

DIPLOMA JOINT INSURANCE FUND
Financial Statements
June 30, 2023 and 2022
With Independent Auditor's Reports

Diploma Joint Insurance Fund
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June 30, 2023 and 2022

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**Diploma Joint Insurance Fund
Management's Discussion and Analysis
June 30, 2023 and 2022**

This section of Diploma Joint Insurance Fund's (the "Fund") annual financial report presents a discussion and analysis of the financial performance of the Fund for the years ended June 30, 2023 and 2022. Please read it in conjunction with the financial statements which follow this section. The following table summarizes the financial position and results of operations of the Fund as of and for the years ended June 30:

	<u>2023</u>	<u>2022</u>
Assets		
Cash, investments and accrued interest	\$ 24,073,313	\$ 22,168,358
Other assets	<u>246,104</u>	<u>460,302</u>
	<u>\$ 24,319,417</u>	<u>\$ 22,628,660</u>
Liabilities, Reserves, and Net Position		
Reserves for unpaid claims	\$ 9,122,404	\$ 8,193,344
Other liabilities	2,327,031	2,014,320
Net position	<u>12,869,982</u>	<u>12,420,996</u>
	<u>\$ 24,319,417</u>	<u>\$ 22,628,660</u>
Revenue and Expenses		
Revenue		
Underwriting income - regular contributions	\$ 11,488,559	\$ 10,811,932
Investment and other income (loss)	<u>423,652</u>	<u>(463,005)</u>
	<u>11,912,211</u>	<u>10,348,927</u>
Expenses		
Claims expense	5,433,295	2,969,351
Insurance premiums	4,232,655	3,733,044
Administrative expense	<u>1,797,275</u>	<u>1,706,915</u>
	<u>11,463,225</u>	<u>8,409,310</u>
Net income	448,986	1,939,617
Net position		
Beginning of year	<u>12,420,996</u>	<u>10,481,379</u>
End of year	<u>\$ 12,869,982</u>	<u>\$ 12,420,996</u>

Diploma Joint Insurance Fund Management's Discussion and Analysis June 30, 2023 and 2022

Overview of the Financial Statements

The Fund's financial statements are prepared on the basis of accounting principles generally accepted in the United States of America for governmental units. The primary purpose of the Fund is to provide local and regional school districts a joint self-insurance fund. The Fund offers a full line of insurance coverage, such as workers' compensation and employers' liability, supplemental indemnity, property damage including auto physical damage, general and automobile liability, crime and fidelity, school leaders' professional liability, excess liability, environmental impairment, student accident, security guard, and foreign travel. The Fund operates under the provisions of the New Jersey statutes (N.J.S.A. 18A:18B-1 et seq.) and has 18 school districts in the Fund as of June 30, 2023 and 2022. The three basic financial statements presented within the financial statements are as follows:

- Statement of Net Position – This statement presents information reflecting the Fund's assets, liabilities, and net position. Net position represents the amount of total assets less total liabilities and reserves.
- Statement of Revenue, Expenses, and Changes in Net Position – This statement reflects the operating revenue and expenses, as well as non-operating income (loss) during the operating year. Major sources of operating revenue are regular member assessments while major sources of operating expenses are claims paid, changes in case reserves, changes in the incurred but not reported claims, insurance and reinsurance premiums, and administrative expenses.
- Statement of Cash Flows – This statement presents changes in cash and cash equivalents resulting from operating activities and investing activities.

Financial Highlights

- The Fund's revenue increased approximately 6% over the prior year.
- Claims' case reserves represent a life to date estimate as to the expected liability for the reported claims and claims incurred but not reported ("IBNR"). Computing the claims liability does not result in achieving an exact amount. Claims' case reserves must be estimated due to the complex factors that determine the liability. Some of these factors are changes in legal doctrine, inflation, historical settlements, claim frequency, damage awards, and other statistical techniques.
- The net increase in claims IBNR is a result of calculations supplied by the Fund's actuary. The actuary uses the Fund's loss runs as well as market conditions for his analysis.
- The investment income for the current year is due primarily to higher interest rates on the fixed income notes held as well as market changes.
- All fund surplus available may be returned to members per the Department of Banking and Insurance regulations. The Fund has no immediate plans for a return of surplus.
- For the upcoming year, the Fund's membership decreased from 18 to 17 members.

Contacting the Fund's Management

This financial report is designed to provide the Diploma Joint Insurance Fund members and the Department of Banking and Insurance of the State of New Jersey with a general overview of the Fund's finances and to demonstrate the Fund's accountability for the public funds it receives. If you have any questions about this report or need additional financial information, please contact the Fund Administrator of the Diploma Joint Insurance Fund at the office of the Fund located at 51 Everett Drive, Suite 40-B, West Windsor, NJ 08550, or by phone at (609) 275-1140.

INDEPENDENT AUDITOR'S REPORT

To the Fund Commissioners of
Diploma Joint Insurance Fund:

Report on the Audit of the Financial Statements

Opinion

We have audited the financial statements of Diploma Joint Insurance Fund, which comprise the statements of net position as of June 30, 2023 and 2022, and the related statements of revenue, expenses, and changes in net position, and cash flows for the years then ended, and the related notes to financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of Diploma Joint Insurance Fund as of June 30, 2023 and 2022, and the changes in its net 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 ("GAAS"), the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the audit requirements as prescribed by the State of New Jersey, Department of Community Affairs and Banking and Insurance. 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 Diploma Joint Insurance Fund and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Diploma Joint Insurance Fund'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 GAAS and *Government Auditing Standards* and the audit requirements as prescribed by the State of New Jersey, Departments of Community Affairs and Banking and Insurance 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 GAAS, the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, and the audit requirements as prescribed by the State of New Jersey, Departments of Community Affairs and Banking and Insurance, 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 Diploma Joint Insurance Fund'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 Diploma Joint Insurance Fund'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.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 1-2 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. 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 audits 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 audits were conducted for the purpose of forming an opinion on the financial statements as a whole. The supplementary information as listed in the table of contents is presented for purposes of additional analysis and is not a required part of the financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audits of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the 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 November 21, 2023 on our consideration of Diploma Joint Insurance Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Diploma Joint Insurance Fund's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Diploma Joint Insurance Fund's internal control over financial reporting and compliance.



November 21, 2023

Diploma Joint Insurance Fund
Statements of Net Position
June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Assets		
Cash and cash equivalents	\$ 13,630,155	\$ 11,719,112
Investments	10,403,710	10,409,593
Due from third-party administrator	-	18,579
Accrued interest income	39,448	39,653
Receivable from insurance carriers	-	139,155
Receivable from members	240,833	300,701
Prepaid expenses	<u>5,271</u>	<u>1,867</u>
 Total assets	 <u>24,319,417</u>	 <u>22,628,660</u>
Liabilities and Reserves		
Current liabilities		
Administrative expenses payable	872,291	692,844
Supplemental assessments due to members, net	673,000	673,000
Reinsurance payable	<u>781,740</u>	<u>648,476</u>
	<u>2,327,031</u>	<u>2,014,320</u>
Claim reserves		
Case reserves	5,186,779	4,301,232
IBNR reserves	<u>3,935,625</u>	<u>3,892,112</u>
	<u>9,122,404</u>	<u>8,193,344</u>
 Total liabilities and reserves	 <u>11,449,435</u>	 <u>10,207,664</u>
Net position		
Net position - unrestricted	<u>\$ 12,869,982</u>	<u>\$ 12,420,996</u>

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

Diploma Joint Insurance Fund
Statements of Revenue, Expenses, and Changes in Net Position
Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Revenue		
Underwriting income - regular contributions	\$ 11,488,559	\$ 10,811,932
Expenses		
Claims		
Paid	4,504,235	3,029,342
Increase in case reserves	885,547	956,345
Increase (decrease) in IBNR reserves	43,513	(1,016,336)
Claims, net	<u>5,433,295</u>	<u>2,969,351</u>
Insurance and reinsurance premiums	4,232,655	3,733,044
Administrative expenses	<u>1,797,275</u>	<u>1,706,915</u>
Total expenses	<u>11,463,225</u>	<u>8,409,310</u>
Operating income (loss)	<u>25,334</u>	<u>2,402,622</u>
Investment return (loss)		
Investment income, net	604,781	189,279
Change in fair value of investments	<u>(181,129)</u>	<u>(652,284)</u>
Investment return (loss), net	<u>423,652</u>	<u>(463,005)</u>
Net income	448,986	1,939,617
Net position		
Beginning of year	<u>12,420,996</u>	<u>10,481,379</u>
End of year	<u>\$ 12,869,982</u>	<u>\$ 12,420,996</u>

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

Diploma Joint Insurance Fund
Statements of Cash Flows
Years Ended June 30, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Operating activities		
Underwriting income - regular contributions	\$ 11,567,006	\$ 10,660,743
Claims paid	(4,504,235)	(3,029,342)
Excess insurance premium paid	(3,960,236)	(3,688,480)
Administrative expenses paid	<u>(1,621,232)</u>	<u>(1,666,690)</u>
Net cash provided by operating activities	<u>1,481,303</u>	<u>2,276,231</u>
Investing activities		
Proceeds from sale/maturity of investment securities	2,443,239	2,407,888
Purchase of investment securities	(2,624,090)	(2,622,280)
Investment income, net	<u>610,591</u>	<u>201,684</u>
Net cash provided by (used in) investing activities	<u>429,740</u>	<u>(12,708)</u>
 Net change in cash and cash equivalents	 1,911,043	 2,263,523
Cash and cash equivalents		
Beginning of year	<u>11,719,112</u>	<u>9,455,589</u>
 End of year	 <u>\$ 13,630,155</u>	 <u>\$ 11,719,112</u>
Reconciliation of operating income (loss) to net cash provided by operating activities		
Operating income (loss)	\$ 25,334	\$ 2,402,622
Adjustments to reconcile operating income (loss) to net cash provided by operating activities		
Changes in assets and liabilities		
Due from third-party administrator	18,579	(18,579)
Receivable from insurance carriers	139,155	(2,536)
Receivable from members	59,868	(132,610)
Prepaid expenses	(3,404)	1,192
Reinsurance payable	133,264	47,100
Case and IBNR reserves	929,060	(59,991)
Administrative expenses payable	<u>179,447</u>	<u>39,033</u>
Net cash provided by operating activities	<u>\$ 1,481,303</u>	<u>\$ 2,276,231</u>

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

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

1. OPERATIONS

Diploma Joint Insurance Fund (the “Fund”) is a school district joint self-insurance fund formed under the provisions of New Jersey statutes (N.J.S.A. 18A:18B-1 et seq.). The Fund commenced operations on December 15, 1995 with an original membership of 8 local school districts. Membership is 18 school districts as of June 30, 2023 and 2022. The Fund's general objectives are to provide member districts with a long-term alternative to the insurance market as a means of stabilizing insurance expenditures and to develop comprehensive loss control programs for members.

