GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

FINANCIAL STATEMENTS AND
SUPPLEMENTAL DATA

December 31, 2025

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

TABLE OF CONTENTS

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

TABLE OF CONTENTS (CONTINUED)

MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)

The Garden State Municipal Joint Insurance Fund (the "Fund") is not included in any other governmental "reporting entity" as defined by Governmental Accounting Standards Board ("GASB") Statement No. 14. The Fund is a pooling of the resources of its constituent member local units for the purpose of providing an efficient and cost-effective plan of risk management both through the pooling of risk among its members and the economies of scale in risk transfer methodologies that the size of the Fund permits. Each member local unit appoints one Commissioner to the Fund, and the Commissioners adopt budgets and set annual assessments from the members, approve annual risk management plans and oversee the operations of the Fund. The Fund is not considered a component-unit of any of its member local units. In addition, the Fund does not have any component-units. The following Management's Discussion and Analysis of the activities and financial performance of the Fund provides an introduction to the financial statements of the Fund as of and for the years ended December 31, 2025 and 2024. Please read the following in conjunction with the Fund's basic financial statements and accompanying notes.

The Management's Discussion and Analysis is an element of the reporting model adopted by the GASB in their Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis – for State and Local Governments*, issued June 1999.

FINANCIAL HIGHLIGHTS

2025

Cash and investments increased by $3,369,824 (21%) to $19,522,905 in 2025 from $16,153,081 in 2024 and total assets decreased by $2,696,931 (4%) to $72,157,034 in 2025 from $74,853,965 in 2024.

Claims reserves increased by $6,889,269 (8%) to $95,625,433 in 2025 from $88,736,164 in 2024.

The Fund had a net loss of $11,733,606 in 2025 versus net gain of $4,779,997 in 2024.

2024

Cash and investments decreased by $12,610,779 (44%) to $16,153,081 in 2024 from $28,763,860 in 2023 and total assets increased by $20,129,074 (37%) to $74,853,965 in 2024 from $54,724,891 in 2023.

Claims reserves increased by $13,734,231 (18%) to $88,736,164 in 2024 from $75,001,933 in 2023.

The Fund had a net gain of $4,779,997 in 2024 versus a net loss of $15,580,611 in 2023.

OVERVIEW OF THE FINANCIAL STATEMENTS

The Fund is a self-supporting entity and follows business-type activities fund reporting. The Fund's financial statements are presented using the economic resources measurement focus and the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America. Enterprise fund statements reflect short and long-term financial information about the activities and operations of the Fund. These statements are presented in a manner similar to a private business. See the notes to the financial statements for a summary of the Fund's significant accounting policies.

FINANCIAL ANALYSIS OF THE FUND

Financial Position

The following table summarizes the changes in financial position and increase/decrease in net position between December 31, 2025, 2024, and 2023:

	2025	2024*	2023	2025-2024 $ Increase (Decrease)	2025-2024 % Increase (Decrease)
Cash, Cash Equivalents & Investments	$ 19,522,905	$ 16,153,081	$ 28,763,860	$ 3,369,824	21%
Due from Members	35,967,858	39,638,533	13,208,502	(3,670,675)	(9%)
Recoverables from Excess Carriers	16,467,067	18,793,144	7,309,672	(2,326,077)	(12%)
Other Assets	199,204	269,207	5,442,857	(70,003)	(26%)
Total Assets	72,157,034	74,853,965	54,724,891	(2,696,931)	(4%)
Total Liabilities	99,455,185	90,418,510	75,069,433	9,036,675	10%
Net Deficit	$ (27,298,151)	$ (15,564,545)	$ (20,344,542)	$ (11,733,606)	(75%)

* Certain balances have been reclassified to conform with current year presentation.

<u>Assets</u>

2025

The Fund's cash flow from operations is invested in an interest-bearing custody account. The Fund utilizes a nightly sweep for investment purposes with its financial institution. During 2025, the Fund invested its available funds in U.S. Treasury Securities and U.S. Government Agency Securities.

The Fund recorded receivables from members in the amount of $35,967,858. These receivables consisted of balances due from its members representing special (supplemental and retrospective) assessments receivable of $27,183,666, Self-Insured Retention ("SIR") receivables of $1,918,555, and deductible and co-insurance receivables of $6,865,637. A significant portion of these balances have not yet been billed to members. Supplemental assessments will be paid over a 10-year plan; retrospective assessments are billed when actual losses paid by the Fund exceed the member's loss fund; member SIR is billed on a monthly basis; and deductibles and co-insurances are billed on a quarterly basis.

Recoverables from excess carriers represent amounts from claims that exceed retention levels in accordance with the Fund's excess insurance program. The balance of $16,467,067 as of December 31, 2025, reflects amounts due from excess carriers under the aggregate stop loss program for Fund Years 2010, 2019, and 2020 totaling $5,240,411 and excess recoveries on specified claims totaling $11,226,656.

Other assets include accrued interest and prepaid expenses. The decrease in total assets from 2024 resulted mainly from decreases in special assessments receivable, recoverables from excess carriers, and SIR receivable, offset by an increase in total cash, cash equivalents and investments.

FINANCIAL ANALYSIS OF THE FUND (CONTINUED)

Assets (Continued)

2024

The Fund's cash flow from operations is invested in an interest-bearing custody account. The Fund utilizes a nightly sweep for investment purposes with its financial institution. During 2024, the Fund invested its available funds in U.S. Treasury Securities and U.S. Government Agency Securities.

The Fund recorded receivables from members in the amount of $39,638,533. These receivables consisted of balances due from its members representing special (supplemental and retrospective) assessments receivable of $29,648,467, Self-Insured Retention ("SIR") receivables of $3,064,944, and deductible and co-insurance receivables of $6,925,122. A significant portion of these balances have not yet been billed to members. Supplemental assessments will be paid over a 10-year plan; retrospective assessments are billed when actual losses paid by the Fund exceed the member's loss fund; member SIR is billed on a monthly basis; and deductibles and co-insurances are billed on a quarterly basis.

Recoverables from excess carriers represent amounts from claims that exceed retention levels in accordance with the Fund's excess insurance program. The balance of $18,793,144 as of December 31, 2024, reflects amounts due from excess carriers under the aggregate stop loss program for Fund Years 2010 and 2019 totaling $4,076,256 and excess recoveries on specified claims totaling $14,716,888.

Other assets include accrued interest and prepaid expenses. The increase in total assets from 2023 resulted mainly from increases in special assessments receivable and recoverables from excess carriers, offset by decreases in investments and prepaid expenses.

Liabilities

The liability for unpaid losses and loss adjustment expenses reported in the financial statements includes case basis estimates of reported claims plus supplemental amounts for potential development of known claims and amounts for claims incurred but not yet reported. The ultimate liability for these claims has been calculated based upon loss projections utilizing certain assumptions and industry data. Management believes that its aggregate liability for unpaid losses and loss adjustment expenses at year end represents its best estimate, based upon the available data, of the amount necessary to cover the ultimate cost of losses; however, because of the limited population of insured risks, limited historical data and the nature of the coverage provided, it is not presently possible to determine whether actual loss experience will conform to the assumptions used in determining the estimated amounts for such liability at the statement of net position date. Accordingly, the ultimate liability could be in excess of or less than the amount indicated in the financial statements. As adjustments to these estimates become necessary, such adjustments are reflected in current operations.

Expenses payable represents the liability for expenses incurred at year end but not paid as of the statement of net position date.

FINANCIAL ANALYSIS OF THE FUND (CONTINUED)

Results of Operations

The following table summarizes the changes in results of operations between fiscal years 2025, 2024 and 2023:

	2025	2024	2023	2025-2024 $ Increase (Decrease)	2025-2024 % Increase (Decrease)
Revenues	$ 44,512,542	$ 68,463,382	$ 44,996,645	$ (23,950,840)	(35%)
Claims	(32,356,424)	(38,891,295)	(35,774,052)	6,534,871	17%
Expenses	(24,581,410)	(25,985,669)	(26,443,326)	1,404,259	5%
Operating (loss) income	(12,425,292)	3,586,418	(17,220,733)	(16,011,710)	(446%)
Net Investment gain	691,686	1,193,579	1,640,122	(501,893)	(42%)
Changes in net position	$ (11,733,606)	$ 4,779,997	$ (15,580,611)	$ (16,513,603)	(345%)

Revenues consist of Fund Members' contributions, which include budgeted assessments and special assessments. Assessment budgets are adopted each year as required by the New Jersey Department of Banking and Insurance ("DOBI") and the Department of Community Affairs ("DCA") of the State of New Jersey. For the 2025 fund year, assessments were in line with the budget, however, claims expense (net), excess insurance premiums, and administrative expenses significantly exceeded budgeted amounts. The Fund has the ability to approve special assessments to fund operating losses.

Cash Flow and Liquidity

In order to provide for an increase in the yield on investments while managing credit risk, in 2025 and 2024 the Fund continued investing in U.S. Treasury and U.S. Government Agency Securities.

The State of New Jersey Cash Management Fund ("CMF"), managed by the New Jersey Department of the Treasury, invests assets of various funds, divisions, agencies and employees of the State of New Jersey into a diversified investment portfolio, consisting of U.S. Government and Agency Obligations, certificates of deposit, commercial paper and finance company debt, all maturing within 12 months or less. The investments of the CMF are subject to minimum criteria for each category of investments. As of December 31, 2025 and 2024, $157,084 and $150,679, respectively, of the Fund's cash was invested with the CMF. Due to the CMF being sufficiently liquid to permit withdrawal of cash at any time without prior notice or penalty, the Fund's CMF holdings are classified as cash equivalents.

The remaining amount of cash and cash equivalents held by the Fund is kept in a Governmental Unit Deposit Protection Act approved account which enables the Fund to maintain optimum liquidity. The Fund's investment strategy is to invest in those assets whose maturities are similar to the actuarial expected payout of the related losses and loss adjustment expenses.

FINANCIAL ANALYSIS OF THE FUND (CONTINUED)

Cash Flow and Liquidity (Continued)

The following table summarizes the changes in cash flow and liquidity between December 31, 2025 and 2024:

	2025	2024
Cash Flows from Operating Activities		
Cash Contributions Received from Participants and Other Sources	$ 55,993,493	$ 46,761,412
Cash Payments for Goods and Services	(10,260,455)	(9,798,028)
Cash Payments for Risk Transfer Premiums	(14,379,843)	(15,672,795)
Cash Payments for Costs of Claims	(28,837,745)	(33,021,551)
Net Cash from Operating Activities	2,515,450	(11,730,962)
Cash Flows from Investing Activities		
Sales of Investments - Net	10,575,000	10,586,330
Investment Income	742,061	1,210,119
Net Cash from Investing Activities	11,317,061	11,796,449
Net Change in Cash and Cash Equivalents	13,832,511	65,487
Cash and Cash Equivalents, Beginning of Year	1,455,295	1,389,808
Cash and Cash Equivalents, End of Year	$ 15,287,806	$ 1,455,295

Debt Administration

The Fund has no debt as of the date of this report.

FINANCIAL OUTLOOK

Subsequent to year-end, the Board of Fund Commissioners adopted Resolution No. 14-26 on March 25, 2026, amending the Fund's Supplemental Assessment Plan. The amended resolution increased the cumulative supplemental assessment from $22.6 million to $48.0 million based on the Fund's all-years surplus/deficit position and actuarial reserve analysis as of June 30, 2025. The supplemental assessment was allocated to participating members in accordance with New Jersey Administrative Code and the Fund's Bylaws and is scheduled to be billed beginning July 1, 2026, through a multi-year installment plan. The assessment was approved to address net deficits identified in Fund Years 2002 through 2024 and to ensure the Fund's ability to meet its future obligations.

CONTACTING THE FUND'S MANAGEMENT

This financial report is designed to provide its constituent members and their residents and taxpayers, and the Fund's customers, investors and creditors, with a general overview of the Fund's finances and to demonstrate the Fund's accountability for the money it receives. If you have questions about this report or need additional information, please contact Jonathan Hall, Executive Director, Garden State Municipal Joint Insurance Fund, NIP Group, Inc., 485 Rte 1 S, Building E, Iselin, NJ 08830.

INDEPENDENT AUDITORS' REPORT

INDEPENDENT AUDITORS' REPORT

To the Honorable Chairperson
and Board of Fund Commissioners of the
Garden State Municipal Joint Insurance Fund
Woodbridge, New Jersey 07095

Report on the Audit of the Financial Statements

Opinion

We have audited the accompanying financial statements of the Garden State Municipal Joint Insurance Fund (the "Fund"), as of and for the years ended December 31, 2025, and 2024, and the related notes to financial statements, which comprise the Fund's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above, except for the effects of any potential adjustments pertaining to the unaudited Incurred But Not Reported ("IBNR") reserve balance as described in the Basis for Qualified Opinion paragraph, present fairly, in all material respects, the financial position of the Fund as of December 31, 2025 and 2024, and the changes in financial position and cash flows thereof for the years then ended, in accordance with accounting principles generally accepted in the United States of America.

Basis for Qualified Opinion

We conducted our audit 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 audit requirements prescribed by the State of New Jersey, Departments of Community Affairs ("DCA") and Banking and Insurance ("DOBI"). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Fund, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

As permitted by the DCA and DOBI, audit procedures were not extended to the underlying actuarial assumptions for IBNR reserve amounts, as these assumptions are prepared by the Fund's actuary.

Responsibilities of Management for the Financial Statements

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

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the 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.

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INDEPENDENT AUDITORS' REPORT (CONTINUED)

Auditors' 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 auditors' 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, *Government Auditing Standards,* and audit requirements prescribed by the DCA and DOBI, 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, *Government Auditing Standards,* and audit requirements prescribed by the DCA and DOBI, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the 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 the 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and ten year claims development information, as 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

INDEPENDENT AUDITORS' REPORT (CONTINUED)

Other Supplementary Information

Management is responsible for the supplemental schedules included in the financial statements. The supplemental schedules, as listed in the table of contents, do not include the basic financial statements and our auditors' report thereon. Our opinion on the basic financial statements does not cover the other supplementary information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other supplementary information and consider whether a material inconsistency exists between the other supplementary information and the basic financial statements, or the other supplementary information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other supplementary information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 17, 2026, on our consideration of the 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 the 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 the Fund's internal control over financial reporting and compliance.

Mercadien, P.C.
Certified Public Accountants

June 17, 2026

BASIC FINANCIAL STATEMENTS

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

STATEMENTS OF NET POSITION (DEFICIT)
December 31, 2025 and 2024

	2025	2024*
ASSETS		
Cash & Cash Equivalents	$ 15,287,806	$ 1,455,295
Investments	4,235,099	14,697,786
Due from Members:		
Special Assessments Receivable	27,183,666	29,648,467
SIR Receivable	1,918,555	3,064,944
Deductible & Co-Insurance Receivable	6,865,637	6,925,122
Recoverables from Excess Carriers	16,467,067	18,793,144
Accrued Interest	82,411	132,787
Prepaid Expenses	116,793	136,420
Total Assets	$ 72,157,034	$ 74,853,965
LIABILITIES AND NET POSITION (DEFICIT)		
Liabilities:		
Claims:		
Case Reserves	$ 59,732,631	$ 57,158,945
IBNR Reserves	35,892,802	31,577,219
Claims Payable	3,219,230	1,100,000
Subrogation Payable	149,820	-
Expenses:		
Accrued Expenses	460,702	582,346
Total Liabilities	99,455,185	90,418,510
Net Deficit	$ (27,298,151)	$ (15,564,545)

* Certain balances were reclassified to conform with current year presentation.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION (DEFICIT)
Years Ended December 31, 2025 and 2024

	2025	2024
REVENUES		
Assessments - Participating Members	$ 42,511,755	$ 42,573,752
Special Assessments	2,000,787	25,889,630
Total Revenues	44,512,542	68,463,382
EXPENSES		
Provision for Claims and Claim Adjustment Expense - Net	32,356,424	38,891,295
Excess Insurance Premiums	14,516,264	15,672,795
Administrative Expenses	10,065,146	10,312,874
Total Expenses	56,937,834	64,876,964
Operating (Loss) Gain	(12,425,292)	3,586,418
Non-Operating Expenses		
Net Investment Gain	691,686	1,193,579
Total Non-Operating Expenses	691,686	1,193,579
Changes in Net Position	(11,733,606)	4,779,997
Net Deficit - Beginning of Year	(15,564,545)	(20,344,542)
Net Deficit - End of Year	$ (27,298,151)	$ (15,564,545)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

STATEMENTS OF CASH FLOWS
Years Ended December 31, 2025 and 2024

	2025	2024
Cash Flows from Operating Activities		
Cash Contributions Received from Participants and Other Sources	$ 55,993,493	$ 46,761,412
Cash Payments for Goods and Services	(10,260,455)	(9,798,028)
Cash Payments for Risk Transfer Premiums	(14,379,843)	(15,672,795)
Cash Payments for Costs of Claims	(28,837,745)	(33,021,551)
Net Cash from Operating Activities	2,515,450	(11,730,962)
Cash Flows from Investing Activities		
Sales of Investments - Net	10,575,000	10,586,330
Investment Income	742,061	1,210,119
Net Cash from Investing Activities	11,317,061	11,796,449
Net Change in Cash and Cash Equivalents	13,832,511	65,487
Cash and Cash Equivalents, Beginning of Year	1,455,295	1,389,808
Cash and Cash Equivalents, End of Year	$ 15,287,806	$ 1,455,295
Reconciliation of Operating (Loss) Gain to Net Cash from Operating Activities		
Operating (Loss) Gain	$ (12,425,292)	$ 3,586,418
Adjustment to Reconcile Operating (Loss) Gain to Cash from Operating Activities		
Change in Assets and Liabilities		
Receivables & Prepaids	7,436,267	(32,114,914)
Claim Reserves & Payables	7,626,119	16,282,688
Accrued Expenses	(121,644)	514,846
Net Cash from Operating Activities	$ 2,515,450	$ (11,730,962)

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of the Fund

The Garden State Municipal Joint Insurance Fund (the "Fund") was established, effective February 1, 2002, in accordance with P.L. 1983, c.372 of the State of New Jersey, entitled "An Act Concerning Joint Insurance Funds for Local Units of Government", codified as N.J.S.A. 40A:10-1 et seq. The Department of Banking and Insurance ("DOBI") and the Department of Community Affairs ("DCA") of the State of New Jersey have been designated by statute as oversight agencies for joint insurance funds and have issued regulations governing the operations of these funds. The Fund provides for a pooling of the participants' insurable risks and the associated resources available to manage these risks. The Fund operates in accordance with its bylaws and its Plan of Risk Management and Annual Budget.

