey 07054 or by phone at (201) 881-7632.

ATLANTIC COUNTY INSURANCE COMMISSION  
COMPARATIVE STATEMENTS OF NET POSITION  
AS OF DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 9,514,122	\$ 8,783,135
Investment in Joint Venture	588,650	930,547
Contributions Receivable	3,824,750	5,443,463
Return of Surplus Receivable	-	18,059
Due From Member	36,446	22,786
	<u>13,963,968</u>	<u>15,197,990</u>
Total Assets		
 <u>LIABILITIES AND RESERVES</u>		
Liabilities:		
Accrued Administrative Expenses	16,344	15,437
Due To NJCEJIF	-	146
Return of Surplus Payable	-	18,059
	<u>16,344</u>	<u>33,642</u>
Total Liabilities		
Claims Reserves:		
Case Reserves	15,579,461	12,571,827
IBNR Reserves	4,618,927	4,268,186
Less: Reserve Discount	(1,610,627)	(462,607)
Less: Excess Insurance Recoverable	(6,858)	-
	<u>18,580,903</u>	<u>16,377,406</u>
Total Reserves		
Total Liabilities and Reserves	<u>18,597,247</u>	<u>16,411,048</u>
 <u>NET POSITION</u>		
Unrestricted (Deficit)	<u>\$ (4,633,279)</u>	<u>\$ (1,213,058)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

ATLANTIC COUNTY INSURANCE COMMISSION  
COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION  
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Operating Revenue:		
Regular Contributions	\$ 9,378,259	\$ 8,706,822
Operating Expenses:		
Provision for Claims and Claims Adjustment Expenses	8,839,587	9,150,753
Premium for Excess Insurance	3,096,445	2,811,307
Administrative Expenses:		
Actuary	9,663	9,474
Attorney	18,289	18,289
Auditor	10,777	10,564
Claims Administrator	309,575	303,505
Fund Administrator	129,892	127,345
Managed Care	218,484	214,200
Miscellaneous Expenses	2,262	3,829
Postage	19	13
Property Appraisal	3,652	-
Treasurer	8,238	8,238
Risk Management Consultants	120,000	120,000
Secretary	5,100	5,100
Total Operating Expenses	<u>12,771,983</u>	<u>12,782,617</u>
Operating Loss	<u>(3,393,724)</u>	<u>(4,075,795)</u>
Non-Operating Revenue (Expense):		
Change in Investment in Joint Venture	(341,897)	147,314
NJCEJIF Dividend	-	18,059
Investment Income	315,400	100,299
Total Non-Operating Revenue (Expense)	<u>(26,497)</u>	<u>265,672</u>
Change in Net Position	(3,420,221)	(3,810,123)
Net Position - Beginning	(1,213,058)	2,615,124
Return of Surplus	-	(18,059)
Net Position - Ending	<u>\$ (4,633,279)</u>	<u>\$ (1,213,058)</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

ATLANTIC COUNTY INSURANCE COMMISSION  
COMPARATIVE STATEMENTS OF CASH FLOWS  
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	<u>2023</u>	<u>2022</u>
Cash Flows From Operating Activities:		
Receipts from Regular Contributions	\$ 10,996,972	\$ 8,480,992
Payments for Claim Payments	(6,649,896)	(5,624,106)
Payments for Insurance Premiums	(3,096,445)	(2,811,307)
Payments to Professionals and Suppliers	<u>(835,044)</u>	<u>(877,995)</u>
Net Cash Flows Provided by (Used In) Operating Activities	<u>415,587</u>	<u>(832,416)</u>
Cash Flows Provided By Investing Activities:		
Investment Income	<u>333,459</u>	<u>111,691</u>
Cash Flows Used In Noncapital Financing Activities:		
Fund Equity Distribution to Participating Members	<u>(18,059)</u>	<u>(11,392)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	730,987	(732,117)
Cash and Cash Equivalents - Beginning	<u>8,783,135</u>	<u>9,515,252</u>
Cash and Cash Equivalents - Ending	<u>\$ 9,514,122</u>	<u>\$ 8,783,135</u>
Reconciliation of Operating Loss to		
Cash Flows From Operating Activities:		
Operating Loss	\$ (3,393,724)	\$ (4,075,795)
Adjustments to Reconcile Operating Loss to		
Net Cash Provided by (Used In) Operating Activities:		
Changes in Assets and Liabilities:		
Contributions Receivable	1,618,713	(225,830)
Due From Member	(13,806)	31,132
Accrued Administrative Expenses	907	(57,438)
Claims Reserves	<u>2,203,497</u>	<u>3,495,515</u>
Net Cash Flows Provided by (Used In) Operating Activities	<u>\$ 415,587</u>	<u>\$ (832,416)</u>
Supplemental Disclosure - Non-cash Activity:		
Change in Investment in Joint Venture	<u>\$ (341,897)</u>	<u>\$ 147,314</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 1: ORGANIZATION AND DESCRIPTION OF THE COMMISSION**

Effective December 29, 2014, the Atlantic County Insurance Commission (the "Commission") was formed in accordance with P.L. 1992, C.51, entitled "An Act Concerning Insurance Funds for Local Units of Government," and supplementing Chapter 10 of Title 40A:10-6. The Commission is operated in accordance with regulations of the Division of Local Government Services, Department of Community Affairs, State of New Jersey for the purpose of securing significant savings in insurance cost, as well as providing stability in coverage.

The Board of Commissioners of the Commission may approve subsequent membership by a majority vote of the Commissioners or may terminate any member by a majority vote, after proper notice has been given. Early terminations require prior approval by the Commissioners.

During 2023, members of the Commission included the Atlantic County, Atlantic County Improvement Authority and Atlantic County Utility Authority.

All members' assessments, including a reserve for contingencies, are based on annual actuarial assumptions determined by the Commission's actuary. The Commissioners may order additional assessments to supplement the Commission's claim, loss retention or administrative accounts to assure the payment of the Commission's obligations.

The Commission offers the following primary insurance coverage to its members:

- Workers' Compensation including Employers' Liability.
- General Liability other than motor vehicles.
- Property damage other than motor vehicles.
- Automobile Liability and damage.

