



TRINDEL INSURANCE FUND

FINANCIAL STATEMENTS
WITH
INDEPENDENT AUDITOR'S REPORT

FOR THE FISCAL YEAR ENDED
JUNE 30, 2019

JAMES MARTA & Co. LLP

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TRINDEL INSURANCE FUND

BOARD OF DIRECTORS

JUNE 30, 2019

CHESTER ROBERTSON – PRESIDENT
Modoc

NATE BLACK – VICE PRESIDENT
Sutter

VAN MADDOX - SECRETARY
Sierra

NICHOLE WILLIAMSON - MEMBER
Alpine

WENDY TYLER - MEMBER
Colusa

NEAL LOPEZ - MEMBER
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RICHARD EGAN – MEMBER
Lassen

STEVE BARWICK - MEMBER
Mono

JASON CLAUNCH - MEMBER
Sutter

RICHARD KUHNS – MEMBER
Trinity

EDGAR NOLASCO - MEMBER
San Benito

ROBERTA ALLEN - MEMBER
Plumas

TRINDEL INSURANCE FUND

TABLE OF CONTENTS

	<u>PAGE</u>
INDEPENDENT AUDITOR'S REPORT	1
MANAGEMENT'S DISCUSSION & ANALYSIS	4
BASIC FINANCIAL STATEMENTS	
Combined Statement of Net Position	12
Combined Statement of Revenues, Expenses, and Changes in Net Position	13
Statement of Cash Flows	14
Notes to the Financial Statements	15
REQUIRED SUPPLEMENTARY INFORMATION	
Reconciliation of Claims Liabilities by Program	31
Claims Development Information	32
Schedule of the Fund's Proportionate Share of the Net Pension Liability	33
Schedule of Contributions	34
Notes to Required Supplementary Information	35
SUPPLEMENTARY INFORMATION	
Combining Statement of Net Position	36
Combining Statement of Revenues, Expenses, and Changes in Net Position	37
Statement of Net Position by Member – Workers' Compensation	38
Statement of Revenues, Expenses, and Changes in Net Position by Member – Workers' Compensations	39
Statement of Net Position by Member – Property/Liability	40
Statement of Revenues, Expenses, and Changes in Net Position by Member – Property/Liability	41
Statement of Net Position by Member – Pollution	42

TRINDEL INSURANCE FUND

TABLE OF CONTENTS

Statement of Revenues, Expenses, and Changes in Net Position by Member – Pollution	43
Statement of Net Position by Member – Medical Malpractice	44
Statement of Revenues, Expenses, and Changes in Net Position by Member – Medical Malpractice	45
Statement of Net Position by Member – Leadership Training	46
Statement of Revenues, Expenses, and Changes in Net Position by Member – Leadership Training	47
Graphical Summary of Claims	48



James Marta & Company LLP

Certified Public Accountants

Accounting, Auditing, Consulting, and Tax

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Trindel Insurance Fund
Weaverville, CA

Report on the Financial Statements

We have audited the accompanying Statement of Net Position of Trindel Insurance Fund (Trindel) as of June 30, 2019, and the related Statement of Revenues, Expenses and Changes in Net Position, and Statement of Cash Flows for the year then ended and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit 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 State Controller's *Minimum Audit Requirements for California Special Districts*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

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

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

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Trindel Insurance Fund as of June 30, 2019 and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America, as well as accounting systems prescribed by the State Controller's Office and state regulations governing special districts.

Other Matters

Correction of an Error in Previously Issued Financial Statements

As described in Note 10 to the financial statements, the Trindel Insurance Fund beginning net position was restated to reflect a correction of beginning net position at June, 30, 2018. Our opinion is not modified with respect to this matter.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that Management's Discussion and Analysis, Reconciliation of Claims Liabilities by Type of Contract, Claims Development Information, Schedule of the Fund's Proportionate Share of the Net Pension Liability and the Schedule of Contributions be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board (GASB) who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

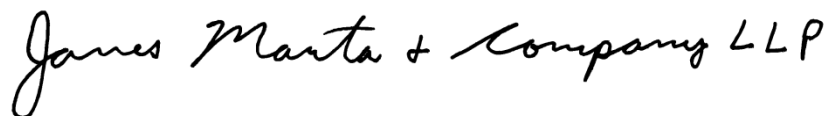
Other Information

Our audit was conducted for the purpose of forming opinions on the basic financial statements of Trindel Insurance Fund. The Supplementary Information, as shown on the table of contents, is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The Supplementary Information, as shown in the table of contents, is presented for the purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information, as shown in the table of contents, are fairly stated, in all material respects, in relation to the financial statements as a whole.

Report on Other Legal and Regulatory Requirements

In accordance with *Government Auditing Standards*, we have also issued our report dated January 3, 2020 on our consideration of Trindel Insurance Fund's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the 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 Trindel Insurance Fund's internal control over financial reporting and compliance.

A handwritten signature in cursive script that reads "James Marta & Company LLP".

James Marta & Company LLP
Certified Public Accountants
Sacramento, California
January 3, 2020

MANAGEMENT'S DISCUSSION AND ANALYSIS

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Created by Executive Director, David Nelson, the following report provides general information on Trindel Insurance Fund and on its financial condition for the fiscal year ended June 30, 2019. This report is provided in order to enhance the information in the financial audit and should be reviewed in concert with that report.

Financial Highlights

The assets of Trindel Insurance Fund exceeded its liabilities at the close of the most recent fiscal year by \$523,751.

Member assets recorded in "due to members" increased by \$1,465,793 over the previous year for a total of \$16,470,174.

Trindel Insurance Fund's pension obligations recorded as an asset of \$48,481.

Total liabilities increased by nine million from the previous year. This increase is mainly due to the adjusting actuary estimates with current claim software reserves and paid amounts as well as not discounting for investment earnings.

Creation of a fund for workers' compensation pool above \$300,000, to \$1,000,000 and accounting for property and liability funds separately.

Overview of the Financial Statements

Trindel's audited financial statements are prepared in conformity with generally accepted accounting principles. James Marta & Co. LLP, Certified Public Accountants, have performed an independent audit of Trindel's financial statements in accordance with generally accepted auditing standards. Their opinion is included in the Financial Section of this report. Bickmore Risk Services provides the independent actuarial reviews of the Workers' Compensation Program, the Liability Program and the Property Program, which confirms the adequacy and reasonableness of the funding and claims liabilities recorded.

A Statement of Net Position; Statement of Revenues, Expenses & Changes in Net Position; and Statement of Cash flows are prepared along with Notes to Financial Statements to clarify unique accounting policies. Trindel's accounting system is organized so that each program for each member can be accounted for and evaluated independently. Six separate funds are maintained for members: Workers' Compensation, Liability, Property, Medical Malpractice, Pollution and Leadership Training Fund. Administration, WC Claims Admin, Liability Claims Admin, and Loss Prevention are under detailed budgetary control for Trindel administrative activities. Lastly, the Workers' Compensation Pool fund managed for the benefit of the collective membership.

Last year the Basic Financial Statements only included Trindel's administrative activities with a year-end adjustment to reflect a positive cash balance and the program funds were found in the supplemental reports. This year Management has decided to include all eleven funds activities in the Basic Financial Statements. Management believes including all funds provides for a more complete representation of Trindel's financial position.

TRINDEL INSURANCE FUND
MANAGEMENT'S DISCUSSION AND ANALYSIS
JUNE 30, 2019

Condensed Statement of Net Position:

ASSETS	2019	2018
Current Assets:		
Total Current Assets	\$ 30,432,022	\$ 28,287,022
Noncurrent Assets:		
Total Noncurrent Assets	23,812,792	15,742,805
Total Assets	54,244,814	44,029,827
DEFERRED OUFLOWS		
Deferred outflows due to pension	280,472	464,357
LIABILITIES		
Current Liabilities:		
Total Current Liabilities	5,531,972	4,157,893
Noncurrent Liabilities:		
Total Noncurrent Liabilities	48,392,668	40,305,617
Total Liabilities	53,924,640	44,463,510
DEFERRED OUFLOWS		
Deferred outflows due to pension	76,895	30,674
NET POSITION		
Net position	\$ 523,751	\$ -

Condensed Statement of Revenues, Expenses and Changes in Net Position:

	2019	2018
Operating Revenues:		
Member contributions	\$ 19,698,325	\$ 18,112,553
Charges for services	1,744,643	1,616,171
Total Operating Revenues	21,442,968	19,728,724
Expenses:		
Program expenses	20,061,645	17,418,889
Trindel administration	1,025,991	1,027,021
Total Expenses	21,087,636	18,445,910
Operating income/(loss)	355,332	1,282,814
Nonoperating Revenues:		
Total Nonoperating Revenues	1,110,461	(230,229)
Change in net position/due to members	1,465,793	1,052,585
Due to Member - As Restated for 2019	15,528,132	14,480,258
Due to Members - Ending	16,470,174	15,532,843
Net position - Ending	\$ 523,751	\$ -

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Analysis of Financial Information:

This year is a transition year for the financials for a couple of reasons. The first change is combining program funds with administration funds for presentation purposes. Secondly, incorporating claims software reserves and claims software accounts receivable into the financials.

The amount due to members increased this last year by 11%. This increase was expected with the increase in self-insured retentions in recent years in both workers' compensation (\$175,000) and liability (\$150,000) Programs. Net assets show a balance this year, mostly due to the workers' compensation pool formation. Helping members' reserves, we had a positive change in net position of \$1.4 million indicating favorable loss development.

Financial Management and Control

Trindel management is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, or misuse and to ensure that adequate accounting data are compiled to allow for the preparation of financial statements in conformity with generally accepted accounting principles.

By way of the Trindel Bylaws, the Executive Director holds the title and duties of the Treasurer. To assist with internal controls with having the Executive Director as Treasurer, the Secretary is signatory on all financial accounts for the fund. Secondly, the Secretary shall hold the office of Auditor Controller in one of our member Counties.

Each year a detailed line item budget is prepared by administration and adopted by the board. As of July 2011, the board requires that financial, investment and Budget vs. Actual reports be sent quarterly to each board member. In practice, quarterly financial and investment reports and the quarterly Budget vs. Actual report are posted on the Trindel web page for all board members to review. The Bylaws also require that at each Board of Directors meeting a register of all checks issued since the last board meeting shall be provided for review and approval by the board. The actual documentation for each check is also made available for review.

On December 1, 2009, the Trindel Board hired David Nelson as the Assistant Executive Director. Mr. Nelson became the Executive Director on July 1, 2010, prior to that he worked for fourteen years with Trinity County, four of them as the Auditor Controller. Mr. Nelson also served ten years on the Trindel Board of Directors.

Trindel Insurance Fund Profile

Trindel Insurance Fund (Trindel) is a Joint Powers Authority established pursuant to California Government Code Section 6500 et. seq. Membership is limited to California counties. Trindel is dedicated to assisting the insurance needs of its members by providing the most stable, cost-effective, risk-financing mechanisms; insurance program monitoring; claims handling; and loss prevention services available. Trindel was originally formed by Del Norte and Trinity counties in 1980. Trindel has since then expanded with the addition of five (5) counties (Alpine, Colusa, Lassen, Modoc and Sierra) during the insurance crisis of the mid- 80s. Trindel added San Benito county in 1991, Mono county in 2000, Plumas county in 2010 and Sutter County as of July 1, 2014. At Trindel's January 2014, board meeting the Board

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

of Directors prepared for growth in services through a strategic planning session. As of January 1, 2016 Trindel members employed 3,990 staff to serve a population of 294,526.

An Executive Director under the general direction of the Board of Directors, consisting of one voting member from each county member and generally meets three times a year, manages Trindel's daily operations. There is also an Executive and Claims review Committee that includes the Board President, Board Vice-President and two at large members, which meets as needed. Due to the small number of members, all policy decisions are made by the board with implementation and initial enforcement of the policies handled by the Executive Director. Trindel was originally formed to gain size and advantage in the market for insurance, reinsurance, resources, and risk sharing in hard market times. Trindel continues with this purpose today.

In concept and practice Trindel is a banking arrangement with its members wherein, over time, each member is fiscally responsible for its own losses and costs. All members share the Administration and Loss Prevention costs equally. Trindel acts as the cash flow mechanism for the members. Should a member be responsible for several large losses in any given year the pooled cash will pay the bills and the member will repay Trindel over time. Trindel uses its ability to combine the size of the members in order to obtain better insurance and pricing for selected insurance, self-funded, and pooled programs and the purchase of services to benefit all members.