Participating entities must remain in the Fund for a minimum of three (3) years unless terminated by a majority vote of the Fund Commissioners or a two-thirds vote of the Executive Committee for nonpayment of assessments or continued noncompliance after written notice to comply with the bylaws or other obligations. As of December 31, 2025 and 2024, the Fund had 32 and 35 members, respectively.

Member contributions to the Fund for claim payments are based on the actuarial assumptions determined by the Fund's actuary. The Commissioner of DOBI may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to ensure the payment of the Fund's obligations.

The Fund's administration is provided by an executive director/administrator. Fees paid to the administrative consultants encompass the administrative duties that are performed at the administrative consultant's office. Accordingly, the Fund does not maintain any fixed assets or incur payroll expense.

The following primary coverages are offered by the Fund to its members:

a) Workers' Compensation
b) General Liability
c) Property Damage/APD
d) Auto Liability
e) Employment Practices Liability/Public Officials Liability

Reporting Entity

Governmental Accounting Standards Board ("GASB") 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 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 addition, the Fund is not includable in any other reporting entity on the basis of such criteria.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Basis of Presentation and Accounting

The financial statements of the Fund have been prepared in accordance with accounting principles generally accepted in the United States of America. The Fund's financial statements are presented as those of an enterprise fund. The focus of enterprise funds is a measurement of economic resources, that is, the determination of change in net position, financial position and cash flows.

Enterprise funds are used to account for activities that are operated in a manner similar to private business enterprises. The Fund uses the accrual basis of accounting, whereby income is recorded as earned and expenses are recognized as incurred.

Income Taxes

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

Assessments

The gross claim fund assessment is determined by the actuary and, when combined with expense and excess premium projections, constitutes the Fund's budget. Assessments for participating municipalities are determined by underwriting criteria established by the Executive Committee.

Unpaid Claims Liabilities

The Fund establishes claims liabilities based on estimates of the ultimate cost of claims that have been reported but not settled, and of claims that have been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of excess insurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Because actual claim costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Claims liabilities are recomputed periodically using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claim frequency, and other economic and social factors. A provision for inflation in the calculation of estimated future claims costs is implicit in the calculation because reliance is placed both on actual historical data that reflect past inflation and on other factors that are considered to be appropriate modifiers of past experience. Adjustments to claims liabilities are charged or credited to expense in the periods in which they are made.

In accordance with practices prescribed or permitted by the DCA and DOBI, the independent auditors' procedures were not extended to the underlying actuarial assumptions for Incurred But Not Reported ("IBNR") reserve amounts since they are prepared by the Fund's actuary.

Recoverables from Excess Carriers

The Fund uses excess insurance agreements to reduce its exposure to large losses on certain types of insured events. Excess insurance permits recovery of a portion of losses from reinsurers, although it does not discharge the primary liability of the Fund as direct insurer of the risks reinsured. The Fund does not report reinsured risks as liabilities unless it is probable that those risks will not be covered by reinsurers.

A. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Self-Insured Retention ("SIR") and Deductible & Co-Insurance Receivables

During the years ended December 31, 2025 and 2024, the Fund has recorded as accounts receivable recoverables due from members for claims expenses paid by the Fund based upon levels of self-retention, deductibles and co-insurance. SIR is billed on a monthly basis and receivables are billed quarterly.

Special Assessments

Special assessments include supplemental assessments and retrospective assessments. Supplemental assessments are approved by a majority of the Commissioners to supplement the fund's claim or loss retention or administrative accounts to assure payment of the Fund's obligations, as authorized by N.J.A.C. 11:15-2.16. Each member of the Fund is assessed an additional proportionate amount as provided for in the Fund's bylaws and Plan of Risk Management or as directed by the Commissioner of DOBI. Retrospective assessments are member-specific assessments to certain members who elect a retrospective loss experience ratings plan that is authorized under the Fund's Plan of Risk Management. Supplemental assessments are scheduled to be collected over a 10-year plan and retrospective assessments are billed when actual losses paid by the Fund exceed the member's loss fund.

Administrative Expenses

Administrative expenses are comprised mainly of compensation for services rendered by servicing organizations and appointed officials pursuant to written fee guidelines submitted to and approved by a majority of the Commissioners.

Claims Case Reserves

Case reserves include estimated unpaid claim costs for claimants and allocated claims adjustment expenses as reported by the service agent.

Claims Incurred But Not Reported (IBNR) Reserves

In order to recognize claims incurred but not reported, a reserve is calculated by the Fund's actuary within an acceptable range from the estimated outstanding reserve.

IBNR reserves include:

a) Known loss events that are expected to, at a later time, be presented as claims,
b) Unknown loss events that are expected to become claims, and
c) Expected future development on claims already reported.

Summary of Risk Management Program

A summary of the Fund's Risk Management Program is provided in Schedule E, which is included in the Supplemental Schedules section of this report.

Rounding

Some schedules in the financial statements may have dollar differences due to rounding adjustments.

B. CASH AND CASH EQUIVALENTS

Cash and cash equivalents includes amounts on deposit, money market accounts, short-term investments with original maturities of ninety days or less, and funds held in the State of New Jersey Cash Management Fund (“CMF”).

Deposits were with contracted depository banks in interest-bearing accounts that were insured under the New Jersey Governmental Unit Deposit Protection Act ("GUDPA"). All such deposits are held in the Fund's name.

GUDPA permits the deposit of public funds in the CMF or in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (“FDIC”) or by any other agencies of the United States that insure deposits. GUDPA requires public depositories to maintain collateral for deposits of public funds that exceed insurance limits as follows:

Each depository participating in the GUDPA system must pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or $200 million. The minimum 5% pledge applies to institutions that are categorized as "well capitalized" by federal banking standards. The percentage of the required pledge will increase for institutions that are less than "well capitalized."

No collateral is required for amounts covered by FDIC or National Credit Union Share Insurance Fund (“NCUSIF”) insurance. The collateral which may be pledged to support these deposits includes obligations of state and federal governments, insured securities and other collateral approved by the DOBI. When the capital position of the depository deteriorates, or the depository takes an unusually large amount of public deposits, the DOBI requires additional collateral to be pledged.

If a governmental depository fails and the FDIC or NCUSIF insurance does not insure or pay out the full amount of public deposits, the collateral pledged to protect these funds would first be liquidated and paid out. If this amount is insufficient, other institutions holding public funds would be assessed pro rata up to 4% of their uninsured public funds. Although these protections do not constitute a 100% guarantee of the safety of all funds, no governmental unit under GUDPA has ever lost protected deposits.

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 the GUDPA. In lieu of designating a depository, the cash management plan may provide that the local unit make deposits with the CMF.

As of December 31, 2025 and 2024, the carrying value of the Fund’s cash and cash equivalents was $15,287,806 and $1,455,295, respectively. As of December 31, 2025 and 2024, the Fund’s bank balances were $17,190,940 and $3,467,940, respectively, and were exposed to custodial credit risk as follows:

	2025	2024
Insured	$ 500,000	$ 500,000
Uninsured and Collateralized	16,533,856	2,967,940
CMF	157,084	150,679
Total	$ 17,190,940	$ 3,467,940

B. CASH AND CASH EQUIVALENTS (CONTINUED)

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the local unit's deposits may not be returned to it. As of December 31, 2025 and 2024, with respect to the Fund's bank balances, $500,000 was covered by federal depository insurance and $16,533,856 and $2,967,940, respectively, were covered by the collateral pool maintained by the banks as required by New Jersey statutes. The Fund adheres to the requirements of the GUDPA statute. CMF funds are not subject to custodial credit risk due to the fact that the funds are held by and in the name of CMF in a segregated trust account with a third-party custodian rather than in possession of the third-party custodian.

Concentration of Credit Risk – This is the risk associated with the amount of investments the Fund has with any one issuer that exceeds five percent or more of its total investments. Investments issued or explicitly guaranteed by the U.S. government and the CMF are excluded from this requirement. None of the investments held by the Fund are exposed to concentration of credit risk.

Credit Risk – This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. In general, the Fund does not have an investment policy regarding credit risk; however, the Fund had no investments that were subject to credit risks as of December 31, 2025 and 2024.

Interest Rate Risk – This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Fund does not have a formal policy that limits investment maturities as a means of managing its exposure to fair value losses arising from interest rate fluctuations. However, its practice is to hold investments to maturity.

C. INVESTMENTS

New Jersey statutes and the cash management plan of the Fund's Board of Commissioners permit the Fund to purchase the following types of investments:

a) Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America.
b) Any federal agency or instrumentality obligation authorized by Congress that matures within 397 days from the date of purchase and has a fixed rate of interest not dependent on any index or external factors.
c) Bonds or other obligations of the local unit or bonds or other obligations of school districts of which the local unit is a part or within which the school district is located; or bonds or other obligations, having a maturity date not exceeding 397 days, approved by the Division of Investment of the Department of Treasury for investment by local units.
d) Government money market mutual funds.
e) Repurchase agreements of fully collateralized securities, subject to rules and conditions established by the DCA.
f) Local government investment pools.

C. INVESTMENTS (CONTINUED)

Investments are recorded at market value based on quoted market prices.

Investments at year end are categorized to give an indication of the level of risk assumed by the Fund. The categories are described as follows:

Category A – Insured, registered or securities held by the Fund or its agent in the Fund's name.

Category B – Uninsured and unregistered with securities held by the counterparty's trust department or agent in the Fund's name.

Category C – Uninsured and unregistered with securities held by the counterparty, or its trust department or agent, but not in the Fund's name.

The Fund's Level 1 investments at December 31, 2025 and 2024 are categorized as follows:

		Market Value	
	Risk Category	2025	2024
U.S. Treasury Securities	A	$ 4,235,099	$ 14,697,786
		$ 4,235,099	$ 14,697,786

Based upon existing investment policies, the Fund is generally not exposed to interest rate risk as, depending upon market conditions, investments can be held to maturity. Also, investments held are limited to U.S. Treasury or U.S. Government Agency securities, thereby mitigating credit risk and concentration of credit risk, nor are the Fund's deposits and investments exposed to foreign currency risks.

As of December 31, 2025 and 2024, the Fund had net unrealized investment gains of $61,027 and $69,600, respectively, which represent the difference between investment market value and cost basis. The composition of the net investment income as shown in the statements of revenues, expenses and changes in net position for years ended December 31, 2025 and 2024, is as follows:

	2025	2024
Change in unrealized investment gains	$ (8,573)	$ 438,459
Realized gain on investments	4,663	12,735
Interest income	695,596	742,385
	$ 691,686	$ 1,193,579

D. PERMANENT FUND TRANSFERS

Permanent inter-trust fund transfers are made upon the approval of the Commissioners, following prior written notification to the Commissioners of DOBI and DCA.

Inter-year fund transfers require prior approval of DOBI and DCA. The Fund may seek approval from the Commissioners to make inter-year fund transfers at any time from a claims or loss retention trust account from any year which has been completed for at least 24 months. The inter-year fund transfer may be in any amount subject to the limitation that after the transfer, the remaining net current surplus must equal or exceed the surplus retention requirement calculated according to regulation.

D. PERMANENT FUND TRANSFERS (CONTINUED)

The membership for each fiscal year involving inter-year fund transfers must be identical between fiscal years. This requirement may be waived by the Commissioner provided the fund demonstrates it maintains records of each member's pro rata share of each claim or loss retention account, and that the transfer may be made so that any potential dividend shall not be reduced for a member that did not participate in the year receiving the transfer.

All fund transfers are recognized at the time actual transfers take place. There were no such transfers during 2025 or 2024.

E. RETURN OF SURPLUS

Refunds are recognized upon authorization of the Commissioners. Any reserves for a fund year in excess of the amount necessary to fund all obligations for that fiscal year as certified by the Fund's actuary may be declared to be refundable by the Fund, subject to the effective time periods set forth by regulation. The initial and any subsequent refund for any year from a Claim or Loss Retention Account is subject to the limitation that after the refund, the remaining net current surplus must equal or exceed the surplus retention requirement calculated according to regulation. A full and final refund is not allowed until all case reserves and IBNR reserves are closed.

F. MINIMUM SURPLUS (NET POSITION) REQUIREMENT

The State of New Jersey has no statutory minimum surplus requirement.

G. DEFICIT (NET POSITION)

The Fund will liquidate any deficit in a year by transferring from another net position year or by assessing members for additional contributions, in accordance with applicable New Jersey statutes and regulations.

At December 31, 2025 and 2024, the following Fund years' net position were in a deficit position:

Fund Year	2025	2024
2009	(118,570)	(133,081)
2014	(17,769)	80,388
2017	(1,130)	291,143
2018	(1,385,569)	(107,476)
2019	(684,518)	282,523
2020	(1,908,558)	(1,275,937)
2021	(3,663,429)	(3,183,864)
2022	(3,914,040)	(3,349,091)
2023	(5,261,443)	(4,215,154)
2024	(8,761,852)	(5,560,679)
2025	(2,789,444)	-

G. DEFICIT (NET POSITION) (CONTINUED)

In accordance with N.J.A.C. 11:15-2.16 and N.J.A.C. 11:15-2.1, in July 2024 the Fund approved a supplemental assessment/refund plan totaling $22,649,481 based on fund years 2002 through 2023. Five members in surplus status are due refunds totaling $416,379 while 46 members that are in deficit status will be billed a total of $23,065,860 in accordance with a 10-year installment plan beginning in 2025. As of December 31, 2025 and 2024, receivables on the supplemental assessments were $18,627,967 and $22,702,490, respectively.

In 2025 and 2024, the Fund authorized retrospective assessments totaling $2,000,787 and $3,240,149 for fund years 2019 through 2025 to certain members who elected a retrospective loss experience ratings plan. As of December 31, 2025 and 2024, receivables on the retrospective assessments were $8,555,699 and $6,945,977, respectively.

H. LOSS RESERVES

The liability for unpaid losses and loss adjustment expenses represents an estimate of the ultimate net cost of all losses and loss adjustment expenses incurred but not yet paid as of December 31, 2025 and 2024. 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 effects of inflation and other societal or economic factors, and the Fund's self-insured retention level. The estimate of outstanding losses was recorded by the Fund as of December 31, 2025 and 2024, based on an actuarial determined range of estimates.

Actuarial Standard of Practice No. 36 states, "the actuary may determine a range of reasonable estimates that reflects the uncertainties associated with analyzing the reserves due to which the management believes that the liability for unpaid losses is adequate to cover the ultimate cost of reported and unreported claims incurred but not yet paid. However, the ultimate cost may be more or less than the estimated liability." The unpaid losses are stated net of any recoveries from excess-loss insurance. The 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. Amounts shown as negative loss reserves, if any, represent payments to the claims servicing agent in excess of claims paid and case reserves on the Fund's loss runs. These amounts, if any, are shown on the statements of net position as accounts receivable.

The Fund also purchases excess insurance policies, which provide coverage to the Fund for claims in excess of $1,250,000 for workers' compensation claims; $75,000 for general automobile, law enforcement, employment practices and public officials liability claims ($500,000 in 2024); and $100,000 for automobile physical damage claims. Until June 30, 2023, coverage was provided for property claims in excess of $100,000, which increased to $500,000 as of July 1, 2023.

