



A Joint Powers Authority for the Rural California Counties of  
Alpine - Colusa - Del Norte - Lassen - Modoc - Mono - Plumas - San Benito - Sierra - Sutter - Tehama - Trinity

**ANNUAL COMPREHENSIVE FINANCIAL REPORT**  
**FOR FISCAL YEAR ENDING**  
**JUNE 30, 2022**

By  
David Nelson, Executive Director  
Andrew Fischer, Transitional Executive Director  
&  
Jack Contos, Financial Analyst

## **Mission Statement**

The mission of Trindel Insurance Fund is to provide members the most cost-effective, and comprehensive risk financing mechanisms. We assure fiscal stability, effective risk control, and claims management programs to promote superior service to meet the employees, the County, and public's needs.

## **Vision Statement**

Trindel Insurance Fund will be the preeminent member-driven risk management source for California Rural Counties.

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A Joint Powers Authority for the Rural California Counties of  
Alpine - Colusa - Del Norte - Lassen - Modoc - Mono - Plumas - San Benito - Sierra - Sutter -Trinity

December 23, 2022

Trindel Insurance Fund Members, Board of Directors

Ladies and Gentlemen:

The State of California requires that every local government special district publish within six months of the close of each fiscal year a complete set of audited financial statements. This report is published to fulfill that requirement for the fiscal year ending on June 30, 2022.

I fully assume the responsibility for the completeness and reliability of the information contained in this report. Our independent auditor James Marta & company LLP, Certified Public Accountants, have issued an unmodified opinion on the Trindel Insurance Fund Joint Powers Authority financial statements for the year ending June 30, 2022. This can be found at the front of the financial section of this report.

Based upon our comprehensive framework of internal control, we believe our report is accurate in all material respects, that is fairly sets forth the financial position and results of operations of Trindel Insurance Fund as measured by the financial activity of its various programs and policy periods, and that all necessary disclosures for understanding the report have been included. Because the cost of control should not exceed the benefits to be derived, our objective is to provide reasonable, rather than absolute assurance, that our financial statements are free of any material misstatements.

The Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complements this letter and should be read in conjunction with it. The statistical section at the end of the report has a variety of data and demographic information to provide a better understanding of Trindel Insurance Fund.

## **WHO WE ARE**

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 Risk Control 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 February 2019, board meeting the Board of Directors prepared for growth in services through a strategic planning session. As of January 1, 2020 Trindel members employed 5,104 staff to serve a population of 308,391.

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.

The Trindel Board also employs fifteen positions. Six for Workers' Compensation claims handling, three full time Risk Control positions, two full time Liability/Property positions, one Financial Analyst, an Administrative Technician, and a Transitional Executive Director under the supervision of the Executive Director. The workers' compensation and liability/property employees provide claims handling for the members. The Risk Control program provides training, safety programs, inspections, etc. to each of the members on a regular basis. The Financial Analyst provides financial analysis for the members, the Transitional Executive Director and Executive Director. The Administrative Technician provides clerical support for the Executive Director and the Transitional Executive Director; the Transitional Executive Director, and the Executive Director provide risk management services for its members and directs the JPA.

In concept and practice Trindel is a combined banking and pooling arrangement with its members wherein, over time, each member is fiscally responsible for its own losses and costs. All members share the Administration, Claims Administration, and Risk Control costs equally. Trindel acts as the cash flow mechanism for the members on an individual and pooled (workers' compensation and general liability) basis. Trindel uses its ability to combine the size of the members in order to obtain broader coverage and stable pricing for excess/re-insurance. In addition to blending of the individual banking layers for members, and a pooled layer for catastrophic losses in the casualty programs. Members are also afforded the benefit of being able to obtain ancillary services at a discounted rate because of our ability to leverage all members purchasing power.

Four different outside agencies audit Trindel. First, an outside audit firm performs a financial audit annually. Secondly, PRISM 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/re-insurance coverages are purchased through either the PRISM or Alliant Insurance Services.

## **WHAT WE DO**

Trindel has four distinct service departments: Administration, Workers' Compensation Claim Administration, Liability and Property Claim Administration, and Risk Control.

Trindel's Administration provides risk management services as well as risk financing services to include the administration of the banking, and pooling layers, in addition to placing excess/re-insurance coverage. The Administration department produces all financial reports for the Joint Powers Authority and each program by member; establishes funding and reserve thresholds by program and member; provides recommendations for risk treatment and financing mechanisms based on historical and current loss trends. Administration also provides management of all Trindel facilities and staff.

Workers' Compensation Claim Administration is a self-administered workers' compensation claims administration program that is handled by in-house claims personnel. They handle all workers' compensation claims filed in a covered policy year, with the goal of getting the injured employees back to work. They coordinate treatment, adjudication, investigation and the financial reserving on all claims in addition to making indemnity payments, and the setting of reserves and coordinating recovery from applicable excess policies or third parties responsible for the injury to the members employees.

Liability and Property Claim Administration is a self-administered program utilizing employees of the Fund. At the onset of the initial report of a claim they acknowledge receipt, evaluate coverage, and then begin the investigation in a collaborative manner with the member County employees. In conjunction with the County, they evaluate how the best course of action would be to handle keeping in mind the most cost-effective outcome for the member. We are involved in all covered settlement negotiations, assignment of counsel, implementing litigation management guidelines, reporting to various excess/re-insurers, and ensuring that the County is made totally whole. Additionally, they provide guidance on insurance requirements in contracts, indemnity language, and enforcement of indemnity against negligent third-parties.

Risk Control services traditionally began with Trindel visiting each county at least once a month. With the onset of COVID 19 the Risk Controls services have transitioned to a blended format of in-person visits while utilizing technology to reach larger audiences. The services are to aid the member to plan, develop, implement, and maintain loss prevention and safety goals. Risk Control provides leadership and safety trainings, and aid in drafting policies and procedures to help reduce losses. Risk Control also works closely with members to conduct investigations of incidents or near miss occurrences to help mitigate or avoid losses. Risk Control 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 Public Risk Innovation, Solutions, and Management (PRISM) 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 is purchased above this self-insured layer through the PRISM's excess workers' compensation program. Effective April 1, 2012 Trindel began self-administering claims. Effective July 1, 2012, the members decided to be self-insured at the \$300,000 level of each occurrence. Effective April 1, 2015 Trindel purchased claims software from JDI to help process claims. Effective 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 target funding levels set by the Board. 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 claims audit score from PRISM was 87.55%.

## **LIABILITY PROGRAM**

The Liability Program began in 1985 as a self-insured program with excess coverage. The members purchase excess general liability coverage, inclusive of coverage to auto liability, property damage and bodily injury, employment practices liability, public officials' errors and omissions, and personal injury. The excess liability coverage is placed through PRISM with coverage up to \$25 million on a per occurrence basis. The history of the program's retention is as follows, with the members maintaining a \$100,00 SIR up until July 1, 2019 when the Board increased the individual member SIR to \$250,000, and on July 1, 2022 the Board increased the SIR to \$1 million while pooling all covered liability losses between \$250,000 and \$1 million. The claims have been self-administered in house by Trindel staff since July 1, 2016. The most recent claims administration audit score from PRISM was 100%.

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 Program with Trindel acting as a bank as it does for most of 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.

## **PROPERTY PROGRAM**

The members purchase excess property insurance through PRISM with a \$1,000 deductible and \$25,000 self-insured retention for real property, \$10,000 retention for vehicles, \$100,000 for large equipment, and \$500,000 for scheduled infrastructure. The coverage includes all risk, earthquake, and flood. The members purchase replacement cost valuations coverage for their vehicles and contractor's equipment, and all physical damage to property on an all risk basis.



Trindel provides for an annual actuarial study to determine the necessary premium for each member to attain the target funding levels. Reserves are booked at expected (50% confidence level). All members participate in the Property Program with Trindel acting as a bank as it does for most of the other programs.

## **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, and in 2021 the self-Insured level was increased to \$25,000 and excess coverage is purchased by the individual members through the PRISM, with Trindel acting as a bank for the self-insured portion of this coverage. Actuarial studies are obtained to assist with setting premiums and target funding.

## **POLLUTION PROGRAMS**

All members have purchased pollution coverage from PRISM with a deductible increase to \$250,00 in 2021 from the previous \$100,000 deductible. Trindel is simply acting as a bank for the self-insured portion 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 insureds. 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, 2023. Colusa and Trinity counties have similar policies with Environmental Services Joint Powers Authority (ESJPA). Alpine and Sutter do not need coverage and Plumas does not have coverage. The deductible is \$50,000 per claim.

## **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 workers' compensation and employment practices liability exposures. In addition to the funds noted above, members have subsidies from excess insurers deposited into this Fund. Trindel continues to provide safety and Risk Control services to its members as its primary method of reducing losses.

## **LOCAL ECONOMY**

Trindel's members are made up of rural California counties. For the most part the economy of our members originated in the gold rush in the late 1800's; transitioned to timber products in the 1900's; and have transitioned again to tourism in more recent years. Most members have more USFS land than private land within their boundaries. The last ten years our rural communities have been severely affected by wildfire due to a change in the USFS wildfire suppression policies. The long term affects for the lost timber resource and esthetics will present a struggle for the future economy of our members.

## **FINANCIAL PLANNING**

The Executive Director annually prepares a budget, long term goals and objectives for the organization. The Trindel board has set target funding levels for banking and pooled programs. The banking layers have met the target funding of 90% confidence level and one self-insured retention per member. Trindel pooling programs are only a couple of years old and are still looking to achieve their target funding levels of the expected confidence level plus ten multiples of the pooled layer.

## **AWARDS & ACKNOWLEDGEMENT**

We believe that our current annual comprehensive financial report meets the Certificate of Achievement Program's Requirements for the Government Finance Officers Association (GFOA) Certificate of Achievement for Excellence in Financial Reporting, and we are submitting it to the GFOA to determine its eligibility for a certificate.

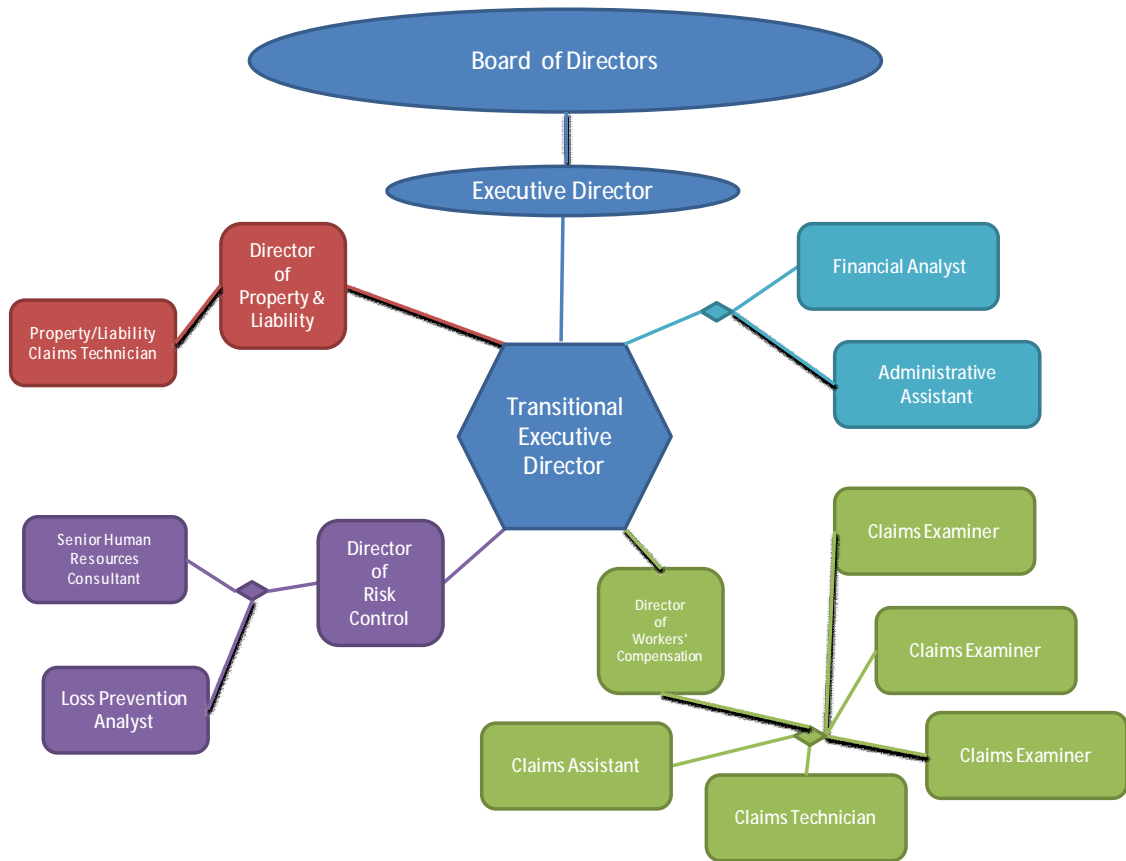
Trindel Insurance Fund is a member of the California Association of Joint Powers Authorities (CAJPA). CAJPA sponsors the nation's first risk management accreditation program. This program establishes a model of professional standards, which serves as a guideline for all risk management pools, regardless of size, scope of operation or membership structure. The accreditation process entails a detailed examination of legal, and operational documents, risk management, loss control and claims programs, and statutory compliance. In 2018, CAJPA renewed Trindel Insurance Funds Accreditation with excellence for a 3-year period ending in 2021, and it was successfully renewed again in 2022.

The preparation of this report would not have been possible without the best efforts of every employee in the Administrative Department, and we thank them for their contribution. We commend the members of Trindel Insurance Fund's Board of Directors, Alternates, and Executive Committee for their support, and commitment, in maintaining the highest standards of professionalism in the management of Trindel Insurance Fund's Finances.