The bylaws of the Fund, as supplemented by the Risk Management Plan, set forth the various procedures which are to be followed in the organization, administration, and operation of the Fund.

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

The administrator is responsible for the overall administration of the Fund. Fees paid to the administrator cover all administrative costs; accordingly, the Fund does not maintain any fixed assets nor does it incur any employee payroll expense.

The specific limits of liability of the various coverages afforded by the Fund incorporate member deductibles, funded self-insured retentions, and various jointly purchased conventional insurance policies.

The Fund offers its members the following coverages:

- Workers’ compensation and employers’ liability
- Supplemental indemnity
- Package (auto liability, general liability, property, and environmental impairment liability)
- Boiler and machinery
- Excess liability
- School leaders’ professional liability (including employment practices liability)
- Crime and fidelity

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

	<u>Fund Year(s)</u>	<u>Loss Type ***</u>	<u>Per Occurrence SIR</u>	<u>Aggregate SIR</u>
Workers' Compensation	12/15/95 - 2001/2002	Loss & ALAE	\$250,000	Varies by fund year*
	2002/2003	Loss & ALAE	\$300,000	None
	2003/2004	Loss & ALAE	\$325,000	None
	2004/2005 - 2010/2011	Loss & ALAE	\$250,000	None
	2011/2012 - 2022/2023	Loss & ALAE	\$100,000	None
Property	7/23/1999 - 12/31/2001	Loss & ALAE	\$25,000	Varies by fund year*
Property & Liability	2005/2006 - 2022/2023	Loss & ALAE	\$100,000	Varies by fund year*
School Leaders' Liability	2005/2006 - 2009/2010	Loss & ALAE	\$25,000	None
	2010/2011 - 2014/2015	Loss & ALAE	\$35,000**	None
	2015/2016 - 2019/2020	Loss & ALAE	\$100,000	None
	2020/2021	Loss & ALAE	\$200,000	None
	2021/2022 - 2022/2023	Loss & ALAE	\$300,000	None

*On file with the Fund.

**For one member, SIR was \$50,000 for these fund years.

Diploma Joint Insurance Fund

Notes to Financial Statements

June 30, 2023 and 2022

Effective 2012-2013, the Fund has an additional per occurrence \$100,000 SIR on property for named storm systems that does not accrue to the aggregate. This is shared pro rata with the other members of the excess fund.

Effective 2020-2021, the Fund has an additional per occurrence \$300,000 SIR on property for named storm systems that does not accrue to the aggregate. This is shared pro rata with the other members of the excess fund.

Effective 2020-2021, for auto and general liability coverage (“AL & GL”), the Fund is responsible for its self-insured retention of \$100,000 of each loss after which School Excess Liability Fund (“SEL”) will pay its self-insured retention of \$400,000. Once the combined self-insured retention of \$500,000 has been paid, SEL will pay up to an aggregate loss corridor of \$2,000,000, applicable to all AL & GL covered losses, before the excess carrier has any obligation to pay.

Effective 2021-2022 and 2020-2021, the Fund has a SIR for all school board legal liability (“SBLL”) claims of \$300,000 and \$200,000, respectively, after which SEL will pay a loss corridor up to a total of \$1,000,000 and \$900,000, respectively, after which the carrier will be obligated to pay.

2. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The financial statements of the Fund are prepared in conformity with accounting principles generally accepted in the United States of America as applied to enterprise funds of governmental units. The focus of the 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 Governmental Accounting Standards Board is the accepted standard-setting body for establishing governmental accounting and financial reporting principles.

Reporting Entity

Governmental Accounting Standards Board Codification Section 2100, *Defining 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, selection of governing authority, designation of management, ability to significantly influence operations, and accountability for fiscal matters. The Fund has determined that there were no additional entities required to be included in the reporting entity under the criteria as described above in the current year. In addition, the Fund is not includable in any other reporting entity on the basis of such criteria.

Basis of Accounting

The Fund utilizes the economic resources measurement focus and the accrual basis of accounting whereby revenue is recorded as earned and expenses reflected as incurred. Net position reflects the excess (deficit) of total assets over total liabilities and reserves.

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets, liabilities, and reserves at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. In addition, certain actuarial assumptions have been made in the preparation of these financial statements. Actual results could differ from those estimates. Significant estimates included in these financial statements are fair market value of investments, case reserves, and incurred but not reported (“IBNR”) reserves.

Diploma Joint Insurance Fund

Notes to Financial Statements

June 30, 2023 and 2022

Cash and Investments

The Fund considers all highly liquid investments with maturities of less than three months at the time of purchase to be cash. The investments in government backed fixed maturities are carried at fair value. Fair value has been supplied by the custodian.

New Jersey Statutes require deposits in a bank or trust company which has its place of business in the State of New Jersey and is organized under the laws of the United States or of the State of New Jersey. New Jersey Statutes provide 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 the 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.

New Jersey Statutes establish the requirement for the security of deposits of governmental units. The Statutes require that no governmental unity 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 5% 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 Fund has adopted a cash management plan that requires it to deposit public funds in public depositories protected from loss under the provisions of GUDPA. The cash management plan designates the allowed depositories.

Fair Value of Financial Instruments

According to professional standards, the Fund measures its fair value under accounting principles generally accepted in the United States of America and provides disclosures about fair value measurements. Fair value is defined as the exchange price that would be received for an asset or paid to transfer a liability (an exit price) in the principal or most advantageous market for the asset or liability in an orderly transaction between market participants on the measurement date. Valuation techniques used to measure fair value must maximize the use of observable inputs and minimize the use of unobservable inputs using a fair value hierarchy based on three levels of inputs, of which the first two are considered observable and the last unobservable, that may be used to measure fair value which are the following:

Level 1 - Quoted prices in active markets for identical assets or liabilities.

Level 2 - Inputs other than Level 1 that are observable, either directly or indirectly, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data for substantially the full term of the assets or liabilities.

Level 3 - Unobservable inputs that are supported by little or no market activity and that are significant to the fair value of the assets or liabilities.

Diploma Joint Insurance Fund

Notes to Financial Statements

June 30, 2023 and 2022

Revenue Recognition

The Fund offers annual coverage to its members. Member assessments (contributions) are recorded on the accrual basis. The member assessments of the participating boards of education are determined by the Fund Administrator and then certified by vote of the Fund's Board of Trustees. There are no advance sums collected for the revenue streams except any prepayments recorded as a liability. Revenue is recognized in the year the coverage is in effect and is recognized ratably over the period the service is provided.

Assessments Receivable

Assessments receivable are composed of member installments due to the Fund for the current year which remain unpaid at the end of the fiscal year. Assessments receivable are unsecured, are recorded when invoices are issued, and are presented in the statements of net position. Per the Fund's by-laws, past due assessments shall bear interest at a rate determined annually by the Executive Committee. The interest rate assessed for each of the years ended June 30, 2023 and 2022 was 0%. Assessments receivable are written off when they are deemed to be uncollectible. Interest on delinquent assessments may be waived at the discretion of the Executive Committee.

Other Receivables

Other receivables represent amounts due from members' deductible billings and from reinsurers and can remain open until claims are settled. These amounts are unsecured, noninterest bearing and deemed to be fully collectible.

Claims Liabilities

The Fund establishes claims liabilities for the Fund's self insured retention ("SIR") loss and claim adjustment expense based on estimates of the ultimate cost of claims [including allocated loss adjustment expenses ("ALAE")] that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. 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. The Fund does not discount claim liabilities. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made. Subrogation and other recoverable claim amounts are recognized as a reduction of claim payments upon the receipt of cash or are accrued for if the recoverable amount is known.

Reinsurance

The Fund purchases a multi-line reinsurance contract in accordance with the Risk Management Plan to reduce its exposure to large losses on certain types of insured events. Although reinsurance does not discharge the primary liability of the Fund as direct insurer of the risk of loss, the Fund does not report the claim payments or liabilities under reinsurance contracts unless it is probable that those liabilities will not be covered by reinsurers. A contingent liability may exist with respect to reinsurance which would become an actual liability in the event any of the insurance companies might be unable to meet their obligations to the Fund.

Income Taxes

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

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

3. CASH AND CASH EQUIVALENTS

At June 30, 2023 and 2022, the carrying amounts of the Fund's deposits were as follows:

	<u>2023</u>		<u>2022</u>	
	<u>Carrying Amount</u>	<u>Bank Balance</u>	<u>Carrying Amount</u>	<u>Bank Balance</u>
Operating checking account	\$ 8,270,325	\$ 8,286,527	\$ 11,673,286	\$ 11,742,564
NJ Term deposits	5,324,920	5,324,920	-	-
Money market accounts	<u>34,910</u>	<u>34,910</u>	<u>45,826</u>	<u>45,826</u>
	<u>\$ 13,630,155</u>	<u>\$ 13,646,357</u>	<u>\$ 11,719,112</u>	<u>\$ 11,788,390</u>

Custodial Credit Risk

Custodial credit risk is the risk that, in the event of a bank failure, the Fund's deposits might not be recovered. Although the Fund does not have a formal policy regarding custodial credit risk, New Jersey Statutes require that governmental units shall deposit public funds in public depositories protected from loss under the provisions of GUDPA.