For the years 2010 through 2015, an "inner corridor endorsement" for general, employment practices, public officials and automobile liabilities combined was put in place with a limit of $250,000 per claim and $600,000 in total. In 2016, the limit was $250,000 per claim and $725,000 in total. In 2017, the limit was $500,000 per claim and $1,000,000 in total. In 2018, the limit was $1,000,000 per claim and $2,000,000 in total. For year 2019 and subsequent, the limit was decreased to $500,000 per claim and $2,000,000 in total. For the years 2012 through 2017 the "inner corridor endorsement" for workers' compensation was also put in place with a limit of $250,000 per claim and $250,000 in total. For the years 2018 through 2022, the limit was increased to $250,000 per claim and $500,000 in total. Effective January 1, 2023, the Fund removed the workers' compensation inner corridor endorsement.

H. LOSS RESERVES (CONTINUED)

In addition, for fund years 2007 through 2009, the Fund has in place an aggregate stop loss program for its Employment Practices and Public Officials Liability claims, where upon reaching an overall aggregate retention limit, the retained limit for claims thereafter is reduced. For fund years 2007 and 2008, the aggregate limit is $750,000 and for fund year 2009 the aggregate limit is $450,000, each limited to $50,000 per claim.

The Fund established an all lines of business stop loss aggregate for the years 2010 through 2020. The Fund did not establish an all lines of business stop loss aggregate for the years 2021 through 2025.

A contingent liability exists with respect to insurance coverage, which would become an actual liability in the event the insuring company might be unable to meet its obligations to the Fund under existing insurance agreements.

The following table sets forth the case reserves for reported claims and reserves for claims related to IBNR established for each respective fund year at December 31, 2025, which have been estimated by the Fund's management.

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2002 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	1	1
	$ -	$ -	$ -	$ 1	$ 1
2003 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	4,026	4,026
	$ -	$ -	$ -	$ 4,026	$ 4,026
2004 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 13,877	$ 13,877
Losses Incurred But Not Reported (IBNR)	-	-	-	5,096	5,096
	$ -	$ -	$ -	$ 18,973	$ 18,973
2005 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 8,281	$ 8,281
Losses Incurred But Not Reported (IBNR)	-	-	-	4,837	4,837
	$ -	$ -	$ -	$ 13,118	$ 13,118
2006 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 134,335	$ 134,335
Losses Incurred But Not Reported (IBNR)	-	-	-	13,252	13,252
	$ -	$ -	$ -	$ 147,587	$ 147,587

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2007 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 80,790	$ 80,790
Losses Incurred But Not Reported (IBNR)	-	-	-	22,770	22,770
	$ -	$ -	$ -	$ 103,560	$ 103,560
2008 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 88,188	$ 88,188
Losses Incurred But Not Reported (IBNR)	-	-	-	27,195	27,195
	$ -	$ -	$ -	$ 115,383	$ 115,383
2009 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 5,726	$ 5,726
Losses Incurred But Not Reported (IBNR)	-	-	-	44,717	44,717
	$ -	$ -	$ -	$ 50,443	$ 50,443
2010 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	-	-
	$ -	$ -	$ -	$ -	$ -
2011 Fund Year:					
Case Reserves	$ -	$ (24)	$ -	$ 127,513	$ 127,489
Losses Incurred But Not Reported (IBNR)	-	(307)	-	131,224	130,917
	$ -	$ (331)	$ -	$ 258,737	$ 258,406
2012 Fund Year:					
Case Reserves	$ -	$ (18)	$ -	$ 365,033	$ 365,015
Losses Incurred But Not Reported (IBNR)	-	(178)	-	191,465	191,287
	$ -	$ (196)	$ -	$ 556,498	$ 556,302
2013 Fund Year:					
Case Reserves	$ -	$ 66,625	$ -	$ 212,194	$ 278,819
Losses Incurred But Not Reported (IBNR)	-	2,762	-	134,786	137,548
	$ -	$ 69,387	$ -	$ 346,980	$ 416,367
2014 Fund Year:					
Case Reserves	$ -	$ 391	$ -	$ 692,131	$ 692,522
Losses Incurred But Not Reported (IBNR)	-	3,757	-	129,085	132,842
	$ -	$ 4,148	$ -	$ 821,216	$ 825,364

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2015 Fund Year:					
Case Reserves	$ -	$ (348)	$ -	$ 749,370	$ 749,022
Losses Incurred But Not Reported (IBNR)	(6)	(2,514)	-	184,779	182,259
	$ (6)	$ (2,862)	$ -	$ 934,149	$ 931,281
2016 Fund Year:					
Case Reserves	$ -	$ (20)	$ -	$ 148,590	$ 148,570
Losses Incurred But Not Reported (IBNR)	(5)	(208)	-	176,740	176,527
	$ (5)	$ (228)	$ -	$ 325,330	$ 325,097
2017 Fund Year:					
Case Reserves	$ -	$ 145,616	$ 142,467	$ 619,130	$ 907,213
Losses Incurred But Not Reported (IBNR)	-	16,559	252	215,112	231,923
	$ -	$ 162,175	$ 142,719	$ 834,242	$ 1,139,136
2018 Fund Year:					
Case Reserves	$ -	$ 19,605	$ 39,370	$ 1,569,302	$ 1,628,277
Losses Incurred But Not Reported (IBNR)	(124)	(54,392)	(2,361)	296,723	239,846
	$ (124)	$ (34,787)	$ 37,009	$ 1,866,025	$ 1,868,123
2019 Fund Year:					
Case Reserves	$ -	$ 256,196	$ -	$ 2,161,240	$ 2,417,436
Losses Incurred But Not Reported (IBNR)	-	112,166	6,030	347,557	465,753
	$ -	$ 368,362	$ 6,030	$ 2,508,797	$ 2,883,189
2020 Fund Year:					
Case Reserves	$ 1,940	$ (115,631)	$ -	$ 2,965,380	$ 2,851,689
Losses Incurred But Not Reported (IBNR)	(354)	(67,227)	38,626	149,618	120,663
	$ 1,586	$ (182,858)	$ 38,626	$ 3,114,998	$ 2,972,352
2021 Fund Year:					
Case Reserves	$ 119	$ 3,433,410	$ 373,351	$ 4,523,468	$ 8,330,348
Losses Incurred But Not Reported (IBNR)	(978)	1,167,783	140,633	430,101	1,737,539
	$ (859)	$ 4,601,193	$ 513,984	$ 4,953,569	$ 10,067,887
2022 Fund Year:					
Case Reserves	$ 14,140	$ 4,090,864	$ 271,385	$ 5,712,511	$ 10,088,900
Losses Incurred But Not Reported (IBNR)	1,060	1,422,064	397,908	252,731	2,073,763
	$ 15,200	$ 5,512,928	$ 669,293	$ 5,965,242	$ 12,162,663

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2023 Fund Year:					
Case Reserves	$ 103,536	$ 6,186,764	$ 889,909	$ 5,860,519	$ 13,040,728
Losses Incurred But Not Reported (IBNR)	25,168	4,074,236	799,291	(11,369)	4,887,326
	$ 128,704	$10,261,000	$ 1,689,200	$ 5,849,150	$ 17,928,054
2024 Fund Year:					
Case Reserves	$ 94,578	$ 3,277,023	$ 446,350	$ 8,484,135	$ 12,302,086
Losses Incurred But Not Reported (IBNR)	29,695	7,392,275	1,362,899	1,109,345	9,894,214
	$ 124,273	$10,669,298	$ 1,809,249	$ 9,593,480	$ 22,196,300
2025 Fund Year:					
Case Reserves	$ 357,848	$ 403,844	$ 979,664	$ 3,731,964	$ 5,473,320
Losses Incurred But Not Reported (IBNR)	770,511	8,170,857	2,093,589	4,133,543	15,168,500
	$ 1,128,359	$ 8,574,701	$ 3,073,253	$ 7,865,507	$ 20,641,820

The following table sets forth the case reserves for reported claims and reserves for claims related to IBNR established for each respective fund year at December 31, 2024, which have been estimated by the Fund’s management.

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2002 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	2,163	2,163
	$ -	$ -	$ -	$ 2,163	$ 2,163
2003 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	3,649	3,649
	$ -	$ -	$ -	$ 3,649	$ 3,649
2004 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 23,034	$ 23,034
Losses Incurred But Not Reported (IBNR)	-	-	-	4,649	4,649
	$ -	$ -	$ -	$ 27,683	$ 27,683

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2005 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 7,466	$ 7,466
Losses Incurred But Not Reported (IBNR)	-	-	-	8,718	8,718
	$ -	$ -	$ -	$ 16,184	$ 16,184
2006 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 299,050	$ 299,050
Losses Incurred But Not Reported (IBNR)	-	-	-	17,839	17,839
	$ -	$ -	$ -	$ 316,889	$ 316,889
2007 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 53,215	$ 53,215
Losses Incurred But Not Reported (IBNR)	-	-	-	32,758	32,758
	$ -	$ -	$ -	$ 85,973	$ 85,973
2008 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 84,145	$ 84,145
Losses Incurred But Not Reported (IBNR)	-	-	-	29,242	29,242
	$ -	$ -	$ -	$ 113,387	$ 113,387
2009 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 5,108	$ 5,108
Losses Incurred But Not Reported (IBNR)	-	-	-	61,877	61,877
	$ -	$ -	$ -	$ 66,985	$ 66,985
2010 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ -	$ -
Losses Incurred But Not Reported (IBNR)	-	-	-	-	-
	$ -	$ -	$ -	$ -	$ -
2011 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 131,161	$ 131,161
Losses Incurred But Not Reported (IBNR)	-	-	-	130,082	130,082
	$ -	$ -	$ -	$ 261,243	$ 261,243

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2012 Fund Year:					
Case Reserves	$ -	$ -	$ -	$ 320,854	$ 320,854
Losses Incurred But Not Reported (IBNR)	-	-	-	185,888	185,888
	$ -	$ -	$ -	$ 506,742	$ 506,742
2013 Fund Year:					
Case Reserves	$ -	$ 49,198	$ -	$ 221,961	$ 271,159
Losses Incurred But Not Reported (IBNR)	-	2,246	-	79,395	81,641
	$ -	$ 51,444	$ -	$ 301,356	$ 352,800
2014 Fund Year:					
Case Reserves	$ -	$ 123,868	$ -	$ 827,094	$ 950,962
Losses Incurred But Not Reported (IBNR)	-	3,846	-	148,687	152,533
	$ -	$ 127,714	$ -	$ 975,781	$ 1,103,495
2015 Fund Year:					
Case Reserves	$ -	$ 8,062	$ -	$ 946,960	$ 955,022
Losses Incurred But Not Reported (IBNR)	-	12,150	-	153,129	165,279
	$ -	$ 20,212	$ -	$ 1,100,089	$ 1,120,301
2016 Fund Year:					
Case Reserves	$ -	$ 55,576	$ -	$ 205,508	$ 261,084
Losses Incurred But Not Reported (IBNR)	-	46,072	-	159,756	205,828
	$ -	$ 101,648	$ -	$ 365,264	$ 466,912
2017 Fund Year:					
Case Reserves	$ -	$ 107,637	$ 138,147	$ 809,012	$ 1,054,796
Losses Incurred But Not Reported (IBNR)	-	27,134	-	127,440	154,574
	$ -	$ 134,771	$ 138,147	$ 936,452	$ 1,209,370
2018 Fund Year:					
Case Reserves	$ -	$ 648,736	$ 17,535	$ 1,813,307	$ 2,479,578
Losses Incurred But Not Reported (IBNR)	-	154,142	3,420	206,293	363,855
	$ -	$ 802,878	$ 20,955	$ 2,019,600	$ 2,843,433
2019 Fund Year:					
Case Reserves	$ 985	$ 160,010	$ -	$ 2,143,674	$ 2,304,669
Losses Incurred But Not Reported (IBNR)	-	189,515	36,170	219,499	445,184
	$ 985	$ 349,525	$ 36,170	$ 2,363,173	$ 2,749,853

H. LOSS RESERVES (CONTINUED)

	Property Fund	General Liability Fund	Automotive Liability Fund	Workers' Compensation Fund	Total
2020 Fund Year:					
Case Reserves	$ -	$ 713,564	$ 833,584	$ 3,235,397	$ 4,782,545
Losses Incurred But Not Reported (IBNR)	32	(124,130)	114,801	63,245	53,948
	$ 32	$ 589,434	$ 948,385	$ 3,298,642	$ 4,836,493
2021 Fund Year:					
Case Reserves	$ 3,159	$ 6,200,443	$ 435,759	$ 5,250,843	$ 11,890,204
Losses Incurred But Not Reported (IBNR)	(4,199)	1,408,064	618,198	(10,860)	2,011,203
	$ (1,040)	$ 7,608,507	$ 1,053,957	$ 5,239,983	$ 13,901,407
2022 Fund Year:					
Case Reserves	$ 9,999	$ 5,148,666	$ 579,195	$ 6,823,777	$ 12,561,637
Losses Incurred But Not Reported (IBNR)	2,768	3,432,850	823,578	(310,239)	3,948,957
	$ 12,767	$ 8,581,516	$ 1,402,773	$ 6,513,538	$ 16,510,594
2023 Fund Year:					
Case Reserves	$ 95,197	$ 3,704,192	$ 502,056	$ 5,812,202	$ 10,113,647
Losses Incurred But Not Reported (IBNR)	(42,696)	7,421,945	1,373,928	444,843	9,198,020
	$ 52,501	$11,126,137	$ 1,875,984	$ 6,257,045	$ 19,311,667
2024 Fund Year:					
Case Reserves	$ 403,469	$ 1,865,614	$ 308,302	$ 6,032,224	$ 8,609,609
Losses Incurred But Not Reported (IBNR)	818,694	8,293,082	1,595,938	3,611,615	14,319,329
	$ 1,222,163	$10,158,696	$ 1,904,240	$ 9,643,839	$ 22,928,938

The undiscounted amounts of the case and IBNR reserves as of December 31, 2025, approximately $67,543,300 and $40,896,942, differ from the carrying values of $59,732,631 and $35,892,802, respectively, due to the case and IBNR reserves being discounted at an interest rate of 3.47%, which was estimated by management and is based on the 2-year treasury annual interest rate as of December 31, 2025. The undiscounted amounts of the case and IBNR reserves as of December 31, 2024, approximately $67,309,198 and $37,410,441, differ from the carrying values of $57,158,945 and $31,577,219, respectively, due to the case and IBNR reserves being discounted at an interest rate of 4.27%, which was estimated by management and is based on the 2-year treasury annual interest rate as of February 20, 2025.

I. RELATED PARTIES

The Fund pays administrative consulting, claims handling, underwriting and risk management fees to affiliated companies of the Fund's administrator. For the years ended December 31, 2025 and 2024, the Fund paid $5,680,565 and $5,665,516, respectively, to these companies as per the management agreements.

J. CHANGES IN UNPAID CLAIMS AND LIABILITIES

As discussed in Note A, the Fund establishes a liability for both reported and unreported insured events, which includes estimates of future payments of losses and unrelated allocated claims adjustment expenses.

The following represents changes in those aggregate reported case reserves for the Fund during 2025 and 2024 for all open fund years net of excess insurance recoveries.

	2025	2024
Total Unpaid Claims and Claims Adjustment Expenses – All Fund Years – Beginning of Year	$ 57,158,943	$ 48,103,108
Incurred Claims and Claims Adjustment Expenses:		
Provision for Insured Events – Current Year	8,864,452	12,760,544
Changes in Provision for Insured Events – Prior Years	22,546,981	29,316,842
Total Incurred Claims and Claims Adjustment Expenses - All Fund Years - Subtotal	31,411,433	42,077,386
Subtotal	88,570,376	90,180,494
Payments:		
Claims and Claims Adjustment Expenses	(28,837,745)	(33,021,551)
Total Unpaid Claims and Claims Adjustment Expenses – All Fund Years – End of Year	$ 59,732,631	$ 57,158,943

K. PENDING LITIGATION

In the ordinary course of business, the Fund may be party to litigation. As of December 31, 2025, in the opinion of management based upon consultation with legal counsel, there were no matters pending or threatened which would have a material adverse effect on the financial position of the Fund.

L. ADOPTED GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS

The GASB has issued Statement No. 100, "*Accounting Changes and Error Corrections-an amendment of GASB Statement No. 62*." This Statement was required to be adopted by the Fund for the year ended December 31, 2024. The adoption of this Statement had no effect on previously reported amounts.

The GASB has issued Statement No. 102, "*Certain Risk Disclosures*." This Statement was required to be adopted by the Fund for the year ended December 31, 2025. The adoption of this Statement had no effect on previously reported amounts.

M. PENDING GOVERNMENTAL ACCOUNTING STANDARDS BOARD (GASB) STATEMENTS

The GASB has issued Statement No. 103, *"Financial Reporting Model Improvements."* This Statement is required to be adopted by the Fund for the year ending December 31, 2026. The Fund has not determined the effect of GASB Statement No. 103 on the financial statements.

The GASB has issued Statement No. 105, *"Subsequent Events."* This Statement is required to be adopted by the Fund for the year ending December 31, 2027. The Fund has not determined the effect of GASB Statement No. 105 on the financial statements.