Through membership in the New Jersey Counties Excess Joint Insurance Fund (the "NJCEJIF"), the Commission offers the following ancillary insurance coverage to its members:

- Public Officials Liability/Employment Practices Liability.
- Crime.
- Pollution Liability.
- Medical Professional Liability.
- Employed Lawyers Liability.
- Cyber Liability.

The Commission provides coverage on a self-insured basis and secures excess insurance in a form and an amount from an insurance company acceptable to the Commissioner of Insurance.

**PROPERTY AND CASUALTY INSURANCE**

The limits of Commission liability per occurrence for property and casualty coverages net of member entity deductibles for 2023 were as follows:

Property	\$250,000
Auto	\$500,000
General Liability	\$500,000
Workers' Compensation	\$750,000

Coverage in excess of the Commission's retention limits is provided through the Commission's membership in the NJCEJIF.

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The following is a summary of the more significant policies followed by the Atlantic County Insurance Commission in the preparation of the accompanying financial statements:

**Component Unit**

In evaluating how to define the Commission for financial reporting purposes, management has considered all potential component units. The decision to include any potential component units in the financial reporting entity was made by applying the criteria set forth in Governmental Accounting Standards Board ("GASB") Statements No. 14, *The Financial Reporting Entity*, as amended. Blended component units, although legally separate entities, are in-substance part of the primary entity's operations. Each discretely presented component unit would be or is reported in a separate column in the financial statements to emphasize that it is legally separate from the primary entity.

The basic, but not the only criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. A second criterion used in evaluating potential component units is the scope of public service. Application of this criterion involves considering whether the activity benefits the primary entity. A third criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the primary entity is able to exercise oversight responsibilities. Finally, the nature and significance of a potential component unit to the primary entity could warrant its inclusion within the reporting entity.

Based upon the application of these criteria, the Commission has no component units and is a component unit of Atlantic County, New Jersey.

**Basis of Presentation**

The financial statements of the Commission have been prepared in accordance with accounting principles generally accepted in the United States of America applicable to enterprise funds of State and Local Governments on a going concern basis. The focus of enterprise funds is the measurement of economic resources, that is, the determination of operating income, changes in net position (or cost recovery), financial position and cash flows. The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

**Basis of Accounting**

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Enterprise funds are accounted for using the accrual basis of accounting.

**Revenues - Exchange and Non-Exchange Transactions** - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value is recorded on the accrual basis when the exchange takes place. Member assessments are recognized as revenue at the time of assessment.

**Expenses** - On the accrual basis of accounting, expenses are recognized at the time they are incurred.

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Cash, Cash Equivalents, and Investments**

Cash and cash equivalents include petty cash, change funds and cash in banks and all highly liquid investments with a maturity of three months or less at the time of purchase and are stated at cost plus accrued interest. Such is the definition of cash and cash equivalents used in the comparative statements of cash flows. U.S. treasury and agency obligations and certificates of deposit with maturities of one year or less when purchased are stated at cost. All other investments are stated at fair value.

New Jersey government units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States of America or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments, which may be purchased by New Jersey governmental units. These permissible investments generally include bonds or other obligations of the United States of America or obligations guaranteed by the United States of America, government money market mutual funds, any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, bonds, or other obligations of the local unit or bonds or other obligations of governmental unit of which the local unit is a part or within which the governmental unit is located, bonds or other obligations approved by the Division of Local Government Services in the Department of Community Affairs for investment by local units, local government investment pools, deposits with the State of New Jersey Cash Management Fund, and agreements for the purchase of fully collateralized securities with certain provisions. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of governmental units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

Additionally, the Commission has adopted a cash management plan, which requires it to deposit public funds in public depositories protected from loss under the provisions of the GUDPA. In lieu of designating a depository, the cash management plan may provide that the local unit make deposits with the State of New Jersey Cash Management Fund.

**Annual Contributions**

Annual contributions are based on loss funds as determined by the Commission's actuary and are received in three installments. Total contributions are recognized as earned revenue evenly over the fiscal contract period or period of risk, if different. All past-due contributions bear interest at the rate established annually by the Commissioners.

**Supplemental Contributions**

The Commissioners shall by majority vote levy upon the participating county agencies, additional assessments wherever needed to supplement the Commission's claim, loss retention or administrative accounts, after consideration of anticipated investment income, to assure the payment of the Commission's obligations. Supplemental contributions to cover a deficit are recognized as revenue upon approval whether or not actually received.



**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Interest Income Allocation**

Interest income was allocated based on the ratio of monthly average invested cash balances by line of coverage to the total amount invested applied to interest income credited for the month.

**Unpaid Claims Liabilities**

The Commission establishes property and casualty claims liabilities based on estimates of the ultimate cost of claims (including future claim adjustment expenses) 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.

Because actual claims costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are reflected in reserves and cumulative expenses in the periods being reported upon.

A. Reported Claims Case Reserves.

Case reserves include estimated unpaid claims cost for both future payments of losses and related allocated claim adjustment expenses as reported by the service agent, Qual-Lynx.

B. Claims Incurred But Not Reported ("IBNR") Reserve.

In order to recognize claims incurred but not reported, a reserve is calculated by the Commission's actuary, The Actuarial Advantage Inc.

Case and IBNR Reserves represent the estimated liability on expected future development on claims already reported to the Commission plus claims incurred, but not yet reported and unknown loss events that are expected to become claims. The liabilities for claims and related adjustment expenses are evaluated using Commission and industry data, case basis evaluations and other statistical analyses, and represent estimates of the ultimate net cost of all losses incurred through December 31, 2023. These liabilities are subject to variability between estimated ultimate losses determined as described and the actual experience as it emerges, including the impact of future changes in claim severity, frequency and other factors.

Management believes that the liabilities for unpaid claims above are adequate. The estimates are reviewed periodically and as adjustments to these liabilities become necessary, such adjustments are reflected in cumulative operations.

**Excess Coverage**

Coverage in excess of the Commission's property and casualty self-insured retention limits is provided through the Commission's membership in the NJCEJIF as described in Note 6.

**Subrogation**

Subrogation and all other recoverable claim amounts, excluding excess insurance, are recognized upon receipt of cash only.

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 2: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**

**Refunds**

As per Article VIII of the Commission's Rules and Regulations, any monies for a Fund year in excess of the amount necessary to fund all obligations for that year as certified by an actuary may be declared to be refundable by the Commission. A refund for any year shall be paid only in proportion to the member's participation in the Commission for such year. Payment of a refund shall not be contingent on the member's continued membership in the Commission. The Commission may apply a refund to any arrearage owed by the member to the Commission. Otherwise, at the option of the member, the refund may be retained by the Commission and applied towards the member's next annual contribution.