The operating checking account, money market account, NJ Term deposits, and the claims checking accounts are deposited in public depositories which are fully insured up to \$250,000 per institution by the Federal Deposit Insurance Corporation and in excess of \$250,000 are fully collateralized by the bank through GUDPA. Of the Fund's bank balances of \$13,646,357 and \$11,788,390, \$250,000 and \$250,000 was insured and \$13,396,357 and \$11,538,390 was collateralized under GUDPA at June 30, 2023 and 2022, respectively.

4. INVESTMENTS

Custodial Credit Risk

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Fund will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. Investment securities are exposed to custodial credit risk if the securities are uninsured, are not registered in the name of the Fund, and are held by either the counterparty or the counterparty's trust department or agent but not in the Fund's name.

At June 30, 2023 and 2022, the Fund invested only in notes backed by the federal government and are triple A rated by Moody's with various interest rates ranging from 0.25% to 4.0% as of June 30, 2023 and from 0.25% to 3.0% as of June 30, 2022. The maturity dates range from November 30, 2023 to May 31, 2028 as of June 30, 2023 and from September 30, 2022 to September 30, 2026 as of June 30, 2022. At June 30, 2023 and 2022, all of the Fund's investments are under the custody of the New Jersey Asset and Rebate Management Program, who is the Fund's investment advisor.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. To limit risk, the Fund's investment policy provides that no investment or deposit shall have a maturity longer than five years from date of purchase.

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

Credit Risk

Credit risk is the risk that an issuer or counterparty to an investment will not fulfill its obligations. New Jersey Statutes limit the investments that the Fund may purchase, such as Treasury securities, in order to limit the exposure of governmental units to credit risk. The Fund has no investment policy that would further limit its investment choices.

Concentration of Credit Risk

The Fund does not place a limit on the amount that may be invested in any one issuer. All the Fund's investments are in debt obligations.

Future maturities of investments at June 30 are as follows:

	<u>2023</u>	<u>2022</u>
Within 1 year	\$ 1,228,021	\$ 1,708,558
2-5 years	<u>9,175,689</u>	<u>8,701,035</u>
	<u>\$ 10,403,710</u>	<u>\$ 10,409,593</u>

Investments are stated at fair value. The difference between fair value and amortized cost is recorded as unrealized loss. Investments consist of the following as of June 30:

	<u>2023</u>	<u>2022</u>
Face value	\$ 11,120,000	\$ 10,820,000
Unamortized premium (discount), net	(84,063)	40,689
Unrealized loss, net	<u>(632,227)</u>	<u>(451,096)</u>
Fair value	<u>\$ 10,403,710</u>	<u>\$ 10,409,593</u>

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

	<u>2023</u>	<u>2022</u>
Interest income	\$ 610,086	\$ 193,555
Amortization of (premium) discount, net	2,596	(19,933)
Realized gain (loss) using amortized cost	<u>(7,901)</u>	<u>15,657</u>
Investment return, net	<u>\$ 604,781</u>	<u>\$ 189,279</u>

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

5. FAIR VALUE ACCOUNTING

Recurring Fair Value Measurements

The Fund has provided fair value disclosure information for relevant assets and liabilities in these financial statements. The following tables summarize assets which have been accounted for at fair value on a recurring basis as of June 30 along with the basis for the determination of fair value:

	2023			
	Basis for Valuation			
	Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments in U.S. Treasury Notes	\$ 10,403,710	\$ 10,403,710	\$ -	\$ -

	2022			
	Basis for Valuation			
	Total	Quoted Prices in Active Markets	Observable Measurement Criteria	Unobservable Measurement Criteria
Investments in U.S. Treasury Notes	\$ 10,409,593	\$ 10,409,593	\$ -	\$ -

For applicable assets and liabilities subject to this pronouncement, the Fund will value such assets and liabilities using quoted market prices in active markets for identical assets and liabilities to the extent possible. To the extent that such market prices are not available, the Fund will next attempt to value such assets and liabilities using observable measurement criteria, including quoted market prices of similar assets and liabilities in active and inactive markets and other corroborated factors. In the event that quoted market prices in active markets and other observable measurement criteria are not available, the Fund will develop measurement criteria based on the best information available.

U.S. government-backed fixed notes are valued at the closing price reported on the active market on which individual securities are traded along with comparable bond ratings under Moody's and S&P.

The valuation methods for these investments are consistent for the years ended June 30, 2023 and 2022.

6. CONCENTRATION OF CREDIT RISK

The Fund has three members whose individual assessments are greater than 10% of total assessment revenue. In total, these members approximated 45% of total assessment revenue for each of the years ended June 30, 2023 and 2022.

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

7. LOSS RESERVES

The liability for unpaid losses and loss adjustment expenses represents an estimate of the ultimate net cost of all losses and loss adjustment expenses incurred but not yet paid. This estimate is based on the estimated ultimate cost of settling the claims considering the historical experience of the Fund, various other industry statistics, including the effects of inflation and other societal or economic factors, and the Fund's self-insured retention level. Management believes that the liability for unpaid losses is adequate to cover the ultimate cost of reported and unreported claims incurred but not yet paid. However, the ultimate cost may be more or less than the estimated liability. The Fund has created a loss reserve for any reported and potential unreported losses which have taken place but in which the Fund has not received notices or reports of losses.

Loss reserves at June 30, which have been estimated by the Fund's claims servicing organization and actuary, are as follows:

	<u>2023</u>	<u>2022</u>
Case reserves	\$ 5,186,779	\$ 4,301,232
Reserves for losses incurred but not reported	<u>3,935,625</u>	<u>3,892,112</u>
	<u>\$ 9,122,404</u>	<u>\$ 8,193,344</u>

The following represents changes in the aggregate reserves for the Fund as of June 30:

	<u>2023</u>	<u>2022</u>
Unpaid claim liabilities, beginning of year	<u>\$ 8,193,344</u>	<u>\$ 8,253,335</u>
Incurred claims		
Provision for insured events of the current year	5,633,555	5,598,285
Decrease in provision for insured events of prior years	<u>(200,260)</u>	<u>(2,628,934)</u>
Total increase in incurred claims	<u>5,433,295</u>	<u>2,969,351</u>
Payments		
Payments - net on claims for insured events of the current year	1,741,509	1,717,582
Payments - net on claims for insured events of prior years	<u>2,762,726</u>	<u>1,311,760</u>
Total payments	<u>4,504,235</u>	<u>3,029,342</u>
Unpaid claim liabilities, end of year	<u>\$ 9,122,404</u>	<u>\$ 8,193,344</u>

8. SUPPLEMENTAL ASSESSMENTS DUE TO MEMBERS

During the year ended June 30, 2007, the Fund paid a claim from fund year 2000/2001 in the amount of \$750,000. In January 2010, the Fund was reimbursed \$300,000 from the New Jersey Property and Liability Insurance Guaranty Association; and during the year ended June 30, 2014, the Fund received an additional \$385,000 from Legion Liquidation and Equity Trust Company following a suit as a result of its bankruptcy. The total amount of supplemental assessments payable to members at both June 30, 2023 and 2022 is \$673,000, net of application of a previously existing receivable of \$12,000, which may be returned to members as appropriate.

Diploma Joint Insurance Fund
Notes to Financial Statements
June 30, 2023 and 2022

9. SUBSEQUENT EVENTS

The Fund has evaluated subsequent events occurring after the statement of net position date through November 21, 2023, which is the date the financial statements were available to be issued. Based on this evaluation, the Fund has determined that no subsequent events have occurred which require disclosure in or adjustment to the financial statements.

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

INDEPENDENT AUDITOR'S REPORT

To the Fund Commissioners of
Diploma Joint Insurance Fund:

We have audited, in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of Diploma Joint Insurance Fund, which comprise the statement of net position as of June 30, 2023, and the related statements of revenue, expenses, and changes in net position and cash flows for the year then ended, and the related notes to the financial statements, and have issued our report thereon dated November 21, 2023.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Fund's internal control over financial reporting (internal control) as a basis for designing 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 Fund's internal control. Accordingly, we do not express an opinion on the effectiveness of the Fund's internal control over financial reporting.

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

Our consideration of internal control 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 material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

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

Purpose of the Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the 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.