N. SUBSEQUENT EVENTS

Management has evaluated events subsequent to December 31, 2025 through June 17, 2026, noting no significant subsequent events requiring disclosure other than the following:

On March 25, 2026, to address its growing net deficit, the Fund approved an amendment to the supplemental assessment previously approved in the amount of $22,649,481, based on fund years 2002 through 2023. The amended supplemental assessment is in the amount of $48,030,463, based on fund years 2002 through 2024, and will be collected over a nine-year installment plan beginning no later than July 1, 2026.

REQUIRED SUPPLEMENTARY INFORMATION (UNAUDITED)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

TEN YEAR CLAIMS DEVELOPMENT INFORMATION (UNAUDITED) Exhibit A

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Underwriting Income-Required Contributions	$ 33,406,531	$ 30,830,023	$ 32,833,628	$ 34,015,322	$ 35,643,020	$ 39,586,414	$ 39,586,414	$ 42,559,231	$ 42,573,752	$ 42,511,755
Special Assessments	-	-	-	-	-	-	1,268,415	2,437,414	25,889,630	2,000,787
Investment Income	311,344	194,705	843,824	451,299	300,871	(42,770)	(237,537)	1,640,121	1,193,579	691,686
	33,717,875	31,024,728	33,677,452	34,466,621	34,466,621	39,543,645	40,617,292	46,636,766	69,656,961	45,204,228
Excess Insurance Premiums	6,328,342	6,715,166	6,616,237	7,512,900	8,008,691	12,483,164	12,483,164	16,189,882	15,672,795	14,516,264
Administrative Expenses	7,210,125	7,545,962	7,975,040	8,246,754	8,268,829	8,942,874	8,942,874	10,253,444	10,312,874	10,065,146
	13,538,467	14,261,128	14,591,277	15,759,654	16,277,520	21,426,038	21,426,038	26,443,326	25,985,669	24,581,410
Estimated Incurred Claims-End of Policy Year	7,165,630	7,741,671	11,207,983	11,944,200	10,519,572	12,204,534	10,992,088	11,040,730	12,760,546	8,864,452
Cumulative Paid Claims:										
End of Policy Year	3,314,218	3,215,602	3,078,346	4,433,447	3,761,004	4,753,837	4,373,148	4,792,447	4,150,937	3,391,132
One Year Later	5,281,474	5,269,502	6,061,471	7,669,434	6,130,086	8,811,316	9,028,287	8,840,657	8,122,162	-
Two Years Later	6,914,958	7,378,929	8,215,403	9,309,579	8,064,509	11,289,590	11,804,626	10,849,899	-	-
Three Years Later	9,331,726	9,893,714	13,500,509	18,584,694	11,323,953	16,263,126	16,443,616	-	-	-
Four Years Later	10,501,518	12,288,573	16,577,879	19,895,672	17,543,902	20,576,211	-	-	-	-
Five Years Later	12,279,969	13,017,351	18,244,587	20,357,441	20,074,835	-	-	-	-	-
Six Years Later	12,843,701	14,248,444	19,543,701	21,193,424	-	-	-	-	-	-
Seven Years Later	13,246,192	14,726,553	21,797,106	-	-	-	-	-	-	-
Eight Years Later	13,581,278	15,089,060	-	-	-	-	-	-	-	-
Nine Years Later	13,618,273	-	-	-	-	-	-	-	-	-
Cumulative Incurred Claims:										
End of Policy Year	7,165,630	7,741,671	11,207,983	11,944,200	10,519,572	12,204,534	10,992,088	11,040,730	12,760,546	8,864,452
One Year Later	11,057,758	12,309,228	16,132,701	16,889,267	12,505,902	18,230,640	17,589,608	18,954,304	20,424,248	-
Two Years Later	13,405,077	15,124,283	18,967,615	19,983,371	17,071,560	23,297,065	24,366,263	23,890,627		-
Three Years Later	14,395,904	16,020,200	18,683,790	24,925,488	20,795,369	28,153,330	26,532,516	-	-	-
Four Years Later	14,034,252	15,183,884	20,480,641	22,484,500	22,326,447	28,906,559	-	-	-	-
Five Years Later	13,770,732	15,293,992	21,766,397	22,662,110	22,926,524	-	-	-	-	-
Six Years Later	13,759,162	15,705,693	22,023,279	23,610,860	-	-	-	-	-	-
Seven Years Later	13,932,659	15,781,349	23,425,383	-	-	-	-	-	-	-
Eight Years Later	13,842,362	15,996,273	-	-	-	-	-	-	-	-
Nine Years Later	13,766,843	-	-	-	-	-	-	-	-	-
Increase in Cumulative Incurred Claims from End of Policy Year	$ 6,601,213	$ 8,254,602	$ 12,217,400	$ 11,666,660	$ 12,406,952	$ 16,702,025	$ 15,540,428	$ 12,849,897	$ 7,663,702	$ -

SUPPLEMENTAL SCHEDULES (UNAUDITED)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

OPERATING RESULTS ANALYSIS – ALL YEARS COMBINED
Year Ended December 31, 2025 Schedule A

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 24,934,552	$ 87,595,694	$ 20,988,291	$ 167,702,853	$ 155,447,707	$ 140,999,149	$ 597,668,246
Special Assessment	3,585,198	10,776,575	2,461,819	20,576,104	-	(1,483,498)	35,916,197
	28,519,750	98,372,270	23,450,110	188,278,956	155,447,707	139,515,651	633,584,443
2. Incurred Liabilities:							
Claims	99,806,195	195,974,124	39,067,468	194,441,981	-	-	529,289,767
Expenses	-	-	-	-	162,131,106	141,704,824	303,835,930
Total Liabilities	99,806,195	195,974,124	39,067,468	194,441,981	162,131,106	141,704,824	833,125,697
3. Underwriting Surplus/(Deficit)	(71,286,444)	(97,601,854)	(15,617,358)	(6,163,024)	(6,683,399)	(2,189,173)	(199,541,254)
4. Adjustments:							
Investment Income	-	-	-	-	-	9,020,849	9,020,849
Investment Activity (Realized/Unrealized)	-	-	-	-	-	1,311,285	1,311,285
Recoveries	71,829,472	61,099,256	11,902,986	17,079,254	-	-	161,910,969
Total Adjustments	71,829,472	61,099,256	11,902,986	17,079,254	-	10,332,134	172,243,103
5. Gross Operating Surplus/(Deficit)	543,028	(36,502,598)	(3,714,373)	10,916,230	(6,683,399)	8,142,961	(27,298,151)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 543,028	$ (36,502,598)	$ (3,714,373)	$ 10,916,230	$ (6,683,399)	$ 8,142,961	$ (27,298,151)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2025 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-1

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,750,593	$ 5,227,452	$ 2,342,580	$ 8,609,721	$ 14,516,264	$ 10,065,146	$ 42,511,755
Special Assessment	255,942	764,271	342,493	1,258,770	-	-	2,621,476
	2,006,535	5,991,723	2,685,073	9,868,490	14,516,264	10,065,146	45,133,231
2. Incurred Liabilities:							
Claims	2,576,918	8,734,494	3,181,943	9,620,597	-	-	24,113,952
Expenses	-	-	-	-	14,516,264	10,065,146	24,581,410
Total Liabilities	2,576,918	8,734,494	3,181,943	9,620,597	14,516,264	10,065,146	48,695,362
3. Underwriting Surplus/(Deficit)	(570,383)	(2,742,771)	(496,870)	247,893	-	-	(3,562,131)
4. Adjustments:							
Investment Income	-	-	-	-	-	695,596	695,596
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(3,910)	(3,910)
Recoveries	-	-	81,000	-	-	-	81,000
Total Adjustments	-	-	81,000	-	-	691,686	772,686
5. Gross Current Position/(Deficit)	(570,383)	(2,742,771)	(415,870)	247,893	-	691,686	(2,789,444)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (570,383)	$ (2,742,771)	$ (415,870)	$ 247,893	$ -	$ 691,686	$ (2,789,444)
Current Year Claims	$ 2,576,918	$ 8,734,494	$ 3,181,943	$ 9,620,597	$ -	$ -	$ 24,113,952
Prior Year Claims	-	-	-	-	-	-	-
Change in Claims Liabilities	$ 2,576,918	$ 8,734,494	$ 3,181,943	$ 9,620,597	$ -	$ -	$ 24,113,952

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2024 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-2

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 2,202,092	$ 4,006,589	$ 1,475,131	$ 8,904,272	$ 15,672,795	$ 10,312,874	$ 42,573,752
Special Assessment	501,130	911,779	335,695	2,026,344	-	-	3,774,948
	2,703,222	4,918,367	1,810,826	10,930,616	15,672,795	10,312,874	46,348,700
2. Incurred Liabilities:							
Claims	1,706,846	11,610,676	2,087,083	14,913,857	-	-	30,318,462
Expenses	-	-	-	-	15,672,795	10,312,874	25,985,669
Total Liabilities	1,706,846	11,610,676	2,087,083	14,913,857	15,672,795	10,312,874	56,304,131
3. Underwriting Surplus/(Deficit)	996,376	(6,692,309)	(276,257)	(3,983,241)	-	-	(9,955,431)
4. Adjustments:							
Investment Income	-	-	-	-	-	742,385	742,385
Investment Activity (Realized/Unrealized)	-	-	-	-	-	451,194	451,194
Recoveries	-	-	-	-	-	-	-
Total Adjustments	-	-	-	-	-	1,193,579	1,193,579
5. Gross Current Position/(Deficit)	996,376	(6,692,309)	(276,257)	(3,983,241)	-	1,193,579	(8,761,852)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 996,376	$ (6,692,309)	$ (276,257)	$ (3,983,241)	$ -	$ 1,193,579	$ (8,761,852)
Current Year Claims	$ 1,706,846	$ 11,610,677	$ 2,087,083	$ 14,913,857	$ -	$ -	$ 30,318,463
Prior Year Claims	2,340,729	10,382,386	2,119,844	12,278,759	-	-	27,121,718
Change in Claims Liabilities	$ (633,883)	$ 1,228,291	$ (32,761)	$ 2,635,098	$ -	$ -	$ 3,196,745

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2023 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-3

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,895,108	$ 7,348,890	$ 1,681,988	$ 11,124,921	$ 11,704,345	$ 8,803,979	$ 42,559,231
Special Assessment	533,915	1,809,153	615,578	2,801,836	-	-	5,760,482
	2,429,023	9,158,043	2,297,566	13,926,757	11,704,345	8,803,979	48,319,713
2. Incurred Liabilities:							
Claims	2,364,028	17,049,070	1,901,030	11,242,034	-	-	32,556,162
Expenses	-	-	-	-	16,189,880	10,253,444	26,443,324
Total Liabilities	2,364,028	17,049,070	1,901,030	11,242,034	16,189,880	10,253,444	58,999,486
3. Underwriting Surplus/(Deficit)	64,994	(7,891,027)	396,536	2,684,723	(4,485,535)	(1,449,465)	(10,679,773)
4. Adjustments:							
Investment Income	-	-	-	-	-	618,061	618,061
Investment Activity (Realized/Unrealized)	-	-	-	-	-	1,022,060	1,022,060
Recoveries	381,220	3,396,989	-	-	-	-	3,778,209
Total Adjustments	381,220	3,396,989	-	-	-	1,640,121	5,418,330
5. Gross Current Position/(Deficit)	446,215	(4,494,038)	396,536	2,684,723	(4,485,535)	190,656	(5,261,443)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 446,215	$ (4,494,038)	$ 396,536	$ 2,684,723	$ (4,485,535)	$ 190,656	$ (5,261,443)
Current Year Claims	$ 2,364,028	$ 17,049,068	$ 1,901,030	$ 11,242,034	$ -	$ -	$ 32,556,160
Prior Year Claims	2,098,746	15,020,623	1,991,103	10,790,540	-	-	29,901,012
Change in Claims Liabilities	$ 265,282	$ 2,028,445	$ (90,073)	$ 451,494	$ -	$ -	$ 2,655,148

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2022 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-4

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,712,217	$ 5,748,329	$ 1,270,410	$ 10,427,234	$ 11,371,707	$ 9,056,517	$ 39,586,414
Special Assessment	604,999	2,031,128	448,889	3,684,384	-	-	6,769,400
	2,317,216	7,779,457	1,719,299	14,111,618	11,371,707	9,056,517	46,355,814
2. Incurred Liabilities:							
Claims	25,650,925	13,741,457	1,928,167	14,923,649	-	-	56,244,198
Expenses	-	-	-	-	12,483,164	8,942,874	21,426,038
Total Liabilities	25,650,925	13,741,457	1,928,167	14,923,649	12,483,164	8,942,874	77,670,236
3. Underwriting Surplus/(Deficit)	(23,333,709)	(5,961,999)	(208,868)	(812,032)	(1,111,457)	113,643	(31,314,422)
4. Adjustments:							
Investment Income	-	-	-	-	-	98,963	98,963
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(336,501)	(336,501)
Recoveries	23,290,543	3,439,570	53,480	854,326	-	-	27,637,919
Total Adjustments	23,290,543	3,439,570	53,480	854,326	-	(237,537)	27,400,382
5. Gross Current Position/(Deficit)	(43,166)	(2,522,430)	(155,388)	42,295	(1,111,457)	(123,894)	(3,914,040)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (43,166)	$ (2,522,430)	$ (155,388)	$ 42,295	$ (1,111,457)	$ (123,894)	$ (3,914,040)
Current Year Claims	$ 25,650,925	$ 13,741,457	$ 1,928,167	$ 14,923,649	$ -	$ -	$ 56,244,198
Prior Year Claims	24,467,342	11,656,798	1,737,155	13,117,734	-	-	50,979,029
Change in Claims Liabilities	$ 1,183,583	$ 2,084,659	$ 191,012	$ 1,805,915	$ -	$ -	$ 5,265,169

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2021 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 — Schedule A-5

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,482,306	$ 5,402,773	$ 1,280,132	$ 10,024,195	$ 9,539,624	$ 8,292,610	$ 36,021,640
Special Assessment	745,573	2,717,498	643,884	5,048,602	-	-	9,155,556
	2,227,879	8,120,271	1,924,016	15,072,797	9,539,624	8,292,610	45,177,196
2. Incurred Liabilities:							
Claims	39,295,130	13,451,912	1,617,797	16,739,979	-	-	71,104,818
Expenses	-	-	-	-	9,657,451	8,337,538	17,994,989
Total Liabilities	39,295,130	13,451,912	1,617,797	16,739,979	9,657,451	8,337,538	89,099,807
3. Underwriting Surplus/(Deficit)	(37,067,251)	(5,331,642)	306,219	(1,667,182)	(117,827)	(44,928)	(43,922,611)
4. Adjustments:							
Investment Income	-	-	-	-	-	202,595	202,595
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(404,133)	(404,133)
Recoveries	37,013,654	1,866,589	-	1,580,477	-	-	40,460,720
Total Adjustments	37,013,654	1,866,589	-	1,580,477	-	(201,539)	40,259,181
5. Gross Current Position/(Deficit)	(53,597)	(3,465,052)	306,219	(86,705)	(117,827)	(246,466)	(3,663,429)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (53,597)	$ (3,465,052)	$ 306,219	$ (86,705)	$ (117,827)	$ (246,466)	$ (3,663,429)
Current Year Claims	$ 39,295,130	$ 13,451,917	$ 1,617,797	$ 16,739,979	$ -	$ -	$ 71,104,823
Prior Year Claims	39,539,249	14,009,049	2,077,214	15,895,946	-	-	71,521,458
Change in Claims Liabilities	$ (244,119)	$ (557,132)	$ (459,417)	$ 844,033	$ -	$ -	$ (416,635)

See independent auditors’ report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2020 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-6

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,448,195	$ 5,503,136	$ 1,357,353	$ 11,007,159	$ 8,061,782	$ 8,265,395	$ 35,643,020
Special Assessment	128,573	488,576	120,507	971,420	-	-	1,709,076
	1,576,768	5,991,712	1,477,860	11,978,579	8,061,782	8,265,395	37,352,096
2. Incurred Liabilities:							
Claims	2,749,780	12,545,173	4,930,867	11,928,219	-	-	32,154,039
Expenses	-	-	-	-	8,008,691	8,268,829	16,277,520
Total Liabilities	2,749,780	12,545,173	4,930,867	11,928,219	8,008,691	8,268,829	48,431,559
3. Underwriting Surplus/(Deficit)	(1,173,012)	(6,553,462)	(3,453,006)	50,360	53,091	(3,434)	(11,079,463)
4. Adjustments:							
Investment Income	-	-	-	-	-	440,445	440,445
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(376,392)	(376,392)
Recoveries	1,012,661	3,041,157	2,138,891	2,914,144	-	-	9,106,853
Total Adjustments	1,012,661	3,041,157	2,138,891	2,914,144	-	64,052	9,170,905
5. Gross Current Position/(Deficit)	(160,352)	(3,512,305)	(1,314,115)	2,964,504	53,091	60,619	(1,908,558)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (160,352)	$ (3,512,305)	$ (1,314,115)	$ 2,964,504	$ 53,091	$ 60,619	$ (1,908,558)
Current Year Claims	$ 2,749,780	$ 12,545,174	$ 4,930,867	$ 11,928,219	$ -	$ -	$ 32,154,040
Prior Year Claims	2,854,855	13,667,749	4,087,937	11,163,518	-	-	31,774,059
Change in Claims Liabilities	$ (105,075)	$ (1,122,575)	$ 842,930	$ 764,701	$ -	$ -	$ 379,981