The Trindel Board also employs fifteen positions. Seven for Workers' Compensation claims handling, four full time Loss Prevention positions, one full time Liability/Property position, one Financial Analyst, and one Administrative Assistant, under the supervision of the Executive Director. The workers' compensation and liability/property employees provide claims handling for the members. The Loss Prevention program provides training, safety programs, inspections, etc. to each of the members on a regular basis (see section titled Services below for additional information on Loss Prevention). The Financial Analyst provides financial analysis for the members and Executive Director. The Administrative Assistant provides clerical support for the Executive Director; the Executive Director provides risk management services for its members and directs the JPA.

Four different outside agencies audit Trindel. First, an outside audit firm performs a financial audit annually. Secondly, CSAC EIA performs a claims audit for both major programs every two years. Third, an accreditation audit is performed every three years by CAJPA and we have accreditation with excellence with every audit consecutively since 1994. Lastly, an audit is performed by the Department of Industrial Relations Division of Workers' Compensation. Excess insurance coverage's are purchased through either the CSAC-Excess Insurance Authority or Alliant Insurance Services.

Services

Trindel has four distinct service departments: Administration, Workers' Compensation Claim Adjusting, Liability and Property Claim Adjusting, and Loss Prevention.

Trindel's administration services start with the managing of Trindel staff as well as insurance, self-funded, and pooled programs. Administration produces all financial reports for the Joint Powers Authority and each program by member. Administration provides risk management oversight and services for County members. Administration also creates funding and reserve thresholds by program and member. Administration provides recommendations for risk treatment and financing mechanisms based on historical and current loss trends.

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Workers' Compensation Claim Adjusting service starts with recording and tracking worker injuries, and providing members with status updates. Providing access to and facilitate treatment to injured workers. Setting cost reserves and providing a plan of action for the member. Adjusters will execute payment for medical treatment and other costs and provide litigation management services. Your adjuster will also facilitate investigations, subrogation and excess recovery to mitigate the overall cost of a claim. Adjusters will provide rationale for settlement authorizations and provide settlement guidance.

Liability and Property Claim Adjusting service starts with monitoring threats or allegations against the member and facilitating investigations if needed. Providing initial report on claims including the allegations/damages, coverage determination, incident facts, liability evaluation, reserve rationale, and a plan of action. Your adjuster records claim notes, documents, processes claim payments, and provides litigation management services. Your Adjuster will coordinate status updates with defense counsel, county counsel, excess insurers, and other involved parties. Adjuster will provide rationale for settlement authorizations and provide settlement guidance. Liability adjuster also manages claims against the members for the following coverages: (aircraft, boiler & machinery, crime/bond, medical malpractice, pollution, watercraft, and cyber). Trindel directs the claims to the appropriate insurer and coordinates coverage when more than one policy is impacted. Subrogation is aggressively pursued when appropriate.

Loss Prevention services begins with Trindel visiting each county at least once a month. The visits are to aid the member to plan, develop, implement, and maintain loss prevention and safety goals. Loss Prevention provides leadership and safety trainings, and aid in drafting policies and procedures to help reduce losses. Loss prevention also works closely with members to conduct investigations of incidents or near miss occurrences to help mitigate or avoid losses. Loss Prevention also provides professional development conferences for Human Resources, Risk Management, Safety, Law Enforcement, and Public Works professionals.

Workers' Compensation Program

The Workers' Compensation Program began in 1980 as a self-insured program with excess coverage. In July 1, 1997 it was decided to fully insure this program through membership in the CSAC-Excess Insurance Authority Primary Workers' Compensation Program (PWC) and have a third party administer the claims. The board determined it was in the members' best interests to withdraw from the PWC effective July 1, 2008. Mono and Plumas Counties are the only members that have always maintained an initial level of self-insurance, (\$125,000 per occurrence) with excess above that layer. July 1, 2008 the members started self-insuring for the first \$125,000 of each occurrence. Excess insurance purchased above this self-insured layer through the CSAC-Excess Insurance Authority's excess workers' compensation program. April 1, 2012 Trindel began self-administering claims. July 1, 2012 the members decided to be self-insured at the \$300,000 level of each occurrence. April 1, 2015 Trindel purchased a claims software from JDI to help process claims. July 1, 2018 members decided to create a risk sharing pool above the SIR from \$300,000 to \$1 million. Trindel provides for an annual actuarial study to determine the necessary annual premium and to attain a reserve for claims at the 90% confidence level. Reserves are currently booked at the expected 50% confidence level. All members participate in the Workers' Compensation Program. Trindel continually reviews the Workers' Compensation Program to see if there are more cost effective alternatives. The most recent audit score is 85.91%.

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Liability/Property Program

The Liability Program began in 1985 as a self-insured program with excess coverage. The members purchase excess general liability, which includes auto, E & O and employer's liability coverage through CSAC-Excess Insurance Authority to \$25 million with a \$100,000 Self-Insured Retention (SIR). July 1, 2016 Trindel started self-administering the Liability and Property claims. July 1, 2018 the Trindel board increased the self-insured retention to \$250,000. Most recent audit score is 100%.

The members purchase excess property insurance through CSAC-Excess Insurance Authority with a \$1,000 deductible and \$25,000 self-insured retention for real property and a \$10,000 retention for vehicles. The coverage includes all risk, earthquake, and flood for all members except for Del Norte, San Benito, and Trinity Counties that just receive all risk and flood. Del Norte and San Benito both purchase additional earthquake coverage on specific locations to make up for this gap in coverage. The majority of the members purchase replacement cost coverage for their vehicles and contractor's equipment.

Trindel provides for an annual actuarial study to determine the necessary premium for each member to attain a reserve for claims at the 90% confidence level. Reserves are booked at expected, 50% confidence level. All members participate in the Liability/Property Program with Trindel acting as a bank as it does for all the other programs.

In addition to the Liability and Property coverage, members also participate in some or all of the following: airport, aircraft, boiler & machinery, crime/bond, catastrophic inmate medical, cyber, and watercraft insurance coverages that are managed in this program.

Medical Malpractice Program

The Medical Malpractice Program was implemented at the October 27, 1998 board meeting as a way for the members to set aside funds for potential deductible losses. Each member is to maintain funds for one deductible payment on deposit with Trindel. All members participate in this program. The deductible is currently \$5,000 per claim. San Benito has a \$10,000 deductible. Coverage is purchased by the individual members through the CSAC-Excess Insurance Authority, with Trindel simply acting as a bank as it does for all the other programs. Due to the small deductibles and negligible loss history in this program, no actuarial study is done on this program. Trindel pays deductibles and bills the member for the same amount in the ensuing fiscal years.

Pollution Programs

All members have purchased pollution coverage, from CSAC-Excess Insurance Authority with a deductible of \$100,000. Trindel is simply acting as a bank, as it does for all the other programs on this part of this program.

The Landfill Pollution Program was started on May 17, 2001 when Trindel Insurance Fund purchased a pollution policy for landfill coverage for those members that did not already have a policy. Unlike the other programs, Trindel purchases this program and the members are named insured's. Those insured through this policy are Modoc, Mono, San Benito and Sierra Counties. The current policy is a 3 year prepaid policy expiring June 30, 2021. Colusa and Trinity counties have similar policies with ESJPA. Alpine and Sutter does not need coverage and Plumas does not have coverage. The deductible is \$50,000 per claim.

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Leadership Training Fund

On July 1, 1997, Trindel started a formal Loss Prevention Subsidy Program. The Trindel Board established a Loss Prevention Evaluation Audit that measures each member County loss prevention progress. The subsidy amount is dependent upon the audit score each member receives. A score of 80% or higher will allow a member to get 100% loss prevention subsidy funds returned to their County. Any score lower than 80% will be prorated to the member and the balance into the Trindel Leadership Training Fund. In 2016-17, for the first time since the start of the program, all eleven members achieved a score of 80% or higher.

The Leadership Supervisor Training Program was instituted during February 2003, and all members are required to participate. This program was established to train and develop our supervisors to reduce or avoid personnel and error and omissions losses. In addition to the funds noted above, members have subsidies from excess insurers deposited into this Fund. Trindel continues to provide safety and loss prevention services to its members as its primary method of reducing costs.

Budgetary Highlights

Significant variances between budget and actual spent for the Trindel operations are as follows: The most significant difference is in the Claims Administration for workers' compensation fund 30 where the salaries and benefits were under spent by \$157,196 due to a vacant position. Pension Expense was not budgeted this year, but we incurred an expense of \$36,037 for all funds. The Board meeting budget was over spent by \$14,037 largely by adding an extra day and strategic planning facilitator for the Trinity meeting. Depreciation expense was over spent by \$6,275 due to the purchase of a new vehicle. The most significant differences in the program funds were due to an increase of claims liability. We used a different way to capture outstanding claims liability this year, using the claims software outstanding reserve amounts rather than the provided estimates from the actuary. On a positive note, the claims paid came in below the estimated.

Description of Facts or Conditions that are expected to have a Significant Effect on Financial Position or Results of Operations

Trindel operates in an environment that is partially dependent on the insurance market and partly on the fiscal stability of its members. Historically, the insurance market has operated in cycles in which rates will swing from very high to very low and back again. Workers' compensation markets remain erratic, with increasing rates for public entities due to increase in medical costs and the uptick in indemnity claim frequency and severity. Casualty insurance rates increased this year for our public entities. Large jury verdicts have eroded the capacity of our excess pool with CSAC EIA and we have seen a hardening of the market. The property markets have continued to harden due to the large number of natural disasters we have experienced in the United States and throughout the world.

As with the insurance market, county governments are also impacted by similar cycles, which are directly related to the overall national and state economies. Since county funding is so very dependent on state funding, county budgets tend to reflect what happens at the state.

With that said there are no known facts or conditions that will have a significant effect on the financial position or results of operations of Trindel Insurance Fund for the next fiscal year.

TRINDEL INSURANCE FUND

MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2019

Request for Information

Questions concerning any of the information presented in this report or requests for additional financial information should be addressed to:

Trindel Insurance Fund
51 Arbuckle Ct.
Weaverville, CA 96093

BASIC FINANCIAL STATEMENTS

TRINDEL INSURANCE FUND

**COMBINED STATEMENT OF
NET POSITION**

FOR THE FISCAL YEAR ENDED JUNE 30, 2019

ASSETS	
Current Assets:	
Cash	\$ 19,694,214
Accounts receivable	2,018,153
Investments	8,557,779
Prepaid expenses	161,876
Total Current Assets	<u>30,432,022</u>
Noncurrent Assets:	
Investments	22,992,131
Net pension asset	48,481
Capital Assets:	
Nondepreciable	63,006
Depreciable, net	709,174
Total Noncurrent Assets	<u>23,812,792</u>
Total Assets	<u>54,244,814</u>
DEFERRED OUFLOWS	
Deferred outflows due to pension	<u>280,472</u>
LIABILITIES	
Current Liabilities:	
Accounts payable	504,756
Compensated absences	27,216
Claims liabilities	5,000,000
Total Current Liabilities	<u>5,531,972</u>
Noncurrent Liabilities:	
Compensated absences	27,215
Claims liabilities	31,895,279
Due to members	16,470,174
Total Noncurrent Liabilities	<u>48,392,668</u>
Total Liabilities	<u>53,924,640</u>
DEFERRED OUFLOWS	
Deferred outflows due to pension	<u>76,895</u>
NET POSITION	
Net position	<u><u>\$ 523,751</u></u>

TRINDEL INSURANCE FUND
COMBINED STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION
FOR THE FISCAL YEARS ENDED JUNE 30, 2019

Operating Revenues:	
Member contributions	\$ 19,698,325
Charges for services	1,744,643
Total Operating Revenues	<u>21,442,968</u>
Expenses:	
Program expenses	
Claims expenses	13,527,890
Insurance expense	5,349,693
State fees	248,693
Risk Management	893,899
Professional fees	20,804
General administrative	20,666
Trindel administration	
Salaries and benefits	604,901
Services and supplies	262,980
Loss prevention	120,629
Pension expense	18,289
Depreciation	19,192
Total Expenses	<u>21,087,636</u>
Operating income/(loss)	355,332
Nonoperating Revenues:	
Interest income	21,911
Investment income	559,526
Increase/(decrease) in FMV	529,024
Transfers	-
Total Nonoperating Revenues	<u>1,110,461</u>
Change in net position/due to members	1,465,793
Due to Members - As Restated	<u>15,528,132</u>
Due to Members - Ending	16,470,174
Net position - Ending	<u>\$ 523,751</u>

TRINDEL INSURANCE FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Organization and Operation

The Trindel Insurance Fund, (Trindel) was initially established by the counties of Del Norte and Trinity to provide workers' compensation benefits for their employees. Trindel was subsequently expanded to include property damage and liability insurance coverage. The counties of Alpine, Colusa, Lassen, Modoc, San Benito, Sierra, Mono, Plumas and Sutter were later added. Trindel is governed by a joint powers agreement between the member counties under Article I, Chapter 5, of Division 7, Title I of the *Government Code of California*. Its purpose is to provide for the creation and operation of a claims servicing or account pool, which is where a group of governmental entities join together to administer the separate account of each entity in the payment of losses, and an insurance-purchasing pool to be used to meet the obligations of the counties to provide workers' compensation benefits for their employees and provide public liability and property damage insurance for its members. Trindel is governed by a 11-member Board of Directors composed of one member from each of the participating counties.