Respectfully Submitted,

David Nelson   
Executive Director, Trindel Insurance Fund

# Trindel Organization Chart



Trindel Insurance Fund  
 List of Appointed Officials  
 June 30, 2022

**Board of Directors**

**Alternate board member**

Alpine	Nichole Williamson, CAO	Sarah Simis
Colusa	Kaline Moore, Budget Analyst	Todd Manouse
Del Norte	Neal Lopez, Assistant CAO	Cathy Hafterson
Lassen	Richard Egan, CAO	Tony Shaw
Modoc	Chester Robertson, CAO	Sheriff William “Tex” Dowdy
Mono	Robert Lawton, CAO	Jay Sloane
Plumas	Julie White, Treasurer	Nancy Selvage, Director of HR
San Benito	Edgar Nolasco, Deputy CAO	_____
Sierra	Van Maddox, Auditor/ Controller	Judi Belhke
Sutter	Nathan Black, Auditor/ Controller	Jason Claunch
Trinity	Suzie White	Becca Cooper



Trusted Leadership  
for California's Public  
Risk Sharing Pools

*It is the purpose of this organization to give professional recognition  
to properly qualified self-insurance pools.*

*THEREFORE, the Board of Directors of the  
California Association of Joint Powers Authorities,  
has conferred upon*

## **Trindel Insurance Fund**

*This*

### **CERTIFICATE OF ACCREDITATION WITH EXCELLENCE**

*having fulfilled the conditions of eligibility as prescribed by the Association for Accreditation.*



*Accreditation Period: October 31, 2021 – October 31, 2024*

*Gina Dean  
President*

*Kimberly Dennis  
Chair, Accreditation Committee*

*James P. Marta  
Accreditation Program Manager*



**TRINDEL INSURANCE FUND**

**FINANCIAL STATEMENTS**  
**WITH**  
**INDEPENDENT AUDITOR'S REPORT**

**FOR THE FISCAL YEARS ENDED**  
**JUNE 30, 2022 AND 2021**

**JAMES MARTA & Co. LLP**

**701 HOWE AVENUE, E3**  
**SACRAMENTO, CA**

**(916) 993-9494**  
**(916) 993-9489 FAX**

**[WWW.JPMCPA.COM](http://WWW.JPMCPA.COM)**

# TRINDEL INSURANCE FUND

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**James Marta & Company LLP**

*Certified Public Accountants*

*Accounting, Auditing, Consulting, and Tax*

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## INDEPENDENT AUDITOR'S REPORT

Board of Directors  
Trindel Insurance Fund  
Weaverville, CA

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

#### *Opinions*

We have audited the accompanying Statement of Net Position of Trindel Insurance Fund (Trindel) as of and for the fiscal years ended June 30, 2022 and 2021, and the related Statement of Revenues, Expenses, and Changes in Net Position, and the Statement of Cash Flows for the fiscal years then ended, and the related notes to the financial statements.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the Trindel Insurance Fund, as of June 30, 2022 and 2021, and the respective changes in financial position and, where applicable, cash flows thereof for the fiscal years then ended in accordance with accounting principles generally accepted in the United States of America.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and 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*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Trindel Insurance Fund and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

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

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

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

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

In performing an audit in accordance with GAAS, we:

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

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Reconciliation of Claims Liability by Program, Claims Development Information, Schedule of Proportionate Share of the Net Pension Liability, Schedule of Contributions, and Notes to the Required Supplementary Information be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information

and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our 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.

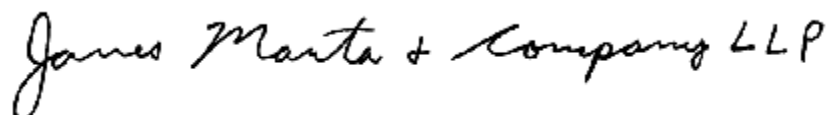
#### *Other Information*

Our audit was conducted for the purpose of forming opinion on the financial statements that collectively comprise the Group's basic financial statements. The Supplementary Information, as shown in the table of contents are presented for purposes of additional analysis and are not required parts 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 and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Supplementary Information, as shown in the table of contents are fairly stated in all material respects in relation to the basic financial statements as a whole.

The Introductory Section and the Statistical Section, as listed in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. They have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we express no opinion or any other assurance on them.

#### **Other Reporting Required by *Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated December 22, 2022 on our consideration of Trindel Insurance Fund's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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.



James Marta & Company LLP  
Certified Public Accountants  
Sacramento, California  
December 22, 2022

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

# TRINDEL INSURANCE FUND

## MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2022

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Created by Executive Director, David Nelson, the following discussion and analysis provides general information on Trindel Insurance Fund and on its financial condition for the fiscal year ended June 30, 2022. This report is provided to give an overview of significant events and transactions that affect the fund accounting and entity wide financials statements.

### **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, Liability Program the Property Program, and the Medical Malpractice 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. Five funds are accounted for Trindel: Administration, Workers' Compensation Claims Administration, Liability and Property Claims Administration, and Risk Control are under detailed budgetary control for Trindel administrative activities. Lastly, the Workers' Compensation Pool fund, and the Liability Pool fund is managed for the benefit of the collective membership.

### **Financial Highlights**

The assets of Trindel Insurance Fund exceeded its liabilities at the close of the most recent fiscal year by \$6,237,833.

Member assets recorded in "due to members" increased by \$793,415 over the previous year for a total of \$31,286,281.

Trindel Insurance Fund's CALPERS pension obligations are \$0.

Total net position and due to members increased by \$4.7 million from the previous year. This increase is mainly due to the increasing of self-insured retentions and Trindel pool limits. Favorable claims activity in the year, combined with a slower payout of claims as predicted by the actuary also added to the increase.

A \$3,921,832 increase in net position is mostly due to premiums received by the newly established workers' compensation pool this year. We did not incur any expenses in the Workers' compensation pool this year but have incurred expenses in the 22/23 fiscal year.

**TRINDEL INSURANCE FUND**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2022**

Condensed Statement of Net Position:

	<u>2022</u>	<u>2021</u>	<u>Change from 2022-2021</u>	<u>2020</u>	<u>Change from 2021-2020</u>
<b>ASSETS</b>					
Current Assets	\$ 47,455,638	\$ 37,303,103	27%	\$ 39,158,209	-5%
Capital Assets	698,882	727,567	-4%	768,475	-5%
Other Noncurrent Assets	31,240,889	34,476,432	-9%	22,804,088	51%
<b>Total Assets</b>	<b>79,395,409</b>	<b>72,507,102</b>	<b>10%</b>	<b>62,730,772</b>	<b>16%</b>
Deferred Outflows	401,581	195,583	105%	235,573	-17%
<b>LIABILITIES</b>					
Current Liabilities	5,703,401	5,605,763	2%	5,199,252	8%
Noncurrent Liabilities	67,852,176	64,756,629	5%	55,952,105	16%
<b>Total Liabilities</b>	<b>73,555,577</b>	<b>70,362,392</b>	<b>5%</b>	<b>61,151,357</b>	<b>15%</b>
Deferred Inflows	3,580	24,292	-85%	44,665	-46%
<b>Net Position</b>	<b>\$ 6,237,833</b>	<b>\$ 2,316,001</b>	<b>169%</b>	<b>\$ 1,770,323</b>	<b>31%</b>

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

	<u>2022</u>	<u>2021</u>	<u>Change from 2022-2021</u>	<u>2020</u>	<u>Change from 2021-2020</u>
<b>OPERATING REVENUE</b>					
Member Contributions	\$ 23,111,919	\$ 23,240,642	-1%	\$ 21,274,770	9%
Charges for Services	2,177,089	1,965,247	11%	2,068,462	-5%
Other Revenue	11,321	3,707	205%	146	2439%
<b>Total Operating Revenues</b>	<b>25,300,329</b>	<b>25,209,596</b>	<b>0%</b>	<b>23,343,378</b>	<b>8%</b>
<b>EXPENSES</b>					
Program Expenses	15,173,598	13,956,691	9%	13,594,774	3%
Trindel Administration	752,652	976,848	-23%	1,027,225	-5%
Return of Funds	3,431,385	2,048,594	67%	2,720,939	-25%
<b>Total Expenses</b>	<b>19,357,635</b>	<b>16,982,133</b>	<b>14%</b>	<b>17,342,938</b>	<b>-2%</b>
<b>Operating Income/(Loss)</b>	<b>5,942,694</b>	<b>8,227,463</b>	<b>-28%</b>	<b>6,000,440</b>	<b>37%</b>
Nonoperating Revenue	(1,227,447)	162,373	-856%	1,424,661	-89%
<b>Changes in Net Position</b>	<b>4,715,247</b>	<b>8,389,836</b>	<b>-44%</b>	<b>7,425,101</b>	<b>13%</b>
Due to Members Beginning	30,492,861	24,419,026	25%	16,993,925	44%
Due to Members Ending	28,970,275	30,492,861	-5%	22,648,703	35%
<b>Trindel Net Position</b>	<b>\$ 6,237,833</b>	<b>\$ 2,316,001</b>	<b>169%</b>	<b>\$ 1,770,323</b>	<b>31%</b>

## TRINDEL INSURANCE FUND

### MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2022

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#### **Analysis of Financial Information:**

Our overall net position and due to members (for banking layers) increased this year by \$1,686,879 or 5%. Insurance JPAs have realized adverse impacts to their bottom line due to hyper social inflation driving up the size of judgements and settlements. I believe our member demographics has helped mitigate Trindel from the full-force of the impacts of inflated judgements. We have noted exposure to this trend in the Fiscal Year 2021-2022.

As shown above, over the last three years Trindel has strengthened its position for the organization and its members. The insurance markets continue in a hardening trend for all policies and markets. Trindel's strategy is to continue to retain risk through self-insuring and pooling to combat the increasing costs.

#### **Financial Management and Control**

Trindel's management is responsible for establishing and maintaining an internal control structure designed to ensure that assets are protected from loss, theft, or misuse and to ensure that adequate accounting data 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. 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.

#### **Services**

Trindel has four distinct service departments: Administration, Workers' Compensation Claim Administration, Liability and Property Claim Administration, and Risk Control.

## TRINDEL INSURANCE FUND

### MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2022

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Trindel's Administration provides risk control services as well as self-funded and pooled insurance programs. Administration produces all financial reports for the Joint Powers Authority and each program by member; establishes funding and reserve thresholds by program and member; provides recommendations for risk treatment and financing mechanisms based on historical and current loss trends. Administration also provides management of all Trindel facilities and staff.

Workers' Compensation Claim Administration services starts with recording and tracking worker injuries, and providing members with status updates. Providing access to and facilitating 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 Administration services 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, airport, 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.

With the continuation of COVID 19, Risk Control services have adopted a hybrid approach to providing services consisting of both regular in-person visits to member counties, and regularly scheduled online trainings and forums this year. The services are to aid the member to plan, develop, implement, and maintain loss prevention and safety goals. Risk Control provides leadership and safety trainings, and aid in drafting policies and procedures to help reduce losses. Risk Control also works closely with members to conduct investigations of incidents or near miss occurrences to help mitigate or avoid losses. Risk Control provides professional development conferences for Human Resources, Risk Management, Safety, Law Enforcement, and Public Works professionals. This year, Risk Control designed and coordinated a successful flagship Law Enforcement Conference with full POST and STC accreditation for all courses.

#### **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 Public Risk Innovation, Solutions, and Management (PRISM) Workers' Compensation Program (PWC) and have a third party administer the claims. The board determined it was in the



## TRINDEL INSURANCE FUND

### MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2022

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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 is purchased above this self-insured layer through the PRISM's excess workers' compensation program. Effective April 1, 2012 Trindel began self-administering claims. Effective July 1, 2012, the members decided to be self-insured at the \$300,000 level of each occurrence. Effective April 1, 2015 Trindel purchased claims software from JDI to help process claims. Effective 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 target funding levels set by the Board. 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 claims audit score is 87.55%.

#### **Liability Program**

The Liability Program began in 1985 as a self-insured program with excess coverage. The members purchase excess general liability, which includes auto liability, bodily injury and property damage, employment practices liability, public officials' errors and omissions, and personal injury coverage through PRISM up to \$25 million with a \$100,000 Self-Insured Retention (SIR). Effective July 1, 2016 Trindel started self-administering the Liability and Property claims. Effective July 1, 2019 the Trindel board increased the self-insured retention to \$250,000. Effective July 1, 2021 members decided to create a risk sharing pool above the SIR from \$250,000 to \$1 million. Most recent audit score is 100%.

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 Program.

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.

#### **Property Program**

The members purchase excess property insurance through PRISM with a \$1,000 deductible and \$25,000 self-insured retention for real property, \$10,000 retention for vehicles, \$100,000 for large equipment, and \$500,000 for scheduled infrastructure. The coverage includes physical damage to property on an all risk basis; inclusive of covered perils earthquake, and flood; business interruption, data processing media, fine arts, licensed and unlicensed vehicles, accounts receivable, and Boiler and Machinery. All members purchase replacement cost valuation coverage.

## TRINDEL INSURANCE FUND

### MANAGEMENT'S DISCUSSION AND ANALYSIS

JUNE 30, 2022

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Trindel provides for an annual actuarial study to determine the necessary premium for each member to attain the target funding levels. Reserves are booked at expected (50% confidence level). All members participate in the Property 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 was historically \$5,000 per claim. San Benito had elected a \$10,000 deductible. In 2021 the self-Insured level was increased to \$25,000 and excess coverage is purchased by the individual members through the PRISM, with Trindel acting as a bank for the self-insured portion of this coverage. Actuarial studies are obtained to assist with setting premiums and target funding.

#### **Pollution Programs**

All members have purchased pollution coverage from PRISM with a deductible of \$250,000. Trindel is simply acting as a bank for the self-insured portion 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 insureds. 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, 2023. Colusa and Trinity counties have similar policies with Environmental Services Joint Powers Authority (ESJPA). Alpine and Sutter do not need coverage and Plumas does not have coverage. The deductible is \$25,000 per claim.

#### **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.

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 employment practices liability losses. In addition to the funds noted above, members have subsidies from excess insurers deposited into this Fund. Trindel continues to provide safety and Risk Control services to its members as its primary method of reducing costs.

**TRINDEL INSURANCE FUND**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**JUNE 30, 2022**

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**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. Workers' compensation has seen increasing rates for public entities due to increase in medical costs and the uptick in indemnity claim frequency and severity primarily due to injury presumptions imposed by the State Legislature. The liability insurance market is seeing the effects of “social inflation” influencing losses to catastrophic levels that have had a huge impact on costs that continue to deplete the liability markets surplus, limiting the capacity and the availability of reinsurers willing to write California public entity business. The property insurance market in California has largely been impacted by failed policies and practices of the USFS in wild fire prevention and suppression. The malfeasance and gross misconduct by the USFS officials in this area directly impacted our excess carriers by over \$46 million dollars in claims paid last year, more doubling the total paid to California public entities from previous years. These claims will continue to reduce capacity in the market and drive premiums higher.

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 level.

Trindel is maneuvering programs structure to ensure financial soundness; 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.