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2019 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 — Schedule A-7

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,504,125	$ 5,339,369	$ 1,250,675	$ 10,171,289	$ 7,443,493	$ 8,306,371	$ 34,015,322
Special Assessment	374,115	1,328,034	311,075	2,530,210	-	-	4,543,433
	1,878,240	6,667,403	1,561,750	12,701,499	7,443,493	8,306,371	38,558,755
2. Incurred Liabilities:							
Claims	5,873,749	30,209,560	3,321,250	11,201,851	-	-	50,606,411
Expenses	-	-	-	-	7,512,900	8,246,754	15,759,654
Total Liabilities	5,873,749	30,209,560	3,321,250	11,201,851	7,512,900	8,246,754	66,366,065
3. Underwriting Surplus/(Deficit)	(3,995,509)	(23,542,157)	(1,759,500)	1,499,647	(69,407)	59,617	(27,807,310)
4. Adjustments:							
Investment Income	-	-	-	-	-	511,030	511,030
Investment Activity (Realized/Unrealized)	-	-	-	-	-	81,965	81,965
Recoveries	4,102,929	17,793,968	1,718,932	2,913,969	-	-	26,529,797
Total Adjustments	4,102,929	17,793,968	1,718,932	2,913,969	-	592,994	27,122,792
5. Gross Current Position/(Deficit)	107,419	(5,748,190)	(40,568)	4,413,616	(69,407)	652,611	(684,518)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 107,419	$ (5,748,190)	$ (40,568)	$ 4,413,616	$ (69,407)	$ 652,611	$ (684,518)
Current Year Claims	$ 5,873,749	$ 30,209,560	$ 3,321,250	$ 11,201,851	$ -	$ -	$ 50,606,411
Prior Year Claims	5,873,471	28,429,627	3,351,390	10,276,771	-	-	47,931,259
Change in Claims Liabilities	$ 278	$ 1,779,933	$ (30,140)	$ 925,080	$ -	$ -	$ 2,675,152

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2018 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-8

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,472,060	$ 5,684,813	$ 1,166,328	$ 9,943,122	$ 6,583,263	$ 7,942,185	$ 32,791,771
Special Assessments	270,836	1,045,918	214,586	1,829,422	-	-	3,360,762
	1,742,896	6,730,731	1,380,914	11,772,544	6,583,263	7,942,185	36,152,533
2. Incurred Liabilities:							
Claims	2,930,574	16,807,674	471,328	10,318,413	-	-	30,527,988
Expenses	-	-	-	-	6,616,237	7,933,183	14,549,420
Total Liabilities	2,930,574	16,807,674	471,328	10,318,413	6,616,237	7,933,183	45,077,409
3. Underwriting Surplus/(Deficit)	(1,187,678)	(10,076,943)	909,586	1,454,131	(32,974)	9,002	(8,924,876)
4. Adjustments:							
Investment Income	-	-	-	-	-	543,626	543,626
Investment Activity (Realized/Unrealized)	-	-	-	-	-	132,921	132,921
Recoveries	676,645	6,225,928	(1,702)	(38,112)	-	-	6,862,759
Total Adjustments	676,645	6,225,928	(1,702)	(38,112)	-	676,547	7,539,307
5. Gross Current Position/(Deficit)	(511,033)	(3,851,015)	907,884	1,416,019	(32,974)	685,549	(1,385,569)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (511,033)	$ (3,851,015)	$ 907,884	$ 1,416,019	$ (32,974)	$ 685,549	$ (1,385,569)
Current Year Claims	$ 2,930,594	$ 16,807,674	$ 471,328	$ 10,318,413	$ -	$ -	$ 30,528,008
Prior Year Claims	2,930,570	16,074,692	447,165	9,613,521	-	-	29,065,948
Change in Claims Liabilities	$ 24	$ 732,982	$ 24,163	$ 704,892	$ -	$ -	$ 1,462,060

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2017 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-9

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,391,962	$ 4,808,820	$ 1,001,415	$ 9,309,169	$ 6,739,347	$ 7,559,070	$ 30,809,783
Special Assessments	(73,941)	(255,444)	(53,195)	(494,502)	-	-	(877,082)
	1,318,021	4,553,376	948,220	8,814,667	6,739,347	7,559,070	29,932,701
2. Incurred Liabilities:							
Claims	1,574,729	6,201,393	3,954,668	10,664,282	-	-	22,395,072
Expenses	-	-	-	-	6,715,166	7,525,723	14,240,889
Total Liabilities	1,574,729	6,201,393	3,954,668	10,664,282	6,715,166	7,525,723	36,635,961
3. Underwriting Surplus/(Deficit)	(256,708)	(1,648,017)	(3,006,448)	(1,849,615)	24,181	33,347	(6,703,260)
4. Adjustments:							
Investment Income	-	-	-	-	-	557,381	557,381
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(22,126)	(22,126)
Recoveries	27,568	2,461,534	1,772,606	1,905,168	-	-	6,166,876
Total Adjustments	27,568	2,461,534	1,772,606	1,905,168	-	535,254	6,702,131
5. Gross Current Position/(Deficit)	(229,140)	813,517	(1,233,842)	55,553	24,181	568,601	(1,130)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (229,140)	$ 813,517	$ (1,233,842)	$ 55,553	$ 24,181	$ 568,601	$ (1,130)
Current Year Claims	$ 1,574,729	$ 6,201,394	$ 3,954,668	$ 10,664,282	$ -	$ -	$ 22,395,073
Prior Year Claims	1,574,729	6,107,539	3,949,456	9,835,862	-	-	21,467,586
Change in Claims Liabilities	$ -	$ 93,855	$ 5,212	$ 828,420	$ -	$ -	$ 927,487

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2016 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-10

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,394,916	$ 4,217,417	$ 914,316	$ 9,061,541	$ 6,017,782	$ 7,480,584	$ 29,086,556
Special Assessment	(154,764)	(467,918)	(101,443)	(1,005,369)	-	-	(1,729,494)
	1,240,152	3,749,499	812,873	8,056,172	6,017,782	7,480,584	27,357,062
2. Incurred Liabilities:							
Claims	$ 2,365,990	$ 7,228,175	$ 2,205,728	$ 6,515,638	-	-	18,315,530
Expenses	-	-	-	-	6,328,342	7,210,125	13,538,467
Total Liabilities	2,365,990	7,228,175	2,205,728	6,515,638	6,328,342	7,210,125	31,853,997
3. Underwriting Surplus/(Deficit)	(1,125,838)	(3,478,676)	(1,392,855)	1,540,534	(310,560)	270,459	(4,496,935)
4. Adjustments:							
Investment Income	-	-	-	-	-	509,023	509,023
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(33,543)	(33,543)
Recoveries	895,116	2,564,317	753,293	159,434	-	-	4,372,160
Total Adjustments	895,116	2,564,317	753,293	159,434	-	475,480	4,847,640
5. Gross Current Position/(Deficit)	(230,722)	(914,359)	(639,562)	1,699,969	(310,560)	745,939	350,704
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (230,722)	$ (914,359)	$ (639,562)	$ 1,699,969	$ (310,560)	$ 745,939	$ 350,704
Current Year Claims	$ 2,365,990	$ 7,228,181	$ 2,205,728	$ 6,515,638	$ -	$ -	$ 18,315,536
Prior Year Claims	2,365,997	7,329,714	2,203,456	6,521,183	-	-	18,420,350
Change in Claims Liabilities	$ (7)	$ (101,533)	$ 2,272	$ (5,545)	$ -	$ -	$ (104,814)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2015 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-11

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,124,404	$ 4,166,395	$ 856,297	$ 8,534,298	$ 6,498,598	$ 7,019,171	$ 28,199,163
Special Assessment	(91,708)	(339,818)	(69,841)	(696,070)	-	-	(1,197,437)
	1,032,696	3,826,577	786,456	7,838,228	6,498,598	7,019,171	27,001,726
2. Incurred Liabilities:							
Claims	1,233,615	5,889,457	1,246,006	8,318,364	-	-	16,687,442
Expenses	-	-	-	-	6,495,715	7,029,227	13,524,942
Total Liabilities	1,233,615	5,889,457	1,246,006	8,318,364	6,495,715	7,029,227	30,212,384
3. Underwriting Surplus/(Deficit)	(200,919)	(2,062,880)	(459,550)	(480,136)	2,883	(10,056)	(3,210,658)
4. Adjustments:							
Investment Income	-	-	-	-	-	453,237	453,237
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(66,304)	(66,304)
Recoveries	222,951	2,054,606	448,507	201,312	-	-	2,927,376
Total Adjustments	222,951	2,054,606	448,507	201,312	-	386,933	3,314,310
5. Gross Current Position/(Deficit)	22,032	(8,274)	(11,043)	(278,823)	2,883	376,877	103,652
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 22,032	$ (8,274)	$ (11,043)	$ (278,823)	$ 2,883	$ 376,877	$ 103,652
Current Year Claims	$ 1,233,615	$ 5,889,462	$ 1,246,006	$ 8,318,364	$ -	$ -	$ 16,687,447
Prior Year Claims	1,133,620	6,170,725	1,246,006	8,151,221	-	-	16,701,572
Net Change in Claims Liabilities	$ 99,995	$ (281,263)	$ -	$ 167,143	$ -	$ -	$ (14,125)

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2014 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-12

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 953,757	$ 3,996,799	$ 765,586	$ 8,280,324	$ 6,417,518	$ 7,011,477	$ 27,425,461
Special Assessment	131,375	550,539	105,455	1,140,571	-	-	1,927,940
	1,085,132	4,547,338	871,041	9,420,895	6,417,518	7,011,477	29,353,401
2. Incurred Liabilities:							
Claims	1,247,198	8,273,901	4,441,783	8,908,785	-	-	22,871,667
Expenses	-	-	-	-	6,740,966	6,942,632	13,683,598
Total Liabilities	1,247,198	8,273,901	4,441,783	8,908,785	6,740,966	6,942,632	36,555,265
3. Underwriting Surplus/(Deficit)	(162,066)	(3,726,563)	(3,570,742)	512,110	(323,448)	68,845	(7,201,864)
4. Adjustments:							
Investment Income	-	-	-	-	-	257,654	257,654
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(4,405)	(4,405)
Recoveries	6,485	3,253,503	3,196,440	474,418	-	-	6,930,847
Total Adjustments	6,485	3,253,503	3,196,440	474,418	-	253,249	7,184,096
5. Gross Current Position/(Deficit)	(155,581)	(473,060)	(374,302)	986,528	(323,448)	322,094	(17,769)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (155,581)	$ (473,060)	$ (374,302)	$ 986,528	$ (323,448)	$ 322,094	$ (17,769)
Current Year Claims	$ 1,247,198	$ 8,273,901	$ 4,441,783	$ 8,908,785	$ -	$ -	$ 22,871,667
Prior Year Claims	1,247,198	8,603,250	4,336,895	8,693,668	-	-	22,881,011
Change in Claims Liabilities	$ -	$ (329,349)	$ 104,888	$ 215,117	$ -	$ -	$ (9,344)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2013 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-13

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 799,117	$ 3,552,266	$ 640,110	$ 7,377,026	$ 6,161,131	$ 6,385,095	$ 24,914,745
Special Assessment	(158,728)	(705,584)	(127,144)	(1,465,292)	-	-	(2,456,748)
	640,389	2,846,682	512,966	5,911,734	6,161,131	6,385,095	22,457,997
2. Incurred Liabilities:							
Claims	974,327	10,873,051	1,805,205	6,422,442	-	-	20,075,024
Expenses	-	-	-	-	6,173,018	6,314,016	12,487,034
Total Liabilities	974,327	10,873,051	1,805,205	6,422,442	6,173,018	6,314,016	32,562,058
3. Underwriting Surplus/(Deficit)	(333,938)	(8,026,369)	(1,292,239)	(510,708)	(11,887)	71,079	(10,104,061)
4. Adjustments:							
Investment Income	-	-	-	-	-	391,719	391,719
Investment Activity (Realized/Unrealized)	-	-	-	-	-	(62,673)	(62,673)
Recoveries	112,781	7,211,239	589,573	1,938,222	-	-	9,851,814
Total Adjustments	112,781	7,211,239	589,573	1,938,222	-	329,046	10,180,860
5. Gross Current Position/(Deficit)	(221,157)	(815,130)	(702,666)	1,427,514	(11,887)	400,125	76,799
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (221,157)	$ (815,130)	$ (702,666)	$ 1,427,514	$ (11,887)	$ 400,125	$ 76,799
Current Year Claims	$ 974,327	$ 10,873,050	$ 1,805,205	$ 6,422,442	$ -	$ -	$ 20,075,023
Prior Year Claims	974,327	10,844,541	1,805,205	6,228,360	-	-	19,852,433
Change in Claims Liabilities	$ -	$ 28,509	$ -	$ 194,081	$ -	$ -	$ 222,590

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2012 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-14

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 600,385	$ 3,519,853	$ 669,568	$ 7,634,344	$ 5,146,362	$ 6,119,887	$ 23,690,399
Special Assessment	(1,033)	(6,054)	(1,152)	(13,155)	-	-	(21,394)
	599,352	3,513,799	668,416	7,621,189	5,146,362	6,119,887	23,669,005
2. Incurred Liabilities:							
Claims	4,801,695	7,949,297	458,727	7,248,558	-	-	20,458,277
Expenses	-	-	-	-	5,188,128	6,015,416	11,203,544
Total Liabilities	4,801,695	7,949,297	458,727	7,248,558	5,188,128	6,015,416	31,661,821
3. Underwriting Surplus/(Deficit)	(4,202,343)	(4,435,498)	209,689	372,631	(41,766)	104,471	(7,992,816)
4. Adjustments:							
Investment Income	-	-	-	-	-	219,668	219,668
Investment Activity (Realized/Unrealized)	-	-	-	-	-	31,760	31,760
Recoveries	3,638,305	3,954,564	-	255,399	-	-	7,848,268
Total Adjustments	3,638,305	3,954,564	-	255,399	-	251,427	8,099,695
5. Gross Current Position/(Deficit)	(564,038)	(480,934)	209,689	628,030	(41,766)	355,898	106,879
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (564,038)	$ (480,934)	$ 209,689	$ 628,030	$ (41,766)	$ 355,898	$ 106,879
Current Year Claims	$ 4,801,695	$ 7,949,296	$ 458,727	$ 7,248,558	$ -	$ -	$ 20,458,276
Prior Year Claims	4,801,695	7,948,178	458,727	6,991,773	-	-	20,200,373
Change in Claims Liabilities	$ -	$ 1,118	$ -	$ 256,785	$ -	$ -	$ 257,903

See independent auditors’ report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2011 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-15

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 608,615	$ 3,189,775	$ 688,775	$ 7,914,047	$ 3,771,405	$ 4,980,624	$ 21,153,241
Special Assessment	(54,974)	(288,122)	(62,215)	(717,143)	-	-	(1,122,454)
	553,641	2,901,653	626,560	7,196,904	3,771,405	4,980,624	20,030,787
2. Incurred Liabilities:							
Claims	$ 875,057	$ 4,730,681	$ 414,211	$ 7,043,288	-	-	13,063,237
Expenses	-	-	-	-	4,047,006	5,019,195	9,066,201
Total Liabilities	875,057	4,730,681	414,211	7,043,288	4,047,006	5,019,195	22,129,438
3. Underwriting Surplus/(Deficit)	(321,416)	(1,829,028)	212,349	153,616	(275,601)	(38,571)	(2,098,651)
4. Adjustments:							
Investment Income	-	-	-	-	-	270,725	270,725
Investment Activity (Realized/Unrealized)	-	-	-	-	-	268,787	268,787
Recoveries	370,245	1,079,544	6,602	154,371	-	-	1,610,763
Total Adjustments	370,245	1,079,544	6,602	154,371	-	539,512	2,150,274
5. Gross Current Position/(Deficit)	48,829	(749,484)	218,951	307,987	(275,601)	500,941	51,623
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 48,829	$ (749,484)	$ 218,951	$ 307,987	$ (275,601)	$ 500,941	$ 51,623
Current Year Claims	$ 875,057	$ 4,730,682	$ 414,211	$ 7,043,288	$ -	$ -	$ 13,063,238
Prior Year Claims	875,057	4,730,938	414,211	7,029,244	-	-	13,049,450
Change in Claims Liabilities	$ -	$ (256)	$ -	$ 14,044	$ -	$ -	$ 13,788