**Administrative Expenses**

Administrative expenses are comprised mainly of compensation for services rendered by servicing organizations submitted and approved by a majority of the Commissioners/Executive Committee. In instances where invoices have not been submitted for specific periods, the maximum allowable contract amount has been accrued.

**Income Taxes**

The Commission is exempt from income taxes under Section 115 of the Internal Revenue Code.

**Net Position**

In accordance with the provisions of the Governmental Accounting Standards Board Statement 34, "Basic Financial Statements and Management's Discussion and Analysis for State and Local Governments," the Commission has classified its net position as unrestricted. This component of net position consists of net position that does not meet the definition of "restricted" or "net investment in capital assets" and includes net position that may be allocated for specific purposes by the Board.

**Operating and Non-Operating Revenues and Expenses**

Operating revenues include all revenues derived from member contributions. Non-operating revenues principally consist of investment income and positive changes in the Commission's investment in the NJCEJIF.

Operating expenses include expenses associated with the Commission's operations, including claims expense, insurance and administrative expenses. Non-operating expenses include negative changes in the Commission's investment in the NJCEJIF.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Note 3: CASH AND CASH EQUIVALENTS**

**Custodial Credit Risk Related to Deposits**

Custodial credit risk is the risk that, in the event of a bank failure, the Commission's deposits might not be recovered. Although the Commission does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the GUDPA. Under the Act, the first \$250,000 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation ("FDIC").

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 3: CASH AND CASH EQUIVALENTS (CONT'D)**

**Custodial Credit Risk Related to Deposits (Cont'd)**

Public funds owned by the Commission in excess of FDIC-insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled trust funds such as salary withholdings or funds that may pass to the Commission relative to the happening of a future condition. If the Commission had any such funds, they would be shown as Uninsured and Uncollateralized.

Of the Commission's bank balance of \$9,963,814 as of December 31, 2023, \$250,000 was insured while \$9,713,814 was collateralized under GUDPA.

Of the Commission's bank balance of \$8,926,310 as of December 31, 2022, \$250,000 was insured while \$8,676,310 was collateralized under GUDPA.

**Note 4: INVESTMENT IN JOINT VENTURE**

As discussed in Note 6, the Commission is a member of the NJCEJIF. The NJCEJIF is carrying the individual fund year surplus as unrestricted net position on the Comparative Statements of Net Position. The allocations of those funds attributed to the NJCEJIF's individual members are based on the member's percentage of assessments. The Commission's allocated share of surplus for the years ended December 31, 2023 and 2022, was \$588,650 and \$930,547, respectively.

**Note 5: CHANGES IN UNPAID CLAIMS LIABILITIES**

As discussed in Note 2, the Commission establishes a liability for both reported and unreported insured events, which includes estimates of future payments of losses and related allocated claim adjustment expenses.

The following represents changes in those aggregate undiscounted reported and unreported liabilities for the years ended December 31, 2023 and 2022, and for all open fund years net of excess insurance recoveries:

	<u>2023</u>	<u>2022</u>
Total unpaid claim and claim adjustment expenses all fund years - Beginning	\$ 16,377,406	\$ 12,881,891
Incurred claims and claims adjustment expenses:		
Provision for insured events of current fund year	5,771,616	5,736,708
Changes in provision for insured events of prior fund years	3,067,971	3,414,045
Total incurred claims and claims adjustment expenses all fund years	8,839,587	9,150,753
Payments (Net of Recoveries):		
Claims and claim adjustments expenses:		
Attributable to insured events of current fund year	1,305,842	1,173,161
Attributable to insured events of prior fund years	5,330,248	4,482,077
Total payments all fund years	6,636,090	5,655,238
Total unpaid claim and claim adjustment expenses all fund years - Ending	\$ 18,580,903	\$ 16,377,406

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 6: MEMBERSHIP IN JOINT INSURANCE FUNDS**

**New Jersey Counties Excess Joint Insurance Fund**

Effective December 29, 2014, the Commission became a member of the New Jersey Counties Excess Joint Insurance Fund (The "NJCEJIF"). The NJCEJIF is a risk-sharing public entity risk pool that is a self-administered group of county insurance fund commissions established for the purpose of providing excess insurance coverage to participating property and casualty members. Each member appoints an official to represent their respective insurance fund commission for the purpose of creating a governing body from which officers for the NJCEJIF are elected.

As a member of the NJCEJIF, the Commission could be subject to supplemental assessments in the event of deficiencies. If the assets of the NJCEJIF were to be exhausted, members would become jointly and severally liable for the NJCEJIF's liabilities.

The NJCEJIF can declare and distribute dividends to members upon approval of the State of New Jersey Department of Insurance. These distributions are divided among the members in the same ratio as their individual assessment relates to the total assessment of the membership for that fund year.

**Selected Financial Information**

Selected summarized financial information for the NJCEJIF as of December 31, 2023 and 2022, is as follows:

	<u>2023</u>	<u>2022</u>
Total Assets	<u>\$ 37,123,804</u>	<u>\$ 35,971,605</u>
Total Liabilities & Reserves	<u>\$ 26,445,980</u>	<u>\$ 20,549,381</u>
Net Position	<u>\$ 10,677,824</u>	<u>\$ 15,422,224</u>
Total Revenue	<u>\$ 36,924,490</u>	<u>\$ 32,398,337</u>
Total Expenses	<u>\$ 41,118,890</u>	<u>\$ 30,532,087</u>
Change In Net Position	<u>\$ (4,744,400)</u>	<u>\$ 1,016,250</u>
Surplus Transfer	<u>\$ 550,000</u>	<u>\$ -</u>
Return of Surplus	<u>\$ -</u>	<u>\$ 850,000</u>

Financial statements for the NJCEJIF are available at the office of the NJCEJIF's Executive Director:

PERMA  
9 Campus Drive, Suite 216  
Parsippany, NJ 07054  
(201) 881-7632

**Note 7: RELATED PARTY TRANSACTIONS**

As disclosed in note 6, the Commission is a member of the NJCEJIF and, accordingly, has an ownership interest in the NJCEJIF. Excess insurance premiums paid to the NJCEJIF for the years ended December 31, 2023 and 2022, were \$3,096,445 and \$2,811,307, respectively.