**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  
PO Box 2069  
51 Arbuckle Ct.  
Weaverville, CA 96093

## **BASIC FINANCIAL STATEMENTS**

**TRINDEL INSURANCE FUND**

**COMBINED STATEMENT OF  
NET POSITION**

**AS OF JUNE 30, 2022 AND 2021**

	<b>2022</b>	<b>2021</b>
<b>Assets</b>		
Current Assets		
Cash	\$ 36,270,334	\$ 28,473,019
Excess receivable	375,264	302,699
Prepaid expenses	149,583	53,959
Investments	10,660,457	8,473,426
Total Current Assets	47,455,638	37,303,103
Noncurrent Assets		
Investments	30,986,221	34,476,432
Net pension asset	254,668	-
Capital Assets:		
Nondepreciable	63,006	63,006
Depreciable, net	635,876	664,561
Total Noncurrent Assets	31,939,771	35,203,999
<b>Total Assets</b>	<b>79,395,409</b>	<b>72,507,102</b>
<b>Deferred Outflows</b>		
Deferred outflows due to pension	401,581	195,583
<b>Liabilities</b>		
Current Liabilities		
Accounts payable	502,589	415,384
Compensated absences	50,812	40,379
Claims liabilities	5,150,000	5,150,000
Total Current Liabilities	5,703,401	5,605,763
Noncurrent Liabilities		
Compensated absences	50,812	40,379
Claims liabilities	36,515,083	34,182,282
Net pension liability	-	41,102
Due to members	31,286,281	30,492,866
Total Noncurrent Liabilities	67,852,176	64,756,629
<b>Total Liabilities</b>	<b>73,555,577</b>	<b>70,362,392</b>
<b>Deferred Inflows</b>		
Deferred inflows due to pension	3,580	24,292
<b>Net Position</b>		
Net invested in capital assets	698,882	727,567
Unrestricted net position	5,538,951	1,588,434
Total Net position	<b>\$ 6,237,833</b>	<b>\$ 2,316,001</b>

The accompanying notes are an integral part of these financial statements.

**TRINDEL INSURANCE FUND**  
**COMBINED STATEMENT OF**  
**REVENUES, EXPENSES, AND CHANGES IN NET POSITION**  
**FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021**

	<u>2022</u>	<u>2021</u>
<b>Operating Revenues</b>		
Member contributions	\$ 23,111,919	\$ 23,240,642
Charges for services	2,177,089	1,965,247
Other revenue	11,321	3,707
Total Operating Revenues	<u>25,300,329</u>	<u>25,209,596</u>
<b>Expenses</b>		
Program expenses		
Claims expenses	7,286,567	5,157,775
Insurance expense	6,208,271	6,865,107
State fees	155,048	158,944
Risk management	968,182	931,927
General & administrative	555,530	842,937
Return of funds to members	3,431,385	2,048,594
Trindel administration		
Salaries and benefits	558,191	602,075
Services and supplies	300,639	220,693
Loss prevention	114,506	101,645
Pension expense	(237,546)	32,433
Depreciation	16,862	20,003
Total Expenses	<u>19,357,635</u>	<u>16,982,133</u>
Operating income/(loss)	5,942,694	8,227,463
<b>Nonoperating Revenues:</b>		
Investment income/(loss)	<u>(1,227,447)</u>	162,378
Total Nonoperating Revenues	(1,227,447)	162,378
Change in due to/(from) members/net position	4,715,247	8,389,841
Due to/(from) Members/Net Position - Beginning	30,492,866	22,648,704
Net position - Beginning	<u>2,316,001</u>	<u>1,770,322</u>
Due to/(from) Members - Ending	31,286,281	30,492,866
Net position - Ending	<u>\$ 6,237,833</u>	<u>\$ 2,316,001</u>

**TRINDEL INSURANCE FUND**

**COMBINED STATEMENT OF CASH FLOWS**

**FOR THE FISCAL YEARS ENDED JUNE 30, 2022 AND 2021**

	<b>2022</b>	<b>2021</b>
<b>Cash Flows From Operating Activities</b>		
Contributions received	\$ 25,289,008	\$ 25,205,889
Claims expenses paid	(5,026,331)	(3,614,821)
Insurance premiums paid	(6,303,909)	(6,811,148)
Dividends paid	(3,431,385)	(2,048,594)
Vendors paid	(947,620)	(1,109,654)
Salaries paid	(1,870,004)	(1,302,938)
<b>Net Cash Provided (Used) by Operating Activities</b>	<b>7,709,759</b>	<b>10,318,734</b>
<b>Cash Flows From Capital &amp; Related Financing Activities</b>		
Purchase of capital assets	9,453	-
<b>Net Cash Provided (Used) by Capital &amp; Related Financing Activities</b>	<b>9,453</b>	<b>-</b>
<b>Cash Flows From Investing Activities</b>		
Investment income received	543,632	413,475
Purchase of investment securities	(10,887,849)	(43,565,006)
Proceeds from sales and maturities of investments	10,422,320	33,018,787
<b>Net Cash Provided (Used) by Investing Activities</b>	<b>78,103</b>	<b>(10,132,744)</b>
Net Increase (Decrease) in Cash	<b>7,797,315</b>	<b>185,990</b>
Beginning Trindel Cash and Investments	<b>28,473,019</b>	<b>28,287,029</b>
Ending Trindel Cash and Investments	<b>\$ 36,270,334</b>	<b>\$ 28,473,019</b>
<b>Reconciliation of Operating Income to Net Cash Provided by Operating Activities</b>		
Cash Flows from Operating Activities:		
Operating Income (Loss)	\$ 5,942,694	\$ 8,227,463
Adjustments to Reconcile Operating Income (Loss) to Cash		
Provided (Used) by Operations:		
Depreciation and amortization	16,862	20,003
(Increase) Decrease in:		
Accounts receivable	(72,565)	376,069
Prepaid expenses	(95,624)	53,959
Deferred outflows	(205,998)	39,989
Net pension asset	(295,770)	-
Increase (Decrease) in:		
Accounts payable	87,205	405,007
Compensated balances	20,866	3,009
Claims liabilities	2,332,801	1,166,885
Net pension liability	-	46,723
Deferred inflows	(20,712)	(20,373)
<b>Net Cash Provided by Operating Activities</b>	<b>\$ 7,709,759</b>	<b>\$ 10,318,734</b>
<b>Supplemental Disclosures</b>		
Noncash Investing and Financing Activities		
Increase (decrease) in Fair Market Value of Investments	<b>\$ (1,851,234)</b>	<b>\$ (479,321)</b>

The accompanying notes are an integral part of these financial statements.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

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**NOTE 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:

- Workers compensation banking layer
- Workers compensation shared layer
- Property
- Liability banking layer
- Liability shared layer
- Pollution
- Medical malpractice
- Program administration
- Leadership training

**Membership**

As of June 30, 2022, membership of the various programs is as follows:

Members	Workers' Compensation	Liability	Property	Medical Malpractice	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 THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

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**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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 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. Trindel has determined that no other outside entity meets the criteria, and therefore, no agency has been included as a component unit in these financial statements.

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.

# TRINDEL INSURANCE FUND

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2022

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### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### **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 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, 2022, the total accounts receivable portfolio was considered collectible. Interest on investments is recorded in the year the interest is earned.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

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**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**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. Additionally, in 2021 the Liability shared layer was created, and that shows in net position as well. Administration revenues in excess of administration expenses will also 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, 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 three 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:

3 years	Equipment
5 years	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.

# TRINDEL INSURANCE FUND

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2022

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### NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

#### 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 of resources*, represents a consumption of net assets 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 assets 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.

#### 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 INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

Trindel provides the following programs and coverages

Program	Type	Banking Layer		Pooling Layer Retention	Excess*	Limit
		Member Retention				
Airport	Occurrence	\$ -	\$ -	-	PRISM	\$ 25,000,000.00
CIMI	Occurrence	\$ 10,000	\$ -	-	PRISM	\$ 1,000,000.00
Crime	Occurrence	\$ 2,500	\$ -	-	PRISM	\$ 15,000,000.00
Cyber	Occurrence	\$ 50,000	\$ -	-	PRISM	\$ 5,000,000.00
EWC	Occurrence	\$ 300,000	\$ 1,000,000		PRISM	Statutory
GL1	Occurrence	\$ 250,000	\$ 1,000,000		PRISM	\$ 25,000,000
MedMal2	Claims Made	\$ 25,000	\$ -	-	PRISM	\$ 21,505,000
Pollution	Occurrence	\$ 250,000	\$ -	-	PRISM	\$ 10,000,000
All Risk \$800M (\$25K)   \$600M Flood, \$300M x/s \$300M for locations (excludes Flood Zones A & V in Tower II)   EQ: Shared limits of \$25M no rooftop coverage (2% total values per unit / \$100K min)						
Property	Occurrence	\$ 25,000	\$ -	-	PRISM	
Watercraft	Occurrence	\$ 1,000	\$ -	-	PRISM	\$ 100,000

\*Public Risk Innovation, Solutions and Management (formerly CSAC-EIA)

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

The pooled retention layer for the liability program was effective July 1, 2021.

**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 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.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

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, 2022, total cash and cash equivalents were as follows:

	<u>2022</u>	<u>2021</u>
Balance Per Bank	\$ 38,284,203	\$ 28,734,642
Less: Outstanding Checks/Charges and Adjustments	<u>(2,013,869)</u>	<u>(261,623)</u>
Balance Per Books	<u>\$ 36,270,334</u>	<u>\$ 28,473,019</u>
Financial Statement Totals:		
Admin funds	\$ (86,140)	\$ (86,140)
Trust funds	<u>36,356,474</u>	<u>28,559,159</u>
Totals	<u>\$ 36,270,334</u>	<u>\$ 28,473,019</u>

Custodial Credit Risk

Section 53652 of the California Governmental Code requires financial institutions to secure deposits made by governmental units in excess of insured amounts, by the pledging of governmental securities as collateral. The market value of the pledged securities in the collateral pool must equal at least 110% of the total amount deposited by governmental units.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**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

***Interest Rate Risk.*** As a means of limiting its exposure to fair value losses arising from changes in interest rates, in 2021 Trindel's investment policy has been updated to allow investment portfolio maturities to extend beyond five years from purchase date to maturity.

June 30, 2022 Investment Type	Fair Value	Investment Maturities		
		< 1yr	1-3 yrs	>3 yrs
Federal Government Agency	\$ 10,825,693	2,759,865	6,279,440	\$ 1,786,388
US Treasury	18,425,502	5,247,949	3,611,118	9,566,435
Corporate Notes	6,744,505	2,253,210	2,939,408	1,551,887
Asset Backed Securities	3,463,154	-	246,780	3,216,374
Supranationals	1,788,391	-	764,672	1,023,719
Money Market Fund	399,434	399,434	-	-
<b>Total Investments</b>	<b>\$ 41,646,678</b>	<b>\$ 10,660,457</b>	<b>\$ 13,841,417</b>	<b>\$ 17,144,804</b>

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

June 30, 2021	Investment Maturities			
<u>Investment Type</u>	<u>Fair Value</u>	<u>&lt; 1yr</u>	<u>1-3 yrs</u>	<u>&gt;3 yrs</u>
Federal Government Agency	\$ 14,420,778	3,445,554	9,387,485	\$ 1,587,739
US Treasury	17,254,934	3,146,166	9,502,929	4,605,839
Commercial Paper	774,220	774,220	-	-
Corporate Notes	6,448,377	303,738	5,934,235	210,404
Asset Backed Securities	2,449,832	5,702	649,420	1,794,710
Supranationals	803,671	-	803,671	-
Money Market Fund	22,762	22,762	-	-
Negotiable CD	775,284	775,284	-	-
<b>Total Investments</b>	<b>\$ 42,949,858</b>	<b>\$ 8,473,426</b>	<b>\$ 26,277,740</b>	<b>\$ 8,198,692</b>

*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 minimum rating of A by Standard & Poor's and Moody's Investors Service. Trindel does not have minimum credit ratings for government agency securities.

June 30, 2022								
<u>Investment Type</u>	<u>Fair Value</u>	<u>AAA</u>	<u>AA+</u>	<u>A+</u>	<u>AA</u>	<u>A-</u>	<u>A</u>	<u>AA-</u>
Federal Government Agency	\$ 10,825,693	\$ -	\$ 10,825,693	\$ -	\$ -	\$ -	\$ -	\$ -
US Treasury	18,425,502	-	18,425,502	-	-	-	-	-
Corporate Notes	6,744,505	-	696,715	1,323,805	986,221	830,695	2,507,344	399,726
Asset Backed Securities	3,463,154	3,463,154	-	-	-	-	-	-
Supranationals	1,788,391	1,788,391	-	-	-	-	-	-
Money Market Fund	399,434	399,434	-	-	-	-	-	-
<b>Total Investments</b>	<b>\$ 41,646,678</b>	<b>\$ 5,650,979</b>	<b>\$ 29,947,909</b>	<b>\$ 1,323,805</b>	<b>\$ 986,221</b>	<b>\$ 830,695</b>	<b>\$ 2,507,344</b>	<b>\$ 399,726</b>

June 30, 2021									
<u>Investment Type</u>	<u>Fair Value</u>	<u>AAA</u>	<u>AA+</u>	<u>A+</u>	<u>AA</u>	<u>A-</u>	<u>A-1</u>	<u>A</u>	<u>AA-</u>
Federal Government Agency	\$ 14,420,778	\$ -	\$ 14,420,778	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
US Treasury	17,254,934	-	17,254,934	-	-	-	-	-	-
Commercial Paper	774,220	-	-	-	-	-	774,220	-	-
Corporate Notes	6,448,377	-	726,238	909,916	926,466	942,239	-	2,519,683	423,835
Asset Backed Securities	2,449,832	2,449,832	-	-	-	-	-	-	-
Supranationals	803,671	803,671	-	-	-	-	-	-	-
Money Market Fund	22,762	22,762	-	-	-	-	-	-	-
Negotiable CD	775,284	-	-	-	-	-	775,284	-	-
<b>Total Investments</b>	<b>\$ 42,949,858</b>	<b>\$ 3,276,265</b>	<b>\$ 32,401,950</b>	<b>\$ 909,916</b>	<b>\$ 926,466</b>	<b>\$ 942,239</b>	<b>\$ 1,549,504</b>	<b>\$ 2,519,683</b>	<b>\$ 423,835</b>

*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 THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

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

June 30, 2022	Fair Value	% of Portfolio
Government of United States	\$ 18,425,502	44%
Federal Home Loan Mortgage Corp	4,831,015	12%
Federal National Mortgage Association	3,290,088	8%
June 30, 2021	Fair Value	% of Portfolio
Government of United States	\$ 17,257,253	40%
Federal Home Loan Bank	4,157,546	10%
Federal Home Loan Mortgage Corp	5,042,313	12%
Federal National Mortgage Association	4,020,107	9%

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, 2022 are as shown below:

June 30, 2022	Fair Value Measurements Using			
Investments	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Debt Securities				
Federal Government Agency	\$ 10,825,693	\$ -	\$ 10,825,693	\$ -
US Treasury	18,425,502	-	18,425,502	-
Corporate Notes	6,744,505	-	6,744,505	-
Asset Backed Securities	3,463,154	-	3,463,154	-
Supranationals	1,788,390	-	1,788,390	-
Money Market Fund	399,434	N/A	N/A	N/A
Total Debt Securities	\$ 41,646,678	\$ -	\$ 41,247,244	\$ -
June 30, 2021	Fair Value Measurements Using			
Investments	Fair Value	Level 1 Inputs	Level 2 Inputs	Level 3 Inputs
Debt Securities				
Federal Government Agency	\$ 14,420,778	\$ -	\$ 14,420,778	\$ -
US Treasury	17,254,934	-	17,254,934	-
Commercial Paper	774,220	-	774,220	-
Corporate Notes	6,448,377	-	6,448,377	-
Asset Backed Securities	2,449,832	-	2,449,832	-
Supranationals	803,671	-	803,671	-
Money Market Fund	22,762	N/A	N/A	N/A
Negotiable CD	775,284	-	775,284	-
Total Debt Securities	\$ 42,949,858	\$ -	\$ 42,927,096	\$ -

\*The fair value of these Level 2 securities is based on a market approach with prices obtained from nationally-recognized pricing services.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**NOTE 3: CAPITAL ASSETS**

Capital assets at June 30, 2022 consist of the following:

	<u>June 30, 2021</u>	<u>Additions</u>	<u>Retirements</u>	<u>June 30, 2022</u>
Land	\$ 63,006	\$ -	\$ -	\$ 63,006
Building	709,236	-	-	709,236
Furniture, Fixtures, Equipment	197,551	9,454	-	207,005
Total Capital Assets	<u>969,793</u>	<u>9,454</u>	<u>-</u>	<u>979,247</u>
Less Accumulated Depreciation	<u>(242,226)</u>	<u>(38,139)</u>	<u>-</u>	<u>(280,365)</u>
Capital Assets, net	<u>727,567</u>	<u>(28,685)</u>	<u>-</u>	<u>698,882</u>
Financial Statement Totals:				
Nondepreciable	63,006	-	-	63,006
Depreciable, net	<u>664,561</u>	<u>(28,685)</u>	<u>-</u>	<u>635,876</u>
Total	<u>\$ 727,567</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 698,882</u>

Depreciation expense for the fiscal years ended June 30, 2022 was \$38,139.

**NOTE 4: COMPENSATED ABSENCES**

The following is a summary of compensated absences of Trindel as of June 30, 2022:

	<u>July 1, 2021</u>	<u>Current Year Activity</u>	<u>June 30, 2022</u>	<u>Current Portion</u>
Compensated Absences	<u>\$ 80,757</u>	<u>\$ 20,867</u>	<u>\$ 101,624</u>	<u>\$ 50,812</u>

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**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 years ended June 30, 2022 and 2021:

	2022	2021
Unpaid Claims and Claim Adjustment Expense at Beginning of Year	\$ 39,332,282	\$ 38,165,397
Incurred Claims and Claim Adjustment Expenses:		
Provision for Insured Events of the Current Year	12,445,746	11,449,893
Increase (Decrease) in Provision for Insured Events of Prior Fiscal Years	(5,159,179)	(6,292,118)
Total Incurred Claims and Claim Adjustment Expenses	7,286,567	5,157,775
Payments:		
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Current Year	786,741	712,390
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Prior Years	4,167,025	3,278,500
Total Payments	4,953,766	3,990,890
Total Unpaid Claims and Claims Adjustment Expenses	\$ 41,665,083	\$ 39,332,282
Reported Claims	\$ 4,599,883	\$ 13,978,694
Claims Incurred But Not Reported	34,465,200	23,104,588
Unallocated Loss Adjustment Expense Payable	2,600,000	2,249,000
Total Claim Liabilities	41,665,083	39,332,282
Current Portion	(5,150,000)	(5,150,000)
Long-Term Portion	\$ 36,515,083	\$ 34,182,282

At June 30, 2022 and 2021, unpaid claims and claim adjustment expenses were presented at \$41,665,083 and \$39,332,282, respectively. Trindel does not discount claims liability.

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**NOTE 6: JOINT POWERS AGREEMENT**

Each of the members of Trindel is also a member of Public Risk Innovation, Solutions, and Management (PRISM) (formerly CSAC EIA) through a joint powers agreement. The relationship between Trindel and the joint powers authority is such that PRISM is not a component unit of Trindel for financial reporting purposes.

PRISM 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.

<b>A. Entity</b>	<u><b>PRISM</b></u>
<b>B. Purpose</b>	Provides excess insurance coverage for Workers' Compensation, Property and Liability
<b>C. Participants</b>	Statewide entities
<b>D. Governing Board</b>	Consists of elected representatives of members by region
<b>E. Condensed Financial Information as of</b>	<u>June 30, 2021*</u>
	<u>PRISM</u>
Total Assets	\$ 1,006,132,845
Deferred Outflows	2,167,314
Total Assets and Deferred Outflows	<u>\$ 1,008,300,159</u>
Total Liabilities	\$ 820,969,455
Deferred Inflows	976,070
Net Position	<u>186,354,634</u>
Total Liabilities, Deferred Inflows and Net Position	<u>\$ 1,008,300,159</u>
Total Revenues	\$ 1,291,008,268
Total Expenditures	1,278,916,616
Member Dividend	<u>-</u>
Net Increase (Decrease) in Net Position	<u>\$ 12,091,652</u>

\* Latest audited information available.

TRINDEL INSURANCE FUND

NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2022

**NOTE 7: DEFERRED COMPENSATION**

Trindel Insurance Fund employees 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.

Trindel Insurance Fund employees 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, 2022, are summarized as follows:

	Prior to January 1, 2013	On or after January 1, 2013
Hire date		
Benefit formula	2.5% @ 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	12.200%	7.590%

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

**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.

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

As of June 30, 2022 and 2021, Trindel reported a net pension asset in the amount of \$254,668 and a net pension liability of \$41,102, respectively, for its proportionate shares of the net pension.

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, 2021, 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, 2020 rolled forward to June 30, 2021 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, 2022 and 2021 was as follows:

Proportion - June 30, 2021	0.00097%
Proportion - June 30, 2022	-0.01341%
Change - Increase (Decrease)	-0.01438%

For the year ended June 30, 2022 and 2021, Trindel recognized a pension expense of \$240,422 and \$163,239, respectively. At June 30, 2022 and 2021, Trindel reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

June 30, 2022

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes of Assumptions	\$ -	\$ -
Differences between Expected and Actual Experience	(28,558)	-
Differences between Projected and Actual Investment Earnings	222,312	-
Differences between Employer's Contributions and Proportionate Share of Contributions	2,202	3,580
Change in Employer's Proportion	98,074	-
Pension Contributions Made Subsequent to Measurement Date	107,551	-
Total	\$ 401,581	\$ 3,580

**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

June 30, 2021

	<b>Deferred Outflows of Resources</b>	<b>Deferred Inflows of Resources</b>
Changes of Assumptions	\$ -	\$ 293
Differences between Expected and Actual Experience	2,118	-
Differences between Projected and Actual Investment Earnings	1,221	-
Differences between Employer's Contributions and Proportionate Share of Contributions	46,914	4,092
Change in Employer's Proportion	48,432	19,907
Pension Contributions Made Subsequent to Measurement Date	96,898	-
<b>Total</b>	<b>\$ 195,583</b>	<b>\$ 24,292</b>

As of June 30, 2022, Trindel reported \$107,551 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, 2023. Other amounts reported as deferred outflows of resourced and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<b>Year Ended June 30</b>	<b>Deferred Outflows/(Inflows) of Resources</b>
2023	\$ 85,525
2024	76,343
2025	67,146
2026	61,436
2027	-
Thereafter	-
	<b>\$ 290,450</b>

As of June 30, 2021, Trindel reported \$96,898 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, 2022. Other amounts reported as deferred outflows of resourced and deferred inflows of resources related to pensions will be recognized as pension expense as follows:

<b>Year Ended June 30</b>	<b>Deferred Outflows/(Inflows) of Resources</b>
2022	\$ 44,786
2023	20,762
2024	8,259
2025	586
2026	-
Thereafter	-
	<b>\$ 74,393</b>

# TRINDEL INSURANCE FUND

## NOTES TO THE FINANCIAL STATEMENTS

JUNE 30, 2022

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The underlying mortality assumptions and all other actuarial assumptions used in the June 30, 2021 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 be 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.

CalPERS reviewed all actuarial assumptions as part of its regular Asset Liability Management (ALM) review cycle in February 2019. All changes to the discount rate as a result required 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 2022-2023 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 long-term 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.



**TRINDEL INSURANCE FUND**

**NOTES TO THE FINANCIAL STATEMENTS**

**JUNE 30, 2022**

<b>Asset Class</b>	<b>New Strategic Allocation</b>	<b>Real Return Years 1 - 10 (a)</b>	<b>Real Return Years 11+ (b)</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%
<b>Total</b>	<b>100%</b>		

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

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

*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.

June 30, 2022

	<b>Discount Rate -1% (6.15%)</b>	<b>Current Discount Rate (7.15%)</b>	<b>Discount Rate +1% (8.15%)</b>
Net Pension Liability/(Asset)	\$ 41,348	\$ (254,668)	\$ (499,381)

June 30, 2021

	<b>Discount Rate -1% (6.15%)</b>	<b>Current Discount Rate (7.15%)</b>	<b>Discount Rate +1% (8.15%)</b>
Net Pension Liability/(Asset)	\$ 305,224	\$ 41,102	\$ (177,134)

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

**REQUIRED SUPPLEMENTARY INFORMATION**

**TRINDEL INSURANCE FUND**

**RECONCILIATION OF CLAIMS LIABILITIES BY PROGRAM**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<u>Property</u>	<u>Liability Banking Layer</u>	<u>Liability Shared Layer</u>	<u>Workers' Compensation Banking Layer</u>	<u>Workers' Compensation Shared Layer</u>	<u>Medical Malpractice</u>	<u>Total</u>
Unpaid Claims and Claim Adjustment Expense at Beginning of Year	\$ 312,607	\$ 5,322,330	\$ -	\$ 29,808,452	\$ 3,780,000	\$ 108,893	\$ 39,332,282
Incurred Claims and Claim Adjustment Expenses:							
Provision for Insured Events of the Current Year	825,450	2,236,000	947,000	7,107,000	1,287,000	43,296	12,445,746
Increase (Decrease) in Provision for Insured Events of Prior Fiscal Years	55,104	(502,892)	-	(3,348,391)	(1,363,000)	-	(5,159,179)
Total Incurred Claims and Claim Adjustment Expenses	<u>880,554</u>	<u>1,733,108</u>	<u>947,000</u>	<u>3,758,609</u>	<u>\$ (76,000)</u>	<u>43,296</u>	<u>7,286,567</u>
Payments:							
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Current Year	286,083	19,707	-	476,762	-	4,189	786,741
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Prior Years	147,663	1,314,618	-	2,704,744	-	-	4,167,025
Total Payments	<u>433,746</u>	<u>1,334,325</u>	<u>-</u>	<u>3,181,506</u>	<u>-</u>	<u>4,189</u>	<u>4,953,766</u>
Total Unpaid Claims and Claims Adjustment Expenses	<u>\$ 759,415</u>	<u>\$ 5,721,113</u>	<u>\$ 947,000</u>	<u>\$ 30,385,555</u>	<u>\$ 3,704,000</u>	<u>\$ 148,000</u>	<u>\$ 41,665,083</u>
Reported Claims	\$ 174,928	\$ 2,534,239	\$ -	\$ 1,890,716	\$ -	\$ -	\$ 4,599,883
Claims Incurred But Not Reported	567,487	2,907,874	947,000	26,190,839	3,704,000	148,000	34,465,200
Unallocated Loss Adjustment Expense Payable	17,000	279,000	-	2,304,000	-	-	2,600,000
Total Claim Liabilities	<u>\$ 759,415</u>	<u>\$ 5,721,113</u>	<u>\$ 947,000</u>	<u>\$ 30,385,555</u>	<u>\$ 3,704,000</u>	<u>\$ 148,000</u>	<u>\$ 41,665,083</u>

\*All other programs are fully insured.

**TRINDEL INSURANCE FUND**

**RECONCILIATION OF CLAIMS LIABILITIES BY PROGRAM**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2021**

	<u>Property</u>	<u>Liability</u>	<u>Workers' Compensation Banking Layer</u>	<u>Workers' Compensation Shared Layer</u>	<u>Medical Malpractice</u>	<u>Total</u>
Unpaid Claims and Claim Adjustment Expense at Beginning of Year	\$ 287,873	\$ 4,732,587	\$ 31,080,937	\$ 2,064,000	\$ -	\$ 38,165,397
Incurred Claims and Claim Adjustment Expenses:						
Provision for Insured Events of the Current Year	386,000	2,308,000	7,323,000	1,324,000	108,893	11,449,893
Increase (Decrease) in Provision for Insured Events of Prior Fiscal Years	<u>(257,463)</u>	<u>(752,047)</u>	<u>(5,684,625)</u>	<u>392,000</u>	<u>10,017</u>	<u>(6,292,118)</u>
Total Incurred Claims and Claim Adjustment Expenses	<u>128,537</u>	<u>1,555,953</u>	<u>1,638,375</u>	<u>1,716,000</u>	<u>118,910</u>	<u>5,157,775</u>
Payments:						
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Current Year	130,663	92,155	479,555	-	10,017	712,390
Claim and Claim Adjustment Expenses Attributable to Insured Events of the Prior Years	<u>(26,860)</u>	<u>874,055</u>	<u>2,431,305</u>	<u>-</u>	<u>-</u>	<u>3,278,500</u>
Total Payments	<u>103,803</u>	<u>966,210</u>	<u>2,910,860</u>	<u>-</u>	<u>10,017</u>	<u>3,990,890</u>
Total Unpaid Claims and Claims Adjustment Expenses	<u>\$ 312,607</u>	<u>\$ 5,322,330</u>	<u>\$ 29,808,452</u>	<u>\$ 3,780,000</u>	<u>\$ 108,893</u>	<u>\$ 39,332,282</u>
Reported Claims	\$ 181,567	\$ 2,669,553	\$ 11,127,574	\$ -	\$ -	\$ 13,978,694
Claims Incurred But Not Reported	116,040	2,405,777	16,693,878	3,780,000	108,893	23,104,588
Unallocated Loss Adjustment Expense Payable	<u>15,000</u>	<u>247,000</u>	<u>1,987,000</u>	<u>-</u>	<u>-</u>	<u>2,249,000</u>
Total Claim Liabilities	<u>\$ 312,607</u>	<u>\$ 5,322,330</u>	<u>\$ 29,808,452</u>	<u>\$ 3,780,000</u>	<u>\$ 108,893</u>	<u>\$ 39,332,282</u>