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2010 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-16

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 1,277,445	$ 3,025,920	$ 866,948	$ 6,699,184	$ 3,807,296	$ 4,128,955	$ 19,805,748
Special Assessment	(129,806)	(263,257)	(87,750)	(720,999)	-	-	(1,201,812)
	1,147,639	2,762,663	779,198	5,978,185	3,807,296	4,128,955	18,603,936
2. Incurred Liabilities:							
Claims	$ 625,133	$ 4,562,586	$ 1,148,567	$ 7,548,424	-	-	13,884,710
Expenses	-	-	-	-	3,922,628	4,236,550	8,159,178
Total Liabilities	625,133	4,562,586	1,148,567	7,548,424	3,922,628	4,236,550	22,043,887
3. Underwriting Surplus/(Deficit)	522,506	(1,799,923)	(369,369)	(1,570,239)	(115,332)	(107,595)	(3,439,951)
4. Adjustments:							
Investment Income	-	-	-	-	-	242,608	242,608
Investment Activity (Realized/Unrealized)	-	-	-	-	-	278,703	278,703
Recoveries	77,121	1,609,244	349,371	882,904	-	-	2,918,640
Total Adjustments	77,121	1,609,244	349,371	882,904	-	521,311	3,439,951
5. Gross Current Position/(Deficit)	599,626	(190,679)	(19,998)	(687,334)	(115,332)	413,717	-
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 599,626	$ (190,679)	$ (19,998)	$ (687,334)	$ (115,332)	$ 413,717	$ -
Current Year Claims	$ 625,133	$ 4,562,586	$ 1,148,567	$ 7,548,424	$ -	$ -	$ 13,884,710
Prior Year Claims	625,133	4,884,299	823,403	7,521,397	-	-	13,854,232
Change in Claims Liabilities	$ -	$ (321,713)	$ 325,164	$ 27,027	$ -	$ -	$ 30,477

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2009 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-17

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 849,940	$ 2,247,750	$ 445,810	$ 5,149,929	$ 3,713,415	$ 3,519,325	$ 15,926,169
Special Assessment	29,882	79,024	15,673	181,057	-	-	305,636
	879,822	2,326,774	461,483	5,330,986	3,713,415	3,519,325	16,231,805
2. Incurred Liabilities:							
Claims	331,475	2,635,220	2,029,938	6,621,177	-	-	11,617,810
Expenses	-	-	-	-	3,583,325	3,410,553	6,993,878
Total Liabilities	331,475	2,635,220	2,029,938	6,621,177	3,583,325	3,410,553	18,611,688
3. Underwriting Surplus/(Deficit)	548,347	(308,446)	(1,568,455)	(1,290,191)	130,090	108,772	(2,379,883)
4. Adjustments:							
Investment Income	-	-	-	-	-	131,548	131,548
Investment Activity (Realized/Unrealized)	-	-	-	-	-	181,453	181,453
Recoveries	-	568,327	795,992	583,994	-	-	1,948,313
Total Adjustments	-	568,327	795,992	583,994	-	313,001	2,261,314
5. Gross Current Position/(Deficit)	548,347	259,881	(772,463)	(706,197)	130,090	421,773	(118,570)
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 548,347	$ 259,881	$ (772,463)	$ (706,197)	$ 130,090	$ 421,773	$ (118,570)
Current Year Claims	$ 331,475	$ 2,635,220	$ 2,029,938	$ 6,621,177	$ -	$ -	$ 11,617,810
Prior Year Claims	331,475	2,635,220	2,029,938	6,660,271	-	-	11,656,904
Change in Claims Liabilities	$ -	$ -	$ -	$ (39,094)	$ -	$ -	$ (39,094)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2008 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 Schedule A-18

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 613,721	$ 2,164,031	$ 364,329	$ 4,608,469	$ 3,490,113	$ 3,258,349	$ 14,499,012
Special Assessment	(40,648)	(143,329)	(24,130)	(305,229)	-	-	(513,336)
	573,073	2,020,702	340,199	4,303,240	3,490,113	3,258,349	13,985,676
2. Incurred Liabilities:							
Claims	389,771	2,831,151	278,795	4,126,699	-	-	7,626,416
Expenses	-	-	-	-	3,487,963	3,149,211	6,637,174
Total Liabilities	389,771	2,831,151	278,795	4,126,699	3,487,963	3,149,211	14,263,590
3. Underwriting Surplus/(Deficit)	183,302	(810,449)	61,404	176,541	2,150	109,138	(277,914)
4. Adjustments:							
Investment Income	-	-	-	-	-	239,543	239,543
Investment Activity (Realized/Unrealized)	-	-	-	-	-	99,879	99,879
Recoveries	-	-	-	-	-	-	-
Total Adjustments	-	-	-	-	-	339,422	339,422
5. Gross Current Position/(Deficit)	183,302	(810,449)	61,404	176,541	2,150	448,560	61,507
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 183,302	$ (810,449)	$ 61,404	$ 176,541	$ 2,150	$ 448,560	$ 61,507
Current Year Claims	$ 389,771	$ 2,831,131	$ 278,795	$ 4,126,699	$ -	$ -	$ 7,626,396
Prior Year Claims	389,791	2,831,131	278,795	4,120,227	-	-	7,619,944
Change in Claims Liabilities	$ (20)	$ -	$ -	$ 6,472	$ -	$ -	$ 6,452

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2007 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-19

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 690,881	$ 2,113,300	$ 394,976	$ 4,941,100	$ 3,441,417	$ 3,209,879	$ 14,791,553
Special Assessment	27,009	82,232	15,422	191,871	-	-	316,534
	717,890	2,195,532	410,398	5,132,971	3,441,417	3,209,879	15,108,087
2. Incurred Liabilities:							
Claims	427,039	2,852,184	317,224	5,564,472	-	-	9,160,919
Expenses	-	-	-	-	3,441,417	3,209,879	6,651,296
Total Liabilities	427,039	2,852,184	317,224	5,564,472	3,441,417	3,209,879	15,812,215
3. Underwriting Surplus/(Deficit)	290,851	(656,652)	93,174	(431,501)	-	-	(704,128)
4. Adjustments:							
Investment Income	-	-	-	-	-	440,221	440,221
Investment Activity (Realized/Unrealized)	-	-	-	-	-	43,875	43,875
Recoveries	249	368,177	-	-	-	-	368,426
Total Adjustments	249	368,177	-	-	-	484,096	852,522
5. Gross Current Position/(Deficit)	291,100	(288,475)	93,174	(431,501)	-	484,096	148,394
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 291,100	$ (288,475)	$ 93,174	$ (431,501)	$ -	$ 484,096	$ 148,394
Current Year Claims	$ 427,039	$ 2,852,184	$ 317,224	$ 5,564,472	$ -	$ -	$ 9,160,919
Prior Year Claims	427,039	2,852,184	317,224	5,545,896	-	-	9,142,343
Change in Claims Liabilities	$ -	$ -	$ -	$ 18,576	$ -	$ -	$ 18,576

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2006 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-20

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 624,754	$ 1,895,303	$ 370,167	$ 3,815,080	$ 3,586,174	$ 3,072,388	$ 13,363,866
Special Assessment	143,856	384,632	187,601	911,138	-	(634,980)	992,247
	768,610	2,279,935	557,768	4,726,218	3,586,174	2,437,408	14,356,113
2. Incurred Liabilities:							
Claims	747,025	2,425,090	543,070	4,628,111	-	-	8,343,296
Expenses	-	-	-	-	3,586,174	3,072,388	6,658,562
Total Liabilities	747,025	2,425,090	543,070	4,628,111	3,586,174	3,072,388	15,001,858
3. Underwriting Surplus/(Deficit)	21,585	(145,155)	14,698	98,107	-	(634,980)	(645,745)
4. Adjustments:							
Investment Income	-	-	-	-	-	634,220	634,220
Investment Activity (Realized/Unrealized)	-	-	-	-	-	760	760
Recoveries	-	210,000	-	-	-	-	210,000
Total Adjustments	-	210,000	-	-	-	634,980	844,980
5. Gross Current Position/(Deficit)	21,585	64,845	14,698	98,107	-	-	199,235
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 21,585	$ 64,845	$ 14,698	$ 98,107	$ -	$ -	$ 199,235
Current Year Claims	$ 747,025	$ 2,425,090	$ 543,070	$ 4,628,111	$ -	$ -	$ 8,343,296
Prior Year Claims	747,025	2,425,090	543,070	4,691,765	-	-	8,406,950
Change in Claims Liabilities	$ -	$ -	$ -	$ (63,654)	$ -	$ -	$ (63,654)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2005 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 — Schedule A-21

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 202,234	$ 1,667,710	$ 462,474	$ 2,075,524	$ 4,594,367	$ 2,385,474	$ 11,387,783
Special Assessment	313,666	276,129	(58,565)	1,147,160	-	(362,337)	1,316,053
	515,900	1,943,839	403,909	3,222,684	4,594,367	2,023,137	12,703,836
2. Incurred Liabilities:							
Claims	509,718	1,896,996	390,467	4,380,920	-	-	7,178,101
Expenses	-	-	-	-	4,594,367	2,385,474	6,979,841
Total Liabilities	509,718	1,896,996	390,467	4,380,920	4,594,367	2,385,474	14,157,942
3. Underwriting Surplus/(Deficit)	6,182	46,843	13,442	(1,158,236)	-	(362,337)	(1,454,106)
4. Adjustments:							
Investment Income	-	-	-	-	-	362,337	362,337
Investment Activity (Realized/Unrealized)	-	-	-	-	-	-	-
Recoveries	-	-	-	1,139,154	-	-	1,139,154
Total Adjustments	-	-	-	1,139,154	-	362,337	1,501,491
5. Gross Current Position/(Deficit)	6,182	46,843	13,442	(19,082)	-	-	47,385
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 6,182	$ 46,843	$ 13,442	$ (19,082)	$ -	$ -	$ 47,385
Current Year Claims	$ 509,718	$ 1,896,996	$ 390,467	$ 4,380,920	$ -	$ -	$ 7,178,101
Prior Year Claims	509,718	1,896,996	390,467	4,382,243	-	-	7,179,424
Change in Claims Liabilities	$ -	$ -	$ -	$ (1,323)	$ -	$ -	$ (1,323)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2004 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 — Schedule A-22

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 163,299	$ 875,399	$ 167,161	$ 1,180,434	$ 3,757,561	$ 1,778,528	$ 7,922,382
Special Assessment	137,841	1,626,767	131,561	1,216,798	-	(120,113)	2,992,854
	301,140	2,502,166	298,722	2,397,232	3,757,561	1,658,415	10,915,236
2. Incurred Liabilities:							
Claims	290,414	2,430,440	278,744	3,519,517	-	-	6,519,115
Expenses	-	-	-	-	3,757,561	1,778,528	5,536,089
Total Liabilities	290,414	2,430,440	278,744	3,519,517	3,757,561	1,778,528	12,055,204
3. Underwriting Surplus/(Deficit)	10,726	71,726	19,978	(1,122,285)	-	(120,113)	(1,139,968)
4. Adjustments:							
Investment Income	-	-	-	-	-	120,113	120,113
Investment Activity (Realized/Unrealized)	-	-	-	-	-	-	-
Recoveries	1,000	-	-	1,053,271	-	-	1,054,271
Total Adjustments	1,000	-	-	1,053,271	-	120,113	1,174,384
5. Gross Current Position/(Deficit)	11,726	71,726	19,978	(69,013)	-	-	34,417
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 11,726	$ 71,726	$ 19,978	$ (69,013)	$ -	$ -	$ 34,417
Current Year Claims	$ 290,414	$ 2,430,440	$ 278,744	$ 3,519,517	$ -	$ -	$ 6,519,115
Prior Year Claims	290,414	2,430,440	278,744	3,527,020	-	-	6,526,618
Change in Claims Liabilities	$ -	$ -	$ -	$ (7,504)	$ -	$ -	$ (7,504)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2003 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 Schedule A-23

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 113,986	$ 1,050,269	$ 294,804	$ 598,081	$ 2,282,855	$ 1,253,350	$ 5,593,345
Special Assessment	93,277	(151,114)	(218,143)	764,183	-	(141,530)	346,673
	207,263	899,155	76,661	1,362,264	2,282,855	1,111,820	5,940,018
2. Incurred Liabilities:							
Claims	208,109	904,912	78,546	1,336,484	-	-	2,528,051
Expenses	-	-	-	-	2,282,855	1,253,350	3,536,205
Total Liabilities	208,109	904,912	78,546	1,336,484	2,282,855	1,253,350	6,064,256
3. Underwriting Surplus/(Deficit)	(846)	(5,757)	(1,885)	25,780	-	(141,530)	(124,238)
4. Adjustments:							
Investment Income	-	-	-	-	-	141,530	141,530
Investment Activity (Realized/Unrealized)	-	-	-	-	-	-	-
Recoveries	-	-	-	-	-	-	-
Total Adjustments	-	-	-	-	-	141,530	141,530
5. Gross Current Position/(Deficit)	(846)	(5,757)	(1,885)	25,780	-	-	17,292
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ (846)	$ (5,757)	$ (1,885)	$ 25,780	$ -	$ -	$ 17,292
Current Year Claims	$ 208,109	$ 904,912	$ 78,546	$ 1,336,484	$ -	$ -	$ 2,528,051
Prior Year Claims	208,109	904,912	78,546	1,336,107	-	-	2,527,674
Change in Claims Liabilities	$ -	$ -	$ -	$ 377	$ -	$ -	$ 377

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2002 FUND YEAR OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025

Schedule A-24

	COVERAGES AND OTHER ACCOUNTS						
	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	EXCESS INSURANCE POLICIES	GENERAL AND ADMINISTRATIVE	TOTALS
1. Underwriting Income:							
Regular Contributions	$ 58,441	$ 843,337	$ 260,958	$ 312,390	$ 1,129,093	$ 791,916	$ 3,396,135
Special Assessment	(1,188)	(698,464)	(223,023)	290,097	-	(224,538)	(857,116)
	57,253	144,873	37,935	602,487	1,129,093	567,378	2,539,019
2. Incurred Liabilities:							
Claims	56,949	139,573	36,325	706,221	-	-	939,068
Expenses	-	-	-	-	1,129,093	791,916	1,921,009
Total Liabilities	56,949	139,573	36,325	706,221	1,129,093	791,916	2,860,077
3. Underwriting Surplus/(Deficit)	304	5,300	1,610	(103,734)	-	(224,538)	(321,058)
4. Adjustments:							
Investment Income	-	-	-	-	-	196,621	196,621
Investment Activity (Realized/Unrealized)	-	-	-	-	-	27,917	27,917
Recoveries	-	-	-	106,803	-	-	106,803
Total Adjustments	-	-	-	106,803	-	224,538	331,341
5. Gross Current Position/(Deficit)	304	5,300	1,610	3,069	-	-	10,283
6. Return of Surplus	-	-	-	-	-	-	-
7. Net Current Position/(Deficit)	$ 304	$ 5,300	$ 1,610	$ 3,069	$ -	$ -	$ 10,283
Current Year Claims	$ 56,949	$ 139,573	$ 36,325	$ 706,221	$ -	$ -	$ 939,068
Prior Year Claims	56,949	139,573	36,325	708,383	-	-	941,230
Change in Claims Liabilities	$ -	$ -	$ -	$ (2,162)	$ -	$ -	$ (2,162)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

FUND YEAR CLAIMS ANALYSIS – ALL YEARS COMBINED
Year Ended December 31, 2025 Schedule B

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 98,409,067	$ 155,972,194	$ 31,088,105	$ 148,194,970	$ 433,664,335
Case Reserves	572,161	17,764,297	3,142,496	38,253,678	59,732,631
IBNR Reserves	824,967	22,237,633	4,836,867	7,993,333	35,892,802
Subtotal	99,806,195	195,974,124	39,067,468	194,441,981	529,289,767
Less:					
Recoveries	71,829,472	61,099,256	11,902,986	17,079,254	161,910,969
Subtotal	71,829,472	61,099,256	11,902,986	17,079,254	161,910,969
Claims Expense (Net)	$ 27,976,722	$ 134,874,868	$ 27,164,483	$ 177,362,726	$ 367,378,798

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2025 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-1

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 1,448,559	$ 159,793	$ 108,690	$ 1,755,090	$ 3,472,132
Case Reserves	357,848	403,844	979,664	3,731,964	5,473,320
IBNR Reserves	770,511	8,170,857	2,093,589	4,133,543	15,168,500
Subtotal	2,576,918	8,734,494	3,181,943	9,620,597	24,113,952
Less:					
Recoveries	-	-	81,000	-	81,000
Subtotal	-	-	81,000	-	81,000
Claims Expense (Net)	$ 2,576,918	$ 8,734,494	$ 3,100,943	$ 9,620,597	$ 24,032,952

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2024 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-2