The NJCEJIF is also due \$0 and \$146 as of December 31, 2023 and 2022, from the Commission for the reimbursement of property claim payments.

**ATLANTIC COUNTY INSURANCE COMMISSION**  
**NOTES TO FINANCIAL STATEMENTS**

**Note 8: RETURN OF SURPLUS**

The Board of Commissioners did not approve a dividend in 2023. During 2022, the Board of Commissioners approved a dividend in the amount of \$18,059, representing a pass through of NJCEJIF dividends paid from the 2019 fund year.

**Note 9: SUBSEQUENT EVENTS**

*COVID-19 Pandemic* – While there are many issues that are increasing claims cost for New Jersey public entities, management is confident that the Commission and its affiliated excess insurer, the New Jersey Counties Excess Joint Insurance Fund are in a strong position because of years of conservative financial practices. Management continues to evaluate the impact of the COVID-19 pandemic on workers' compensation on the Commission.

*Claims Activity* – Workers' compensation claims are also expected to increase because of recent changes in the public employee pension plans that will reduce the plans' contribution in total disability claims. The Commission's members are experiencing a lower rate of other employee accidents because of improved safety programs. Liability claims are increasing because of the recent change in the statute of limitations for sexual molestation lawsuits and the reluctance of the NJ Court System to grant summary judgments when Title 59 immunities should apply.

**ATLANTIC COUNTY INSURANCE COMMISSION  
REQUIRED SUPPLEMENTARY INFORMATION**

ATLANTIC COUNTY INSURANCE COMMISSION  
RECONCILIATION OF CLAIMS LIABILITIES BY FUND  
FOR THE YEAR ENDED DECEMBER 31, 2023

	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>Total</u>
Total unpaid claims and claim adjustment expenses - Beginning	\$ 482,792	\$ 1,949,865	\$ 472,787	\$ 13,471,962	\$ 16,377,406
Incurred claims and claims adjustment expenses:					
Provision for insured events of current fund year	562,499	321,088	178,078	4,709,951	5,771,616
Changes in provision for insured events of prior fund years	(78,871)	74,781	307,903	2,764,158	3,067,971
Total incurred claims and claims adjustment expenses all fund years	483,628	395,869	485,981	7,474,109	8,839,587
Payments (Net of Recoveries):					
Claims and claims adjustment expenses:					
Attributable to insured events of current fund year	155,241	1,552	39,395	1,109,654	1,305,842
Attributable to insured events of prior fund years	259,382	397,531	30,643	4,642,692	5,330,248
Total payments all fund years	414,623	399,083	70,038	5,752,346	6,636,090
Total unpaid claims and claim adjustment expenses - Ending	\$ 551,797	\$ 1,946,651	\$ 888,730	\$ 15,193,725	\$ 18,580,903

ATLANTIC COUNTY INSURANCE COMMISSION  
NINE-YEAR CLAIMS DEVELOPMENT INFORMATION  
AS OF DECEMBER 31, 2023

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>
Net Earned Required Contribution and Investment Revenue:									
Earned	\$7,668,063	\$ 8,273,011	\$ 8,321,873	\$ 8,069,890	\$ 8,082,489	\$ 8,182,486	\$ 8,378,291	\$ 8,753,212	\$ 9,411,545
Ceded	1,444,407	1,852,128	1,851,881	1,900,538	1,978,578	2,035,547	2,350,241	2,811,307	3,096,445
	6,223,656	6,420,883	6,469,992	6,169,352	6,103,911	6,146,939	6,028,050	5,941,905	6,315,100
Unallocated Expenses	850,712	863,503	860,947	858,568	859,397	856,581	808,885	820,565	835,738
Estimated Claims and Expenses, End of Policy Year:									
Incurred	4,024,308	3,417,955	4,188,908	4,184,234	3,890,333	5,199,066	5,392,942	5,736,708	5,771,616
Ceded						11,996			
Net Incurred	4,024,308	3,417,955	4,188,908	4,184,234	3,890,333	5,187,070	5,392,942	5,736,708	5,771,616
Paid (Cumulative) as of:									
End of Policy Year	704,313	920,455	1,220,000	696,088	685,691	1,126,062	1,397,421	1,173,161	1,305,842
One Year Later	1,502,937	1,736,849	2,172,095	1,828,155	1,794,300	2,250,927	2,913,014	3,047,248	
Two Years Later	2,621,271	2,529,052	2,909,321	2,616,449	2,492,374	3,080,626	3,886,465		
Three Years Later	3,570,915	3,243,858	3,588,980	3,387,397	3,022,010	3,727,053			
Four Years Later	3,979,832	3,650,336	4,020,323	3,798,919	3,410,483				
Five Years Later	4,490,763	3,879,482	4,585,278	4,138,074					
Six Years Later	5,046,456	4,278,852	4,913,927						
Seven Years Later	5,277,756	4,816,956							
Eight Years Later	5,519,656								
Reestimated Ceded Claims and Expenses	-	-	-	-	-	6,858	-	-	-
Reestimated Incurred Claims and Expenses:									
End of Policy Year	4,024,308	3,417,955	4,188,908	4,184,234	3,890,333	5,187,070	5,392,942	5,736,708	5,771,616
One Year Later	3,445,083	2,915,150	3,879,618	4,008,711	3,401,971	4,474,182	7,016,178	7,298,448	
Two Years Later	4,350,220	3,952,147	4,376,856	4,303,482	3,726,476	4,895,549	6,964,165		
Three Years Later	5,185,950	4,417,599	4,625,162	5,261,264	4,313,580	4,675,477			
Four Years Later	6,060,772	4,578,605	5,488,508	5,380,290	4,615,546				
Five Years Later	6,123,588	4,802,581	5,714,000	5,835,813					
Six Years Later	6,210,316	5,320,817	5,747,020						
Seven Years Later	6,129,900	5,795,664							
Eight Years Later	6,642,860								
Change in Estimated Incurred Claims and Expenses from End of Policy Year	\$2,618,552	\$ 2,377,709	\$ 1,558,112	\$ 1,651,579	\$ 725,213	\$ (511,593)	\$ 1,571,223	\$ 1,561,740	\$ -