Withum Smith + Brown, PC

November 21, 2023

SUPPLEMENTARY INFORMATION

Diploma Joint Insurance Fund
Ten Year Claims Development Information
June 30, 2023

	<u>2014</u>	<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>
Underwriting income - regular contributions	\$ 6,790,691	\$ 7,115,651	\$ 6,870,536	\$ 6,100,993	\$ 6,400,128	\$ 6,650,091	\$ 7,000,217	\$ 10,093,933	\$ 10,811,932	\$ 11,488,559
Investment and other income (loss)	<u>53,695</u>	<u>135,429</u>	<u>95,833</u>	<u>106,264</u>	<u>52,508</u>	<u>148,803</u>	<u>66,986</u>	<u>(47,748)</u>	<u>37,484</u>	<u>103,847</u>
	<u>\$ 6,844,386</u>	<u>\$ 7,251,080</u>	<u>\$ 6,966,369</u>	<u>\$ 6,207,257</u>	<u>\$ 6,452,636</u>	<u>\$ 6,798,894</u>	<u>\$ 7,067,203</u>	<u>\$ 10,046,185</u>	<u>\$ 10,849,416</u>	<u>\$ 11,592,406</u>
Insurance and reinsurance premiums	\$ 2,121,928	\$ 2,282,726	\$ 2,071,564	\$ 1,978,964	\$ 2,127,607	\$ 2,127,777	\$ 2,379,166	\$ 3,629,849	\$ 3,766,434	\$ 4,232,655
Administrative expenses	<u>1,069,539</u>	<u>1,104,036</u>	<u>1,065,687</u>	<u>928,861</u>	<u>980,069</u>	<u>1,006,477</u>	<u>1,069,054</u>	<u>1,571,115</u>	<u>1,739,970</u>	<u>1,807,362</u>
	<u>\$ 3,191,467</u>	<u>\$ 3,386,762</u>	<u>\$ 3,137,251</u>	<u>\$ 2,907,825</u>	<u>\$ 3,107,676</u>	<u>\$ 3,134,254</u>	<u>\$ 3,448,220</u>	<u>\$ 5,200,964</u>	<u>\$ 5,506,404</u>	<u>\$ 6,040,017</u>
Estimated incurred claims, end of policy year	\$ 4,120,000	\$ 3,467,000	\$ 3,170,000	\$ 2,792,098	\$ 3,915,865	\$ 3,044,544	\$ 3,411,781	\$ 4,802,398	\$ 5,598,285	\$ 5,633,555
Cumulative paid claims as of:										
End of policy year	1,762,284	1,036,691	1,072,272	767,370	1,444,256	1,214,554	793,540	785,562	1,646,589	2,015,323
One year later	2,567,716	1,814,544	2,091,114	1,216,150	2,427,273	1,747,484	1,110,668	1,351,129	1,239,848	
Two years later	2,788,486	2,042,234	2,532,615	1,661,765	2,753,925	1,849,857	1,258,080	1,648,287		
Three years later	3,032,351	2,352,015	2,980,810	1,819,549	2,894,629	2,009,308	1,489,622			
Four years later	3,172,397	2,525,022	3,016,781	1,958,187	3,036,939	2,223,884				
Five years later	3,381,005	2,623,829	3,077,184	1,958,686	3,161,506					
Six years later	3,416,118	2,641,155	3,145,774	2,050,850						
Seven years later	3,494,919	2,784,806	3,195,580							
Eight years later	3,541,327	2,789,265								
Nine years later	3,495,014									
Cumulative incurred claims as of:										
End of policy year	4,120,000	3,467,000	3,170,000	2,792,098	3,915,865	3,044,544	3,411,781	4,802,398	5,598,285	5,633,555
One year later	3,480,000	3,069,028	3,516,065	2,328,958	4,256,888	2,827,769	2,340,863	3,774,268	5,522,328	
Two years later	3,620,000	3,091,048	3,826,349	2,296,224	3,852,486	2,650,590	2,004,815	2,613,017		
Three years later	3,485,000	2,937,000	3,600,798	2,176,877	3,721,572	2,647,727	1,864,882			
Four years later	3,446,046	2,854,665	3,538,520	2,193,660	3,518,547	2,652,685				
Five years later	3,475,950	2,824,303	3,508,976	2,180,058	3,669,200					
Six years later	3,533,482	2,846,576	3,394,018	2,171,578						
Seven years later	3,545,732	2,895,922	3,366,706							
Eight years later	3,581,222	2,908,637								
Nine years later	3,525,909									
Increase (decrease) in cumulative incurred claims from end of policy year	<u>\$ (594,091)</u>	<u>\$ (558,363)</u>	<u>\$ 196,706</u>	<u>\$ (620,520)</u>	<u>\$ (246,665)</u>	<u>\$ (391,859)</u>	<u>\$ 1,546,899</u>	<u>\$ 2,189,381</u>	<u>\$ 75,957</u>	<u>\$ -</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Schedules of Changes in Claim Liabilities by Line of Coverage
June 30, 2023 and 2022

	2023			
	<u>Total</u>	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>
Unpaid claim liabilities, beginning of year	\$ 8,193,344	\$ 5,374,296	\$ 1,000,071	\$ 1,818,977
Incurred claims				
Provision for insured events of current year	5,633,555	4,138,646	858,128	636,781
Increase (decrease) in provision for insured events of prior years	<u>(200,260)</u>	<u>(284,913)</u>	<u>211,964</u>	<u>(127,311)</u>
Increase in incurred claims	<u>5,433,295</u>	<u>3,853,733</u>	<u>1,070,092</u>	<u>509,470</u>
Claim payments				
Payments-net on claims for insured events of current year	1,741,509	1,522,115	219,394	-
Payments-net on claims for insured events of prior years	<u>2,762,726</u>	<u>2,002,257</u>	<u>457,053</u>	<u>303,416</u>
Total payments	<u>4,504,235</u>	<u>3,524,372</u>	<u>676,447</u>	<u>303,416</u>
Unpaid liability, end of year	<u>\$ 9,122,404</u>	<u>\$ 5,703,657</u>	<u>\$ 1,393,716</u>	<u>\$ 2,025,031</u>
	2022			
	<u>Total</u>	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>
Unpaid claim liabilities, beginning of year	\$ 8,253,335	\$ 6,444,285	\$ 496,828	\$ 1,312,222
Incurred claims				
Provision for insured events of current year	5,598,285	3,560,268	1,186,143	851,874
Decrease in provision for insured events of prior years	<u>(2,628,934)</u>	<u>(2,493,287)</u>	<u>(82,594)</u>	<u>(53,053)</u>
Increase in incurred claims	<u>2,969,351</u>	<u>1,066,981</u>	<u>1,103,549</u>	<u>798,821</u>
Claim payments				
Payments-net on claims for insured events of current year	1,717,582	1,224,626	471,181	21,775
Payments-net on claims for insured events of prior years	<u>1,311,760</u>	<u>912,344</u>	<u>129,125</u>	<u>270,291</u>
Total payments	<u>3,029,342</u>	<u>2,136,970</u>	<u>600,306</u>	<u>292,066</u>
Unpaid liability, end of year	<u>\$ 8,193,344</u>	<u>\$ 5,374,296</u>	<u>\$ 1,000,071</u>	<u>\$ 1,818,977</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Combining Schedule of Net Income and Changes in Net Position for
Fund Years 1996 through 2023
June 30, 2023

<u>Fund Year</u>	<u>Net Position 6/30/2022</u>	<u>Net Income (Loss)</u>	<u>Less Surplus Returned to Members</u>	<u>Net Position 6/30/2023</u>
1996	\$ 23,069	\$ 351	\$ -	\$ 23,420
1997	62,513	950	-	63,463
1998	(118,100)	-	-	(118,100)
1999	94,202	1,433	-	95,635
2000	53,614	759	-	54,373
2001	(18,269)	9,956	-	(8,313)
2002	(208,935)	-	-	(208,935)
2003	(311,350)	-	-	(311,350)
2004	(350,980)	-	-	(350,980)
2005	402,697	6,587	-	409,284
2006	695,349	7,126	-	702,475
2007	244,395	4,641	-	249,036
2008	1,013,826	19,062	-	1,032,888
2009	1,151,004	15,352	-	1,166,356
2010	868,104	17,026	-	885,130
2011	251,463	8,489	-	259,952
2012	1,291,664	32,692	-	1,324,356
2013	610,120	(95,626)	-	514,494
2014	68,670	58,643	-	127,313
2015	951,472	4,209	-	955,681
2016	424,825	37,587	-	462,412
2017	1,100,091	27,763	-	1,127,854
2018	(177,439)	(146,801)	-	(324,240)
2019	994,412	17,543	-	1,011,955
2020	1,578,235	175,866	-	1,754,101
2021	2,015,302	216,902	-	2,232,204
2022	(288,958)	109,642	-	(179,316)
2023	-	(81,166)	-	(81,166)
	<u>\$ 12,420,996</u>	<u>\$ 448,986</u>	<u>\$ -</u>	<u>\$ 12,869,982</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
 Combined Cumulative Operating Results Analysis for
 Fund Years 1996 through 2023
 June 30, 2023**

Revenue

Underwriting income - regular contributions	\$ 161,317,117
Supplemental assessments	<u>750,000</u>
	<u>162,067,117</u>

Expenses

Claims	
Paid	70,818,667
Reinsurance settlement claim 2000/2001	750,000
Case reserves	5,186,781
IBNR reserves	<u>3,935,625</u>
Claims, net	<u>80,691,073</u>

Insurance and reinsurance premiums	49,092,206
Administrative expenses	<u>24,207,038</u>
	<u>73,299,244</u>

Total expenses	<u>153,990,317</u>
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Operating income	<u>8,076,800</u>
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Non-operating income

Investment income	4,064,341
Other income	<u>548</u>
Total non-operating income	<u>4,064,889</u>