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 1,582,573	$ 941,378	$ 277,834	$ 5,320,377	$ 8,122,162
Case Reserves	94,578	3,277,023	446,350	8,484,135	12,302,086
IBNR Reserves	29,695	7,392,275	1,362,899	1,109,345	9,894,214
Subtotal	1,706,846	11,610,676	2,087,083	14,913,857	30,318,462
Less:					
Recoveries	-	-	-	-	-
Subtotal	-	-	-	-	-
Claims Expense (Net)	$ 1,706,846	$ 11,610,676	$ 2,087,083	$ 14,913,857	$ 30,318,462

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2023 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025 Schedule B-3

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 2,235,324	$ 6,788,070	$ 211,830	$ 5,392,884	$ 14,628,108
Case Reserves	103,536	6,186,764	889,909	5,860,519	13,040,728
IBNR Reserves	25,168	4,074,236	799,291	(11,369)	4,887,326
Subtotal	2,364,028	17,049,070	1,901,030	11,242,034	32,556,162
Less:					
Recoveries	381,220	3,396,989	-	-	3,778,209
Subtotal	381,220	3,396,989	-	-	3,778,209
Claims Expense (Net)	$ 1,982,808	$ 13,652,081	$ 1,901,030	$ 11,242,034	$ 28,777,953

See independent auditors’ report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2022 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-4

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 25,635,725	$ 8,228,529	$ 1,258,874	$ 8,958,407	$ 44,081,535
Case Reserves	14,140	4,090,864	271,385	5,712,511	10,088,900
IBNR Reserves	1,060	1,422,064	397,908	252,731	2,073,763
Subtotal	25,650,925	13,741,457	1,928,167	14,923,649	56,244,198
Less:					
Recoveries	23,290,543	3,439,570	53,480	854,326	27,637,919
Subtotal	23,290,543	3,439,570	53,480	854,326	27,637,919
Claims Expense (Net)	$ 2,360,382	$ 10,301,887	$ 1,874,687	$ 14,069,323	$ 28,606,279

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2021 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-5

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 39,295,989	$ 8,850,719	$ 1,103,813	$ 11,786,410	$ 61,036,931
Case Reserves	119	3,433,410	373,351	4,523,468	8,330,348
IBNR Reserves	(978)	1,167,783	140,633	430,101	1,737,539
Subtotal	39,295,130	13,451,912	1,617,797	16,739,979	71,104,818
Less:					
Recoveries	37,013,654	1,866,589	-	1,580,477	40,460,720
Subtotal	37,013,654	1,866,589	-	1,580,477	40,460,720
Claims Expense (Net)	$ 2,281,476	$ 11,585,323	$ 1,617,797	$ 15,159,502	$ 30,644,098

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2020 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-6

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 2,748,194	$ 12,728,031	$ 4,892,241	$ 8,813,221	$ 29,181,687
Case Reserves	1,940	(115,631)	-	2,965,380	2,851,689
IBNR Reserves	(354)	(67,227)	38,626	149,618	120,663
Subtotal	2,749,780	12,545,173	4,930,867	11,928,219	32,154,039
Less:					
Recoveries	1,012,661	3,041,157	2,138,891	2,914,144	9,106,853
Subtotal	1,012,661	3,041,157	2,138,891	2,914,144	9,106,853
Claims Expense (Net)	$ 1,737,119	$ 9,504,017	$ 2,791,975	$ 9,014,075	$ 23,047,187

See independent auditors’ report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2019 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-7

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 5,873,749	$ 29,841,198	$ 3,315,220	$ 8,693,054	$ 47,723,222
Case Reserves	-	256,196	-	2,161,240	2,417,436
IBNR Reserves	-	112,166	6,030	347,557	465,753
Subtotal	5,873,749	30,209,560	3,321,250	11,201,851	50,606,411
Less:					
Recoveries	4,102,929	17,793,968	1,718,932	2,913,969	26,529,797
Subtotal	4,102,929	17,793,968	1,718,932	2,913,969	26,529,797
Claims Expense (Net)	$ 1,770,820	$ 12,415,592	$ 1,602,318	$ 8,287,882	$ 24,076,613

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2018 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-8

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 2,930,698	$ 16,842,461	$ 434,319	$ 8,452,388	$ 28,659,865
Case Reserves	-	19,605	39,370	1,569,302	1,628,277
IBNR Reserves	(124)	(54,392)	(2,361)	296,723	239,846
Subtotal	2,930,574	16,807,674	471,328	10,318,413	30,527,988
Less:					
Recoveries	676,645	6,225,928	(1,702)	(38,112)	6,862,759
Subtotal	676,645	6,225,928	(1,702)	(38,112)	6,862,759
Claims Expense (Net)	$ 2,253,929	$ 10,581,746	$ 473,030	$ 10,356,525	$ 23,665,229

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2017 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025 | Schedule B-9

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 1,574,729	$ 6,039,218	$ 3,811,949	$ 9,830,040	$ 21,255,936
Case Reserves	-	145,616	142,467	619,130	907,213
IBNR Reserves	-	16,559	252	215,112	231,923
Subtotal	1,574,729	6,201,393	3,954,668	10,664,282	22,395,072
Less:					
Recoveries	27,568	2,461,534	1,772,606	1,905,168	6,166,876
Subtotal	27,568	2,461,534	1,772,606	1,905,168	6,166,876
Claims Expense (Net)	$ 1,547,161	$ 3,739,859	$ 2,182,062	$ 8,759,114	$ 16,228,196

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2016 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-10

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 2,365,995	$ 7,228,403	$ 2,205,728	$ 6,190,308	$ 17,990,433
Case Reserves	-	(20)	-	148,590	148,570
IBNR Reserves	(5)	(208)	-	176,740	176,527
Subtotal	2,365,990	7,228,175	2,205,728	6,515,638	18,315,530
Less:					
Recoveries	895,116	2,564,317	753,293	159,434	4,372,160
Subtotal	895,116	2,564,317	753,293	159,434	4,372,160
Claims Expense (Net)	$ 1,470,874	$ 4,663,858	$ 1,452,435	$ 6,356,203	$ 13,943,370

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2015 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-11

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 1,233,621	$ 5,892,319	$ 1,246,006	$ 7,384,215	$ 15,756,161
Case Reserves	-	(348)	-	749,371	749,023
IBNR Reserves	(6)	(2,514)	-	184,778	182,258
Subtotal	1,233,615	5,889,457	1,246,006	8,318,364	16,687,442
Less:					
Recoveries	222,951	2,054,606	448,507	201,312	2,927,376
Subtotal	222,951	2,054,606	448,507	201,312	2,927,376
Claims Expense (Net)	$ 1,010,664	$ 3,834,851	$ 797,499	$ 8,117,051	$ 13,760,065

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2014 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-12

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 1,247,198	$ 8,269,753	$ 4,441,783	$ 8,087,569	$ 22,046,303
Case Reserves	-	391	-	692,131	692,522
IBNR Reserves	-	3,757	-	129,085	132,842
Subtotal	1,247,198	8,273,901	4,441,783	8,908,785	22,871,667
Less:					
Recoveries	6,485	3,253,503	3,196,440	474,418	6,930,847
Subtotal	6,485	3,253,503	3,196,440	474,418	6,930,847
Claims Expense (Net)	$ 1,240,713	$ 5,020,398	$ 1,245,343	$ 8,434,367	$ 15,940,821

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2013 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-13

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 974,327	$ 10,803,664	$ 1,805,205	$ 6,075,462	$ 19,658,657
Case Reserves	-	66,625	-	212,194	278,819
IBNR Reserves	-	2,762	-	134,786	137,548
Subtotal	974,327	10,873,051	1,805,205	6,422,442	20,075,024
Less:					
Recoveries	112,781	7,211,239	589,573	1,938,222	9,851,814
Subtotal	112,781	7,211,239	589,573	1,938,222	9,851,814
Claims Expense (Net)	$ 861,546	$ 3,661,812	$ 1,215,632	$ 4,484,220	$ 10,223,210

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2012 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025 — Schedule B-14

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 4,801,695	$ 7,949,493	$ 458,727	$ 6,692,060	$ 19,901,975
Case Reserves	-	(18)	-	365,033	365,015
IBNR Reserves	-	(178)	-	191,465	191,287
Subtotal	4,801,695	7,949,297	458,727	7,248,558	20,458,277
Less:					
Recoveries	3,638,305	3,954,564	-	255,399	7,848,268
Subtotal	3,638,305	3,954,564	-	255,399	7,848,268
Claims Expense (Net)	$ 1,163,390	$ 3,994,733	$ 458,727	$ 6,993,159	$ 12,610,009

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2011 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025 — Schedule B-15

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 875,057	$ 4,731,012	$ 414,211	$ 6,784,551	$ 12,804,831
Case Reserves	-	(24)	-	127,513	127,489
IBNR Reserves	-	(307)	-	131,224	130,917
Subtotal	875,057	4,730,681	414,211	7,043,288	13,063,237
Less:					
Recoveries	370,245	1,079,544	6,602	154,371	1,610,763
Subtotal	370,245	1,079,544	6,602	154,371	1,610,763
Claims Expense (Net)	$ 504,812	$ 3,651,137	$ 407,609	$ 6,888,917	$ 11,452,475

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2010 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-16

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 625,133	$ 4,562,586	$ 1,148,567	$ 7,548,424	$ 13,884,710
Case Reserves	-	-	-	-	-
IBNR Reserves	-	-	-	-	-
Subtotal	625,133	4,562,586	1,148,567	7,548,424	13,884,710
Less:					
Recoveries	77,121	1,609,244	349,371	882,904	2,918,640
Subtotal	77,121	1,609,244	349,371	882,904	2,918,640
Claims Expense (Net)	$ 548,013	$ 2,953,342	$ 799,196	$ 6,665,519	$ 10,966,070

See independent auditors’ report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2009 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-17

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 331,475	$ 2,635,220	$ 2,029,938	$ 6,570,734	$ 11,567,367
Case Reserves	-	-	-	5,726	5,726
IBNR Reserves	-	-	-	44,717	44,717
Subtotal	331,475	2,635,220	2,029,938	6,621,177	11,617,810
Less:					
Recoveries	-	568,327	795,992	583,994	1,948,313
Subtotal	-	568,327	795,992	583,994	1,948,313
Claims Expense (Net)	$ 331,475	$ 2,066,893	$ 1,233,946	$ 6,037,183	$ 9,669,497

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2008 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-18

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 389,771	$ 2,831,151	$ 278,795	$ 4,011,316	$ 7,511,033
Case Reserves	-	-	-	88,188	88,188
IBNR Reserves	-	-	-	27,195	27,195
Subtotal	389,771	2,831,151	278,795	4,126,699	7,626,416
Less:					
Recoveries	-	-	-	-	-
Subtotal	-	-	-	-	-
Claims Expense (Net)	$ 389,771	$ 2,831,151	$ 278,795	$ 4,126,699	$ 7,626,416

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2007 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-19

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 427,039	$ 2,852,184	$ 317,224	$ 5,460,912	$ 9,057,359
Case Reserves	-	-	-	80,790	80,790
IBNR Reserves	-	-	-	22,770	22,770
Subtotal	427,039	2,852,184	317,224	5,564,472	9,160,919
Less:					
Recoveries	249	368,177	-	-	368,426
Subtotal	249	368,177	-	-	368,426
Claims Expense (Net)	$ 426,790	$ 2,484,007	$ 317,224	$ 5,564,472	$ 8,792,493

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2006 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025 Schedule B-20

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 747,025	$ 2,425,090	$ 543,070	$ 4,480,524	$ 8,195,709
Case Reserves	-	-	-	134,335	134,335
IBNR Reserves	-	-	-	13,252	13,252
Subtotal	747,025	2,425,090	543,070	4,628,111	8,343,296
Less:					
Recoveries	-	210,000	-	-	210,000
Subtotal	-	210,000	-	-	210,000
Claims Expense (Net)	$ 747,025	$ 2,215,090	$ 543,070	$ 4,628,111	$ 8,133,296

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2005 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-21

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 509,718	$ 1,896,996	$ 390,467	$ 4,367,802	$ 7,164,983
Case Reserves	-	-	-	8,281	8,281
IBNR Reserves	-	-	-	4,837	4,837
Subtotal	509,718	1,896,996	390,467	4,380,920	7,178,101
Less:					
Recoveries	-	-	-	1,139,154	1,139,154
Subtotal	-	-	-	1,139,154	1,139,154
Claims Expense (Net)	$ 509,718	$ 1,896,996	$ 390,467	$ 3,241,766	$ 6,038,947

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2004 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-22

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 290,414	$ 2,430,440	$ 278,744	$ 3,500,544	$ 7,646,813
Case Reserves	-	-	-	13,877	13,877
IBNR Reserves	-	-	-	5,096	5,096
Subtotal	290,414	2,430,440	278,744	3,519,517	6,519,115
Less:					
Recoveries	1,000	-	-	1,053,271	1,054,271
Subtotal	1,000	-	-	1,053,271	1,054,271
Claims Expense (Net)	$ 289,414	$ 2,430,440	$ 278,744	$ 2,466,245	$ 5,464,843

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2003 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-23

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 208,109	$ 904,912	$ 78,546	$ 1,332,458	$ 2,524,025
Case Reserves	-	-	-	-	-
IBNR Reserves	-	-	-	4,026	4,026
Subtotal	208,109	904,912	78,546	1,336,484	2,528,051
Less:					
Recoveries	-	-	-	-	-
Subtotal	-	-	-	-	-
Claims Expense (Net)	$ 208,109	$ 904,912	$ 78,546	$ 1,336,484	$ 2,528,051

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2002 FUND YEAR CLAIMS ANALYSIS
Year Ended December 31, 2025

Schedule B-24

	PROPERTY	GENERAL LIABILITY	AUTOMOTIVE	WORKERS' COMPENSATION	TOTALS
Claims Incurred	$ 56,949	$ 139,573	$ 36,325	$ 706,220	$ 939,067
Case Reserves	-	-	-	-	-
IBNR Reserves	-	-	-	1	1
Subtotal	56,949	139,573	36,325	706,221	939,068
Less:					
Recoveries	-	-	-	106,803	106,803
Subtotal	-	-	-	106,803	106,803
Claims Expense (Net)	$ 56,949	$ 139,573	$ 36,325	$ 599,418	$ 832,265

See independent auditors' report.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2025 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2025
Year Ended December 31, 2025 — Schedule C

Excess Insurance:	
Excess Insurance Premiums	$ 14,516,264
Subtotal Excess Insurance	14,516,264
Administrative Expenses:	
Legal	52,650
Treasurer	18,497
Other:	
Auditor	22,000
Administrative Consultant	2,794,175
Litigation Management	56,500
Safety Director	815,417
Underwriting Manager	826,028
Non-Contract Professional Services	513,862
Claims Administration	2,637,175
Actuary	138,600
Risk Management	2,190,242
Subtotal Administrative Expenses	10,065,146
Total Expenses	$ 24,581,410

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2024 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2024
Year Ended December 31, 2025 Schedule C-1

Excess Insurance:	
Excess Insurance Premiums	$ 15,672,795
Subtotal Excess Insurance	15,672,795
Administrative Expenses:	
Legal	42,653
Treasurer	18,499
Other:	
Auditor	21,500
Administrative Consultant	2,791,044
Litigation Management	57,500
Safety Director	805,341
Underwriting Manager	826,288
Non-Contract Professional Services	741,895
Claims Administration	2,727,110
Actuary	48,163
Risk Management	2,232,882
Subtotal Administrative Expenses	10,312,874
Total Expenses	$ 25,985,669

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2023 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2023
Year Ended December 31, 2025 Schedule C-2

Excess Insurance:	
Excess Insurance Premiums	$ 16,189,882
Subtotal Excess Insurance	16,189,882
Administrative Expenses:	
Legal	74,394
Treasurer	18,499
Other:	
Auditor	20,000
Administrative Consultant	2,391,914
Litigation Management	21,901
Safety Director	1,631,104
Underwriting Manager	599,228
Non-Contract Professional Services	64,207
Claims Administration	2,938,178
Actuary	42,000
Risk Management	2,383,088
Miscellaneous	68,929
Subtotal Administrative Expenses	10,253,442
Total Expenses	$ 26,443,324

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2022 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2022
Year Ended December 31, 2025 Schedule C-3

Excess Insurance:	
Excess Insurance Premiums	$ 12,483,164
Subtotal Excess Insurance	12,483,164
Administrative Expenses:	
Legal	34,599
Treasurer	18,499
Other:	
Auditor	17,580
Administrative Consultant	2,210,625
Litigation Management	39,750
Safety Director	374,264
Underwriting Manager	768,231
Non-Contract Professional Services	49,246
Claims Administration	2,534,616
Actuary	58,485
Risk Management	2,836,979
Subtotal Administrative Expenses	8,942,874
Total Expenses	$ 21,426,038

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2021 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2021
Year Ended December 31, 2025 Schedule C-4