**ATLANTIC COUNTY INSURANCE COMMISSION**  
**SUPPLEMENTARY INFORMATION**

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2023 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2023 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 322,000	\$ 321,000	\$ 154,000	\$ 4,640,000	\$ 3,096,447	\$ 844,812	\$ 9,378,259
Incurring Liabilities:							
Claims	562,499	321,088	178,078	4,709,951			5,771,616
Expenses					3,096,445	835,738	3,932,183
Total Liabilities	562,499	321,088	178,078	4,709,951	3,096,445	835,738	9,703,799
Underwriting Surplus (Deficit)	(240,499)	(88)	(24,078)	(69,951)	2	9,074	(325,540)
Adjustments:							
Investment Income	1,710	2,403	1,048	28,125			33,286
Permanent Transfers							-
Total Adjustments	1,710	2,403	1,048	28,125	-	-	33,286
Gross Surplus (Deficit)	(238,789)	2,315	(23,030)	(41,826)	2	9,074	(292,254)
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	<u>\$ (238,789)</u>	<u>\$ 2,315</u>	<u>\$ (23,030)</u>	<u>\$ (41,826)</u>	<u>\$ 2</u>	<u>\$ 9,074</u>	<u>(292,254)</u>
Investment in Joint Venture							<u>(363,977)</u>
Net Deficit							<u>\$ (656,231)</u>

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2022 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 295,493	\$ 304,349	\$ 177,158	\$ 4,287,000	\$ 2,811,307	\$ 831,515	\$ 8,706,822
Incurring Liabilities:							
Claims	506,762	329,590	233,742	6,228,354			7,298,448
Expenses					2,811,307	820,565	3,631,872
Total Liabilities	506,762	329,590	233,742	6,228,354	2,811,307	820,565	10,930,320
Underwriting Surplus (Deficit)	(211,269)	(25,241)	(56,584)	(1,941,354)	-	10,950	(2,223,498)
Adjustments:							
Investment Income	622	6,260	1,654	33,646	51	4,157	46,390
Permanent Transfers							-
Total Adjustments	622	6,260	1,654	33,646	51	4,157	46,390
Gross Surplus (Deficit)	(210,647)	(18,981)	(54,930)	(1,907,708)	51	15,107	(2,177,108)
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	<u>\$ (210,647)</u>	<u>\$ (18,981)</u>	<u>\$ (54,930)</u>	<u>\$ (1,907,708)</u>	<u>\$ 51</u>	<u>\$ 15,107</u>	(2,177,108)
Investment in Joint Venture							121,228
Net Deficit							<u>\$ (2,055,880)</u>

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2021 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 296,000	\$ 311,000	\$ 193,000	\$ 4,342,000	\$ 2,350,240	\$ 818,476	\$ 8,310,716
Incurring Liabilities:							
Claims	491,340	121,926	250,877	6,100,022			6,964,165
Expenses					2,350,241	808,885	3,159,126
Total Liabilities	491,340	121,926	250,877	6,100,022	2,350,241	808,885	10,123,291
Underwriting Surplus (Deficit)	(195,340)	189,074	(57,877)	(1,758,022)	(1)	9,591	(1,812,575)
Adjustments:							
Investment Income	5	9,506	1,027	46,148		10,889	67,575
Permanent Transfers							-
Total Adjustments	5	9,506	1,027	46,148	-	10,889	67,575
Gross Surplus (Deficit)	(195,335)	198,580	(56,850)	(1,711,874)	(1)	20,480	(1,745,000)
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	<u>\$ (195,335)</u>	<u>\$ 198,580</u>	<u>\$ (56,850)</u>	<u>\$ (1,711,874)</u>	<u>\$ (1)</u>	<u>\$ 20,480</u>	<u>(1,745,000)</u>
Investment in Joint Venture							(24,221)
Net Deficit							<u>\$ (1,769,221)</u>

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2020 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 317,726	\$ 325,000	\$ 204,000	\$ 4,358,000	\$ 2,035,547	\$ 863,715	\$ 8,103,988
Incurring Liabilities:							
Claims	548,009	322,762	40,094	3,764,612			4,675,477
Expenses					2,035,547	856,581	2,892,128
Total Liabilities	548,009	322,762	40,094	3,764,612	2,035,547	856,581	7,567,605
Underwriting Surplus (Deficit)	(230,283)	2,238	163,906	593,388	-	7,134	536,383
Adjustments:							
Investment Income		10,816	1,907	54,215	4	11,556	78,498
Permanent Transfers							-
Total Adjustments	-	10,816	1,907	54,215	4	11,556	78,498
Gross Surplus (Deficit)	(230,283)	13,054	165,813	647,603	4	18,690	614,881
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	\$ (230,283)	\$ 13,054	\$ 165,813	\$ 647,603	\$ 4	\$ 18,690	614,881
Investment in Joint Venture							(3,419)
Net Position							\$ 611,462

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2019 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	
Underwriting Income:							
Regular Contributions	\$ 225,000	\$ 319,000	\$ 214,000	\$ 4,388,000	\$ 1,978,578	\$ 863,338	\$ 7,987,916
Incurring Liabilities:							
Claims	160,092	629,163	40,015	3,786,276			4,615,546
Expenses					1,978,578	859,397	2,837,975
Total Liabilities	160,092	629,163	40,015	3,786,276	1,978,578	859,397	7,453,521
Underwriting Surplus (Deficit)	64,908	(310,163)	173,985	601,724	-	3,941	534,395
Adjustments:							
Investment Income	2,529	8,250	7,133	62,799	763	7,272	88,746
Permanent Transfers							-
NJCEJIF Dividend					5,827		5,827
Total Adjustments	2,529	8,250	7,133	62,799	6,590	7,272	94,573
Gross Surplus (Deficit)	67,437	(301,913)	181,118	664,523	6,590	11,213	628,968
Return of Surplus					18,059		18,059
Net Surplus (Deficit)							
Before Unallocated Investment	\$ 67,437	\$ (301,913)	\$ 181,118	\$ 664,523	\$ (11,469)	\$ 11,213	610,909
Investment in Joint Venture							166,465
Net Position							\$ 777,374