Trindel has the following funds:

- Leadership training
- Workers compensation banking layer
- Workers compensation shared layer
- Property / liability
- Medical Malpractice
- Leadership training
- Program administration
- Pollution

Membership

As of June 30, 2019, membership of the various programs is as follows:

	Members	Workers' Compensation	Property Liability	Public Malpractice	Medical/ Pollution
Alpine County	X	X	X	X	X
Colusa County	X	X	X	X	X
Del Norte County	X	X	X	X	X
Lassen County	X	X	X	X	X
Modoc County	X	X	X	X	X
Mono County	X	X	X	X	X
Plumas County	X	X	X	X	X
San Benito County	X	X	X	X	X
Sierra County	X	X	X	X	X
Sutter County	X	X	X	X	X
Trinity County	X	X	X	X	X

TRINDEL INSURANCE FUND

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

Admission of Members

Entities applying for membership must be approved by a unanimous vote of the Board Members.

Withdrawal of Members

Members may withdraw from the Trindel upon advance written notice. The effect of withdrawal (or termination), does not terminate the responsibility of the member to continue paying its share of assessments or other financial obligations incurred by reason of its previous participation. No refund or repayment shall be given to any withdrawing member until approved by the Board. Trindel shall be responsible for servicing claims of members that have withdrawn, which were incurred while a member. Withdrawal does not relieve the member of the responsibility to pay special assessments or premium charges.

Reporting Entity

The reporting entity includes all activities (operations of its administrative staff, officers, executive committee, and board of directors) as they relate to Trindel. This includes financial activity relating to all of the membership years.

Trindel has developed criteria to determine whether other entities with activities that benefit Trindel should be included within its financial reporting entity. The criteria include, but are not limited to, whether the entity exercises oversight responsibility (which includes financial interdependency, selection of governing authority, designation of management, ability to significantly influence operations and accountability for fiscal matters), scope of public service and special financing relationships.

Trindel has determined that no other outside entity meets the above criteria, and therefore, no agency has been included as a component unit in these financial statements. In addition, Trindel is not aware of any entity that would exercise such oversight responsibility that would result in Trindel being considered a component unit of that entity.

In determining its reporting entity, Trindel considered all governmental units that were members of Trindel since inception. The criteria did not require that inclusion of these entities in their financial statements principally because Trindel does not exercise oversight responsibility over any members.

Basis of Presentation and Method of Accounting

Trindel accounts for its activities as a single enterprise fund, and the financial statements are accounted for on a flow of economic resources management focus, using the accrual basis of accounting. Revenues are recognized when earned and expenses are recognized when the related liability is incurred, regardless of the timing of related cash flows.

Operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up

TRINDEL INSURANCE FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

essentially equal values. *Nonoperating* revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Accounting Standards

These statements are prepared using the economic resources measurement focus and the accrual basis of accounting in accordance with Generally Accepted Accounting Principles as prescribed by the Governmental Accounting Standards Board. Under the accrual basis, revenues and the related assets are recognized when earned, and expenses and related liabilities are recognized when incurred. Liabilities for reserves for open claims and claims incurred but not reported have been recorded in Trindel's financial statements.

Management Estimates

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the reporting date and revenues and expenses during the reporting period. Actual results could differ from those estimates. Material estimates that are particularly susceptible to significant change in the near term are described elsewhere in this report.

Cash and Cash Equivalents

For purposes of the statement of cash flows, cash equivalents are investments readily convertible into known amounts of cash with original maturities at date of purchase of less than three months.

Receivables

All receivables are reported at their gross value, and where appropriate, are reduced by the estimated portion that is expected to be uncollectible. As of June 30, 2019, the total accounts receivable portfolio was considered collectible. Interest on investments is recorded in the year the interest is earned.

Due To and Due From Members

Since Trindel is a banking/claims servicing pool, no net position is reported for the enterprise fund. Excess is reported as due to members and deficit is shown as due from members. Beginning in 2019, Trindel started a Workers' Compensation shared layer, which will show net position.

Investments

Trindel's investment policy is designed to achieve an optimum rate of return on available assets not required for current operating needs. Section 53601 of the California Government Code provides the legal authority for investments. Securities are selected for investment that are liquid, marketable, and high quality. Adequate diversification is applied to prevent an undue amount of investment risk with any one institution. The classes of investment that most adequately meets the above-mentioned criteria shall be allowed for purchase, including United States Government, federal agencies (GNMA, FNMA, FHLB,

TRINDEL INSURANCE FUND
NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

FFCB, Freddie Mac), negotiable certificates of deposit, bankers' acceptances, commercial paper and medium-term notes.

Capital Assets

Furniture, equipment and vehicles are recorded at cost. Trindel defines capital assets as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of five years. When assets are retired or otherwise disposed of, the cost and related accumulated depreciation are removed from the accounts, and the resulting gain or loss is recognized in income for the period. The cost of maintenance and repairs is charged to expense as incurred. Depreciation is computed using the straight-line method over the estimated useful lives of the assets:

5 years	Equipment and vehicles
7 years	Furniture
30 years	Buildings

Compensated Absences

It is Trindel's policy to permit employees to accumulate earned but unused vacation and compensatory time. All vacation pay is accrued when incurred in the financial statements.

Pensions

For purposes of measuring the net pension liability and deferred outflows/inflows of resources related to pensions, and pension expense, information about the fiduciary net position of Trindel's California Public Employees' Retirement System (CalPERS) plans (Plans) and additions to/deductions from the Plans' fiduciary net position have been determined on the same basis as they are reported by CalPERS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows or resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditure) until then. Trindel has one item, related to the pension, which qualifies for reporting in this category.

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to a future period and so will *not* be recognized as an inflow of resources (revenue) until that time. Trindel has one item, related to the pension, which qualifies for reporting in this category.

TRINDEL INSURANCE FUND

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

Net Position

Trindel is accounted for as a banking pool in accordance with GASB Statement No. 10. Accordingly, net amounts of individual member net position is shown as due to or due from as applicable.

Revenue Recognition

Revenues are recognized as revenue when earned. Claims servicing revenues are recorded to the extent of claims servicing expenses. Net excess is recorded as due to members. Net deficits are recorded as due from members.

Allocated Costs

Management allocates internal administration costs to both the workers' compensation and property/liability programs. These costs are then charged to each of the members in the respective programs based on Resolution No. 06-06 as adopted by the Board of Directors.

Self-Insured Reserves and Deductible Payments

The members accumulate equity through the insurance programs for the payment of Self Insured Retention's (SIR's) and deductibles. When the payments are made for claim SIRs and deductibles, the member's equity is correspondingly reduced.

Trindel provides the following programs and coverages

Program	Type	Banking Layer		Excess
		Member Retention	Pool Retention	
Liability	Occurrence	\$100,000	\$0	CSAC-EIA
Property	Occurrence	\$5,000-25000	\$0	CSAC-EIA
Pollution	Occurrence	\$0	\$0	CSAC-EIA
Medical Malpractice	Claims Made	\$0	\$0	CSAC-EIA
Workers Compensation	Occurrence	\$300,000	\$1,000,000	CSAC-EIA

The pooled retention layer for the workers compensation program was effective July 1, 2018

Excess Insurance

Trindel enters into reinsurance agreements whereby it cedes various amounts of risk to another entity. Risks ceded are treated as though they are not risks for which Trindel is liable. Trindel maintains excess insurance coverage for workers' compensation, general liability, and property coverage.

Unpaid Claims Liabilities (Claims Payable, Claims Incurred but Not Reported, and Liability for Unallocated Loss Adjustment Expenses)

Each program establishes claims liabilities based on estimates of the ultimate cost of claims (including future allocated claim adjustment expense) that have been reported but not settled, and of claims that have

TRINDEL INSURANCE FUND

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

been incurred but not reported. The length of time for which such costs must be estimated varies depending on the coverage involved. Estimated amounts of salvage and subrogation and reinsurance recoverable on unpaid claims are deducted from the liability for unpaid claims. Because actual claims costs depend on such complex factors as inflation, changes in doctrines of legal liability, and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount, particularly for coverages such as general liability. Claims liabilities are recomputed annually using a variety of actuarial and statistical techniques to produce current estimates that reflect recent settlements, claims 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. The current portion of unpaid claims is based on current year payments and known claim information at the end of the period.

Income Taxes

Trindel is an organization comprised of public agencies and is exempt from federal income and California franchise taxes. Accordingly, no provision for federal or state income taxes has been made in the accompanying financial statements.

NOTE 2: CASH AND INVESTMENTS

Credit Risk and Market Value Investments

At June 30, 2019, total cash and cash equivalents were as follows:

Balance Per Bank	\$ 20,050,458
Less: Outstanding Checks/Charges and Adjustments	<u>(356,243)</u>
Balance Per Books	<u>\$ 19,694,214</u>
Financial Statement Totals:	
Admin funds	\$ (944,490)
Trust funds	<u>20,638,704</u>
Totals	<u>\$ 19,694,214</u>

Cash Deposits

The carrying amounts of Trindel's cash deposits were \$19,694,214 at June 30, 2019. Bank balances before reconciling items were \$20,050,458 at that date.

Cash balances held in banks are fully insured up to \$250,000 by the Federal Depository Insurance Corporation or are fully collateralized.

TRINDEL INSURANCE FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

Investments

As a governmental entity, investments are limited to the following in accordance with California Government Code Section 53601:

Authorized Investment Type	Investment Rating	Maximum % of Portfolio	Limit Per Issuer	Maximum Maturity
Municipal Securities	A or higher	30%	5%	5 Years
U.S. Treasury Obligations	None	100%	100%	5 Years
Federal Agencies	None	100%	25%	5 Years
Bank Acceptances	A-1 or higher	40%	5%	180 days
Federally Insured Time Deposits	None	20% between Federal/Collateralized Time Deposits	Max covered under federal insurance	5 Years
Collateralized Time Deposits	None	20% between Federal/Collateralized Time Deposits	N/A	5 Years
Certificate of Deposit Placement Service	None	30%	N/A	5 Years
Negotiable Certificates of Deposit	A-1 or higher	30%	5%	5 Years
Repurchase Agreements	None	100%	N/A	1 Year
Commercial Paper	A-1 or higher	25%	5%	270 days
LAIF	None	100%	N/A	N/A
LGIP	None	100%	N/A	N/A
Corporate Medium Term Notes	A or higher	30%	5%	5 years
Asset-Backed, Mortgage-Backed, Mortgage Pass-Through Securities and Collateralized Mortgage Obligations	AA or higher	20%	5%	5 years
Money Market Mutual Funds	Highest Ranking	20%	10%	N/A
Supranational	AA or higher	30%	10%	5 years

TRINDEL INSURANCE FUND

NOTES TO FINANCIAL STATEMENTS

JUNE 30, 2019

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from changes in interest rates, Trindels's investment policy limits its investment portfolio maturities to no more than five years from purchase date to maturity date.

Investment Type	Fair Value	Investment Maturities		
		< 1yr	1-3 yrs	>3 yrs
Federal Government Agency	\$ 10,631,845	\$ 2,212,320	\$ 6,514,811	\$ 1,904,714
US Treasury	9,232,462	2,485,899	6,746,563	-
Commercial Paper	1,191,986	1,191,986	-	-
Corporate Notes	5,939,722	1,442,094	3,867,278	630,350
Asset Backed Securities	2,718,227	-	2,718,227	-
Negotiable CD	1,200,147	1,200,147	-	-
Foreign Corporate	208,074	-	208,074	-
Supranationals	402,114	-	402,114	-
Money Market Fund	25,333	25,333	-	-
Total Investments	\$ 31,549,910	\$ 8,557,779	\$20,457,067	\$ 2,535,064

Credit Risk. State law and Trindel's Investment Policy limit investments in commercial paper to the rating of A1 by Standards & Poor's or P-1 by Moody's Investors Service. State Law and Trindel's Investment Policy also limit investments in corporate bonds to the rating of A by Standard & Poor's and Moody's Investors Service. Trindel does not have minimum credit ratings for government agency securities.