**TRINDEL INSURANCE FUND**  
**CLAIMS DEVELOPMENT INFORMATION**  
**POOLED WORKERS' COMPENSATION**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b>Fiscal and Policy Year Ended June 30,</b>			
	<b>2019</b>	<b>2020</b>	<b>2021</b>	<b>2022</b>
Total Required Contributions and Investment Revenue	\$ 1,653,531	\$ 1,824,491	\$ 2,106,357	\$ 2,073,231
Ceded	-	-	-	-
(1) Net Earned Required Contribution and Investment Revenues	1,653,531	1,824,491	2,106,357	2,073,231
(2) Unallocated Expenses	-	-	-	-
(3) Estimated Incurred Claims and Expense				
End of Year	1,159,000	1,228,000	1,324,000	1,287,000
Ceded	-	-	-	-
Net Incurred	1,159,000	1,228,000	1,324,000	1,287,000
(4) Paid (Cumulative as of):				
End of Policy Year	-	-	-	-
One Year Later	-	-	-	-
(5) Reestimated Ceded Claims and Expense:	-	-	-	-
(6) Reestimated Incurred Claims and Expense:				
End of Policy Year	1,159,000	1,228,000	1,324,000	1,287,000
One Year Later	836,000	1,555,000	780,000	
Two Years Later	1,696,000	1,091,000		
Three Years Later	1,604,000			
(7) Increase (Decrease) in Estimated Incurred Claims and Expenses from the End of Program Year	\$ 445,000	\$ (137,000)	\$ (544,000)	\$ -

This program began in 2019 so only four years are shown

**TRINDEL INSURANCE FUND**  
**CLAIMS DEVELOPMENT INFORMATION**  
**POOLED LIABILITY**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

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	<b>2022</b>
Total Required Contributions and Investment Revenue	\$ 1,813,818
Ceded	-
(1) Net Earned Required Contribution and Investment Revenues	1,813,818
(2) Unallocated Expenses	-
(3) Estimated Incurred Claims and Expense	
End of Year	947,000
Ceded	-
Net Incurred	947,000
(4) Paid (Cumulative as of):	
End of Policy Year	-
(5) Reestimated Ceded Claims and Expense:	-
(6) Reestimated Incurred Claims and Expense:	
End of Policy Year	947,000
(7) Increase (Decrease) in Estimated Incurred Claims and Expenses from the End of Program Year	\$ -

This program began in 2022 so only one year is shown.

**TRINDEL INSURANCE FUND**

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

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<b>Total</b>	<b>June 30, 2014<sup>(1)</sup></b>	<b>June 30, 2015<sup>(1)</sup></b>	<b>June 30, 2016<sup>(1)</sup></b>	<b>June 30, 2017<sup>(1)</sup></b>	<b>June 30, 2018<sup>(1)</sup></b>	<b>June 30, 2019<sup>(1)</sup></b>	<b>June 30, 2020<sup>(1)</sup></b>	<b>June 30, 2021<sup>(1)</sup></b>
Proportion of the net pension liability	0.00369%	0.00179%	0.00277%	0.00123%	-0.00129%	-0.00014%	0.00097%	-0.01341%
Proportionate share of the net pension liability/(asset)	\$ 145,588	\$ 100,052	\$ 75,546	\$ 76,849	\$ (48,481)	\$ (5,622)	\$ 41,102	\$ (254,668)
Covered payroll <sup>(2)</sup>	\$ 641,077	\$ 738,902	\$ 770,805	\$ 826,709	\$ 940,071	\$ 921,501	\$ 997,476	\$ 979,664
Proportionate Share of the net pension liability as percentage of covered payroll	22.71%	13.54%	9.80%	9.30%	-5.16%	-0.61%	4.12%	-26.00%
Plans fiduciary net position as a percentage of the total pension liability	79.82%	78.40%	74.06%	73.31%	77.69%	77.73%	77.71%	86.61%

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

<sup>(2)</sup> Covered 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.

**TRINDEL INSURANCE FUND**  
**SCHEDULE OF CONTRIBUTIONS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

<b>Total</b>	<b>Fiscal Year 2014-15 <sup>(1)</sup></b>	<b>Fiscal Year 2015-16 <sup>(1)</sup></b>	<b>Fiscal Year 2016-17 <sup>(1)</sup></b>	<b>Fiscal Year 2017-18 <sup>(1)</sup></b>	<b>Fiscal Year 2018-19 <sup>(1)</sup></b>	<b>Fiscal Year 2018-19 <sup>(1)</sup></b>	<b>Fiscal Year 2019-20 <sup>(1)</sup></b>	<b>Fiscal Year 2020-21 <sup>(1)</sup></b>
Contractually required contribution <sup>(2)</sup>	\$ 75,553	\$ 60,141	\$ 71,062	\$ 253,139	\$ 73,839	\$ 81,288	\$ 96,898	\$ 107,551
Contributions in relation to the contractually required contribution	(75,553)	(60,141)	(71,062)	(253,139)	(73,839)	(81,288)	(96,898)	(107,551)
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered payroll <sup>(3)</sup>	\$ 641,077	\$ 738,902	\$ 770,805	\$ 826,709	\$ 940,071	\$ 921,501	\$ 997,476	\$ 979,664
Contributions as a percentage of covered payroll <sup>(3)</sup>	11.785%	8.139%	9.219%	30.620%	7.855%	8.821%	9.714%	10.978%

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

<sup>(2)</sup> 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.

<sup>(3)</sup> Covered 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, 2022**

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**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.

**2) 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 eight 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 eight years are shown.

**SUPPLEMENTARY INFORMATION**

**TRINDEL INSURANCE FUND**

**COMBINING SCHEDULE OF  
NET POSITION**

**AS OF JUNE 30, 2022**

	<b>Workers' Compensation Banking Layer</b>	<b>Workers' Compensation Shared Layer</b>	<b>Liability Banking Layer</b>	<b>Liability Shared Layer</b>	<b>Property</b>	<b>Pollution</b>	<b>Medical Malpractice</b>	<b>Leadership Training</b>	<b>Program Administration</b>	<b>Total</b>
<b>Assets</b>										
<b>Current Assets</b>										
Cash	\$ 21,946,398	\$ 3,727,058	\$ 6,715,014	\$ 1,831,987	\$ 452,133	\$ 77,560	\$ 329,078	\$ 1,071,493	\$ 119,613	\$ 36,270,334
Excess receivable	89,590	-	97,257	-	188,417	-	-	-	-	375,264
Prepaid expenses	-	-	-	-	-	149,583	-	-	-	149,583
Investments	7,610,104	1,013,829	2,001,221	-	26,005	130	65	9,103	-	10,660,457
<b>Total Current Assets</b>	<b>29,646,092</b>	<b>4,740,887</b>	<b>8,813,492</b>	<b>1,831,987</b>	<b>666,555</b>	<b>227,273</b>	<b>329,143</b>	<b>1,080,596</b>	<b>119,613</b>	<b>47,455,638</b>
<b>Noncurrent Assets</b>										
Investments	22,131,201	2,948,351	5,819,818	(15,814)	75,625	377	189	26,474	-	30,986,221
Net pension asset	96,762	-	28,551	-	11,103	-	-	-	118,252	254,668
<b>Capital Assets:</b>										
Nondepreciable	-	-	-	-	-	-	-	-	63,006	63,006
Depreciable, net	285,814	-	59,722	-	23,225	-	-	-	267,115	635,876
<b>Total Noncurrent Assets</b>	<b>22,513,777</b>	<b>2,948,351</b>	<b>5,908,091</b>	<b>(15,814)</b>	<b>109,953</b>	<b>377</b>	<b>189</b>	<b>26,474</b>	<b>448,373</b>	<b>31,939,771</b>
<b>Total Assets</b>	<b>52,159,869</b>	<b>7,689,238</b>	<b>14,721,583</b>	<b>1,816,173</b>	<b>776,508</b>	<b>227,650</b>	<b>329,332</b>	<b>1,107,070</b>	<b>567,986</b>	<b>79,395,409</b>
<b>Deferred Outflows</b>										
Deferred outflows due to pension	152,582	-	45,021	-	17,508	-	-	-	186,470	401,581
<b>Liabilities</b>										
<b>Current Liabilities</b>										
Accounts payable	3,517	-	6,468	-	481,446	-	-	4,799	6,359	502,589
Compensated absences	7,552	-	7,999	-	3,111	-	-	-	32,151	50,812
Claims liabilities	3,500,000	-	1,500,000	-	150,000	-	-	-	-	5,150,000
<b>Total Current Liabilities</b>	<b>3,511,069</b>	<b>-</b>	<b>1,514,467</b>	<b>-</b>	<b>634,557</b>	<b>-</b>	<b>-</b>	<b>4,799</b>	<b>38,510</b>	<b>5,703,401</b>
<b>Noncurrent Liabilities</b>										
Compensated absences	7,552	-	7,999	-	3,111	-	-	-	32,151	50,812
Claims liabilities	26,885,555	3,704,000	4,221,113	947,000	609,415	-	148,000	-	-	36,515,083
Net pension liability	-	-	-	-	-	-	-	-	-	-
Due to members	21,377,043	-	8,899,204	-	(501,219)	227,650	181,332	1,102,271	-	31,286,281
<b>Total Noncurrent Liabilities</b>	<b>48,270,150</b>	<b>3,704,000</b>	<b>13,128,316</b>	<b>947,000</b>	<b>111,307</b>	<b>227,650</b>	<b>329,332</b>	<b>1,102,271</b>	<b>32,151</b>	<b>67,852,176</b>
<b>Total Liabilities</b>	<b>51,781,219</b>	<b>3,704,000</b>	<b>14,642,783</b>	<b>947,000</b>	<b>745,863</b>	<b>227,650</b>	<b>329,332</b>	<b>1,107,070</b>	<b>70,660</b>	<b>73,555,577</b>
<b>Deferred Inflows</b>										
Deferred inflows due to pension	1,360	-	401	-	156	-	-	-	1,663	3,580
<b>Net Position</b>										
Net position	\$ 529,872	\$ 3,985,238	\$ 123,420	\$ 869,173	\$ 47,997	\$ -	\$ -	\$ -	\$ 682,133	\$ 6,237,833

**TRINDEL INSURANCE FUND**

**COMBINING SCHEDULE OF REVENUES, EXPENSES,  
AND CHANGES IN NET POSITION**

**FOR THE YEAR ENDED OF JUNE 30, 2022**

	Workers' Compensation Banking Layer	Workers' Compensation Shared Layer	Liability Layer	Liability Shared Layer	Property	Pollution	Medical Malpractice	Leadership Training	Program Administration	Total
<b>Operating Revenues</b>										
Member contributions	\$ 10,102,782	\$ 2,201,000	\$ 6,521,813	\$ 1,830,999	\$ 1,511,619	\$ 87,092	\$ 779,614	\$ 77,000	\$ -	\$ 23,111,919
Charges for services	723,760	-	183,242	-	71,261	-	-	-	1,198,826	2,177,089
Other revenue	30	-	-	-	-	-	-	-	11,291	11,321
Total Operating Revenues	<u>10,826,572</u>	<u>2,201,000</u>	<u>6,705,055</u>	<u>1,830,999</u>	<u>1,582,880</u>	<u>87,092</u>	<u>779,614</u>	<u>77,000</u>	<u>1,210,117</u>	<u>25,300,329</u>
<b>Expenses</b>										
Program expenses										
Claims expenses	3,758,609	(76,000)	1,733,108	947,000	880,554	-	43,296	-	-	7,286,567
Insurance expense	758,088	-	3,118,651	-	1,507,897	240,062	626,573	(43,000)	-	6,208,271
State fees	155,048	-	-	-	-	-	-	-	-	155,048
Risk management	555,011	-	185,900	-	60,501	-	-	166,770	-	968,182
General & administrative	467,102	-	63,052	-	24,520	-	-	856	-	555,530
Return of funds to members	3,367,533	-	63,852	-	-	-	-	-	-	3,431,385
Trindel administration										
Salaries and benefits	-	-	-	-	-	-	-	-	558,191	558,191
Services and supplies	-	-	-	-	-	-	-	-	300,639	300,639
Loss prevention	-	-	-	-	-	-	-	-	114,506	114,506
Pension expense	-	-	-	-	-	-	-	-	(237,546)	(237,546)
Depreciation	-	-	-	-	-	-	-	-	16,862	16,862
Total Expenses	<u>9,061,391</u>	<u>(76,000)</u>	<u>5,164,563</u>	<u>947,000</u>	<u>2,473,472</u>	<u>240,062</u>	<u>669,869</u>	<u>124,626</u>	<u>752,652</u>	<u>19,357,635</u>
Operating income/(loss)	1,765,181	2,277,000	1,540,492	883,999	(890,592)	(152,970)	109,745	(47,626)	457,465	5,942,694
<b>Nonoperating Revenues:</b>										
Interest income	52,681	7,052	12,740	988	107	146	-	1,201	-	74,915
Investment income	323,186	41,159	72,782	3,948	(1,136)	603	(777)	7,453	521	447,739
Increase/(decrease) in FMV	(1,253,532)	(166,016)	(283,585)	(19,762)	2,432	(3,502)	3,234	(29,370)	-	(1,750,101)
Transfers	(383,000)	-	(300,000)	-	200,000	200,000	250,000	33,000	-	-
Total Nonoperating Revenues	<u>(1,260,665)</u>	<u>(117,805)</u>	<u>(498,063)</u>	<u>(14,826)</u>	<u>201,403</u>	<u>197,247</u>	<u>252,457</u>	<u>12,284</u>	<u>521</u>	<u>(1,227,447)</u>
Change in due to/(from) members/net position	504,516	2,159,195	1,042,429	869,173	(689,189)	44,277	362,202	(35,342)	457,986	4,715,247
Net position - Beginning	261,325	1,826,043	3,230	-	1,256	-	-	-	224,147	2,316,001
Due to/(from) Members/Net Position - Beginning	21,141,074	-	7,976,965	-	234,711	183,373	(180,870)	1,137,613	-	30,492,866
Due to/(from) Members - Ending	21,377,043	-	8,899,204	-	(501,219)	227,650	181,332	1,102,271	-	31,286,281
Net position - Ending	<u>\$ 529,872</u>	<u>\$ 3,985,238</u>	<u>\$ 123,420</u>	<u>\$ 869,173</u>	<u>\$ 47,997</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 682,133</u>	<u>\$ 6,237,833</u>