Excess Insurance:	
Excess Insurance Premiums	$ 9,657,451
Subtotal Excess Insurance	9,657,451
Administrative Expenses:	
Legal	34,173
Treasurer	18,499
Other:	
Auditor	16,670
Administrative Consultant	2,078,427
Litigation Management	43,193
Safety Director	334,962
Underwriting Manager	699,009
Non-Contract Professional Services	74,028
Claims Administration	2,314,760
Actuary	38,850
Risk Management	2,684,968
Subtotal Administrative Expenses	8,337,538
Total Expenses	$ 17,994,989

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2020 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2020
Year Ended December 31, 2025 Schedule C-5

Excess Insurance:	
Excess Insurance Premiums	$ 8,008,691
Subtotal Excess Insurance	8,008,691
Administrative Expenses:	
Legal	34,695
Treasurer	18,500
Other:	
Auditor	17,340
Administrative Consultant	1,990,276
Litigation Management	50,750
Safety Director	320,568
Underwriting Manager	691,656
Non-Contract Professional Services	227,172
Claims Administration	2,207,376
Actuary	15,215
Risk Management	2,695,281
Subtotal Administrative Expenses	8,268,829
Total Expenses	$ 16,277,520

2019 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2019
Year Ended December 31, 2025 Schedule C-6

Excess Insurance:	
Excess Insurance Premiums	$ 7,512,900
Subtotal Excess Insurance	7,512,900
Administrative Expenses:	
Legal	18,174
Treasurer	18,500
Other:	
Auditor	16,000
Administrative Consultant	1,902,276
Litigation Management	55,000
Safety Director	258,660
Underwriting Manager	661,075
Non-Contract Professional Services	142,674
Claims Administration	2,447,208
Actuary	18,925
Risk Management	2,708,262
Subtotal Administrative Expenses	8,246,754
Total Expenses	$ 15,759,654

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2018 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2018
Year Ended December 31, 2025 — Schedule C-7

Excess Insurance:	
Excess Insurance Premiums	$ 6,616,237
Subtotal Excess Insurance	6,616,237
Administrative Expenses:	
Legal	16,178
Treasurer	18,500
Other:	
Auditor	16,435
Administrative Consultant	1,833,054
Litigation Management	55,000
Safety Director	162,912
Underwriting Manager	637,019
Non-Contract Professional Services	192,744
Claims Administration	2,333,913
Actuary	38,850
Risk Management	2,628,578
Subtotal Administrative Expenses	7,933,183
Total Expenses	$ 14,549,420

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2017 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2017
Year Ended December 31, 2025 Schedule C-8

Excess Insurance:	
Excess Insurance Premiums	$ 6,715,166
Subtotal Excess Insurance	6,715,166
Administrative Expenses:	
Legal	16,857
Treasurer	18,500
Other:	
Auditor	17,000
Administrative Consultant	1,721,786
Litigation Management	55,000
Safety Director	155,052
Underwriting Manager	598,351
Non-Contract Professional Services	185,760
Claims Administration	2,205,815
Actuary	37,000
Risk Management	2,514,602
Subtotal Administrative Expenses	7,525,723
Total Expenses	$ 14,240,889

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2016 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2016
Year Ended December 31, 2025 Schedule C-9

Excess Insurance:	
Excess Insurance Premiums	$ 6,328,342
Subtotal Excess Insurance	6,328,342
Administrative Expenses:	
Legal	16,339
Treasurer	17,500
Other:	
Auditor	19,919
Administrative Consultant	1,626,654
Litigation Management	55,000
Safety Director	174,911
Underwriting Manager	565,291
Non-Contract Professional Services	117,359
Claims Administration	2,170,666
Actuary	35,750
Risk Management	2,410,736
Subtotal Administrative Expenses	7,210,125
Total Expenses	$ 13,538,467

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2015 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2015
Year Ended December 31, 2025 — Schedule C-10

Excess Insurance:	
Excess Insurance Premiums	$ 6,495,715
Subtotal Excess Insurance	6,495,715
Administrative Expenses:	
Legal	17,982
Treasurer	17,500
Other:	
Auditor	19,919
Administrative Consultant	1,575,965
Litigation Management	56,300
Safety Director	138,851
Underwriting Manager	547,677
Non-Contract Professional Services	137,910
Claims Administration	2,113,835
Actuary	35,500
Risk Management	2,367,788
Subtotal Administrative Expenses	7,029,227
Total Expenses	$ 13,524,942

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2014 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2014
Year Ended December 31, 2025 — Schedule C-11

Excess Insurance:	
Excess Insurance Premiums	$ 6,740,966
Subtotal Excess Insurance	6,740,966
Administrative Expenses:	
Legal	11,511
Treasurer	17,500
Other:	
Auditor	16,092
Administrative Consultant	1,533,846
Litigation Management	55,000
Safety Director	133,369
Underwriting Manager	533,039
Non-Contract Professional Services	155,603
Claims Administration	2,101,251
Actuary	25,000
Risk Management	2,360,421
Subtotal Administrative Expenses	6,942,632
Total Expenses	$ 13,683,598

2013 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2013
Year Ended December 31, 2025 — Schedule C-12

Excess Insurance:	
Excess Insurance Premiums	$ 6,173,018
Subtotal Excess Insurance	6,173,018
Administrative Expenses:	
Legal	9,520
Treasurer	22,000
Other:	
Auditor	17,000
Administrative Consultant	1,392,294
Litigation Management	55,000
Safety Director	58,765
Underwriting Manager	483,847
Non-Contract Professional Services	131,656
Claims Administration	1,989,674
Actuary	35,000
Risk Management	2,119,260
Subtotal Administrative Expenses	6,314,016
Total Expenses	$ 12,487,034

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2012 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2012
Year Ended December 31, 2025 — Schedule C-13

Excess Insurance:	
Excess Insurance Premiums	$ 5,188,128
Subtotal Excess Insurance	5,188,128
Administrative Expenses:	
Legal	31,686
Treasurer	22,000
Other:	
Auditor	15,001
Administrative Consultant	1,330,431
Litigation Management	55,735
Safety Director	69,722
Underwriting Manager	462,348
Non-Contract Professional Services	88,216
Claims Administration	1,802,348
Actuary	67,000
Risk Management	2,070,929
Subtotal Administrative Expenses	6,015,416
Total Expenses	$ 11,203,544

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2011 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2011
Year Ended December 31, 2025 Schedule C-14

Excess Insurance:	
Excess Insurance Premiums	$ 4,047,006
Subtotal Excess Insurance	4,047,006
Administrative Expenses:	
Legal	24,413
Treasurer	22,000
Other:	
Auditor	17,500
Administrative Consultant	1,188,376
Litigation Management	52,000
Safety Director	396,297
Underwriting Manager	412,982
Non-Contract Professional Services	71,115
Claims Administration	1,527,580
Actuary	35,000
Risk Management	1,271,932
Subtotal Administrative Expenses	5,019,195
Total Expenses	$ 9,066,201

Excess Insurance:	
Excess Insurance Premiums	$ 3,922,628
Subtotal Excess Insurance	3,922,628
Administrative Expenses:	
Legal	16,055
Treasurer	22,000
Other:	
Auditor	15,000
Administrative Consultant	1,122,285
Litigation Management	64,425
Safety Director	413,962
Underwriting Manager	375,495
Non-Contract Professional Services	69,563
Claims Administration	934,250
Actuary	46,750
Risk Management	1,156,765
Subtotal Administrative Expenses	4,236,550
Total Expenses	$ 8,159,178

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2009 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2009
Year Ended December 31, 2025 Schedule C-16

Excess Insurance:	
Excess Insurance Premiums	$ 3,583,325
Subtotal Excess Insurance	3,583,325
Administrative Expenses:	
Legal	30,368
Treasurer	22,000
Other:	
Auditor	24,850
Administrative Consultant	902,002
Litigation Management	74,020
Safety Director	392,777
Underwriting Manager	299,000
Non-Contract Professional Services	54,814
Claims Administration	529,828
Actuary	63,500
Risk Management	992,234
Claims Audit	25,160
Subtotal Administrative Expenses	3,410,553
Total Expenses	$ 6,993,878

Excess Insurance:	
Excess Insurance Premiums	$ 3,487,963
Subtotal Excess Insurance	3,487,963
Administrative Expenses:	
Legal	12,889
Treasurer	22,000
Other:	
Auditor	20,978
Administrative Consultant	816,702
Litigation Management	70,000
Safety Director	355,000
Underwriting Manager	284,711
Non-Contract Professional Services	46,988
Claims Administration	582,203
Actuary	32,700
Risk Management	905,040
Subtotal Administrative Expenses	3,149,211
Total Expenses	$ 6,637,174

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2007 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2007
Year Ended December 31, 2025

Schedule C-18

Excess Insurance:	
Excess Insurance Premiums	$ 3,441,417
Subtotal Excess Insurance	3,441,417
Administrative Expenses:	
Legal	16,412
Treasurer	22,667
Other:	
Auditor	16,750
Administrative Consultant	837,258
Litigation Management	70,000
Safety Director	150,000
Underwriting Manager	297,492
Non-Contract Professional Services	82,294
Claims Administration	657,950
Actuary	38,200
Risk Management	960,849
Claims Audit	60,007
Subtotal Administrative Expenses	3,209,879
Total Expenses	$ 6,651,296

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2006 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2006
Year Ended December 31, 2025

Schedule C-19

Excess Insurance:	
Excess Insurance Premiums	$ 3,586,174
Subtotal Excess Insurance	3,586,174
Administrative Expenses:	
Legal	17,360
Treasurer	13,750
Other:	
Auditor	12,500
Administrative Consultant	807,037
Litigation Management	47,499
Safety Director	111,201
Underwriting Manager	269,066
Non-Contract Professional Services	76,785
Claims Administration	761,440
Actuary	29,000
Risk Management	926,750
Subtotal Administrative Expenses	3,072,388
Total Expenses	$ 6,658,562

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2005 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2005
Year Ended December 31, 2025 Schedule C-20

Reinsurance:	
Excess Liability Premiums	$ 4,594,367
Subtotal Reinsurance Expenses	4,594,367
Administrative Expenses:	
Claims Servicing Organization	704,785
Administrative Consultants	617,690
Legal - General Counsel	9,076
Litigation Management	30,000
Actuary	16,136
Auditor	10,500
Treasurer	12,500
Safety Director	68,830
Underwriting Manager	222,746
Non-Contract Professional Services	79,570
Risk Managers	613,641
Subtotal Administrative Expenses	2,385,474
Total Expenses	$ 6,979,841

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2004 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2004
Year Ended December 31, 2025 Schedule C-21

Reinsurance:	
Excess Liability Premiums	$ 3,757,561
Subtotal Reinsurance Expenses	3,757,561
Administrative Expenses:	
Claims Servicing Organization	487,254
Administrative Consultants	436,100
Legal - General Counsel	21,425
Litigation Management	32,140
Actuary	12,855
Auditor	11,355
Treasurer	18,855
Premium Financing Expense	19,842
Safety Director	53,570
Underwriting Manager	149,772
Non-Contract Professional Services	59,828
Risk Managers	475,532
Subtotal Administrative Expenses	1,778,528
Total Expenses	$ 5,536,089

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2003 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2003
Year Ended December 31, 2025 Schedule C-22

Reinsurance:	
Excess Liability Premiums	$ 2,282,855
Subtotal Reinsurance Expenses	2,282,855
Administrative Expenses:	
Claims Servicing Organization	364,956
Administrative Consultants	314,635
Legal - General Counsel	16,780
Litigation Management	16,780
Actuary	11,187
Auditor	11,187
Treasurer	11,187
Safety Director	50,340
Underwriting Manager	105,190
Non-Contract Professional Services	15,971
Risk Managers	335,137
Subtotal Administrative Expenses	1,253,350
Total Expenses	$ 3,536,205

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

2002 FUND YEAR EXPENSE ANALYSIS – REPORT YEAR 2002
Year Ended December 31, 2025 Schedule C-23

Reinsurance:	
Excess Liability Premiums	$ 1,129,093
Subtotal Reinsurance Expenses	1,129,093
Administrative Expenses:	
Claims Servicing Organization	200,344
Executive Director	26,500
Administrative Consultants	190,288
Legal - General Counsel	24,917
Litigation Management	11,167
Actuary	11,167
Auditor	9,167
Treasurer	6,583
Safety Director	47,894
Underwriting Manager	68,013
Non-Contract Professional Services	23,918
Risk Managers	171,958
Subtotal Administrative Expenses	791,916
Total Expenses	$ 1,921,009

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

CUMULATIVE OPERATING RESULTS ANALYSIS
Year Ended December 31, 2025 — Schedule D

Underwriting Income:	
Regular Contributions	$ 597,668,246
Special Assessments	35,916,197
Total Revenues	633,584,443
Expenses:	
Claims:	
Incurred, Net of Recoveries	271,753,365
Case Reserves	59,732,631
IBNR Reserves	35,892,802
Claims - Net of Recoveries	367,378,798
Excess Insurance Premiums	162,131,106
Administrative	141,704,824
Total Expenses	303,835,930
Operating Loss	(37,630,285)
Non-Operating Income:	
Investment Income	9,020,849
Realized/Unrealized Loss	1,311,285
Total Non-Operating Income	10,332,134
Net Income	(27,298,151)
Cumulative Net Position - December 31, 2025	$ (27,298,151)

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

PROGRAM SUMMARY – FUND YEAR 2025
Year Ended December 31, 2025 Schedule E

	Property	Liability		Automobile		Workers' Compensation	Employment Practices Liability
Limits	$ 250,000,000	$ 15,750,000 per occurrence		$ 15,750,000 per occurrence		Statutory	$ 15,750,000 per occurrence
Fund Retention							
Specific Aggregate:							
Property	$ 500,000	$ 750,000	*	$ 750,000	*	$ 1,250,000	$ 750,000
Auto Property	$ 100,000						
All Lines of Business							
Stop Loss Aggregate	N/A						

* Liability, Automobile and Employment Practices Liability subject to a $500,000 specific, $2,000,000 in the aggregate Loss Corridor retention

	Property	Liability	Automobile	Workers' Compensation	Employment Practices Liability
Number of Participants	32	32	32	32	32

Excess Coverage	Insurer	Fund Retention	Limit
Property	Alliant Property Insurance Program	as noted above	$250,000,000
Auto Phys. Damage	Alliant Property Insurance Program	as noted above	As per Policy Limit
Casualty	Safety National Casualty Co.,		
- General Liability	Berkley Public Entity,	as noted above	$15,750,000
- Auto Liability	and Great American Insurance Group		$15,750,000
- Public Officials Liab.			$15,750,000
- Employment Prac.			$15,750,000
- Law Enforce. Liab.			$15,750,000
- Employee Ben. Liab.			$15,750,000
Boiler & Machinery	Travelers Insurance Group	$500,000	$100,000,000
Crime & Bonds	Fidelity & Deposit Co. of Maryland	$10,000	$1,000,000
XS Work Comp.	Safety National / Berkley / Chubb	$1,250,000	Statutory
XS Employers Liability	Safety National / Berkley / Chubb	$750,000	$15,750,000
Disaster Management Services	Lloyd's of London (Brit Syndicate 2987)	$0	$20,000,000
Cyber Liability	Alliant Property Insurance Program (Beazley) and XL Insurance Company	$50,000-$100,000	$6,000,000
Unmanned Aircraft (drones) and Hull	Global Aerospace, Inc.	$0	$1,000,000 for Aircraft, per schedule on file for Hull
Non-Owned Aircraft Liability	Global Aerospace, Inc.	$0	$5,000,000
Site Pollution Liability	Allied World Assurance Company	$0	$25,000,000
Marina Operators - Liability/Protection & Indemnity	Atlantic Specialty Insurance Co.	$0	$5,000,000
Marina Operators - Hull	Atlantic Specialty Insurance Co.	$0	per schedule on file

INDEPENDENT AUDITORS' 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*

To the Honorable Chairperson
and Board of Fund Commissioners of the
Garden State Municipal Joint Insurance Fund
Woodbridge, New Jersey 07095

We have audited, in accordance with auditing standards generally accepted in the United States of America, 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 ("DCA") and Banking and Insurance ("DOBI"), the financial statements of the Garden State Municipal Joint Insurance Fund (the "Fund"), as of and for the year ended December 31, 2025, and the related notes to financial statements, which comprise the Fund's basic financial statements, as listed in the table of contents, and have issued our report thereon dated June 17, 2026. The opinion on the Fund's financial statements was qualified as permitted by the DCA and DOBI, as audit procedures were not extended to the underlying actuarial assumptions for Incurred But Not Reported (IBNR) reserve amounts, as these assumptions are prepared by the Fund's actuary.

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 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.

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 Fund's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

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

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INDEPENDENT AUDITORS' 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* (CONTINUED)

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 instance of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

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

Mercadien, P.C.
Certified Public Accountants

June 17, 2026

SCHEDULE OF CURRENT YEAR FINDINGS AND RECOMMENDATIONS

None reported.

GARDEN STATE MUNICIPAL JOINT INSURANCE FUND

SUMMARY SCHEDULE OF PRIOR YEAR AUDIT FINDINGS

None reported.