Investment Type	Fair Value	AAA	AA+	A+	AA	A-1	A	AA-
Federal Government Agency	\$ 10,631,845	\$10,631,845	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
US Treasury	9,232,462	9,232,462	-	-	-	-	-	-
Commercial Paper	1,191,986	-	-	-	-	1,191,986	-	-
Corporate Notes	5,939,722	-	644,230	980,514	665,836	-	2,598,609	1,050,533
Asset Backed Securities	2,718,227	2,718,227	-	-	-	-	-	-
Negotiable CD	1,200,147	-	-	-	-	1,200,147	-	-
Foreign Corporate	208,074	-	-	-	-	-	208,074	-
Supranationals	402,114	402,114	-	-	-	-	-	-
Money Market Fund	25,333	25,333	-	-	-	-	-	-
Total Investments	\$ 31,549,910	\$23,009,982	\$ 644,230	\$ 980,514	\$ 665,836	\$2,392,133	\$2,806,683	\$1,050,533

Custodial Credit Risk. For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, Trindel will not be able to recover the value of its investments or collateral security that are in the possession of an outside party. At year end, Trindel's investment pool and specific investments had no securities exposed to custodial credit risk.

TRINDEL INSURANCE FUND
NOTES TO FINANCIAL STATEMENTS
JUNE 30, 2019

Concentration of Credit Risk. Investments in securities of any one issuer consisting of 5% or more of total investments are as follows:

	<u>Fair Value</u>	<u>% of Portfolio</u>
US Treasury	\$ 9,232,462	29%
FHLB Note	6,166,539	20%
FNMA Note	2,303,234	7%
FHLMC Note	2,162,071	7%

Investments, including derivative instruments that are not hedging derivatives, are measured at fair value on a recurring basis. Recurring fair value measurements are those that Governmental Accounting Standards Board (GASB) Statements require or permit in the statement of net position at the end of each reporting period. Fair value measurements are categorized based on the valuation inputs used to measure an asset's fair value: Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. Investments' fair value measurements at June 30, 2019 are as shown below:

Investments	Fair Value Measurements Using			
	<u>Fair Value</u>	<u>Level 1 Inputs</u>	<u>Level 2 Inputs</u>	<u>Level 3 Inputs</u>
Debt Securities				
Federal Government Agency	\$ 10,631,845	\$ 10,631,845	\$ -	\$ -
US Treasury	9,232,462	9,232,462	-	-
Commercial Paper	1,191,986	-	1,191,986	-
Corporate Notes	5,939,722	-	5,939,722	-
Asset Backed Securities	2,718,227	-	2,718,227	-
Negotiable CD	1,200,147	-	1,200,147	-
Foreign Corporate	208,074	-	208,074	-
Supranationals	402,114	-	402,114	-
Money Market Fund	25,333	N/A	N/A	N/A
Total Debt Securities	<u>\$ 31,549,910</u>	<u>\$ 19,864,307</u>	<u>\$ 11,660,270</u>	<u>\$ -</u>

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 3: CAPITAL ASSETS

Capital assets at June 30, 2019 consist of the following:

	<u>July 1, 2018</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2019</u>
Land	\$ 63,006	\$ -	\$ -	\$ 63,006
Building	709,236	-	-	709,236
Furniture, Fixtures, Equipment	123,631	37,970	-	161,601
Total Capital Assets	<u>895,873</u>	<u>37,970</u>	<u>-</u>	<u>933,843</u>
Less Accumulated Depreciation	<u>130,783</u>	<u>30,880</u>	<u>-</u>	<u>161,663</u>
Capital Assets, net	<u>\$ 765,090</u>	<u>\$ 7,090</u>	<u>\$ -</u>	<u>\$ 772,180</u>
Financial Statement Totals:				
Nondepreciable	\$ 63,006	\$ -	-	\$ 63,006
Depreciable, net	702,084	7,090	-	709,174
Total	<u>\$ 765,090</u>	<u>\$ 7,090</u>	<u>-</u>	<u>\$ 772,180</u>

Depreciation expense for the fiscal years ended June 30, 2019 was \$30,880.

NOTE 4: COMPENSATED ABSENCES

The following is a summary of compensated absences of Trindel for the fiscal year ended June 30, 2019

	<u>June 30, 2018</u>	<u>Current Year Activity</u>	<u>June 30, 2019</u>	<u>Current Portion</u>
Compensated Absences	<u>\$ 42,371</u>	<u>\$ 12,061</u>	<u>\$ 54,432</u>	<u>\$ 27,216</u>

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 5: UNPAID CLAIM AND CLAIM ADJUSTMENT EXPENSES

Trindel establishes a liability for both reported and unreported insured events, which includes estimates of both future payments of losses and related claims adjustment expenses. The following represents changes in liabilities for Trindel during the fiscal year ended June 30, 2019:

Unpaid Claims and Claim Adjustment Expense at Beginning of Year	<u>\$ 28,606,000</u>
Incurred Claims and Claim Adjustment Expenses:	
Provision for Insured Events of the Current Year	12,251,000
Increase (Decrease) in Provision for Insured Events of Prior Fiscal Years	<u>1,276,890</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>13,527,890</u>
Payments:	
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Current Year	985,497
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Prior Years	<u>4,253,114</u>
Total Payments	<u>5,238,611</u>
Total Unpaid Claims and Claims Adjustment Expenses	<u><u>\$ 36,895,279</u></u>
Reported Claims	\$ 12,057,832
Claims Incurred But Not Reported	23,004,447
Unallocated Loss Adjustment Expense Payable	<u>1,833,000</u>
Total Claim Liabilities	36,895,279
Current Portion	<u>(5,000,000)</u>
Long-Term Portion	<u><u>\$ 31,895,279</u></u>

At June 30, 2019, unpaid claims and claim adjustment expenses were presented at \$36,895,279. Trindel does not discount claims liability.

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 6: JOINT POWERS AGREEMENT

Each of the members of Trindel is also a member of CSAC Excess Insurance Authority (CSAC EIA) through a joint powers agreement. The relationship between Trindel and the joint powers authority is such that CSAC EIA is not a component unit of Trindel for financial reporting purposes.

CSAC EIA arranges for and provides excess property, liability, workers' compensation and medical malpractice coverage up to \$30 million for its members. The joint venture is governed by a Board consisting of representatives from member agencies. The Board controls the operation of the joint venture, including selection of management and approval of operating budgets, independent of any influence by the member agencies beyond their representation on the Board. Each member agency pays a premium commensurate with the level of coverage requested and shares surplus and deficits proportionate to their participation in the joint venture.

A. Entity	<u>CSAC-EIA</u>
B. Purpose	Provides excess insurance coverage for Workers' Compensation, Property and Liability
C. Participants	Statewide entities
D. Governing Board	Consists of elected representatives of members by region
E. Condensed Financial Information as of	<u>June 30, 2018*</u>
	<u>CSAC-EIA</u>
Total Assets	\$ 834,314,751
Deferred Outflows	1,718,920
Total Assets and Deferred Outflows	<u>\$ 836,033,671</u>
Total Liabilities	\$ 712,318,785
Deferred Inflows	1,144,292
Net Position	<u>122,570,594</u>
Total Liabilities, Deferred Inflows and Net Position	<u>\$ 836,033,671</u>
Total Revenues	\$ 895,529,924
Total Expenditures	907,285,224
Member Dividend	<u>-</u>
Net Increase (Decrease) in Net Position	<u>\$ (11,755,300)</u>

* Latest audited information available.

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 7: DEFERRED COMPENSATION

The Executive Director and Safety Officer participate in a deferred compensation plan adopted under the provision of Internal Revenue Code Section 457, *Deferred Compensation Plans with Respect to Service for state and Local Governments*.

Under the plan, employees may elect to defer a portion of their salaries and avoid paying taxes on the deferred portion until the withdrawal date. The deferred compensation amount is not available for withdrawal by employees until termination, retirement, death, or unforeseeable emergency.

The Executive Director and Safety Officer are also covered under a multiple-employer defined benefit pension plan maintained by the California Public Employees' Retirement System (CalPERS). The plan provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries.

NOTE 8: PENSION PLANS

A. General Information about the Pension Plans

Plan Descriptions- All qualified permanent and probationary employees are eligible to participate in Trindel's Miscellaneous Employee Pension Plans, cost-sharing multiple employer defined benefit pension plans administered by the California Public Employees' Retirement System (CalPERS). Benefit provisions under the Plans are established by State statute and Trindel resolution. CalPERS issues publicly available reports that include a full description of the pension plans regarding benefit provisions, assumptions and membership information that can be found on the CalPERS website. *Benefits Provided -* CalPERS provides service retirement and disability benefits, annual cost of living adjustments and death benefits to plan members, who must be public employees and beneficiaries. Benefits are based on years of credited service, equal to one year of full-time employment. Members with five years of total service are eligible to retire at age 50 with statutorily reduced benefits. All members are eligible for non-duty disability benefits after 10 years of service. The death benefit is one of the following: The Basic Death Benefit, the 1957 Survivor Benefit, or the Optional Settlement 2W Death Benefit. The cost of living adjustments for each plan are applied as specified by the Public Employees' Retirement Law.

The Plans' provisions and benefits in effect at June 30, 2019, are summarized as follows:

	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2% @ 55	2% @ 62
Benefit vesting schedule	5 years service	5 years service
Benefit payments	monthly for life	monthly for life
Retirement age	50 - 55	52 - 67
Monthly benefits, as a % of eligible compensation	2.0% to 2.7%	1.0% to 2.5%
Required employee contribution rates	8.000%	6.000%
Required employer contribution rates	10.110%	6.533%

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 8: PENSION PLANS (CONTINUED)

A. General Information about the Pension Plans (Continued) shall be effective on the July 1 following notice of a change in the rate. Funding contributions for both Plans are determined annually on an actuarial basis as of June 30 by CalPERS. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Trindel is required to contribute the difference between the actuarially determined rate and the contribution rate of employees.

For the year ended June 30, 2019, the contributions recognized as part of deferred outflows for each Plan were \$73,839.

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions

As of June 30, 2019, Trindel reported a net pension asset for its proportionate shares of the net pension liability was \$48,481

Trindel's net pension asset is measured as the proportionate share of the net pension liability. The net pension liability is measured as of June 30, 2018, and the total pension liability for each Plan used to calculate the net pension liability was determined by an actuarial valuation as of June 30, 2017 rolled forward to June 30, 2018 using standard update procedures. Trindel's proportion of the net pension liability was based on a projection of Trindel's long-term share of contributions to the pension plans relative to the projected contributions of all participating employers, actuarially determined. Trindel's proportionate share of the net pension liability for each Plan as of June 30, 2018 and 2019 was as follows:

Proportion - June 30, 2018	0.00369%
Proportion - June 30, 2019	-0.00129%
Change - Increase (Decrease)	-0.00498%

For the year ended June 30, 2019, Trindel recognized pension expense of \$116,702. At June 30, 2019, Trindel reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Changes of Assumptions	\$ (5,527)	\$ (1,355)
Differences between Expected and Actual Experience	(1,860)	(633)
Differences between Projected and Actual Investment Earnings	-	240
Differences between Employer's Contributions and Proportionate Share of Contributions	169,720	-
Change in Employer's Proportion	44,300	78,643
Pension Contributions Made Subsequent to Measurement Date	73,839	-
Total	\$ 280,472	\$ 76,895

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

B. Pension Liabilities, Pension Expense and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Trindel reported \$73,839 as deferred outflows of resources related to contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resourced and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

Year Ended June 30	Deferred Outflows/(Inflows) of Resources
2020	\$ 50,248
2021	48,729
2022	23,498
2023	436
2024	-
Thereafter	-
	<u>\$ 122,911</u>

The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2018 valuation were based on the results of a January 2014 actuarial experience study for the period 1997 to 2011. Further details of the Experience Study can found on the CalPERS website.