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2018 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 228,000	\$ 313,000	\$ 218,000	\$ 4,448,200	\$ 1,900,538	\$ 862,967	\$ 7,970,705
Incurring Liabilities:							
Claims	63,267	617,035	423,543	4,731,968			5,835,813
Expenses					1,900,538	858,568	2,759,106
Total Liabilities	63,267	617,035	423,543	4,731,968	1,900,538	858,568	8,594,919
Underwriting Surplus (Deficit)	164,733	(304,035)	(205,543)	(283,768)	-	4,399	(624,214)
Adjustments:							
Investment Income	8,315	12,189	8,857	60,207		9,617	99,185
Permanent Transfers							-
Total Adjustments	8,315	12,189	8,857	60,207	-	9,617	99,185
Gross Surplus (Deficit)	173,048	(291,846)	(196,686)	(223,561)	-	14,016	(525,029)
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	\$ 173,048	\$ (291,846)	\$ (196,686)	\$ (223,561)	\$ -	\$ 14,016	(525,029)
Investment in Joint Venture							206,745
Net Deficit							\$ (318,284)

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2017 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 235,000	\$ 327,000	\$ 222,000	\$ 4,940,000	\$ 1,851,311	\$ 664,684	\$ 8,239,995
Incurring Liabilities:							
Claims	139,035	128,816	57,102	5,422,067			5,747,020
Expenses					1,851,881	860,947	2,712,828
Total Liabilities	139,035	128,816	57,102	5,422,067	1,851,881	860,947	8,459,848
Underwriting Surplus (Deficit)	95,965	198,184	164,898	(482,067)	(570)	(196,263)	(219,853)
Adjustments:							
Investment Income	3,582	12,333	10,202	55,401		360	81,878
Permanent Transfers							-
Total Adjustments	3,582	12,333	10,202	55,401	-	360	81,878
Gross Surplus (Deficit)	99,547	210,517	175,100	(426,666)	(570)	(195,903)	(137,975)
Return of Surplus							-
Net Surplus (Deficit)							
Before Unallocated Investment	<u>\$ 99,547</u>	<u>\$ 210,517</u>	<u>\$ 175,100</u>	<u>\$ (426,666)</u>	<u>\$ (570)</u>	<u>\$ (195,903)</u>	<u>(137,975)</u>
Investment in Joint Venture							238,636
Net Position							<u>\$ 100,661</u>



ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2016 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 230,137	\$ 320,816	\$ 217,299	\$ 4,843,286	\$ 1,852,129	\$ 664,328	\$ 8,127,995
Incurred Liabilities:							
Claims	343,419	489,198	68,659	4,894,388			5,795,664
Expenses					1,852,128	863,503	2,715,631
Total Liabilities	343,419	489,198	68,659	4,894,388	1,852,128	863,503	8,511,295
Underwriting Surplus (Deficit)	(113,282)	(168,382)	148,640	(51,102)	1	(199,175)	(383,300)
Adjustments:							
Investment Income		5,726	8,150	72,727	272	343	87,218
Permanent Transfers							-
NJCEJIF Dividend					57,799		57,799
Total Adjustments	-	5,726	8,150	72,727	58,071	343	145,017
Gross Surplus (Deficit)	(113,282)	(162,656)	156,790	21,625	58,072	(198,832)	(238,283)
Return of Surplus					45,567		45,567
Net Surplus (Deficit)							
Before Unallocated Investment	\$ (113,282)	\$ (162,656)	\$ 156,790	\$ 21,625	\$ 12,505	\$ (198,832)	(283,850)
Investment in Joint Venture							137,617
Net Deficit							\$ (146,233)

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2015 ACCOUNT OPERATING RESULTS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2023

	<u>Coverages and Other Accounts</u>						
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	<u>NJCEJIF</u>	<u>Expense &amp; Contingency</u>	<u>Total</u>
Underwriting Income:							
Regular Contributions	\$ 183,929	\$ 314,525	\$ 213,038	\$ 4,748,320	\$ 1,444,978	\$ 704,505	\$ 7,609,295
Incurring Liabilities:							
Claims	37,257	482,582	47,681	6,075,340			6,642,860
Expenses					1,444,407	850,712	2,295,119
Total Liabilities	37,257	482,582	47,681	6,075,340	1,444,407	850,712	8,937,979
Underwriting Surplus (Deficit)	146,672	(168,057)	165,357	(1,327,020)	571	(146,207)	(1,328,684)
Adjustments:							
Investment Income	8,040	166	9,317	21,681	38	2,944	42,186
Permanent Transfers							-
NJCEJIF Dividend					16,582		16,582
Total Adjustments	8,040	166	9,317	21,681	16,620	2,944	58,768
Gross Surplus (Deficit)	154,712	(167,891)	174,674	(1,305,339)	17,191	(143,263)	(1,269,916)
Return of Surplus					16,582		16,582
Net Surplus (Deficit)							
Before Unallocated Investment	\$ 154,712	\$ (167,891)	\$ 174,674	\$ (1,305,339)	\$ 609	\$ (143,263)	(1,286,498)
Investment in Joint Venture							109,575
Net Deficit							<u>\$ (1,176,923)</u>

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2023 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2023 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 155,241	\$ 1,552	\$ 39,395	\$ 1,109,654	\$ 1,305,842
Case Reserves	416,975	130,693	25,201	2,641,610	3,214,479
IBNR Reserves	1,000	224,755	127,754	1,282,508	1,636,017
Reserve Discount	(10,717)	(35,912)	(14,272)	(323,821)	(384,722)
Subtotal	562,499	321,088	178,078	4,709,951	5,771,616
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 562,499	\$ 321,088	\$ 178,078	\$ 4,709,951	\$ 5,771,616
Number of Claims	91	131	37	246	505
Average Cost Per Claim	\$ 6,181	\$ 2,451	\$ 4,813	\$ 19,146	\$ 11,429

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2022 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 365,961	\$ 3,258	\$ 54,449	\$ 2,623,580	\$ 3,047,248
Case Reserves	144,068	223,583	85,014	3,242,799	3,695,464
IBNR Reserves		131,235	109,195	678,592	919,022
Reserve Discount	(3,267)	(28,486)	(14,916)	(316,617)	(363,286)
Subtotal	506,762	329,590	233,742	6,228,354	7,298,448
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 506,762	\$ 329,590	\$ 233,742	\$ 6,228,354	\$ 7,298,448
Number of Claims	60	163	65	273	561
Average Cost Per Claim	\$ 8,446	\$ 2,022	\$ 3,596	\$ 22,814	\$ 13,010