Net income	12,141,689
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Less: Surplus returned to members	<u>728,293</u>
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Net position	<u>\$ 12,869,982</u>
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See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 1996
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>
Underwriting income	
Regular contributions	\$ <u>798,889</u>
Expenses	
Claims	
Paid	828,447
Other	
Excess insurance premiums	63,354
Administrative	<u>124,913</u>
Total expenses	<u>1,016,714</u>
Operating loss	<u>(217,825)</u>
Non-operating income	
Investment income	51,245
Transfers	<u>190,000</u>
Total non-operating income	<u>241,245</u>
Net income	23,420
Less: Return of surplus	<u>-</u>
Net position	<u>\$ 23,420</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 1997
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>
Underwriting income	
Regular contributions	\$ <u>2,862,382</u>
Expenses	
Claims	
Paid	1,810,227
Other	
Excess insurance premiums	188,717
Administrative	<u>420,195</u>
Total expenses	<u>2,419,139</u>
Operating income	<u>443,243</u>
Non-operating income (expense)	
Investment income	431,410
Transfers	<u>(549,898)</u>
Total non-operating income (expense)	<u>(118,488)</u>
Net income	324,755
Less: Return of surplus	<u>(261,292)</u>
Net position	<u>\$ <u>63,463</u></u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 1998
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>
Underwriting income	
Regular contributions	\$ <u>2,587,297</u>
Expenses	
Claims	
Paid	1,935,684
Case reserves	<u>22,988</u>
	1,958,672
Other	
Excess insurance premiums	153,193
Administrative	<u>405,790</u>
Total expenses	<u>2,517,655</u>
Operating income	<u>69,642</u>
Non-operating income (expense)	
Investment income	312,258
Transfers	<u>(340,945)</u>
Total non-operating income (expense)	<u>(28,687)</u>
Net income	40,955
Less: Return of surplus	<u>(159,055)</u>
Net position	<u>\$ (118,100)</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 1999
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>
Underwriting income	
Regular contributions	\$ 2,104,080
Expenses	
Claims	
Paid	2,096,270
Other	
Excess insurance premiums	96,383
Administrative	<u>338,079</u>
Total expenses	<u>2,530,732</u>
Operating loss	<u>(426,652)</u>
Non-operating income	
Investment income	162,389
Transfers	<u>359,898</u>
Total non-operating income	<u>522,287</u>
Net income	95,635
Less: Return of surplus	<u>-</u>
Net position	<u>\$ 95,635</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2000
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 1,244,637	\$ 803,977	\$ 59,988	\$ 517,651	\$ 2,626,253
Expenses					
Claims					
Paid	2,070,038	51,799	-	-	2,121,837
Claims - net	2,070,038	51,799	-	-	2,121,837
Other					
Excess insurance premiums	70,786	697,752	59,682	-	828,220
Administrative	-	24,520	-	526,283	550,803
Total other expenses	70,786	722,272	59,682	526,283	1,379,023
Total expenses	2,140,824	774,071	59,682	526,283	3,500,860
Operating income (loss)	(896,187)	29,906	306	(8,632)	(874,607)
Non-operating income (expense)					
Investment income	54,397	32,708	2,116	12,836	102,057
Transfers	327,303	(38,511)	-	(11,679)	277,113
Total non-operating income (expense)	381,700	(5,803)	2,116	1,157	379,170
Net income (loss)	(514,487)	24,103	2,422	(7,475)	(495,437)
Less: Return of surplus	549,810	-	-	-	549,810
Net position	\$ 35,323	\$ 24,103	\$ 2,422	\$ (7,475)	\$ 54,373

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2001
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 1,642,182	\$ 968,751	\$ 111,187	\$ 620,782	\$ 3,342,902
Expenses					
Claims					
Paid	1,750,355	148,943	-	-	1,899,298
Claims - net	<u>1,750,355</u>	<u>148,943</u>	<u>-</u>	<u>-</u>	<u>1,899,298</u>
Other					
Excess insurance premiums	108,287	790,043	108,950	-	1,007,280
Administrative	-	11,520	-	596,849	608,369
Total other expenses	<u>108,287</u>	<u>801,563</u>	<u>108,950</u>	<u>596,849</u>	<u>1,615,649</u>
Total expenses	<u>1,858,642</u>	<u>950,506</u>	<u>108,950</u>	<u>596,849</u>	<u>3,514,947</u>
Operating income (loss)	<u>(216,460)</u>	<u>18,245</u>	<u>2,237</u>	<u>23,933</u>	<u>(172,045)</u>
Non-operating income					
Investment income	9,622	63,296	4,067	86,747	163,732
Transfers	-	-	-	-	-
Total non-operating income	<u>9,622</u>	<u>63,296</u>	<u>4,067</u>	<u>86,747</u>	<u>163,732</u>
Net income (loss)	(206,838)	81,541	6,304	110,680	(8,313)
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ (206,838)</u>	<u>\$ 81,541</u>	<u>\$ 6,304</u>	<u>\$ 110,680</u>	<u>\$ (8,313)</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2002
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 2,141,152	\$ 733,979	\$ 189,669	\$ 585,537	\$ 3,650,337
Expenses					
Claims					
Paid	3,010,565	-	-	-	3,010,565
Claims - net	3,010,565	-	-	-	3,010,565
Other					
Excess insurance premiums	147,158	733,188	179,136	-	1,059,482
Administrative	-	-	-	539,481	539,481
Total other expenses	147,158	733,188	179,136	539,481	1,598,963
Total expenses	3,157,723	733,188	179,136	539,481	4,609,528
Operating income (loss)	(1,016,571)	791	10,533	46,056	(959,191)
Non-operating income (expense)					
Investment income	66,291	8,671	2,437	10,195	87,594
Transfers	106,599	(5,829)	(9,659)	(27,279)	63,832
Total non-operating income (expense)	172,890	2,842	(7,222)	(17,084)	151,426
Net income (loss)	(843,681)	3,633	3,311	28,972	(807,765)
Less: Return of surplus	608,400	(2,400)	(4,113)	(3,057)	598,830
Net position	\$ (235,281)	\$ 1,233	\$ (802)	\$ 25,915	\$ (208,935)

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2003
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 2,945,394	\$ 1,284,943	\$ 116,400	\$ 582,914	\$ 4,929,651
Expenses					
Claims					
Paid	3,184,896	-	-	-	3,184,896
Claims - net	3,184,896	-	-	-	3,184,896
Other					
Excess insurance premiums	261,329	1,259,578	116,614	-	1,637,521
Administrative	-	-	-	535,670	535,670
Total other expenses	261,329	1,259,578	116,614	535,670	2,173,191
Total expenses	3,446,225	1,259,578	116,614	535,670	5,358,087
Operating income (loss)	(500,831)	25,365	(214)	47,244	(428,436)
Non-operating income					
Investment income	74,330	21,962	1,355	19,439	117,086
Transfers	-	-	-	-	-
Total non-operating income	74,330	21,962	1,355	19,439	117,086
Net income (loss)	(426,501)	47,327	1,141	66,683	(311,350)
Less: Return of surplus	-	-	-	-	-
Net position	\$ (426,501)	\$ 47,327	\$ 1,141	\$ 66,683	\$ (311,350)

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2004
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,082,770	\$ 1,888,164	\$ 60,302	\$ 689,224	\$ 5,720,460
Expenses					
Claims					
Paid	3,451,665	-	-	-	3,451,665
Case reserves	30,175	-	-	-	30,175
Claims - net	<u>3,481,840</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,481,840</u>
Other					
Excess insurance premiums	262,159	1,887,190	60,301	-	2,209,650
Administrative	-	-	-	555,799	555,799
Total other expenses	<u>262,159</u>	<u>1,887,190</u>	<u>60,301</u>	<u>555,799</u>	<u>2,765,449</u>
Total expenses	<u>3,743,999</u>	<u>1,887,190</u>	<u>60,301</u>	<u>555,799</u>	<u>6,247,289</u>
Operating income (loss)	<u>(661,229)</u>	<u>974</u>	<u>1</u>	<u>133,425</u>	<u>(526,829)</u>
Non-operating income					
Investment income	129,841	13,641	3,125	29,242	175,849
Transfers	-	-	-	-	-
Total non-operating income	<u>129,841</u>	<u>13,641</u>	<u>3,125</u>	<u>29,242</u>	<u>175,849</u>
Net income (loss)	(531,388)	14,615	3,126	162,667	(350,980)
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ (531,388)</u>	<u>\$ 14,615</u>	<u>\$ 3,126</u>	<u>\$ 162,667</u>	<u>\$ (350,980)</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2005
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>Excess &</u> <u>Boiler & Machinery</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,564,946	\$ 2,199,106	\$ 63,742	\$ 665,136	\$ 6,492,930
Expenses					
Claims					
Paid	3,054,194	-	-	-	3,054,194
Case reserves	30,528	-	-	-	30,528
Claims - net	<u>3,084,722</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,084,722</u>
Other					
Excess insurance premiums	414,693	2,208,509	63,742	-	2,686,944
Administrative	-	-	-	611,750	611,750
Total other expenses	<u>414,693</u>	<u>2,208,509</u>	<u>63,742</u>	<u>611,750</u>	<u>3,298,694</u>
Total expenses	<u>3,499,415</u>	<u>2,208,509</u>	<u>63,742</u>	<u>611,750</u>	<u>6,383,416</u>
Operating income (loss)	<u>65,531</u>	<u>(9,403)</u>	<u>-</u>	<u>53,386</u>	<u>109,514</u>
Non-operating income					
Investment income	<u>258,571</u>	<u>17,782</u>	<u>1,233</u>	<u>22,184</u>	<u>299,770</u>
Total non-operating income	<u>258,571</u>	<u>17,782</u>	<u>1,233</u>	<u>22,184</u>	<u>299,770</u>
Net income	324,102	8,379	1,233	75,570	409,284
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 324,102</u>	<u>\$ 8,379</u>	<u>\$ 1,233</u>	<u>\$ 75,570</u>	<u>\$ 409,284</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2006
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,350,947	\$ 1,327,620	\$ 469,440	\$ 1,093,320	\$ 6,241,327
Expenses					
Claims					
Paid	3,043,478	314,789	15,006	-	3,373,273
Case reserves	49,107	-	-	-	49,107
Claims - net	<u>3,092,585</u>	<u>314,789</u>	<u>15,006</u>	<u>-</u>	<u>3,422,380</u>
Other					
Excess insurance premiums	443,784	820,562	296,998	-	1,561,344
Administrative	-	-	-	984,327	984,327
Total other expenses	<u>443,784</u>	<u>820,562</u>	<u>296,998</u>	<u>984,327</u>	<u>2,545,671</u>
Total expenses	<u>3,536,369</u>	<u>1,135,351</u>	<u>312,004</u>	<u>984,327</u>	<u>5,968,051</u>
Operating income (loss)	<u>(185,422)</u>	<u>192,269</u>	<u>157,436</u>	<u>108,993</u>	<u>273,276</u>
Non-operating income					
Investment income	280,123	68,519	42,539	38,018	429,199
Transfers	-	-	-	-	-
Total non-operating income	<u>280,123</u>	<u>68,519</u>	<u>42,539</u>	<u>38,018</u>	<u>429,199</u>
Net income	94,701	260,788	199,975	147,011	702,475
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ 94,701</u>	<u>\$ 260,788</u>	<u>\$ 199,975</u>	<u>\$ 147,011</u>	<u>\$ 702,475</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2007
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,471,348	\$ 1,434,876	\$ 488,412	\$ 1,112,508	\$ 6,507,144
Expenses					
Claims					
Paid	3,386,449	317,956	80,007	-	3,784,412
Case reserves	60,830	-	-	-	60,830
Claims - net	<u>3,447,279</u>	<u>317,956</u>	<u>80,007</u>	<u>-</u>	<u>3,845,242</u>
Other					
Excess insurance premiums	524,920	887,391	302,190	-	1,714,501
Administrative	-	-	-	986,826	986,826
Total other expenses	<u>524,920</u>	<u>887,391</u>	<u>302,190</u>	<u>986,826</u>	<u>2,701,327</u>
Total expenses	<u>3,972,199</u>	<u>1,205,347</u>	<u>382,197</u>	<u>986,826</u>	<u>6,546,569</u>
Operating income (loss)	<u>(500,851)</u>	<u>229,529</u>	<u>106,215</u>	<u>125,682</u>	<u>(39,425)</u>
Non-operating income					
Investment income	185,511	51,945	24,647	26,358	288,461
Transfers	-	-	-	-	-
Total non-operating income	<u>185,511</u>	<u>51,945</u>	<u>24,647</u>	<u>26,358</u>	<u>288,461</u>
Net income (loss)	(315,340)	281,474	130,862	152,040	249,036
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ (315,340)</u>	<u>\$ 281,474</u>	<u>\$ 130,862</u>	<u>\$ 152,040</u>	<u>\$ 249,036</u>