Discount Rate- The discount rate used to measure the total pension liability was 7.15% for each Plan. To determine whether the municipal bond rate should be used in the calculation of a discount rate for each plan, CalPERS stress tested plans that would most likely result in a discount rate that would be different from the actuarially assumed discount rate. Based on the testing, none of the tested plans run out of assets. Therefore, the current 7.15 percent discount rate is adequate and the use of the municipal bond rate calculation is not necessary. The long term expected discount rate of 7.15 percent will be applied to all plans in the Public Employees Retirement Fund (PERF). The stress test results are presented in a detailed report that can be obtained from the CalPERS website.

According to Paragraph 30 of Statement 68, the long-term discount rate should be determined without reduction for pension plan administrative expense. The 7.15 percent investment return assumption used in this accounting valuation is net of administrative expenses. Administrative expenses are assumed to be 15 basis points. An investment return excluding administrative expenses would have been 7.15 percent. Using this lower discount rate has resulted in a slightly higher Total Pension Liability and Net Pension Liability. CalPERS checked the materiality threshold for the difference in calculation and did not find it to be a material difference.

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

CalPERS is scheduled to review all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle that is scheduled to be completed in February 2018. Any changes to the discount rate will require Board action and proper stakeholder outreach. For these reasons, CalPERS expects to continue using a discount rate net of administrative expenses for GASB 67 and 68 calculations through at least the 2018-19 fiscal year. CalPERS will continue to check the materiality of the difference in calculation until such time as we have changed our methodology.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. In determining the long-term expected rate of return, CalPERS took into account both short-term and long-term market return expectations as well as the expected pension fund cash flows. Using historical returns of all the funds' asset classes, expected compound returns were calculated over the short-term (first 10 years) and the long-term (11-60 years) using a building-block approach. Using the expected nominal returns for both short-term and long-term, the present value of benefits was calculated for each fund. The expected rate of return was set by calculating the single equivalent expected return that arrived at the same present value of benefits for cash flows as the one calculated using both short-term and longterm returns. The expected rate of return was then set equivalent to the single equivalent rate calculated above and rounded down to the nearest one quarter of one percent.

The table below reflects the long-term expected real rate of return by asset class. The rate of return was calculated using the capital market assumptions applied to determine the discount rate and asset allocation. These rates of return are net of administrative expenses.

Asset Class	New Strategic Allocation	Real Return Years 1 - 10 (a)	Real Return Years 11+ (b)
Global Equity	50.0%	4.80%	5.98%
Fixed Income	28.0%	1.00%	2.62%
Inflation Assets	0.0%	0.77%	1.81%
Private Equity	8.0%	6.30%	7.23%
Real Assets	13.0%	3.75%	4.93%
Liquidity	1.0%	0.00%	-0.92%
Total	100%		

(a) An expected inflation of 2.00% used for this period

(b) An expected inflation of 2.92% used for this period

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2019

NOTE 8: PENSION PLANS (CONTINUED)

B. Pension Liabilities, Pension Expenses and Deferred Outflows/Inflows of Resources Related to Pensions (continued)

Sensitivity of the Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents Trindel's proportionate share of the net pension liability for each Plan, calculated using the discount rate for each Plan, as well as what Trindel's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

Pension Plan Fiduciary Net Position - Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

	Discount Rate -1% (6.15%)	Current Discount Rate (7.15%)	Discount Rate +1% (8.15%)
Net Pension Liability/(Asset)	\$ 136,137	\$ (48,481)	\$ (200,881)

Pension Plan Fiduciary Net Position: Detailed information about each pension plan's fiduciary net position is available in the separately issued CalPERS financial reports.

NOTE 9: COMMITMENT

When a former Executive Director of the Fund retired in 1996, the Fund's Board of Directors adopted a policy of awarding lifetime health benefits to the retired Executive Director, now deceased, and his spouse. The Fund paid health benefits of \$4,577 on behalf of the former Executive Director's spouse during the year ended June 30, 2019.

NOTE 10: PRIOR PERIOD RESTATEMENT

The prior year financial statements were treated as a Special Purpose Trust. In the current year, they were corrected to show the financial statements as Propriety Funds. As such, reported net position in June 30, 2018 audit report of \$14,554,665 had to be adjusted \$973,467 to \$15,528,132.

REQUIRED SUPPLEMENTARY INFORMATION

TRINDEL INSURANCE FUND

RECONCILIATION OF CLAIMS LIABILITIES BY TYPE OF CONTRACT

FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	<u>Property/Liability</u>	<u>Workers' Compensation Banking Layer</u>	<u>Workers' Compensation Shared Layer</u>	<u>Total</u>
Unpaid Claims and Claim Adjustment Expense at Beginning of Year	\$ 3,681,000	\$ 24,925,000	\$ -	\$ 28,606,000
Incurred Claims and Claim Adjustment Expenses:				
Provision for Insured Events of the Current Year	2,085,000	9,007,000	1,159,000	12,251,000
Increase (Decrease) in Provision for Insured Events of Prior Fiscal Years	<u>1,320,587</u>	<u>(43,697)</u>	<u>-</u>	<u>1,276,890</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>3,405,587</u>	<u>8,963,303</u>	<u>1,159,000</u>	<u>13,527,890</u>
Payments:				
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Current Year	347,045	638,452	-	985,497
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Prior Years	<u>1,137,861</u>	<u>3,115,253</u>	<u>-</u>	<u>4,253,114</u>
Total Payments	<u>1,484,906</u>	<u>3,753,705</u>	<u>-</u>	<u>5,238,611</u>
Total Unpaid Claims and Claims Adjustment Expenses	<u>\$ 5,601,681</u>	<u>\$ 30,134,598</u>	<u>\$ 1,159,000</u>	<u>\$ 36,895,279</u>
Reported Claims	\$ 1,827,792	\$ 10,230,040	\$ -	\$ 12,057,832
Claims Incurred But Not Reported	3,554,889	18,290,558	1,159,000	23,004,447
Unallocated Loss Adjustment Expense Payable	<u>219,000</u>	<u>1,614,000</u>	<u>-</u>	<u>1,833,000</u>
Total Claim Liabilities	<u>\$ 5,601,681</u>	<u>\$ 30,134,598</u>	<u>\$ 1,159,000</u>	<u>\$ 36,895,279</u>

*All other programs are fully insured.

TRINDEL INSURANCE FUND
CLAIMS DEVELOPMENT INFORMATION
SHARED WORKERS' COMPENSATION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

	2019
Total Required Contributions and Investment Revenue	\$ 1,675,195
Ceded	-
Net Earned Required Contribution and Investment Revenues	1,675,195
 Unallocated Expenses	 -
 Estimated Incurred Claims and Expense	
End of Year	1,159,000
Ceded	-
Net Incurred	1,159,000
 Paid (Cumulative as of):	
End of Policy Year	-
 Reestimated Ceded Claims and Expense:	 -
 Reestimated Incurred Claims and Expense:	
End of Policy Year	1,159,000
 Increase (Decrease) in Estimated Incurred Claims and Expenses from the End of Program Year	 \$ -

TRINDEL INSURANCE FUND

**SCHEDULE OF THE FUND'S PROPORTIONATE SHARE
OF THE NET PENSION LIABILITY**

FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Total	June 30, 2014 (1)	June 30, 2015 (1)	June 30, 2016 (1)	June 30, 2017 (1)	June 30, 2018 (1)
Proportion of the net pension liability	0.00369%	0.00179%	0.00277%	0.00123%	0.04789%
Proportionate share of the net pension liability/(asset)	\$ 145,588	\$ 100,052	\$ 75,546	\$ 76,849	\$ (48,481)
Covered-employee payroll (2)	\$ 641,077	\$ 738,902	\$ 770,805	\$ 826,709	\$ 940,071
Proportionate Share of the net pension liability as percentage of covered-employee payroll	22.71%	13.54%	9.80%	9.30%	-5.16%
Plans fiduciary net position as a percentage of the total pension liability	79.82%	78.40%	74.06%	73.31%	77.69%
Proportionate share of aggregate employer contributions (3, 4)	\$ 161,962	\$ 131,228	\$ 160,215	\$ 231,077	\$ 231,077

- (1) Historical information is required only for measurement periods for which GASB 68 is applicable.
- (2) Covered-Employee Payroll represented above is based on pensionable earnings provided by the employer. However, GASB 68 defines covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan. Accordingly, if pensionable earnings are different than total earnings for covered-employees, the employer should display in the disclosure footnotes the payroll based on total earnings for the covered group and recalculated the required payroll-related ratios.
- (3) The plan's proportionate share of aggregate contributions may not match the actual contributions made by the employer during the measurement period. The plan's proportionate share of aggregate contributions is based on the plan's proportion of fiduciary net position shown on line 5 of the table above as well as any additional side fund (or unfunded liability) contributions made by the employer during the measurement period.

TRINDEL INSURANCE FUND
SCHEDULE OF CONTRIBUTIONS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Total	Fiscal Year 2014-15 ⁽¹⁾	Fiscal Year 2015-16 ⁽¹⁾	Fiscal Year 2016-17 ⁽¹⁾	Fiscal Year 2017-18 ⁽¹⁾	Fiscal Year 2018-19 ⁽¹⁾
Contractually required contribution ⁽²⁾	\$ 75,553	\$ 60,141	\$ 71,062	\$ 253,139	\$ 73,839
Contributions in relation to the contractually required contribution	(75,553)	(60,141)	(71,062)	(253,139)	(73,839)
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll ⁽³⁾	\$ 641,077	\$ 738,902	\$ 770,805	\$ 826,709	\$ 940,071
Contributions as a percentage of covered payroll ⁽³⁾	11.785%	8.139%	9.219%	30.620%	7.855%

⁽¹⁾ Historical information is required only for measurement periods for which GASB 68 is applicable.

⁽²⁾ Employers are assumed to make contributions equal to the actuarially determined contributions (which is the actuarially determined contribution). However, some employers may choose to make additional contributions towards their side fund or their unfunded liability. Employer contributions for such plans exceed the actuarially determined contributions. CalPERS has determined that employer obligations referred to as "side funds" do not conform to the circumstances described in paragraph 120 of GASB 68, therefore are not considered separately financed specific liabilities.

⁽³⁾ Covered-Employee Payroll represented above is based on pensionable earnings provided by the employer. However, GASB 68 defines covered-employee payroll as the total payroll of employees that are provided pensions through the pension plan. Accordingly, if pensionable earnings are different than total earnings for covered-employees, the employer should display in the disclosure footnotes the payroll based on total earnings for the covered group and recalculate the required payroll-related ratios.

TRINDEL INSURANCE FUND

NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

AS OF JUNE 30, 2019

1) RECONCILIATION OF CLAIMS LIABILITIES BY PROGRAM

The schedules represent the changes in claims liabilities for the current and prior year for all of Trindel's programs.

1) CLAIMS DEVELOPMENT INFORMATION

The table illustrates the Authority's earned revenues (net of reinsurance) and investment income compared to related costs of loss (net of loss assumed by reinsurers) and other expenses assumed by the Authority as of the end of the year.

The rows of the table are defined as follows:

1. This line shows the total of each fiscal year's a) gross earned contributions revenue and investment revenue, b) the amount of contributions revenue ceded to reinsurers, and c) the amount of net earned contributions revenue and investment revenue.
2. This line shows the total of each policy year's a) gross incurred claims and allocated claim adjustment expense (both paid and accrued); b) the loss assumed by excess insurers or reinsurers, and c) the net amount of incurred claims and allocated claim adjustment expenses as originally reported at the end of the year.
3. This line shows the Authority's incurred claims and allocated claim adjustment expense (both paid and accrued) as originally reported at the end of the year.
4. This section shows the cumulative amounts paid as of the end of the year.
5. This line shows the latest reestimated amount of claims assumed by reinsurers as of the end of the current year for each insured year.
6. This annual reestimation results from new information received on known claims, as well as emergence of new claims not previously known.
7. This line compares the latest reestimated incurred claim amount to the amount originally established (line 3) and shows whether this later estimate of claims cost is greater or less than originally estimated.

3) SCHEDULE OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY

Fiscal year 2015 was the first year of implementation; therefore, only five years are shown.

4) SCHEDULE OF CONTRIBUTIONS

If an employer's contributions to the plan are actuarially determined or based on statutory or contractual requirements, the employer's actuarially determined contribution to the pension plan (or, if applicable, its statutorily or contractually required contribution), the employer's actual contributions, the difference between the actual and actuarially determined contributions (or statutorily or contractually required), and a ratio of the actual contributions divided by covered-employee payroll. Fiscal year 2015 was the first year of implementation; therefore, only five years are shown.