**TRINDEL INSURANCE FUND**  
**SCHEDULE OF NET POSITION BY MEMBER**  
**WORKERS COMPENSATION**

**AS OF JUNE 30, 2022**

	Trindel												
	Administration	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
<b>Assets</b>													
Cash	\$ 13,230	\$ 375,663	\$ 864,946	\$ 1,623,214	\$ 3,207,169	\$ 1,139,466	\$ 2,392,751	\$ 2,520,964	\$ 2,926,356	\$ 1,377,972	\$ 4,281,639	\$ 1,223,028	\$ 21,946,398
Excess receivable	-	-	-	-	4,303	542	29,844	47,037	7,864	-	-	-	89,590
Investments	-	1,195,764	2,220,028	2,976,793	3,388,399	1,894,744	2,369,382	5,709,784	2,986,267	793,257	4,177,668	2,029,219	29,741,305
Net pension asset	96,762	-	-	-	-	-	-	-	-	-	-	-	96,762
Fixed assets	285,814	-	-	-	-	-	-	-	-	-	-	-	285,814
Total Assets	395,806	1,571,427	3,084,974	4,600,007	6,599,871	3,034,752	4,791,977	8,277,785	5,920,487	2,171,229	8,459,307	3,252,247	52,159,869
<b>Deferred Outflows</b>													
Deferred outflows on pension	152,582	-	-	-	-	-	-	-	-	-	-	-	152,582
<b>Liabilities</b>													
Accounts payable	2,052	-	-	780	340	-	-	-	15	-	-	330	3,517
Accrued vacation/sick	15,104	-	-	-	-	-	-	-	-	-	-	-	15,104
Claims Liabilities	-	2,045,724	678,249	1,981,150	3,480,293	1,399,878	3,430,512	3,548,667	3,464,698	1,922,582	6,585,138	1,848,664	30,385,555
Total Liabilities	17,156	2,045,724	678,249	1,981,930	3,480,633	1,399,878	3,430,512	3,548,667	3,464,713	1,922,582	6,585,138	1,848,994	30,404,176
<b>Deferred Inflows</b>													
Deferred inflows on pension	1,360	-	-	-	-	-	-	-	-	-	-	-	1,360
<b>Due To/(From) Members</b>	-	\$ (474,297)	\$ 2,406,725	\$ 2,618,077	\$ 3,119,238	\$ 1,634,874	\$ 1,361,465	\$ 4,729,118	\$ 2,455,774	\$ 248,647	\$ 1,874,169	\$ 1,403,253	\$ 21,377,043
<b>Net Position</b>	\$ 529,872	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 529,872

**TRINDEL INSURANCE FUND**

**SCHEDULE REVENUES, EXPENSES, AND CHANGES IN**

**NET POSITION BY MEMBER**

**WORKERS COMPENSATION**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Trindel												
	Administration	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
<b>Operating Revenues</b>													
Member contributions	\$ -	\$ 316,051	\$ 298,676	\$ 979,662	\$ 1,417,213	\$ 546,660	\$ 932,204	\$ 898,926	\$ 1,289,739	\$ 711,827	\$ 2,033,963	\$ 677,861	\$ 10,102,782
Charges for services	723,760	-	-	-	-	-	-	-	-	-	-	-	723,760
Other income	-	-	-	-	-	-	-	-	-	-	30	-	30
Total Revenues	723,760	316,051	298,676	979,662	1,417,213	546,660	932,204	898,926	1,289,739	711,827	2,033,993	677,861	10,826,572
<b>Expenses</b>													
<b>Program Expenses</b>													
Claims expenses	-	500,724	(196,996)	454,165	124,353	199,173	669,995	(544,671)	772,292	526,582	1,563,871	(310,879)	3,758,609
Insurance expense	-	18,789	66,563	67,394	69,057	36,603	70,076	67,049	107,198	27,626	174,062	53,671	758,088
State fees	-	1,350	848	3,750	15,019	4,877	8,486	18,415	28,641	6,271	31,639	35,752	155,048
Risk management	-	47,600	49,600	53,167	53,390	49,740	48,770	49,600	51,520	49,600	48,214	53,810	555,011
General & administrative	-	(1)	849	655	1,199	1,150	917	3,474	1,035	565	987	1,059	11,889
Return of funds to members	-	-	-	2,300,000	567,533	-	-	500,000	-	-	-	-	3,367,533
<b>General &amp; Administration</b>													
Salaries and benefits	451,301	-	-	-	-	-	-	-	-	-	-	-	451,301
Services and supplies	120,536	-	-	-	-	-	-	-	-	-	-	-	120,536
Loss prevention	4,352	-	-	-	-	-	-	-	-	-	-	-	4,352
Pension expense	(183,343)	-	-	-	-	-	-	-	-	-	-	-	(183,343)
Depreciation	62,367	-	-	-	-	-	-	-	-	-	-	-	62,367
Total Expenses	455,213	568,462	(79,136)	2,879,131	830,551	291,543	798,244	93,867	960,686	610,644	1,818,773	(166,587)	9,061,391
Operating Income/(Loss)	268,547	(252,411)	377,812	(1,899,469)	586,662	255,117	133,960	805,059	329,053	101,183	215,220	844,448	1,765,181
<b>Nonoperating Revenues</b>													
Interest income	-	1,592	3,165	5,423	6,647	2,981	4,766	8,551	5,741	2,269	8,285	3,261	52,681
Investment income	-	9,744	19,348	35,757	41,031	18,029	28,831	52,981	34,400	13,667	49,769	19,629	323,186
Increase (Decrease) in FMV	-	(37,639)	(76,107)	(127,304)	(156,756)	(71,018)	(113,382)	(204,673)	(134,008)	(57,299)	(197,540)	(77,806)	(1,253,532)
Transfers	-	(2,500)	(3,500)	(3,000)	(302,500)	(2,500)	(3,500)	(52,500)	(3,000)	(3,500)	(3,500)	(3,000)	(383,000)
Total Nonoperating Revenues	-	(28,803)	(57,094)	(89,124)	(411,578)	(52,508)	(83,285)	(195,641)	(96,867)	(44,863)	(142,986)	(57,916)	(1,260,665)
Change in due to/(from) members	268,547	(281,214)	320,718	(1,988,593)	175,084	202,609	50,675	609,418	232,186	56,320	72,234	786,532	504,516
Net position - Beginning	261,325												261,325
Due to/(from) Members - Beginning	-	(193,083)	2,086,007	4,606,670	2,944,154	1,432,265	1,310,790	4,119,700	2,223,588	192,327	1,801,935	616,721	21,141,074
Due to/(from) Members - Ending	\$ -	\$ (474,297)	\$ 2,406,725	\$ 2,618,077	\$ 3,119,238	\$ 1,634,874	\$ 1,361,465	\$ 4,729,118	\$ 2,455,774	\$ 248,647	\$ 1,874,169	\$ 1,403,253	\$ 21,377,043
Net position - Ending	\$ 529,872	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 529,872

**TRINDEL INSURANCE FUND**  
**SCHEDULE OF NET POSITION BY MEMBER**  
**LIABILITY**

**AS OF JUNE 30, 2022**

	<b>Trindel</b>												
	<b>Administration</b>	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Assets</b>													
Cash	\$ 6,993	\$ 314,465	\$ 240,416	\$ 672,608	\$ 406,619	\$ 811,922	\$ 631,019	\$ 580,715	\$ 1,364,911	\$ 203,770	\$ 1,593,685	\$ (112,109)	\$ 6,715,014
Excess receivable	-	-	-	-	-	-	-	36,896	-	-	4,281	56,080	97,257
Investments	-	461,748	860,124	829,628	1,125,042	344,134	973,034	468,597	2,073,724	131,836	326,280	226,892	7,821,039
Net pension asset	28,551	-	-	-	-	-	-	-	-	-	-	-	28,551
Fixed assets	59,722	-	-	-	-	-	-	-	-	-	-	-	59,722
<b>Total Assets</b>	<b>95,266</b>	<b>776,213</b>	<b>1,100,540</b>	<b>1,502,236</b>	<b>1,531,661</b>	<b>1,156,056</b>	<b>1,604,053</b>	<b>1,086,208</b>	<b>3,438,635</b>	<b>335,606</b>	<b>1,924,246</b>	<b>170,863</b>	<b>14,721,583</b>
<b>Deferred Outflows</b>													
Deferred outflows on pension	45,021	-	-	-	-	-	-	-	-	-	-	-	45,021
<b>Liabilities</b>													
Accounts payable	468	-	-	-	-	-	-	-	-	6,000	-	-	6,468
Accrued vacation/sick	15,998	-	-	-	-	-	-	-	-	-	-	-	15,998
Claims Liabilities	-	216,788	158,131	440,830	559,070	278,510	319,579	297,802	663,526	63,132	1,957,289	766,456	5,721,113
<b>Total Liabilities</b>	<b>16,466</b>	<b>216,788</b>	<b>158,131</b>	<b>440,830</b>	<b>559,070</b>	<b>278,510</b>	<b>319,579</b>	<b>297,802</b>	<b>663,526</b>	<b>69,132</b>	<b>1,957,289</b>	<b>766,456</b>	<b>5,743,579</b>
<b>Deferred Inflows</b>													
Deferred inflows on pension	401	-	-	-	-	-	-	-	-	-	-	-	401
<b>Due To/(From) Members</b>	<b>\$ -</b>	<b>\$ 559,425</b>	<b>\$ 942,409</b>	<b>\$ 1,061,406</b>	<b>\$ 972,591</b>	<b>\$ 877,546</b>	<b>\$ 1,284,474</b>	<b>\$ 788,406</b>	<b>\$ 2,775,109</b>	<b>\$ 266,474</b>	<b>\$ (33,043)</b>	<b>\$ (595,593)</b>	<b>\$ 8,899,204</b>
<b>Net Position</b>	<b>\$ 123,420</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 123,420</b>

**TRINDEL INSURANCE FUND**  
**SCHEDULE REVENUES, EXPENSES, AND CHANGES IN**  
**NET POSITION BY MEMBER**  
**LIABILITY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	Trindel												
	Administration	Alpine	Colusa	Del Norte	Lassen	Modoc	Mono	Plumas	San Benito	Sierra	Sutter	Trinity	Total
<b>Operating Revenues</b>													
Member contributions	\$ -	\$ 267,558	\$ 405,417	\$ 592,698	\$ 765,229	\$ 513,115	\$ 364,650	\$ 570,342	\$ 902,099	\$ 141,164	\$ 1,636,179	\$ 363,362	\$ 6,521,813
Charges for services	183,242	-	-	-	-	-	-	-	-	-	-	-	183,242
Total Revenues	183,242	267,558	405,417	592,698	765,229	513,115	364,650	570,342	902,099	141,164	1,636,179	363,362	6,705,055
<b>Expenses</b>													
<b>Program Expenses</b>													
Claims expenses	-	237,574	(42,076)	(27,947)	(10,244)	34,442	121,839	(6,091)	300,483	(34,691)	548,680	611,139	1,733,108
Insurance expense	-	88,944	249,272	271,988	303,692	193,761	251,102	252,158	411,873	136,683	663,624	295,554	3,118,651
Risk management	-	16,900	16,900	16,900	16,900	16,900	16,900	16,900	16,900	16,900	16,900	16,900	185,900
Return of funds to members	-	-	-	16,117	47,735	-	-	-	-	-	-	-	63,852
<b>General &amp; Administration</b>													
Salaries and benefits	138,695	-	-	-	-	-	-	-	-	-	-	-	138,695
Services and supplies	24,546	-	-	-	-	-	-	-	-	-	-	-	24,546
Loss prevention	2,542	-	-	-	-	-	-	-	-	-	-	-	2,542
Pension expense	(73,146)	-	-	-	-	-	-	-	-	-	-	-	(73,146)
Depreciation	(29,585)	-	-	-	-	-	-	-	-	-	-	-	(29,585)
Total Expenses	63,052	343,418	224,096	277,058	358,083	245,103	389,841	262,967	729,256	118,892	1,229,204	923,593	5,164,563
Operating Income/(Loss)	120,190	(75,860)	181,321	315,640	407,146	268,012	(25,191)	307,375	172,843	22,272	406,975	(560,231)	1,540,492
<b>Nonoperating Revenues</b>													
Interest income	-	871	982	1,398	1,230	966	1,546	869	3,169	317	1,255	137	12,740
Investment income	-	5,102	5,620	8,388	6,957	5,454	9,269	4,918	18,500	1,802	6,104	668	72,782
Increase (Decrease) in FMV	-	(20,623)	(22,690)	(31,456)	(27,387)	(22,111)	(36,161)	(20,292)	(72,232)	(7,816)	(25,280)	2,463	(283,585)
Transfers	-	-	-	(300,000)	-	-	-	-	-	-	-	-	(300,000)
Total Nonoperating Revenues	-	(14,650)	(16,088)	(321,670)	(19,200)	(15,691)	(25,346)	(14,505)	(50,563)	(5,697)	(17,921)	3,268	(498,063)
Change in due to/(from) members	120,190	(90,510)	165,233	(6,030)	387,946	252,321	(50,537)	292,870	122,280	16,575	389,054	(556,963)	1,042,429
Net position - Beginning	3,230												3,230
Due to/(from) Members - Beginning	-	649,935	777,176	1,067,436	584,645	625,225	1,335,011	495,536	2,652,829	249,899	(422,097)	(38,630)	7,976,965
Due to/(from) Members - Ending	\$ -	\$ 559,425	\$ 942,409	\$ 1,061,406	\$ 972,591	\$ 877,546	\$ 1,284,474	\$ 788,406	\$ 2,775,109	\$ 266,474	\$ (33,043)	\$ (595,593)	\$ 8,899,204
Net position - Ending	\$ 123,420	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 123,420