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**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2008
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,596,583	\$ 1,550,265	\$ 475,736	\$ 1,103,388	\$ 6,725,972
Expenses					
Claims					
Paid	2,869,981	262,190	71,181	-	3,203,352
Case reserves	18,110	-	-	-	18,110
Claims - net	<u>2,888,091</u>	<u>262,190</u>	<u>71,181</u>	<u>-</u>	<u>3,221,462</u>
Other					
Excess insurance premiums	518,518	906,599	269,148	-	1,694,265
Administrative	-	-	-	1,013,944	1,013,944
Total other expenses	<u>518,518</u>	<u>906,599</u>	<u>269,148</u>	<u>1,013,944</u>	<u>2,708,209</u>
Total expenses	<u>3,406,609</u>	<u>1,168,789</u>	<u>340,329</u>	<u>1,013,944</u>	<u>5,929,671</u>
Operating income	<u>189,974</u>	<u>381,476</u>	<u>135,407</u>	<u>89,444</u>	<u>796,301</u>
Non-operating income					
Investment income	141,848	57,918	22,343	14,478	236,587
Transfers	-	-	-	-	-
Total non-operating income	<u>141,848</u>	<u>57,918</u>	<u>22,343</u>	<u>14,478</u>	<u>236,587</u>
Net income	331,822	439,394	157,750	103,922	1,032,888
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ 331,822</u>	<u>\$ 439,394</u>	<u>\$ 157,750</u>	<u>\$ 103,922</u>	<u>\$ 1,032,888</u>

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**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2009
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 2,680,126	\$ 1,005,734	\$ 251,717	\$ 826,016	\$ 4,763,593
Expenses					
Claims					
Paid	1,544,473	170,567	7,239	-	1,722,279
Case reserves	29,572	2,600	-	-	32,172
Claims - net	<u>1,574,045</u>	<u>173,167</u>	<u>7,239</u>	<u>-</u>	<u>1,754,451</u>
Other					
Excess insurance premiums	506,818	592,248	139,707	-	1,238,773
Administrative	-	-	-	733,763	733,763
Total other expenses	<u>506,818</u>	<u>592,248</u>	<u>139,707</u>	<u>733,763</u>	<u>1,972,536</u>
Total expenses	<u>2,080,863</u>	<u>765,415</u>	<u>146,946</u>	<u>733,763</u>	<u>3,726,987</u>
Operating income	<u>599,263</u>	<u>240,319</u>	<u>104,771</u>	<u>92,253</u>	<u>1,036,606</u>
Non-operating income					
Investment income	80,141	27,381	10,987	11,241	129,750
Transfers	-	-	-	-	-
Total non-operating income	<u>80,141</u>	<u>27,381</u>	<u>10,987</u>	<u>11,241</u>	<u>129,750</u>
Net income	679,404	267,700	115,758	103,494	1,166,356
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ 679,404</u>	<u>\$ 267,700</u>	<u>\$ 115,758</u>	<u>\$ 103,494</u>	<u>\$ 1,166,356</u>

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**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2010
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 2,881,633	\$ 1,097,594	\$ 257,845	\$ 864,637	\$ 5,101,709
Expenses					
Claims					
Paid	1,952,981	237,782	30,000	-	2,220,763
Claims - net	<u>1,952,981</u>	<u>237,782</u>	<u>30,000</u>	<u>-</u>	<u>2,220,763</u>
Excess insurance received	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Claims - net	1,952,981.00	237,782.00	30,000.00	-	2,220,763.00
Other					
Excess insurance premiums	589,261	584,756	139,128	-	1,313,145
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>771,695</u>	<u>771,695</u>
Total other expenses	<u>589,261</u>	<u>584,756</u>	<u>139,128</u>	<u>771,695</u>	<u>2,084,840</u>
Total expenses	<u>2,542,242</u>	<u>822,538</u>	<u>169,128</u>	<u>771,695</u>	<u>4,305,603</u>
Operating income	<u>339,391</u>	<u>275,056</u>	<u>88,717</u>	<u>92,942</u>	<u>796,106</u>
Non-operating income					
Investment income	42,942	28,082	8,815	9,185	89,024
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>42,942</u>	<u>28,082</u>	<u>8,815</u>	<u>9,185</u>	<u>89,024</u>
Net income	382,333	303,138	97,532	102,127	885,130
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 382,333</u>	<u>\$ 303,138</u>	<u>\$ 97,532</u>	<u>\$ 102,127</u>	<u>\$ 885,130</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2011
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 2,946,120	\$ 1,069,868	\$ 300,091	\$ 881,919	\$ 5,197,998
Expenses					
Claims					
Paid	2,335,189	400,000	89,700	-	2,824,889
Case reserves	22,884	-	-	-	22,884
IBNR reserves	3,286	-	-	-	3,286
Claims - net	<u>2,361,359</u>	<u>400,000</u>	<u>89,700</u>	<u>-</u>	<u>2,851,059</u>
Other					
Excess insurance premiums	621,113	581,423	143,491	-	1,346,027
Administrative	-	-	-	769,451	769,451
Total other expenses	<u>621,113</u>	<u>581,423</u>	<u>143,491</u>	<u>769,451</u>	<u>2,115,478</u>
Total expenses	<u>2,982,472</u>	<u>981,423</u>	<u>233,191</u>	<u>769,451</u>	<u>4,966,537</u>
Operating income (loss)	<u>(36,352)</u>	<u>88,445</u>	<u>66,900</u>	<u>112,468</u>	<u>231,461</u>
Non-operating income					
Investment income	9,973	6,365	4,642	7,511	28,491
Transfers	-	-	-	-	-
Total non-operating income	<u>9,973</u>	<u>6,365</u>	<u>4,642</u>	<u>7,511</u>	<u>28,491</u>
Net income (loss)	<u>(26,379)</u>	<u>94,810</u>	<u>71,542</u>	<u>119,979</u>	<u>259,952</u>
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ (26,379)</u>	<u>\$ 94,810</u>	<u>\$ 71,542</u>	<u>\$ 119,979</u>	<u>\$ 259,952</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2012
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,600,407	\$ 1,078,352	\$ 333,882	\$ 998,997	\$ 6,011,638
Expenses					
Claims					
Paid	1,720,170	400,000	61,561	-	2,181,731
Case reserves	-	-	-	-	-
IBNR reserves	4,142	-	-	-	4,142
Claims - net	<u>1,724,312</u>	<u>400,000</u>	<u>61,561</u>	<u>-</u>	<u>2,185,873</u>
Other					
Excess insurance premiums	920,171	574,058	205,218	-	1,699,447
Administrative	-	-	-	929,259	929,259
Total other expenses	<u>920,171</u>	<u>574,058</u>	<u>205,218</u>	<u>929,259</u>	<u>2,628,706</u>
Total expenses	<u>2,644,483</u>	<u>974,058</u>	<u>266,779</u>	<u>929,259</u>	<u>4,814,579</u>
Operating income	<u>955,924</u>	<u>104,294</u>	<u>67,103</u>	<u>69,738</u>	<u>1,197,059</u>
Non-operating income					
Investment income	95,867	12,328	7,413	11,689	127,297
Transfers	-	-	-	-	-
Total non-operating income	<u>95,867</u>	<u>12,328</u>	<u>7,413</u>	<u>11,689</u>	<u>127,297</u>
Net income	1,051,791	116,622	74,516	81,427	1,324,356
Less: Return of surplus	-	-	-	-	-
Net position	<u>\$ 1,051,791</u>	<u>\$ 116,622</u>	<u>\$ 74,516</u>	<u>\$ 81,427</u>	<u>\$ 1,324,356</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2013
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,704,452	\$ 1,210,794	\$ 340,241	\$ 1,074,337	\$ 6,329,824
Expenses					
Claims					
Paid	2,676,554	283,686	10,010	-	2,970,250
Case reserves	22,840	22,821	-	-	45,661
IBNR reserves	18,661	-	-	-	18,661
Claims - net	<u>2,718,055</u>	<u>306,507</u>	<u>10,010</u>	<u>-</u>	<u>3,034,572</u>
Other					
Excess insurance premiums	980,403	701,041	193,846	-	1,875,290
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>984,754</u>	<u>984,754</u>
Total other expenses	<u>980,403</u>	<u>701,041</u>	<u>193,846</u>	<u>984,754</u>	<u>2,860,044</u>
Total expenses	<u>3,698,458</u>	<u>1,007,548</u>	<u>203,856</u>	<u>984,754</u>	<u>5,894,616</u>
Operating income	<u>5,994</u>	<u>203,246</u>	<u>136,385</u>	<u>89,583</u>	<u>435,208</u>
Non-operating income					
Investment income	23,042	29,634	13,335	13,275	79,286
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>23,042</u>	<u>29,634</u>	<u>13,335</u>	<u>13,275</u>	<u>79,286</u>
Net income	29,036	232,880	149,720	102,858	514,494
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 29,036</u>	<u>\$ 232,880</u>	<u>\$ 149,720</u>	<u>\$ 102,858</u>	<u>\$ 514,494</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2014
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,814,732	\$ 1,433,781	\$ 391,518	\$ 1,150,660	\$ 6,790,691
Expenses					
Claims					
Paid	3,100,981	353,687	40,346	-	3,495,014
Case reserves	19,517	-	-	-	19,517
IBNR reserves	11,378	-	-	-	11,378
Claims - net	<u>3,131,876</u>	<u>353,687</u>	<u>40,346</u>	<u>-</u>	<u>3,525,909</u>
Other					
Excess insurance premiums	929,766	960,644	231,518	-	2,121,928
Administrative	-	-	-	1,069,539	1,069,539
Total other expenses	<u>929,766</u>	<u>960,644</u>	<u>231,518</u>	<u>1,069,539</u>	<u>3,191,467</u>
Total expenses	<u>4,061,642</u>	<u>1,314,331</u>	<u>271,864</u>	<u>1,069,539</u>	<u>6,717,376</u>
Operating income (loss)	<u>(246,910)</u>	<u>119,450</u>	<u>119,654</u>	<u>81,121</u>	<u>73,315</u>
Non-operating income					
Investment income	19,946	8,222	13,676	11,851	53,695
Miscellaneous income	-	-	-	303	303
Transfers	-	-	-	-	-
Total non-operating income	<u>19,946</u>	<u>8,222</u>	<u>13,676</u>	<u>12,154</u>	<u>53,998</u>
Net income (loss)	<u>(226,964)</u>	<u>127,672</u>	<u>133,330</u>	<u>93,275</u>	<u>127,313</u>
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ (226,964)</u>	<u>\$ 127,672</u>	<u>\$ 133,330</u>	<u>\$ 93,275</u>	<u>\$ 127,313</u>