SUPPLEMENTARY INFORMATION

TRINDEL INSURANCE FUND
COMBINING STATEMENT OF
NET POSITION

AS OF JUNE 30, 2019

ASSETS	Workers' Compensation Banking Layer	Workers' Compensation Shared Layer	Property / Liability	Pollution	Medical Malpractice	Leadership Training	Program Administration	Total
Current Assets:								
Cash	\$ 14,067,012	545,295	\$ 4,319,210	\$ 5,206	\$ 115,858	\$ 1,083,342	\$ (441,709)	\$ 19,694,214
Accounts receivable	1,116,541	108,636	779,611	4,865	8,500	-	-	2,018,153
Investments	6,176,632	277,014	2,095,750	781	77	7,525	-	8,557,779
Prepaid expenses	-	-	-	161,876	-	-	-	161,876
Total Current Assets	<u>21,360,185</u>	<u>930,945</u>	<u>7,194,571</u>	<u>172,728</u>	<u>124,435</u>	<u>1,090,867</u>	<u>(441,709)</u>	<u>30,432,022</u>
Noncurrent Assets:								
Investments	16,594,718	744,250	5,630,639	2,098	208	20,218	-	22,992,131
Net pension asset	6,218	-	11,995	-	-	-	30,268	48,481
Capital Assets:								
Nondepreciable	-	-	-	-	-	-	63,006	63,006
Depreciable, net	354,125	-	45,387	-	-	-	309,662	709,174
Total Noncurrent Assets	<u>16,955,061</u>	<u>744,250</u>	<u>5,688,021</u>	<u>2,098</u>	<u>208</u>	<u>20,218</u>	<u>402,936</u>	<u>23,812,792</u>
Total Assets	<u>38,315,246</u>	<u>1,675,195</u>	<u>12,882,592</u>	<u>174,826</u>	<u>124,643</u>	<u>1,111,085</u>	<u>(38,773)</u>	<u>54,244,814</u>
DEFERRED OUFLOWS								
Deferred outflows due to pension	140,681	-	2,872	-	-	-	136,919	280,472
LIABILITIES								
Current Liabilities:								
Accounts payable	95,960	-	385,365	-	-	10,511	12,920	504,756
Compensated absences	9,182	-	6,199	-	-	-	11,835	27,216
Claims liabilities	1,500,000	-	3,500,000	-	-	-	-	5,000,000
Total Current Liabilities	<u>1,605,142</u>	<u>-</u>	<u>3,891,564</u>	<u>-</u>	<u>-</u>	<u>10,511</u>	<u>24,755</u>	<u>5,531,972</u>
Noncurrent Liabilities:								
Compensated absences	-	-	-	-	-	-	27,215	27,215
Claims liabilities	28,634,598	1,159,000	2,101,681	-	-	-	-	31,895,279
Due to members	8,177,947	-	6,892,184	174,826	124,643	1,100,574	-	16,470,174
Total Noncurrent Liabilities	<u>36,812,545</u>	<u>1,159,000</u>	<u>8,993,865</u>	<u>174,826</u>	<u>124,643</u>	<u>1,100,574</u>	<u>27,215</u>	<u>48,392,668</u>
Total Liabilities	<u>38,417,687</u>	<u>1,159,000</u>	<u>12,885,429</u>	<u>174,826</u>	<u>124,643</u>	<u>1,111,085</u>	<u>51,970</u>	<u>53,924,640</u>
DEFERRED OUFLOWS								
Deferred outflows due to pension	38,240	-	35	-	-	-	38,620	76,895
NET POSITION								
Net position	<u>\$ -</u>	<u>\$ 516,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,556</u>	<u>\$ 523,751</u>

TRINDEL INSURANCE FUND
COMBINING STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN NET POSITION

FOR THE YEAR ENDED OF JUNE 30, 2019

	Workers' Compensation Banking Layer	Workers' Compensation Shared Layer	Property / Liability	Pollution	Medical Malpractice	Leadership Training	Program Administration	Eliminations	Total
Operating Revenues:									
Member contributions	\$ 11,964,743	\$ 1,653,531	\$ 7,329,682	\$ 95,489	\$ 322,523	\$ 77,000	\$ -	\$ (1,744,643)	\$ 19,698,325
Charges for services	585,015	-	133,637	-	-	-	1,025,991	-	1,744,643
Total Operating Revenues	<u>12,549,758</u>	<u>1,653,531</u>	<u>7,463,319</u>	<u>95,489</u>	<u>322,523</u>	<u>77,000</u>	<u>1,025,991</u>	<u>(1,744,643)</u>	<u>21,442,968</u>
Expenses:									
Program expenses									
Claims expenses	8,963,303	1,159,000	3,405,587	-	-	-	-	-	13,527,890
Insurance expense	501,482	-	4,499,374	87,117	304,720	(43,000)	-	-	5,349,693
State fees	248,693	-	-	-	-	-	-	-	248,693
Risk Management	907,255	-	430,518	-	-	94,067	-	(537,941)	893,899
Professional fees	2,846	-	17,958	-	-	-	-	-	20,804
General administrative	322,282	-	161,056	-	-	25,378	-	(488,050)	20,666
Trindel administration									
Salaries and benefits	444,119	-	97,266	-	-	-	604,901	(541,385)	604,901
Services and supplies	104,454	-	30,467	-	-	-	262,980	(134,921)	262,980
Loss prevention	11,473	-	1,438	-	-	-	120,629	(12,911)	120,629
Pension expense	14,494	-	3,254	-	-	-	18,289	(17,748)	18,289
Depreciation	10,475	-	1,212	-	-	-	19,192	(11,687)	19,192
Total Expenses	<u>11,530,876</u>	<u>1,159,000</u>	<u>8,648,130</u>	<u>87,117</u>	<u>304,720</u>	<u>76,445</u>	<u>1,025,991</u>	<u>(1,744,643)</u>	<u>21,087,636</u>
Operating income/(loss)	1,018,882	494,531	(1,184,811)	8,372	17,803	555	-	-	355,332
Nonoperating Revenues:									
Interest income	16,283	399	4,633	53	20	523	-	-	21,911
Investment income	418,976	9,022	116,526	1,404	64	13,534	-	-	559,526
Increase/(decrease) in FMV	387,489	12,243	115,975	1,271	17	12,029	-	-	529,024
Transfers	200,000	-	(200,000)	-	-	(7,556)	7,556	-	-
Total Nonoperating Revenues	<u>1,022,748</u>	<u>21,664</u>	<u>37,134</u>	<u>2,728</u>	<u>101</u>	<u>18,530</u>	<u>7,556</u>	<u>-</u>	<u>1,110,461</u>
Change in net position/due to members	2,041,630	516,195	(1,147,677)	11,100	17,904	19,085	7,556	-	1,465,793
Due to Members - As Restated	<u>6,136,317</u>	<u>-</u>	<u>8,039,861</u>	<u>163,726</u>	<u>106,739</u>	<u>1,081,489</u>	<u>-</u>	<u>-</u>	<u>15,528,132</u>
Due to Members - Ending	8,177,947	-	6,892,184	174,826	124,643	1,100,574	-	-	16,470,174
Net position - Ending	<u>\$ -</u>	<u>\$ 516,195</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,556</u>	<u>\$ -</u>	<u>\$ 523,751</u>

TRINDEL INSURANCE FUND
STATEMENT OF NET POSITION BY MEMBER
WORKERS COMPENSATION

AS OF JUNE 30, 2019

ASSETS	Trindel	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
Current Assets:													
Cash	\$ (449,473)	\$ 355,916	\$ 776,798	\$ 1,995,225	\$ 1,663,685	\$ 1,136,777	\$ 1,309,458	\$ 2,053,907	\$ 660,371	\$ 512,966	\$ 2,514,764	\$ 1,536,618	\$ 14,067,012
Accounts receivable	-	23,674	-	7,056	30,230	1,920	34,138	117,002	865,833	34,469	-	2,219	1,116,541
Investments	-	691,946	1,779,694	2,344,060	3,089,395	1,087,243	1,863,447	5,451,043	2,185,018	479,975	1,898,080	1,901,449	22,771,350
Net pension asset	6,218	-	-	-	-	-	-	-	-	-	-	-	6,218
Fixed assets	354,125	-	-	-	-	-	-	-	-	-	-	-	354,125
Total Current Assets	(89,130)	1,071,536	2,556,492	4,346,341	4,783,310	2,225,940	3,207,043	7,621,952	3,711,222	1,027,410	4,412,844	3,440,286	38,315,246
Deferred Outflows:													
Deferred outflows on pension	140,681	-	-	-	-	-	-	-	-	-	-	-	140,681
LIABILITIES													
Current Liabilities:													
Accounts payable	4,129	-	544	270	65,216	-	-	24,463	295	-	322	721	95,960
Accrued vacation	9,182	-	-	-	-	-	-	-	-	-	-	-	9,182
Claims Liabilities	-	913,242	1,255,432	3,600,847	3,710,515	1,536,611	2,840,648	3,508,962	3,628,106	1,363,383	5,724,336	2,052,516	30,134,598
Total Liabilities	13,311	913,242	1,255,976	3,601,117	3,775,731	1,536,611	2,840,648	3,533,425	3,628,401	1,363,383	5,724,658	2,053,237	30,239,740
Deferred Inflows:													
Deferred inflows on pension	38,240	-	-	-	-	-	-	-	-	-	-	-	38,240
DUE TO/(FROM) MEMBERS	\$ -	\$ 158,294	\$ 1,300,516	\$ 745,224	\$ 1,007,579	\$ 689,329	\$ 366,395	\$ 4,088,527	\$ 82,821	\$ (335,973)	\$ (1,311,814)	\$ 1,387,049	\$ 8,177,947

TRINDEL INSURANCE FUND
STATEMENT REVENUES, EXPENSES, AND CHANGES IN
NET POSITION BY MEMBER
WORKERS COMPENSATION
AS OF JUNE 30, 2019

	<u>Trindel</u>	<u>Alpine</u>	<u>Colusa</u>	<u>Del Norte</u>	<u>Lassen</u>	<u>Modoc</u>	<u>Mono</u>	<u>Plumas</u>	<u>San Benito</u>	<u>Sierra</u>	<u>Sutter</u>	<u>Trinity</u>	<u>Total</u>
Operating Revenues:													
Member contributions	\$ -	\$ 489,896	\$ 581,088	\$ 1,684,467	\$ 1,414,712	\$ 697,190	\$ 1,065,129	\$ 1,189,733	\$ 1,440,636	\$ 500,824	\$ 2,011,506	\$ 889,562	\$ 11,964,743
Charges for services	585,015	-	-	-	-	-	-	-	-	-	-	-	585,015
Total Revenues	<u>585,015</u>	<u>489,896</u>	<u>581,088</u>	<u>1,684,467</u>	<u>1,414,712</u>	<u>697,190</u>	<u>1,065,129</u>	<u>1,189,733</u>	<u>1,440,636</u>	<u>500,824</u>	<u>2,011,506</u>	<u>889,562</u>	<u>12,549,758</u>
Expenses:													
Program Expenses:													
Claims expenses	-	491,631	454,861	577,328	1,947,591	361,821	349,798	(1,270,220)	436,468	662,732	4,256,193	695,100	8,963,303
Insurance expense	-	12,201	39,072	37,714	37,002	27,314	50,337	58,797	62,507	16,980	132,710	26,848	501,482
State fees	-	6,547	3,685	37,305	39,046	17,296	17,286	15,876	44,950	14,845	43,727	8,130	248,693
Risk management	-	80,565	83,215	85,799	85,270	80,587	83,105	82,594	85,334	82,371	69,112	89,303	907,255
Professional services	-	-	-	-	-	-	-	-	-	-	-	2,846	2,846
General administrative	-	29,301	29,301	29,295	29,297	29,299	29,299	29,298	63,770	(5,169)	29,294	29,297	322,282
Trindel Administration													
Salaries and benefits	444,119	-	-	-	-	-	-	-	-	-	-	-	444,119
Services and supplies	104,454	-	-	-	-	-	-	-	-	-	-	-	104,454
Loss prevention	11,473	-	-	-	-	-	-	-	-	-	-	-	11,473
Pension expense	14,494	-	-	-	-	-	-	-	-	-	-	-	14,494
Depreciation	10,475	-	-	-	-	-	-	-	-	-	-	-	10,475
Total Expenses	<u>585,015</u>	<u>620,245</u>	<u>610,134</u>	<u>767,441</u>	<u>2,138,206</u>	<u>516,317</u>	<u>529,825</u>	<u>(1,083,655)</u>	<u>693,029</u>	<u>771,759</u>	<u>4,531,036</u>	<u>851,524</u>	<u>11,530,876</u>
Operating Income/(Loss)	-	(130,349)	(29,046)	917,026	(723,494)	180,873	535,304	2,273,388	747,607	(270,935)	(2,519,530)	38,038	1,018,882
Nonoperating Revenues:													
Interest income	-	438	1,147	1,842	2,072	983	1,376	3,322	1,398	447	1,762	1,496	16,283
Investment income	-	11,007	29,603	46,422	53,168	25,087	35,113	86,179	37,215	12,008	44,658	38,516	418,976
Increase (Decrease) in FMV	-	10,238	27,384	43,890	49,607	22,655	32,199	77,856	33,700	11,353	43,109	35,498	387,489
Transfers	-	-	-	-	-	-	-	-	-	200,000	-	-	200,000
Total Nonoperating Revenues	-	21,683	58,134	92,154	104,847	48,725	68,688	167,357	72,313	223,808	89,529	75,510	1,022,748
Change in due to members	-	(108,666)	29,088	1,009,180	(618,647)	229,598	603,992	2,440,745	819,920	(47,127)	(2,430,001)	113,548	2,041,630
Due to/(from) Members - As Restated	-	266,960	1,271,428	(263,956)	1,626,226	459,731	(237,597)	1,647,782	(737,099)	(288,846)	1,118,187	1,273,501	6,136,317
Due to/(from) Members - Ending	<u>\$ -</u>	<u>\$ 158,294</u>	<u>\$ 1,300,516</u>	<u>\$ 745,224</u>	<u>\$ 1,007,579</u>	<u>\$ 689,329</u>	<u>\$ 366,395</u>	<u>\$ 4,088,527</u>	<u>\$ 82,821</u>	<u>\$ (335,973)</u>	<u>\$(1,311,814)</u>	<u>\$ 1,387,049</u>	<u>\$ 8,177,947</u>