**TRINDEL INSURANCE FUND**  
**SCHEDULE OF NET POSITION BY MEMBER**  
**PROPERTY**  
**AS OF JUNE 30, 2022**

	<b>Trindel</b>												
	<b>Administration</b>	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Assets</b>													
Cash	\$ 2,720	\$ 133,856	\$ 53,412	\$ 126,853	\$ 241,090	\$ 68,212	\$ (15,008)	\$ (105,076)	\$ 31,021	\$ 4,310	\$ (67,768)	\$ (21,489)	\$ 452,133
Excess receivable	-	-	-	1,291	-	-	-	75,625	-	2,001	-	109,500	188,417
Investments	-	(1,335)	9,494	800	(2,494)	(379)	1,295	83,315	1,873	(587)	10,142	(494)	101,630
Net pension asset	11,103	-	-	-	-	-	-	-	-	-	-	-	11,103
Fixed assets	23,225	-	-	-	-	-	-	-	-	-	-	-	23,225
<b>Total Assets</b>	<b>37,048</b>	<b>132,521</b>	<b>62,906</b>	<b>128,944</b>	<b>238,596</b>	<b>67,833</b>	<b>(13,713)</b>	<b>53,864</b>	<b>32,894</b>	<b>5,724</b>	<b>(57,626)</b>	<b>87,517</b>	<b>776,508</b>
<b>Deferred Outflows</b>													
Deferred outflows on pension	17,508	-	-	-	-	-	-	-	-	-	-	-	17,508
<b>Liabilities</b>													
Accounts payable	182	15,000	22,537	82,491	35,713	26,047	28,096	80,025	114,105	10,500	46,750	20,000	481,446
Accrued vacation/sick	6,221	-	-	-	-	-	-	-	-	-	-	-	6,221
Claims Liabilities	-	58,397	27,458	134,217	76,653	94,074	27,592	117,768	61,151	25,483	68,706	67,916	759,415
<b>Total Liabilities</b>	<b>6,403</b>	<b>73,397</b>	<b>49,995</b>	<b>216,708</b>	<b>112,366</b>	<b>120,121</b>	<b>55,688</b>	<b>197,793</b>	<b>175,256</b>	<b>35,983</b>	<b>115,456</b>	<b>87,916</b>	<b>1,247,082</b>
<b>Deferred Inflows</b>													
Deferred inflows on pension	156	-	-	-	-	-	-	-	-	-	-	-	156
<b>Due To/(From) Members</b>	<b>\$ -</b>	<b>\$ 59,124</b>	<b>\$ 12,911</b>	<b>\$ (87,764)</b>	<b>\$ 126,230</b>	<b>\$ (52,288)</b>	<b>\$ (69,401)</b>	<b>\$ (143,929)</b>	<b>\$ (142,362)</b>	<b>\$ (30,259)</b>	<b>\$ (173,082)</b>	<b>\$ (399)</b>	<b>\$ (501,219)</b>
<b>Net Position</b>	<b>\$ 47,997</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 47,997</b>

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

**PROPERTY**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b>Trindel</b>												
	<b>Administration</b>	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Operating Revenues</b>													
Member contributions	\$ -	\$ 89,193	\$ 85,532	\$ 255,925	\$ 162,836	\$ 122,328	\$ 94,104	\$ 239,486	\$ 201,825	\$ 34,144	\$ 142,531	\$ 83,715	\$ 1,511,619
Charges for services	71,261	-	-	-	-	-	-	-	-	-	-	-	71,261
Total Revenues	71,261	89,193	85,532	255,925	162,836	122,328	94,104	239,486	201,825	34,144	142,531	83,715	1,582,880
<b>Expenses</b>													
<b>Program Expenses</b>													
Claims expenses	-	41,446	19,360	107,551	55,858	99,970	8,493	215,479	111,027	46,662	94,169	80,539	880,554
Insurance expense	-	51,905	83,134	297,651	129,327	85,951	102,644	215,062	273,191	39,970	161,398	67,664	1,507,897
Risk management	-	5,501	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	5,500	60,501
<b>General &amp; Administration</b>													
Salaries and benefits	53,935	-	-	-	-	-	-	-	-	-	-	-	53,935
Services and supplies	9,546	-	-	-	-	-	-	-	-	-	-	-	9,546
Loss prevention	989	-	-	-	-	-	-	-	-	-	-	-	989
Pension expense	(28,445)	-	-	-	-	-	-	-	-	-	-	-	(28,445)
Depreciation	(11,505)	-	-	-	-	-	-	-	-	-	-	-	(11,505)
Total Expenses	24,520	98,852	107,994	410,702	190,685	191,421	116,637	436,041	389,718	92,132	261,067	153,703	2,473,472
Operating Income/(Loss)	46,741	(9,659)	(22,462)	(154,777)	(27,849)	(69,093)	(22,533)	(196,555)	(187,893)	(57,988)	(118,536)	(69,988)	(890,592)
<b>Nonoperating Revenues</b>													
Interest income	-	89	27	(17)	147	31	(57)	6	(61)	30	(116)	28	107
Investment income	-	440	70	(529)	616	86	(455)	(346)	(592)	200	(830)	204	(1,136)
Increase (Decrease) in FMV	-	(1,985)	(413)	1,169	(3,369)	(596)	1,786	2,168	2,503	(1,000)	3,145	(976)	2,432
Transfers	-	-	-	100,000	100,000	-	-	-	-	-	-	-	200,000
Total Nonoperating Revenues	-	(1,456)	(316)	100,623	97,394	(479)	1,274	1,828	1,850	(770)	2,199	(744)	201,403
Change in due to/(from) members	46,741	(11,115)	(22,778)	(54,154)	69,545	(69,572)	(21,259)	(194,727)	(186,043)	(58,758)	(116,337)	(70,732)	(689,189)
Net position - Beginning	1,256												1,256
Due to/(from) Members - Beginning	-	70,239	35,689	(33,610)	56,685	17,284	(48,142)	50,798	43,681	28,499	(56,745)	70,333	234,711
Due to/(from) Members - Ending	\$ -	\$ 59,124	\$ 12,911	\$ (87,764)	\$ 126,230	\$ (52,288)	\$ (69,401)	\$ (143,929)	\$ (142,362)	\$ (30,259)	\$ (173,082)	\$ (399)	\$ (501,219)
Net Position - Ending	\$ 47,997	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 47,997

**TRINDEL INSURANCE FUND**  
**SCHEDULE OF NET POSITION BY MEMBER**  
**POLLUTION**  
**AS OF JUNE 30, 2022**

	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Assets</b>												
Cash	\$ 2,928	\$ 3,653	\$ 100,310	\$ 100,808	\$ (28,313)	\$ (57,070)	\$ 9,347	\$ (20,488)	\$ (18,671)	\$ (12,914)	\$ (2,030)	\$ 77,560
Prepaid expenses	-	-	-	-	50,941	58,132	-	20,117	20,393	-	-	149,583
Investments	572	689	(749)	(980)	(221)	(1,075)	1,023	212	(26)	492	570	507
Total Assets	<u>3,500</u>	<u>4,342</u>	<u>99,561</u>	<u>99,828</u>	<u>22,407</u>	<u>(13)</u>	<u>10,370</u>	<u>(159)</u>	<u>1,696</u>	<u>(12,422)</u>	<u>(1,460)</u>	<u>227,650</u>
<b>Due To/(From) Members</b>	<u>\$ 3,500</u>	<u>\$ 4,342</u>	<u>\$ 99,561</u>	<u>\$ 99,828</u>	<u>\$ 22,407</u>	<u>\$ (13)</u>	<u>\$ 10,370</u>	<u>\$ (159)</u>	<u>\$ 1,696</u>	<u>\$ (12,422)</u>	<u>\$ (1,460)</u>	<u>\$ 227,650</u>

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

**POLLUTION**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<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>
<b>Operating Revenues</b>												
Member contributions	\$ 1,239	\$ 11,724	\$ 1,858	\$ 1,858	\$ 19,104	\$ 23,161	\$ 1,858	\$ 8,913	\$ 9,890	\$ 2,478	\$ 5,009	\$ 87,092
Total Revenues	<u>1,239</u>	<u>11,724</u>	<u>1,858</u>	<u>1,858</u>	<u>19,104</u>	<u>23,161</u>	<u>1,858</u>	<u>8,913</u>	<u>9,890</u>	<u>2,478</u>	<u>5,009</u>	<u>87,092</u>
<b>Expenses</b>												
<b>Program Expenses</b>												
Insurance expense	10,826	25,222	16,233	16,234	30,145	38,283	16,233	26,077	20,058	21,647	19,104	240,062
Total Expenses	<u>10,826</u>	<u>25,222</u>	<u>16,233</u>	<u>16,234</u>	<u>30,145</u>	<u>38,283</u>	<u>16,233</u>	<u>26,077</u>	<u>20,058</u>	<u>21,647</u>	<u>19,104</u>	<u>240,062</u>
Operating Income/(Loss)	<u>(9,587)</u>	<u>(13,498)</u>	<u>(14,375)</u>	<u>(14,376)</u>	<u>(11,041)</u>	<u>(15,122)</u>	<u>(14,375)</u>	<u>(17,164)</u>	<u>(10,168)</u>	<u>(19,169)</u>	<u>(14,095)</u>	<u>(152,970)</u>
<b>Nonoperating Revenues</b>												
Interest income	4	1	68	81	13	(12)	11	(3)	(1)	(13)	(3)	146
Investment income	23	(3)	294	387	69	(93)	68	(25)	(15)	(82)	(20)	603
Increase (Decrease) in FMV	(66)	65	(1,743)	(2,098)	(331)	303	(228)	105	1	371	119	(3,502)
Total Nonoperating Revenues	<u>(39)</u>	<u>63</u>	<u>98,619</u>	<u>98,370</u>	<u>(249)</u>	<u>198</u>	<u>(149)</u>	<u>77</u>	<u>(15)</u>	<u>276</u>	<u>96</u>	<u>197,247</u>
Change in due to/(from) members	<u>(9,626)</u>	<u>(13,435)</u>	<u>84,244</u>	<u>83,994</u>	<u>(11,290)</u>	<u>(14,924)</u>	<u>(14,524)</u>	<u>(17,087)</u>	<u>(10,183)</u>	<u>(18,893)</u>	<u>(13,999)</u>	<u>44,277</u>
Due to/(from) Members - Beginning	<u>13,126</u>	<u>17,777</u>	<u>15,317</u>	<u>15,834</u>	<u>33,697</u>	<u>14,911</u>	<u>24,894</u>	<u>16,928</u>	<u>11,879</u>	<u>6,471</u>	<u>12,539</u>	<u>183,373</u>
Due to/(from) Members - Ending	<u>\$ 3,500</u>	<u>\$ 4,342</u>	<u>\$ 99,561</u>	<u>\$ 99,828</u>	<u>\$ 22,407</u>	<u>\$ (13)</u>	<u>\$ 10,370</u>	<u>\$ (159)</u>	<u>\$ 1,696</u>	<u>\$ (12,422)</u>	<u>\$ (1,460)</u>	<u>\$ 227,650</u>

**TRINDEL INSURANCE FUND**  
**SCHEDULE OF NET POSITION BY MEMBER**  
**MEDICAL MALPRACTICE**  
**AS OF JUNE 30, 2022**

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	<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>
<b>Assets</b>												
Cash	\$ 10,000	\$ 19,053	\$ 123,469	\$ 103,812	\$ (21,266)	\$ 26,496	\$ 73,917	\$ 13,387	\$ 20,564	\$ (71,018)	\$ 30,664	\$ 329,078
Investments	288	538	67	(1,552)	1,109	966	(2,036)	670	693	(1,545)	1,056	254
Total Assets	<u>10,288</u>	<u>19,591</u>	<u>123,536</u>	<u>102,260</u>	<u>(20,157)</u>	<u>27,462</u>	<u>71,881</u>	<u>14,057</u>	<u>21,257</u>	<u>(72,563)</u>	<u>31,720</u>	<u>329,332</u>
<b>Liabilities</b>												
Claims Liabilities	-	5,365	16,095	-	20,869	8,597	5,772	10,730	5,365	66,704	8,503	148,000
Total Liabilities	<u>-</u>	<u>5,365</u>	<u>16,095</u>	<u>-</u>	<u>20,869</u>	<u>8,597</u>	<u>5,772</u>	<u>10,730</u>	<u>5,365</u>	<u>66,704</u>	<u>8,503</u>	<u>148,000</u>
<b>Due To/(From) Members</b>	<u>\$ 10,288</u>	<u>\$ 14,226</u>	<u>\$ 107,441</u>	<u>\$ 102,260</u>	<u>\$ (41,026)</u>	<u>\$ 18,865</u>	<u>\$ 66,109</u>	<u>\$ 3,327</u>	<u>\$ 15,892</u>	<u>\$ (139,267)</u>	<u>\$ 23,217</u>	<u>\$ 181,332</u>

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

**MEDICAL MALPRACTICE**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Operating Revenues</b>												
Member contributions	\$ 7,637	\$ 52,917	\$ 66,427	\$ 38,474	\$ 40,251	\$ 15,803	\$ 71,679	\$ 39,383	\$ 6,557	\$ 415,860	\$ 24,626	\$ 779,614
Total Revenues	<u>7,637</u>	<u>52,917</u>	<u>66,427</u>	<u>38,474</u>	<u>40,251</u>	<u>15,803</u>	<u>71,679</u>	<u>39,383</u>	<u>6,557</u>	<u>415,860</u>	<u>24,626</u>	<u>779,614</u>
<b>Expenses</b>												
<b>Program Expenses</b>												
Claims expenses	(1,652)	409	11,202	(2,265)	14,895	4,506	(929)	(17,552)	4,627	26,030	4,025	43,296
Insurance expense	6,066	64,362	54,155	29,526	44,877	10,766	56,353	31,520	4,990	305,486	18,472	626,573
Total Expenses	<u>4,414</u>	<u>64,771</u>	<u>65,357</u>	<u>27,261</u>	<u>59,772</u>	<u>15,272</u>	<u>55,424</u>	<u>13,968</u>	<u>9,617</u>	<u>331,516</u>	<u>22,497</u>	<u>669,869</u>
Operating Income/(Loss)	<u>3,223</u>	<u>(11,854)</u>	<u>1,070</u>	<u>11,213</u>	<u>(19,521)</u>	<u>531</u>	<u>16,255</u>	<u>25,415</u>	<u>(3,060)</u>	<u>84,344</u>	<u>2,129</u>	<u>109,745</u>
<b>Nonoperating Revenues</b>												
Interest income	8	8	71	69	(34)	27	36	(2)	22	(230)	25	-
Investment income	48	33	272	291	(223)	159	122	(44)	129	(1,704)	140	(777)
Increase (Decrease) in FMV	(171)	104	(1,560)	(1,678)	1,049	(602)	(603)	320	(522)	7,408	(511)	3,234
Transfers	-	-	100,000	100,000	-	-	50,000	-	-	-	-	250,000
Total Nonoperating Revenues	<u>(115)</u>	<u>145</u>	<u>98,783</u>	<u>98,682</u>	<u>792</u>	<u>(416)</u>	<u>49,555</u>	<u>274</u>	<u>(371)</u>	<u>5,474</u>	<u>(346)</u>	<u>252,457</u>
Change in due to/(from) members	<u>3,108</u>	<u>(11,709)</u>	<u>99,853</u>	<u>109,895</u>	<u>(18,729)</u>	<u>115</u>	<u>65,810</u>	<u>25,689</u>	<u>(3,431)</u>	<u>89,818</u>	<u>1,783</u>	<u>362,202</u>
Due to/(from) Members - Beginning	<u>7,180</u>	<u>25,935</u>	<u>7,588</u>	<u>(7,635)</u>	<u>(22,297)</u>	<u>18,750</u>	<u>299</u>	<u>(22,362)</u>	<u>19,323</u>	<u>(229,085)</u>	<u>21,434</u>	<u>(180,870)</u>
Due to/(from) Members - Ending	<u>\$ 10,288</u>	<u>\$ 14,226</u>	<u>\$ 107,441</u>	<u>\$ 102,260</u>	<u>\$ (41,026)</u>	<u>\$ 18,865</u>	<u>\$ 66,109</u>	<u>\$ 3,327</u>	<u>\$ 15,892</u>	<u>\$ (139,267)</u>	<u>\$ 23,217</u>	<u>\$ 181,332</u>