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**Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2015
June 30, 2023**

	<u>Workers' Compensation</u>	<u>Package</u>	<u>School Board Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,018,358	\$ 1,471,397	\$ 431,716	\$ 1,194,180	\$ 7,115,651
Expenses					
Claims					
Paid	2,310,993	400,000	78,272	-	2,789,265
Case reserves	90,058	-	-	-	90,058
IBNR reserves	29,314	-	-	-	29,314
Claims - net	<u>2,430,365</u>	<u>400,000</u>	<u>78,272</u>	<u>-</u>	<u>2,908,637</u>
Other					
Excess insurance premiums	1,016,054	1,000,952	265,720	-	2,282,726
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,104,036</u>	<u>1,104,036</u>
Total other expenses	<u>1,016,054</u>	<u>1,000,952</u>	<u>265,720</u>	<u>1,104,036</u>	<u>3,386,762</u>
Total expenses	<u>3,446,419</u>	<u>1,400,952</u>	<u>343,992</u>	<u>1,104,036</u>	<u>6,295,399</u>
Operating income	<u>571,939</u>	<u>70,445</u>	<u>87,724</u>	<u>90,144</u>	<u>820,252</u>
Non-operating income					
Investment income	93,650	14,307	13,523	13,949	135,429
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>93,650</u>	<u>14,307</u>	<u>13,523</u>	<u>13,949</u>	<u>135,429</u>
Net income	665,589	84,752	101,247	104,093	955,681
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 665,589</u>	<u>\$ 84,752</u>	<u>\$ 101,247</u>	<u>\$ 104,093</u>	<u>\$ 955,681</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2016
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,041,653	\$ 1,365,251	\$ 297,004	\$ 1,166,628	\$ 6,870,536
Expenses					
Claims					
Paid	2,493,407	195,264	506,909	-	3,195,580
Case reserves	112,138	2,600	-	-	114,738
IBNR reserves	54,691	-	1,697	-	56,388
Claims - net	<u>2,660,236</u>	<u>197,864</u>	<u>508,606</u>	<u>-</u>	<u>3,366,706</u>
Other					
Excess insurance premiums	1,082,254	802,068	187,242	-	2,071,564
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,065,687</u>	<u>1,065,687</u>
Total other expenses	<u>1,082,254</u>	<u>802,068</u>	<u>187,242</u>	<u>1,065,687</u>	<u>3,137,251</u>
Total expenses	<u>3,742,490</u>	<u>999,932</u>	<u>695,848</u>	<u>1,065,687</u>	<u>6,503,957</u>
Operating income (loss)	<u>299,163</u>	<u>365,319</u>	<u>(398,844)</u>	<u>100,941</u>	<u>366,579</u>
Non-operating income					
Investment income	66,374	17,836	1,391	10,232	95,833
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>66,374</u>	<u>17,836</u>	<u>1,391</u>	<u>10,232</u>	<u>95,833</u>
Net income (loss)	365,537	383,155	(397,453)	111,173	462,412
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 365,537</u>	<u>\$ 383,155</u>	<u>\$ (397,453)</u>	<u>\$ 111,173</u>	<u>\$ 462,412</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2017
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,643,400	\$ 1,131,632	\$ 304,855	\$ 1,021,106	\$ 6,100,993
Expenses					
Claims					
Paid	1,622,823	112,965	315,062	-	2,050,850
Case reserves	54,734	2,600	-	-	57,334
IBNR reserves	63,394	-	-	-	63,394
Claims - net	<u>1,740,951</u>	<u>115,565</u>	<u>315,062</u>	<u>-</u>	<u>2,171,578</u>
Other					
Excess insurance premiums	1,179,720	646,558	152,686	-	1,978,964
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>928,861</u>	<u>928,861</u>
Total other expenses	<u>1,179,720</u>	<u>646,558</u>	<u>152,686</u>	<u>928,861</u>	<u>2,907,825</u>
Total expenses	<u>2,920,671</u>	<u>762,123</u>	<u>467,748</u>	<u>928,861</u>	<u>5,079,403</u>
Operating income (loss)	<u>722,729</u>	<u>369,509</u>	<u>(162,893)</u>	<u>92,245</u>	<u>1,021,590</u>
Non-operating income					
Investment income	71,296	24,437	3,874	6,657	106,264
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>71,296</u>	<u>24,437</u>	<u>3,874</u>	<u>6,657</u>	<u>106,264</u>
Net income (loss)	794,025	393,946	(159,019)	98,902	1,127,854
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 794,025</u>	<u>\$ 393,946</u>	<u>\$ (159,019)</u>	<u>\$ 98,902</u>	<u>\$ 1,127,854</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2018
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,859,036	\$ 1,165,683	\$ 316,644	\$ 1,058,765	\$ 6,400,128
Expenses					
Claims					
Paid	2,832,216	162,847	166,443	-	3,161,506
Case reserves	282,103	66,993	-	-	349,096
IBNR reserves	151,512	7,086	-	-	158,598
Claims - net	<u>3,265,831</u>	<u>236,926</u>	<u>166,443</u>	<u>-</u>	<u>3,669,200</u>
Other					
Excess insurance premiums	1,243,183	728,501	155,923	-	2,127,607
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>980,069</u>	<u>980,069</u>
Total other expenses	<u>1,243,183</u>	<u>728,501</u>	<u>155,923</u>	<u>980,069</u>	<u>3,107,676</u>
Total expenses	<u>4,509,014</u>	<u>965,427</u>	<u>322,366</u>	<u>980,069</u>	<u>6,776,876</u>
Operating income (loss)	<u>(649,978)</u>	<u>200,256</u>	<u>(5,722)</u>	<u>78,696</u>	<u>(376,748)</u>
Non-operating income					
Investment income	33,492	11,603	3,837	3,576	52,508
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>33,492</u>	<u>11,603</u>	<u>3,837</u>	<u>3,576</u>	<u>52,508</u>
Net income (loss)	(616,486)	211,859	(1,885)	82,272	(324,240)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ (616,486)</u>	<u>\$ 211,859</u>	<u>\$ (1,885)</u>	<u>\$ 82,272</u>	<u>\$ (324,240)</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2019
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 3,949,077	\$ 1,220,568	\$ 389,310	\$ 1,091,136	\$ 6,650,091
Expenses					
Claims					
Paid	1,725,769	285,119	212,996	-	2,223,884
Case reserves	165,160	95,876	21,036	-	282,072
IBNR reserves	135,624	-	11,105	-	146,729
Claims - net	<u>2,026,553</u>	<u>380,995</u>	<u>245,137</u>	<u>-</u>	<u>2,652,685</u>
Other					
Excess insurance premiums	1,245,036	727,558	155,183	-	2,127,777
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,006,477</u>	<u>1,006,477</u>
Total other expenses	<u>1,245,036</u>	<u>727,558</u>	<u>155,183</u>	<u>1,006,477</u>	<u>3,134,254</u>
Total expenses	<u>3,271,589</u>	<u>1,108,553</u>	<u>400,320</u>	<u>1,006,477</u>	<u>5,786,939</u>
Operating income (loss)	<u>677,488</u>	<u>112,015</u>	<u>(11,010)</u>	<u>84,659</u>	<u>863,152</u>
Non-operating income					
Investment income	91,179	23,323	11,291	23,010	148,803
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>91,179</u>	<u>23,323</u>	<u>11,291</u>	<u>23,010</u>	<u>148,803</u>
Net income	768,667	135,338	281	107,669	1,011,955
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 768,667</u>	<u>\$ 135,338</u>	<u>\$ 281</u>	<u>\$ 107,669</u>	<u>\$ 1,011,955</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2020
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,087,570	\$ 1,294,446	\$ 466,269	\$ 1,151,932	\$ 7,000,217
Expenses					
Claims					
Paid	908,316	225,717	355,589	-	1,489,622
Case reserves	204,955	-	24,000	-	228,955
IBNR reserves	76,862	5,728	63,715	-	146,305
Claims - net	<u>1,190,133</u>	<u>231,445</u>	<u>443,304</u>	<u>-</u>	<u>1,864,882</u>
Other					
Excess insurance premiums	1,295,520	912,376	171,270	-	2,379,166
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,069,054</u>	<u>1,069,054</u>
Total other expenses	<u>1,295,520</u>	<u>912,376</u>	<u>171,270</u>	<u>1,069,054</u>	<u>3,448,220</u>
Total expenses	<u>2,485,653</u>	<u>1,143,821</u>	<u>614,574</u>	<u>1,069,054</u>	<u>5,313,102</u>
Operating income (loss)	<u>1,601,917</u>	<u>150,625</u>	<u>(148,305)</u>	<u>82,878</u>	<u>1,687,115</u>
Non-operating income					
Investment income	34,441	13,246	5,389	13,910	66,986
Transfers	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total non-operating income	<u>34,441</u>	<u>13,246</u>	<u>5,389</u>	<u>13,910</u>	<u>66,986</u>
Net income (loss)	1,636,358	163,871	(142,916)	96,788	1,754,101
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 1,636,358</u>	<u>\$ 163,871</u>	<u>\$ (142,916)</u>	<u>\$ 96,788</u>	<u>\$ 1,754,101</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2021
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,957,571	\$ 2,512,504	\$ 1,009,816	\$ 1,614,042	\$ 10,093,933
Expenses					
Claims					
Paid	1,202,423	251,684	194,180	-	1,648,287
Case reserves	263,003	121,461	92,958	-	477,422
IBNR reserves	224,880	36,862	225,566	-	487,308
Claims - net	<u>1,690,306</u>	<u>410,007</u>	<u>512,704</u>	<u>-</u>	<u>2,613,017</u>
Other					
Excess insurance premiums	1,484,577	1,833,787	311,485	-	3,629,849
Administrative	-	-	-	1,571,115	1,571,115
Total other expenses	<u>1,484,577</u>	<u>1,833,787</u>	<u>311,485</u>	<u>1,571,115</u>	<u>5,200,964</u>
Total expenses	<u>3,174,883</u>	<u>2,243,794</u>	<u>824,189</u>	<u>1,571,115</u>	<u>7,813,981</u>
Operating income	<u>1,782,688</u>	<u>268,710</u>	<u>185,627</u>	<u>42,927</u>	<u>2,279,952</u>
Non-operating expense					
Investment loss	(29,742)	(7,326)	(6,610)	(4,070)	(47,748)
Transfers	-	-	-	-	-
Total non-operating expense	<u>(29,742)</u>	<u>(7,326)</u>	<u>(6,610)</u>	<u>(4,070)</u>	<u>(47,748)</u>
Net income	1,752,946	261,384	179,017	38,857	2,232,204
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 1,752,946</u>	<u>\$ 261,384</u>	<u>\$ 179,017</u>	<u>\$ 38,857</u>	<u>\$ 2,232,204</u>