TRINDEL INSURANCE FUND
STATEMENT OF NET POSITION BY MEMBER
PROPERTY/LIABILITY
AS OF JUNE 30, 2019

ASSETS	Trindel	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
Current Assets:													
Cash	\$ (53,308)	\$ 62,342	\$ (70,310)	\$ 1,993,000	\$ 774,800	\$ 137,934	\$ 224,580	\$ 14,162	\$ 113,120	\$ 499,117	\$ (342,003)	\$ 965,776	\$ 4,319,210
Accounts receivable	-	67,178	-	27,459	-	-	-	-	412,775	-	247,161	25,038	779,611
Investments	-	464,867	861,223	566,835	922,723	351,756	970,764	560,066	2,065,410	175,555	393,034	394,156	7,726,389
Net pension asset	11,995	-	-	-	-	-	-	-	-	-	-	-	11,995
Fixed assets	45,387	-	-	-	-	-	-	-	-	-	-	-	45,387
Total Current Assets	4,074	594,387	790,913	2,587,294	1,697,523	489,690	1,195,344	574,228	2,591,305	674,672	298,192	1,384,970	12,882,592
Deferred Outflows													
Deferred outflows on pension	2,872	-	-	-	-	-	-	-	-	-	-	-	2,872
LIABILITIES													
Current Liabilities:													
Accounts payable	712	9,609	11,645	48,910	17,460	11,953	13,281	44,867	29,470	4,919	182,202	10,337	385,365
Accrued vacation	6,199	-	-	-	-	-	-	-	-	-	-	-	6,199
Claims Liabilities	-	347,178	356,082	833,615	828,590	643,975	401,207	558,045	538,492	210,403	712,248	171,846	5,601,681
Total Liabilities	6,911	356,787	367,727	882,525	846,050	655,928	414,488	602,912	567,962	215,322	894,450	182,183	5,993,245
Deferred Inflows													
Deferred inflows on pension	35	-	-	-	-	-	-	-	-	-	-	-	35
DUE TO/(FROM) MEMBERS	\$ -	\$ 237,600	\$ 423,186	\$ 1,704,769	\$ 851,473	\$ (166,238)	\$ 780,856	\$ (28,684)	\$ 2,023,343	\$ 459,350	\$ (596,258)	\$ 1,202,787	\$ 6,892,184

TRINDEL INSURANCE FUND
STATEMENT REVENUES, EXPENSES, AND CHANGES IN
NET POSITION BY MEMBER
PROPERTY/LIABILITY

AS OF JUNE 30, 2019

	<u>Trindel</u>	<u>Alpine</u>	<u>Colusa</u>	<u>Del Norte</u>	<u>Lassen</u>	<u>Modoc</u>	<u>Mono</u>	<u>Plumas</u>	<u>San Benito</u>	<u>Sierra</u>	<u>Sutter</u>	<u>Trinity</u>	<u>Total</u>
Operating Revenues:													
Member contributions	\$ -	\$ 348,970	\$ 596,409	\$ 905,832	\$ 848,603	\$ 522,047	\$ 608,733	\$ 634,161	\$ 803,026	\$ 351,417	\$ 1,181,999	\$ 528,485	\$ 7,329,682
Charges for services	133,637	-	-	-	-	-	-	-	-	-	-	-	133,637
Total Revenues	<u>133,637</u>	<u>348,970</u>	<u>596,409</u>	<u>905,832</u>	<u>848,603</u>	<u>522,047</u>	<u>608,733</u>	<u>634,161</u>	<u>803,026</u>	<u>351,417</u>	<u>1,181,999</u>	<u>528,485</u>	<u>7,463,319</u>
Expenses:													
Program Expenses:													
Claims expenses	-	300,255	103,307	410,055	457,452	545,241	137,760	489,486	231,420	52,672	673,990	3,949	3,405,587
Insurance expense	-	126,532	452,060	511,900	438,348	248,138	385,350	388,755	591,622	171,697	841,660	343,312	4,499,374
Risk management	-	40,938	40,938	40,938	40,938	40,938	40,938	40,938	40,938	40,938	21,138	40,938	430,518
Professional fees	-	-	-	-	10,458	-	-	-	-	-	7,500	-	17,958
General administrative	-	12,243	12,747	18,629	15,353	13,670	13,577	15,108	17,537	12,329	16,783	13,080	161,056
Trindel Administration													
Salaries and benefits	97,266	-	-	-	-	-	-	-	-	-	-	-	97,266
Services and supplies	30,467	-	-	-	-	-	-	-	-	-	-	-	30,467
Loss prevention	1,438	-	-	-	-	-	-	-	-	-	-	-	1,438
Pension expense	3,254	-	-	-	-	-	-	-	-	-	-	-	3,254
Depreciation	1,212	-	-	-	-	-	-	-	-	-	-	-	1,212
Total Expenses	<u>133,637</u>	<u>479,968</u>	<u>609,052</u>	<u>981,522</u>	<u>962,549</u>	<u>847,987</u>	<u>577,625</u>	<u>934,287</u>	<u>881,517</u>	<u>277,636</u>	<u>1,561,071</u>	<u>401,279</u>	<u>8,648,130</u>
Operating Income/(Loss)	<u>-</u>	<u>(130,998)</u>	<u>(12,643)</u>	<u>(75,690)</u>	<u>(113,946)</u>	<u>(325,940)</u>	<u>31,108</u>	<u>(300,126)</u>	<u>(78,491)</u>	<u>73,781</u>	<u>(379,072)</u>	<u>127,206</u>	<u>(1,184,811)</u>
Nonoperating Revenues:													
Interest income	-	218	282	1,090	682	119	444	147	988	272	(147)	538	4,633
Investment income	-	5,614	6,905	27,620	17,428	2,412	10,955	3,357	25,914	7,212	(4,507)	13,616	116,526
Increase (Decrease) in FMV	-	5,302	7,674	25,997	17,237	2,891	10,872	4,156	23,647	7,101	(1,985)	13,083	115,975
Transfers	-	-	-	-	-	-	-	-	-	(200,000)	-	-	(200,000)
Total Nonoperating Revenues	<u>-</u>	<u>11,134</u>	<u>14,861</u>	<u>54,707</u>	<u>35,347</u>	<u>5,422</u>	<u>22,271</u>	<u>7,660</u>	<u>50,549</u>	<u>(185,415)</u>	<u>(6,639)</u>	<u>27,237</u>	<u>37,134</u>
Change in due to members	<u>-</u>	<u>(119,864)</u>	<u>2,218</u>	<u>(20,983)</u>	<u>(78,599)</u>	<u>(320,518)</u>	<u>53,379</u>	<u>(292,466)</u>	<u>(27,942)</u>	<u>(111,634)</u>	<u>(385,711)</u>	<u>154,443</u>	<u>(1,147,677)</u>
Due to/(from) Members - As Restated	<u>-</u>	<u>357,464</u>	<u>420,968</u>	<u>1,725,752</u>	<u>930,072</u>	<u>154,280</u>	<u>727,477</u>	<u>263,782</u>	<u>2,051,285</u>	<u>570,984</u>	<u>(210,547)</u>	<u>1,048,344</u>	<u>8,039,861</u>
Due to/(from) Members - Ending	<u>\$ -</u>	<u>\$ 237,600</u>	<u>\$ 423,186</u>	<u>\$ 1,704,769</u>	<u>\$ 851,473</u>	<u>\$ (166,238)</u>	<u>\$ 780,856</u>	<u>\$ (28,684)</u>	<u>\$ 2,023,343</u>	<u>\$ 459,350</u>	<u>\$ (596,258)</u>	<u>\$ 1,202,787</u>	<u>\$ 6,892,184</u>

TRINDEL INSURANCE FUND
STATEMENT OF NET POSITION BY MEMBER
POLLUTION
AS OF JUNE 30, 2019

ASSETS	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
Current Assets:												
Cash	\$ 11,926	\$ 15,844	\$ 13,754	\$ 14,237	\$ (20,466)	\$ (47,511)	\$ 22,818	\$ (10,049)	\$ (11,589)	\$ 5,165	\$ 11,077	\$ 5,206
Accounts receivable	-	-	-	-	-	-	-	4,865	-	-	-	4,865
Investments	290	323	331	344	411	(142)	560	214	236	90	222	2,879
Prepaid expenses	-	-	-	-	53,596	61,163	-	21,164	25,953	-	-	161,876
Total Current Assets	<u>12,216</u>	<u>16,167</u>	<u>14,085</u>	<u>14,581</u>	<u>33,541</u>	<u>13,510</u>	<u>23,378</u>	<u>16,194</u>	<u>14,600</u>	<u>5,255</u>	<u>11,299</u>	<u>174,826</u>
NET POSITION												
Net position held in trust for members	<u>\$ 12,216</u>	<u>\$ 16,167</u>	<u>\$ 14,085</u>	<u>\$ 14,581</u>	<u>\$ 33,541</u>	<u>\$ 13,510</u>	<u>\$ 23,378</u>	<u>\$ 16,194</u>	<u>\$ 14,600</u>	<u>\$ 5,255</u>	<u>\$ 11,299</u>	<u>\$ 174,826</u>