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2021 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 487,611	\$ 18,075	\$ 50,575	\$ 3,330,204	\$ 3,886,465
Case Reserves	3,829	38,377	128,359	2,564,340	2,734,905
IBNR Reserves		72,142	83,826	471,797	627,765
Reserve Discount	(100)	(6,668)	(11,883)	(266,319)	(284,970)
Subtotal	491,340	121,926	250,877	6,100,022	6,964,165
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 491,340	\$ 121,926	\$ 250,877	\$ 6,100,022	\$ 6,964,165
Number of Claims	80	179	69	276	604
Average Cost Per Claim	\$ 6,142	\$ 681	\$ 3,636	\$ 22,102	\$ 11,530

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2020 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 548,001	\$ 121,383	\$ 40,094	\$ 3,017,575	\$ 3,727,053
Case Reserves	8	170,268		505,223	675,499
IBNR Reserves		40,696		321,362	362,058
Reserve Discount		(9,585)		(72,690)	(82,275)
Subtotal	548,009	322,762	40,094	3,771,470	4,682,335
Excess Insurance Received Recoverable				6,858	6,858
Subtotal	-	-	-	6,858	6,858
Limited Incurred Claims	\$ 548,009	\$ 322,762	\$ 40,094	\$ 3,764,612	\$ 4,675,477
Number of Claims	54	138	45	211	448
Average Cost Per Claim	\$ 10,148	\$ 2,339	\$ 891	\$ 17,842	\$ 10,436

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2019 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 160,091	\$ 142,875	\$ 40,015	\$ 3,067,502	\$ 3,410,483
Case Reserves	1	490,946		525,366	1,016,313
IBNR Reserves		14,216		266,268	280,484
Reserve Discount		(18,874)		(72,860)	(91,734)
Subtotal	160,092	629,163	40,015	3,786,276	4,615,546
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 160,092	\$ 629,163	\$ 40,015	\$ 3,786,276	\$ 4,615,546
Number of Claims	50	192	62	211	515
Average Cost Per Claim	\$ 3,202	\$ 3,277	\$ 645	\$ 17,944	\$ 8,962

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2018 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 63,267	\$ 120,299	\$ 53,091	\$ 3,901,417	\$ 4,138,074
Case Reserves		498,096	379,315	665,115	1,542,526
IBNR Reserves		15,967	1,519	252,440	269,926
Reserve Discount		(17,327)	(10,382)	(87,004)	(114,713)
Subtotal	63,267	617,035	423,543	4,731,968	5,835,813
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 63,267	\$ 617,035	\$ 423,543	\$ 4,731,968	\$ 5,835,813
Number of Claims	38	189	69	236	532
Average Cost Per Claim	\$ 1,665	\$ 3,265	\$ 6,138	\$ 20,051	\$ 10,970



ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2017 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 139,035	\$ 125,604	\$ 57,102	\$ 4,592,186	\$ 4,913,927
Case Reserves		2,279		678,723	681,002
IBNR Reserves		1,053		234,881	235,934
Reserve Discount		(120)		(83,723)	(83,843)
Subtotal	139,035	128,816	57,102	5,422,067	5,747,020
Excess Insurance Received					-
Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 139,035	\$ 128,816	\$ 57,102	\$ 5,422,067	\$ 5,747,020
Number of Claims	39	142	39	212	432
Average Cost Per Claim	\$ 3,565	\$ 907	\$ 1,464	\$ 25,576	\$ 13,303

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2016 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2023

	<u>Coverages</u>				<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>	
Paid Claims (Net of Recoveries)	\$ 343,419	\$ 479,880	\$ 68,659	\$ 3,924,998	\$ 4,816,956
Case Reserves		7,468		913,732	921,200
IBNR Reserves		2,318		152,550	154,868
Reserve Discount		(468)		(96,892)	(97,360)
Subtotal	343,419	489,198	68,659	4,894,388	5,795,664
Excess Insurance Received Recoverable					-
Subtotal	-	-	-	-	-
Limited Incurred Claims	\$ 343,419	\$ 489,198	\$ 68,659	\$ 4,894,388	\$ 5,795,664
Number of Claims	50	147	55	224	476
Average Cost Per Claim	\$ 6,868	\$ 3,328	\$ 1,248	\$ 21,850	\$ 12,176

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2015 CLAIMS ANALYSIS  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2023

	<u>Coverages</u>					<u>Total</u>
	<u>Property</u>	<u>General Liability</u>	<u>Automobile</u>	<u>Workers' Compensation</u>		
Paid Claims (Net of Recoveries)	\$ 37,257	\$ 482,582	\$ 47,681	\$ 4,952,136	\$ 5,519,656	
Case Reserves				1,098,072	1,098,072	
IBNR Reserves				132,854	132,854	
Reserve Discount				(107,722)	(107,722)	
Subtotal	<u>37,257</u>	<u>482,582</u>	<u>47,681</u>	<u>6,075,340</u>	<u>6,642,860</u>	
Excess Insurance						
Received					-	
Recoverable					-	
Subtotal	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	
Limited Incurred Claims	<u>\$ 37,257</u>	<u>\$ 482,582</u>	<u>\$ 47,681</u>	<u>\$ 6,075,340</u>	<u>\$ 6,642,860</u>	
Number of Claims	<u>39</u>	<u>232</u>	<u>45</u>	<u>189</u>	<u>505</u>	
Average Cost Per Claim	<u>\$ 955</u>	<u>\$ 2,080</u>	<u>\$ 1,060</u>	<u>\$ 32,145</u>	<u>\$ 13,154</u>	