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Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2022
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,883,694	\$ 2,957,034	\$ 1,223,309	\$ 1,747,895	\$ 10,811,932
Expenses					
Claims					
Paid	2,448,554	781,227	119,300	-	3,349,081
Case reserves	468,838	173,711	597,299	-	1,239,848
IBNR reserves	487,463	95,062	350,874	-	933,399
Claims - net	<u>3,404,855</u>	<u>1,050,000</u>	<u>1,067,473</u>	<u>-</u>	<u>5,522,328</u>
Other					
Excess insurance premiums	1,405,517	1,962,146	398,771	-	3,766,434
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,739,970</u>	<u>1,739,970</u>
Total other expenses	<u>1,405,517</u>	<u>1,962,146</u>	<u>398,771</u>	<u>1,739,970</u>	<u>5,506,404</u>
Total expenses	<u>4,810,372</u>	<u>3,012,146</u>	<u>1,466,244</u>	<u>1,739,970</u>	<u>11,028,732</u>
Operating income (loss)	<u>73,322</u>	<u>(55,112)</u>	<u>(242,935)</u>	<u>7,925</u>	<u>(216,800)</u>
Non-operating income					
Investment Income	<u>23,910</u>	<u>5,500</u>	<u>5,544</u>	<u>2,530</u>	<u>37,484</u>
Total non-operating Income	<u>23,910</u>	<u>5,500</u>	<u>5,544</u>	<u>2,530</u>	<u>37,484</u>
Net income (loss)	97,232	(49,612)	(237,391)	10,455	(179,316)
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ 97,232</u>	<u>\$ (49,612)</u>	<u>\$ (237,391)</u>	<u>\$ 10,455</u>	<u>\$ (179,316)</u>

See Independent Auditor's Report.

Diploma Joint Insurance Fund
Cumulative Operating Results Analysis for Fund Year 2023
June 30, 2023

	<u>Workers'</u> <u>Compensation</u>	<u>Package</u>	<u>School Board</u> <u>Legal Liability</u>	<u>Administration</u>	<u>Total</u>
Underwriting income					
Regular contributions	\$ 4,828,544	\$ 3,496,951	\$ 1,286,448	\$ 1,876,616	\$ 11,488,559
Expenses					
Claims					
Paid	1,522,115	219,394	-	-	1,741,509
Case reserves	1,460,503	454,320	100,500	-	2,015,323
IBNR reserves	<u>1,156,028</u>	<u>184,414</u>	<u>536,281</u>	-	<u>1,876,723</u>
Claims - net	<u>4,138,646</u>	<u>858,128</u>	<u>636,781</u>	-	<u>5,633,555</u>
Other					
Excess insurance premiums	1,477,258	2,346,951	408,446	-	4,232,655
Administrative	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,807,362</u>	<u>1,807,362</u>
Total other expenses	<u>1,477,258</u>	<u>2,346,951</u>	<u>408,446</u>	<u>1,807,362</u>	<u>6,040,017</u>
Total expenses	<u>5,615,904</u>	<u>3,205,079</u>	<u>1,045,227</u>	<u>1,807,362</u>	<u>11,673,572</u>
Operating income (loss)	<u>(787,360)</u>	<u>291,872</u>	<u>241,221</u>	<u>69,254</u>	<u>(185,013)</u>
Non-operating income					
Investment Income	<u>43,647</u>	<u>31,595</u>	<u>11,643</u>	<u>16,962</u>	<u>103,847</u>
Total non-operating Income	<u>43,647</u>	<u>31,595</u>	<u>11,643</u>	<u>16,962</u>	<u>103,847</u>
Net income (loss)	<u>(743,713)</u>	<u>323,467</u>	<u>252,864</u>	<u>86,216</u>	<u>(81,166)</u>
Less: Return of surplus	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net position	<u>\$ (743,713)</u>	<u>\$ 323,467</u>	<u>\$ 252,864</u>	<u>\$ 86,216</u>	<u>\$ (81,166)</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
Cumulative Expense Analysis
Years Ended June 30, 2023 and 2022**

2023 Fund Year

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Actuary	\$ 25,772	\$ -	\$ 25,772
Administration	372,795	-	372,795
Auditor	-	20,413	20,413
Claims servicing organization	152,967	34,433	187,400
Legal	-	40,800	40,800
Loss prevention	54,679	-	54,679
Risk management	1,047,684	-	1,047,684
Treasurer	3,819	-	3,819
Non-contracted expenses	15,000	-	15,000
DOBI audit	-	5,000	5,000
Website	3,261	739	4,000
Contingency	<u>26,034</u>	<u>3,966</u>	<u>30,000</u>
	<u>\$ 1,702,011</u>	<u>\$ 105,351</u>	<u>\$ 1,807,362</u>

2022 Fund Year

	<u>Paid</u>	<u>Unpaid</u>	<u>Total</u>
Actuary	\$ 25,267	\$ -	\$ 25,267
Administration	352,132	557	352,689
Auditor	19,723	-	19,723
Claims servicing organization	184,575	-	184,575
Legal	-	35,700	35,700
Loss prevention	55,000	55,736	110,736
Risk management	950,484	3,052	953,536
Treasurer	3,744	-	3,744
Non-contracted expenses	15,000	-	15,000
DOBI audit	-	5,000	5,000
Website	3,585	415	4,000
Contingency	<u>29,270</u>	<u>730</u>	<u>30,000</u>
	<u>\$ 1,638,780</u>	<u>\$ 101,190</u>	<u>\$ 1,739,970</u>

See Independent Auditor's Report.

**Diploma Joint Insurance Fund
Schedule of Findings and Recommendations
June 30, 2023**

None.