TRINDEL INSURANCE FUND
STATEMENT REVENUES, EXPENSES, AND CHANGES IN
NET POSITION BY MEMBER

POLLUTION

AS OF JUNE 30, 2019

	<u>Alpine</u>	<u>Colusa</u>	<u>Del Norte</u>	<u>Lassen</u>	<u>Modoc</u>	<u>Mono</u>	<u>Plumas</u>	<u>San Benito</u>	<u>Sierra</u>	<u>Sutter</u>	<u>Trinity</u>	<u>Total</u>
Operating Revenues:												
Member contributions	\$ 1,783	\$ 12,988	\$ 2,674	\$ 2,674	\$ 19,648	\$ 24,851	\$ 2,674	\$ 9,729	\$ 8,935	\$ 3,565	\$ 5,968	\$ 95,489
Total Revenues	<u>1,783</u>	<u>12,988</u>	<u>2,674</u>	<u>2,674</u>	<u>19,648</u>	<u>24,851</u>	<u>2,674</u>	<u>9,729</u>	<u>8,935</u>	<u>3,565</u>	<u>5,968</u>	<u>95,489</u>
Expenses:												
Insurance expense	1,358	12,350	2,037	2,037	19,223	22,426	2,037	9,091	8,509	2,717	5,332	87,117
Total Expenses	<u>1,358</u>	<u>12,350</u>	<u>2,037</u>	<u>2,037</u>	<u>19,223</u>	<u>22,426</u>	<u>2,037</u>	<u>9,091</u>	<u>8,509</u>	<u>2,717</u>	<u>5,332</u>	<u>87,117</u>
Operating Income/(Loss)	425	638	637	637	425	2,425	637	638	426	848	636	8,372
Nonoperating Revenues:												
Interest income	6	6	6	6	8	(3)	10	4	4	2	4	53
Investment income	140	144	159	164	214	(57)	271	109	120	39	101	1,404
Increase (decrease) in FMV	127	148	146	152	176	(60)	245	89	102	44	102	1,271
Total Nonoperating Revenues	<u>273</u>	<u>298</u>	<u>311</u>	<u>322</u>	<u>398</u>	<u>(120)</u>	<u>526</u>	<u>202</u>	<u>226</u>	<u>85</u>	<u>207</u>	<u>2,728</u>
Change in Due to Members	<u>698</u>	<u>936</u>	<u>948</u>	<u>959</u>	<u>823</u>	<u>2,305</u>	<u>1,163</u>	<u>840</u>	<u>652</u>	<u>933</u>	<u>843</u>	<u>11,100</u>
Due to Members - Beginning	<u>11,518</u>	<u>15,231</u>	<u>13,137</u>	<u>13,622</u>	<u>32,718</u>	<u>11,205</u>	<u>22,215</u>	<u>15,354</u>	<u>13,948</u>	<u>4,322</u>	<u>10,456</u>	<u>163,726</u>
Due to Members - Ending	<u>\$ 12,216</u>	<u>\$ 16,167</u>	<u>\$ 14,085</u>	<u>\$ 14,581</u>	<u>\$ 33,541</u>	<u>\$ 13,510</u>	<u>\$ 23,378</u>	<u>\$ 16,194</u>	<u>\$ 14,600</u>	<u>\$ 5,255</u>	<u>\$ 11,299</u>	<u>\$ 174,826</u>

TRINDEL INSURANCE FUND

STATEMENT OF NET POSITION BY MEMBER

MEDICAL MALPRACTICE

AS OF JUNE 30, 2019

ASSETS	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
Current Assets:												
Cash	\$ 10,010	\$ 14,185	\$ 36,705	\$ 3,853	\$ 12,207	\$ 30,087	\$ (13,347)	\$ 8,054	\$ 21,384	\$ (38,073)	\$ 30,793	\$ 115,858
Accounts receivable	-	-	-	-	-	-	-	8,500	-	-	-	8,500
Investments	187	316	820	(11)	177	706	(552)	249	538	(2,855)	710	285
Total Current Assets	<u>10,197</u>	<u>14,501</u>	<u>37,525</u>	<u>3,842</u>	<u>12,384</u>	<u>30,793</u>	<u>(13,899)</u>	<u>16,803</u>	<u>21,922</u>	<u>(40,928)</u>	<u>31,503</u>	<u>124,643</u>
DUE TO/(FROM) MEMBERS	<u>\$ 10,197</u>	<u>\$ 14,501</u>	<u>\$ 37,525</u>	<u>\$ 3,842</u>	<u>\$ 12,384</u>	<u>\$ 30,793</u>	<u>\$ (13,899)</u>	<u>\$ 16,803</u>	<u>\$ 21,922</u>	<u>\$ (40,928)</u>	<u>\$ 31,503</u>	<u>\$ 124,643</u>

TRINDEL INSURANCE FUND

STATEMENT OF NET POSITION BY MEMBER

MEDICAL MALPRACTICE

AS OF JUNE 30, 2019

	<u>Alpine</u>	<u>Colusa</u>	<u>Del Norte</u>	<u>Lassen</u>	<u>Modoc</u>	<u>Mono</u>	<u>Plumas</u>	<u>San Benito</u>	<u>Sierra</u>	<u>Sutter</u>	<u>Trinity</u>	<u>Total</u>
Operating Revenues:												
Member contributions	\$ 6,500	\$ 11,000	\$ 20,705	\$ 14,500	\$ 12,332	\$ 8,196	\$ 23,291	\$ 17,000	\$ 4,108	\$ 195,470	\$ 9,421	\$ 322,523
Total Operating Revenues	<u>6,500</u>	<u>11,000</u>	<u>20,705</u>	<u>14,500</u>	<u>12,332</u>	<u>8,196</u>	<u>23,291</u>	<u>17,000</u>	<u>4,108</u>	<u>195,470</u>	<u>9,421</u>	<u>322,523</u>
Expenses:												
Insurance expense	3,369	13,193	22,805	13,098	11,454	7,254	29,015	17,685	3,083	175,526	8,238	304,720
Total Expenses	<u>3,369</u>	<u>13,193</u>	<u>22,805</u>	<u>13,098</u>	<u>11,454</u>	<u>7,254</u>	<u>29,015</u>	<u>17,685</u>	<u>3,083</u>	<u>175,526</u>	<u>8,238</u>	<u>304,720</u>
Operating Income/(Loss)	<u>3,131</u>	<u>(2,193)</u>	<u>(2,100)</u>	<u>1,402</u>	<u>878</u>	<u>942</u>	<u>(5,724)</u>	<u>(685)</u>	<u>1,025</u>	<u>19,944</u>	<u>1,183</u>	<u>17,803</u>
Nonoperating Revenues:												
Interest income	6	6	17	-	4	14	(9)	5	10	(47)	14	20
Investment income	90	153	404	(12)	85	346	(270)	127	263	(1,469)	347	64
Increase (decrease) in FMV	85	130	341	(3)	71	301	(262)	88	233	(1,273)	306	17
Total Nonoperating Revenues	<u>181</u>	<u>289</u>	<u>762</u>	<u>(15)</u>	<u>160</u>	<u>661</u>	<u>(541)</u>	<u>220</u>	<u>506</u>	<u>(2,789)</u>	<u>667</u>	<u>101</u>
Change in Due to members	<u>3,312</u>	<u>(1,904)</u>	<u>(1,338)</u>	<u>1,387</u>	<u>1,038</u>	<u>1,603</u>	<u>(6,265)</u>	<u>(465)</u>	<u>1,531</u>	<u>17,155</u>	<u>1,850</u>	<u>17,904</u>
Net position held in trust for members - Beginning	<u>6,885</u>	<u>16,405</u>	<u>38,863</u>	<u>2,455</u>	<u>11,346</u>	<u>29,190</u>	<u>(7,634)</u>	<u>17,268</u>	<u>20,391</u>	<u>(58,083)</u>	<u>29,653</u>	<u>106,739</u>
Net position held in trust for members - Ending	<u>\$ 10,197</u>	<u>\$ 14,501</u>	<u>\$ 37,525</u>	<u>\$ 3,842</u>	<u>\$ 12,384</u>	<u>\$ 30,793</u>	<u>\$ (13,899)</u>	<u>\$ 16,803</u>	<u>\$ 21,922</u>	<u>\$ (40,928)</u>	<u>\$ 31,503</u>	<u>\$ 124,643</u>

TRINDEL INSURANCE FUND

STATEMENT OF NET POSITION BY MEMBER

LEADERSHIP TRAINING

AS OF JUNE 30, 2019

ASSETS	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
Current Assets:												
Cash	\$ 120,492	\$ 152,180	\$ 110,409	\$ 89,970	\$ 108,979	\$ 55,482	\$ 65,508	\$ 100,525	\$ 59,252	\$ 165,378	\$ 55,167	\$ 1,083,342
Investments	3,080	3,844	2,826	2,372	2,740	1,714	1,670	2,479	1,461	4,175	1,382	27,743
Total Current Assets	<u>123,572</u>	<u>156,024</u>	<u>113,235</u>	<u>92,342</u>	<u>111,719</u>	<u>57,196</u>	<u>67,178</u>	<u>103,004</u>	<u>60,713</u>	<u>169,553</u>	<u>56,549</u>	<u>1,111,085</u>
LIABILITIES												
Current Liabilities:												
Accounts payable	1,335	-	2,303	1,590	1,236	-	1,319	-	1,446	-	1,282	10,511
Total Liabilities	<u>1,335</u>	<u>-</u>	<u>2,303</u>	<u>1,590</u>	<u>1,236</u>	<u>-</u>	<u>1,319</u>	<u>-</u>	<u>1,446</u>	<u>-</u>	<u>1,282</u>	<u>10,511</u>
DUE TO MEMBERS	<u>\$ 122,237</u>	<u>\$ 156,024</u>	<u>\$ 110,932</u>	<u>\$ 90,752</u>	<u>\$ 110,483</u>	<u>\$ 57,196</u>	<u>\$ 65,859</u>	<u>\$ 103,004</u>	<u>\$ 59,267</u>	<u>\$ 169,553</u>	<u>\$ 55,267</u>	<u>\$ 1,100,574</u>

TRINDEL INSURANCE FUND
STATEMENT REVENUES, EXPENSES, AND CHANGES IN
NET POSITION BY MEMBER

LEADERSHIP TRAINING

AS OF JUNE 30, 2019

	<u>Trindel</u>	<u>Alpine</u>	<u>Colusa</u>	<u>Del Norte</u>	<u>Lassen</u>	<u>Modoc</u>	<u>Mono</u>	<u>Plumas</u>	<u>San Benito</u>	<u>Sierra</u>	<u>Sutter</u>	<u>Trinity</u>	<u>Total</u>
Operating Revenues:													
Member contributions	\$ -	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 7,000	\$ 77,000
Total Operating Revenues	<u>-</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>7,000</u>	<u>77,000</u>
Expenses:													
Insurance expense	-	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(4,000)	(3,000)	(4,000)	(43,000)
Risk Management	-	8,371	3,416	9,442	17,809	4,336	20,455	9,613	1,760	8,674	2,396	7,795	94,067
General administrative	-	-	-	-	-	4,308	15,874	-	-	-	-	5,196	25,378
Total Expenses	<u>-</u>	<u>4,371</u>	<u>(584)</u>	<u>5,442</u>	<u>13,809</u>	<u>4,644</u>	<u>32,329</u>	<u>5,613</u>	<u>(2,240)</u>	<u>4,674</u>	<u>(604)</u>	<u>8,991</u>	<u>76,445</u>
Total Operating Income (Loss)	-	2,629	7,584	1,558	(6,809)	2,356	(25,329)	1,387	9,240	2,326	7,604	(1,991)	555
Nonoperating Revenues:													
Interest income	-	58	72	53	45	52	32	31	47	28	79	26	523
Investment income	-	1,507	1,879	1,379	1,152	1,333	846	814	1,206	710	2,040	668	13,534
Increase (decrease) in FMV	-	1,338	1,672	1,226	1,028	1,193	697	726	1,088	642	1,816	603	12,029
Transfers	(35,755)	2,564	2,563	2,563	2,563	2,563	2,563	2,564	2,564	2,564	2,564	2,564	(7,556)
Total Nonoperating Revenues	<u>(35,755)</u>	<u>5,467</u>	<u>6,186</u>	<u>5,221</u>	<u>4,788</u>	<u>5,141</u>	<u>4,138</u>	<u>4,135</u>	<u>4,905</u>	<u>3,944</u>	<u>6,499</u>	<u>3,861</u>	<u>18,530</u>
Change in Due to members	(35,755)	8,096	13,770	6,779	(2,021)	7,497	(21,191)	5,522	14,145	6,270	14,103	1,870	19,085
Net position held in trust for members - Beginning	<u>35,755</u>	<u>114,141</u>	<u>142,254</u>	<u>104,153</u>	<u>92,773</u>	<u>102,986</u>	<u>78,387</u>	<u>60,337</u>	<u>88,859</u>	<u>52,997</u>	<u>155,450</u>	<u>53,397</u>	<u>1,081,489</u>
Net position held in trust for members - Ending	<u>\$ -</u>	<u>\$ 122,237</u>	<u>\$ 156,024</u>	<u>\$ 110,932</u>	<u>\$ 90,752</u>	<u>\$ 110,483</u>	<u>\$ 57,196</u>	<u>\$ 65,859</u>	<u>\$ 103,004</u>	<u>\$ 59,267</u>	<u>\$ 169,553</u>	<u>\$ 55,267</u>	<u>\$ 1,100,574</u>

TRINDEL INSURANCE FUND
GRAPHICAL SUMMARY OF CLAIMS
AS OF JUNE 30, 2019