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2023 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2023 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers' Compensation</u>
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,500,000 / \$30,500,000	\$20,500,000 / \$30,500,000	STATUTORY
Fund Retention	\$250,000	\$500,000	\$500,000	\$750,000
Excess Insurers	NJCEJIF Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-1)	\$ 562,499	\$ 321,088	\$ 178,078	\$ 4,709,951
Administrative Expenses (1)	49,496	49,342	23,672	713,229
	<u>\$ 611,995</u>	<u>\$ 370,430</u>	<u>\$ 201,750</u>	<u>\$ 5,423,180</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2022 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2022 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers' Compensation</u>
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,500,000 / \$30,500,000	\$20,500,000 / \$30,500,000	STATUTORY
Fund Retention	\$250,000	\$500,000	\$500,000	\$750,000
Excess Insurers	NJCEJIF Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-2)	\$ 506,762	\$ 329,590	\$ 233,742	\$ 6,228,354
Administrative Expenses (1)	47,881	49,316	28,706	694,661
	<u>\$ 554,643</u>	<u>\$ 378,906</u>	<u>\$ 262,448</u>	<u>\$ 6,923,015</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2021 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2021 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers'</u> <u>Compensation</u>
	<u>Property</u>	<u>General</u> <u>Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,250,000 / \$25,250,000	\$20,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$250,000	\$500,000	\$500,000	\$750,000
Excess Insurers	NJCEJIF Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-3)	\$ 491,340	\$ 121,926	\$ 250,877	\$ 6,100,022
Administrative Expenses (1)	46,564	48,923	30,361	683,037
	<u>\$ 537,904</u>	<u>\$ 170,849</u>	<u>\$ 281,238</u>	<u>\$ 6,783,059</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
 STATEMENT OF FUND YEAR 2020 PROGRAM SUMMARY  
 FOR THE PERIOD JANUARY 1, 2020 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers' Compensation</u>
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,250,000 / \$25,250,000	\$20,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$250,000	\$500,000	\$500,000	\$750,000
Excess Insurers	NJCEJIF Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Old Republic	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-4)	\$ 548,009	\$ 322,762	\$ 40,094	\$ 3,764,612
Administrative Expenses (1)	52,291	53,488	33,574	717,229
	<u>\$ 600,300</u>	<u>\$ 376,250</u>	<u>\$ 73,668</u>	<u>\$ 4,481,841</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2019 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2019 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers'</u> <u>Compensation</u>
	<u>Property</u>	<u>General</u> <u>Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,250,000 / \$25,250,000	\$20,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$100,000	\$500,000	\$500,000	\$750,000
Excess Insurers	NJCEJIF Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Argonaut	NJCEJIF Underwriters at Lloyds Argonaut	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-5)	\$ 160,092	\$ 629,163	\$ 40,015	\$ 3,786,276
Administrative Expenses (1)	37,576	53,274	35,739	732,809
	<u>\$ 197,668</u>	<u>\$ 682,437</u>	<u>\$ 75,754</u>	<u>\$ 4,519,085</u>

(1) Allocated on the basis of assessments and transfers by coverage.



ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2018 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2018 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers' Compensation</u>
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$20,250,000 / \$25,250,000	\$20,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$100,000	\$500,000	\$500,000	\$750,000
Excess Insurers	Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds Argonaut	NJCEJIF Underwriters at Lloyds Argonaut	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-6)	\$ 63,267	\$ 617,035	\$ 423,543	\$ 4,731,968
Administrative Expenses (1)	37,593	51,608	35,944	733,423
	<u>\$ 100,860</u>	<u>\$ 668,643</u>	<u>\$ 459,487</u>	<u>\$ 5,465,391</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2017 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2017 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers' Compensation</u>
	<u>Property</u>	<u>General Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$15,250,000 / \$25,250,000	\$15,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$100,000	\$500,000	\$500,000	\$750,000
Excess Insurers	Zurich Velocity Mitsui Sumitomo Starr	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-7)	\$ 139,035	\$ 128,816	\$ 57,102	\$ 5,422,067
Administrative Expenses (1)	35,346	49,184	33,391	743,026
	<u>\$ 174,381</u>	<u>\$ 178,000</u>	<u>\$ 90,493</u>	<u>\$ 6,165,093</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2016 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2016 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers'</u> <u>Compensation</u>
	<u>Property</u>	<u>General</u> <u>Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$15,250,000 / \$25,250,000	\$15,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$100,000	\$500,000	\$500,000	\$750,000
Excess Insurers	Zurich Mitsui Sumitomo Scottsdale Starr	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-8)	\$ 343,419	\$ 489,198	\$ 68,659	\$ 4,894,388
Administrative Expenses (1)	35,413	49,367	33,438	745,284
	<u>\$ 378,832</u>	<u>\$ 538,565</u>	<u>\$ 102,097</u>	<u>\$ 5,639,672</u>

(1) Allocated on the basis of assessments and transfers by coverage.

ATLANTIC COUNTY INSURANCE COMMISSION  
STATEMENT OF FUND YEAR 2015 PROGRAM SUMMARY  
FOR THE PERIOD JANUARY 1, 2015 TO DECEMBER 31, 2023

	<u>Coverages</u>			<u>Workers'</u> <u>Compensation</u>
	<u>Property</u>	<u>General</u> <u>Liability</u>	<u>Auto</u>	
Limits	\$260,000,000	\$15,250,000 / \$25,250,000	\$15,250,000 / \$25,250,000	STATUTORY
Fund Retention	\$100,000	\$500,000	\$500,000	\$750,000
Excess Insurers	Zurich Mitsui Sumitomo Scottsdale Starr	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds National Casualty	NJCEJIF Underwriters at Lloyds Safety National
Number of Participants	3	3	3	3
Incurred Liabilities:				
Claims (Schedule C-9)	\$ 37,257	\$ 482,582	\$ 47,681	\$ 6,075,340
Administrative Expenses (1)	28,659	49,007	33,194	739,852
	<u>\$ 65,916</u>	<u>\$ 531,589</u>	<u>\$ 80,875</u>	<u>\$ 6,815,192</u>

(1) Allocated on the basis of assessments and transfers by coverage.

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**  
**FOR THE YEAR ENDED DECEMBER 31, 2023**

**SCHEDULE OF FINDINGS AND RECOMMENDATIONS**

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to the financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

**SCHEDULE OF FINANCIAL STATEMENT FINDINGS**

None.

**SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS AS PREPARED BY MANAGEMENT**

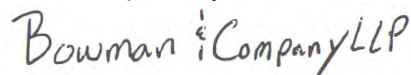
This section identifies the status of prior year audit findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards* and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

There were no findings in the prior year.

**APPRECIATION**

We express our appreciation for the assistance provided to us during our audit.

Respectfully submitted,



BOWMAN & COMPANY LLP  
Certified Public Accountants  
& Consultants



Dennis J Skalkowski  
Certified Public Accountant