**TRINDEL INSURANCE FUND**

**SCHEDULE OF NET POSITION BY MEMBER**

**LEADERSHIP TRAINING**

**AS OF JUNE 30, 2022**

---

	<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>
<b>Assets</b>												
Cash	\$ 131,420	\$ 156,877	\$ 125,838	\$ 99,204	\$ 116,337	\$ 78,046	\$ 76,948	\$ 113,516	\$ 72,209	\$ 41,903	\$ 59,195	\$ 1,071,493
Investments	3,863	5,036	3,358	2,973	3,391	1,858	2,031	3,145	1,691	6,610	1,621	35,577
Total Assets	<u>135,283</u>	<u>161,913</u>	<u>129,196</u>	<u>102,177</u>	<u>119,728</u>	<u>79,904</u>	<u>78,979</u>	<u>116,661</u>	<u>73,900</u>	<u>48,513</u>	<u>60,816</u>	<u>1,107,070</u>
<b>Liabilities</b>												
Accounts payable	131	-	3,594	-	-	-	-	-	-	474	600	4,799
Total Liabilities	<u>131</u>	<u>-</u>	<u>3,594</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>474</u>	<u>600</u>	<u>4,799</u>
<b>Due To/(From) Members</b>	<u>\$ 135,152</u>	<u>\$ 161,913</u>	<u>\$ 125,602</u>	<u>\$ 102,177</u>	<u>\$ 119,728</u>	<u>\$ 79,904</u>	<u>\$ 78,979</u>	<u>\$ 116,661</u>	<u>\$ 73,900</u>	<u>\$ 48,039</u>	<u>\$ 60,216</u>	<u>\$ 1,102,271</u>

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

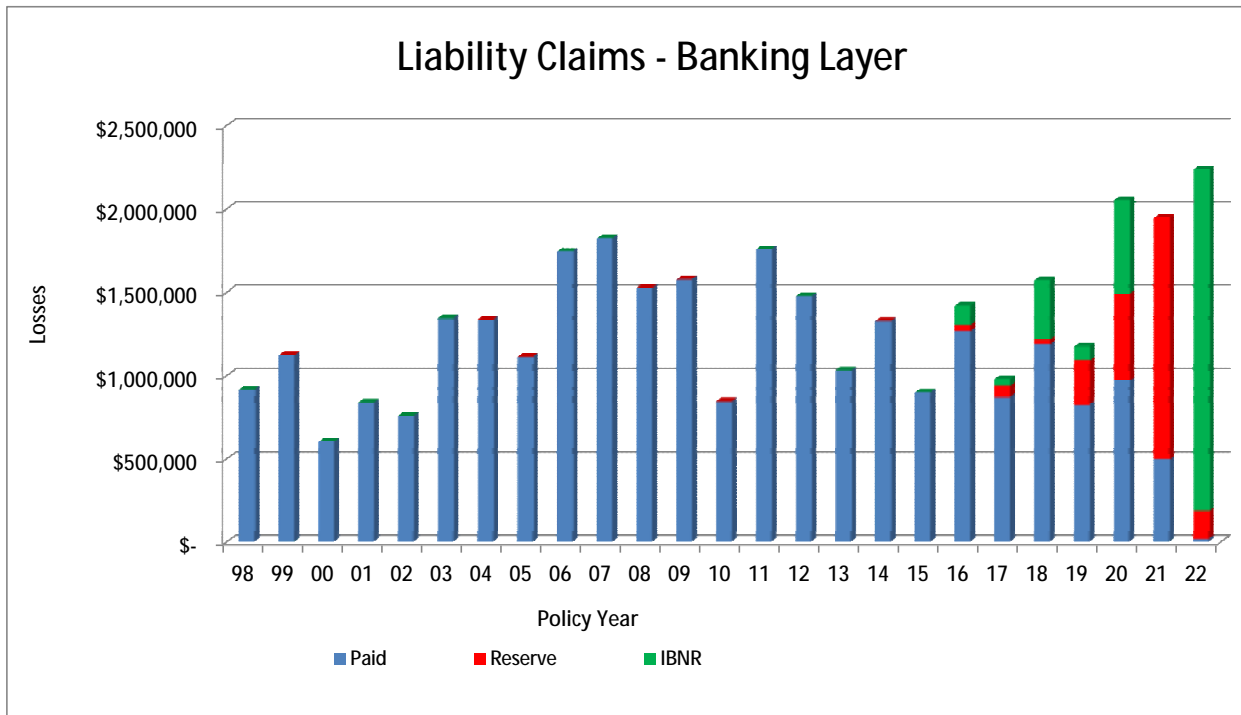
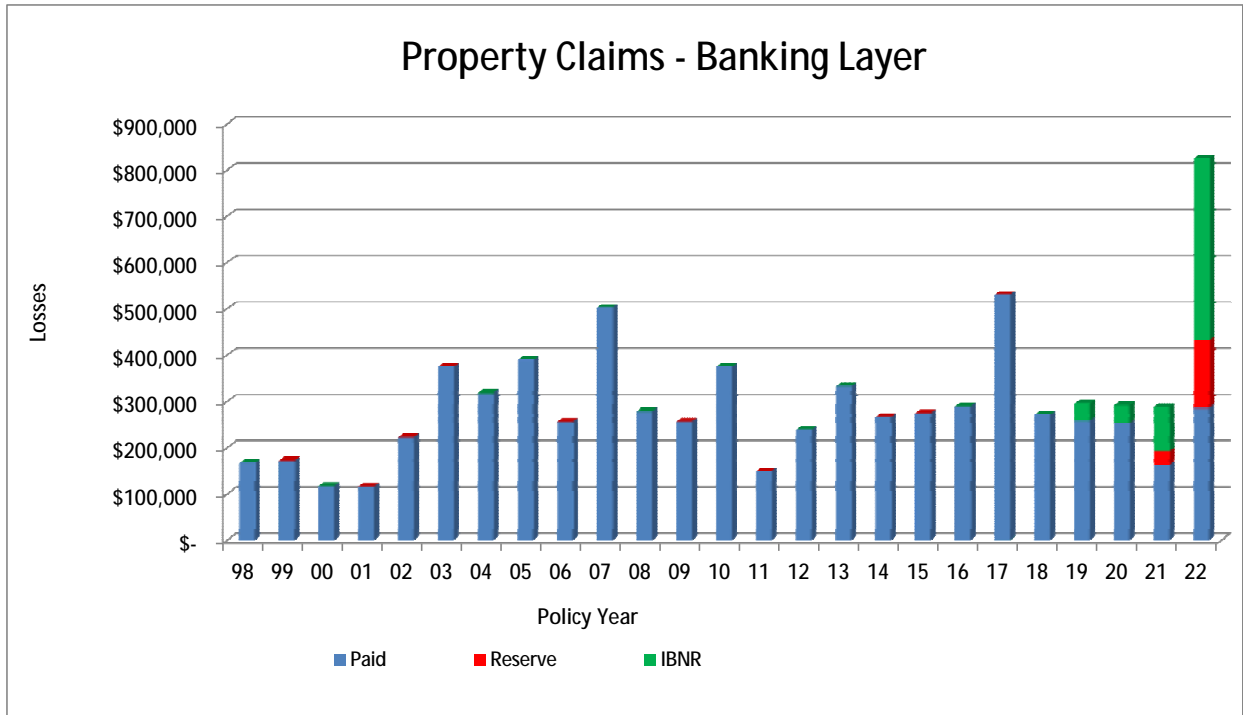
**LEADERSHIP TRAINING**

**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

	<b>Alpine</b>	<b>Colusa</b>	<b>Del Norte</b>	<b>Lassen</b>	<b>Modoc</b>	<b>Mono</b>	<b>Plumas</b>	<b>San Benito</b>	<b>Sierra</b>	<b>Sutter</b>	<b>Trinity</b>	<b>Total</b>
<b>Operating Revenues</b>												
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 Revenues	<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>
<b>Expenses</b>												
<b>Program Expenses</b>												
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	11,193	9,593	10,931	10,709	8,373	602	12,993	11,298	7,840	73,420	9,818	166,770
General & administrative	74	-	-	-	-	-	632	-	150	-	-	856
Total Expenses	<u>7,267</u>	<u>5,593</u>	<u>6,931</u>	<u>6,709</u>	<u>4,373</u>	<u>(3,398)</u>	<u>9,625</u>	<u>7,298</u>	<u>3,990</u>	<u>70,420</u>	<u>5,818</u>	<u>124,626</u>
Operating Income/(Loss)	<u>(267)</u>	<u>1,407</u>	<u>69</u>	<u>291</u>	<u>2,627</u>	<u>10,398</u>	<u>(2,625)</u>	<u>(298)</u>	<u>3,010</u>	<u>(63,420)</u>	<u>1,182</u>	<u>(47,626)</u>
<b>Nonoperating Revenues</b>												
Interest income	147	175	138	108	127	81	85	125	78	73	64	1,201
Investment income	908	1,084	851	668	784	491	526	771	481	501	388	7,453
Increase (Decrease) in FMV	(3,579)	(4,286)	(3,372)	(2,633)	(3,079)	(1,958)	(2,049)	(3,042)	(1,931)	(1,879)	(1,562)	(29,370)
Total Nonoperating Revenues	<u>(24)</u>	<u>473</u>	<u>617</u>	<u>643</u>	<u>332</u>	<u>2,114</u>	<u>1,062</u>	<u>854</u>	<u>2,128</u>	<u>2,195</u>	<u>1,890</u>	<u>12,284</u>
Change in due to/(from) members	<u>(291)</u>	<u>1,880</u>	<u>686</u>	<u>934</u>	<u>2,959</u>	<u>12,512</u>	<u>(1,563)</u>	<u>556</u>	<u>5,138</u>	<u>(61,225)</u>	<u>3,072</u>	<u>(35,342)</u>
Due to/(from) Members - Beginning	<u>135,443</u>	<u>160,033</u>	<u>124,916</u>	<u>101,243</u>	<u>116,769</u>	<u>67,392</u>	<u>80,542</u>	<u>116,105</u>	<u>68,762</u>	<u>109,264</u>	<u>57,144</u>	<u>1,137,613</u>
Due to/(from) Members - Ending	<u>\$ 135,152</u>	<u>\$ 161,913</u>	<u>\$ 125,602</u>	<u>\$ 102,177</u>	<u>\$ 119,728</u>	<u>\$ 79,904</u>	<u>\$ 78,979</u>	<u>\$ 116,661</u>	<u>\$ 73,900</u>	<u>\$ 48,039</u>	<u>\$ 60,216</u>	<u>\$ 1,102,271</u>



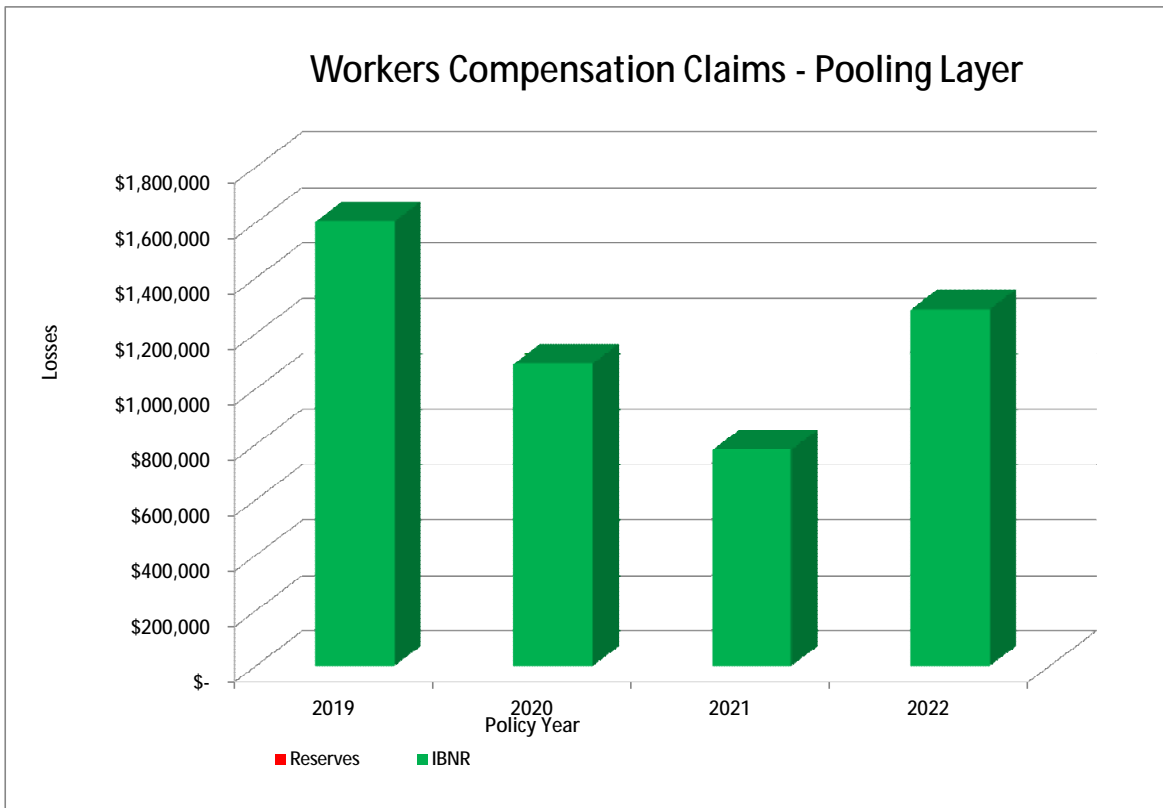
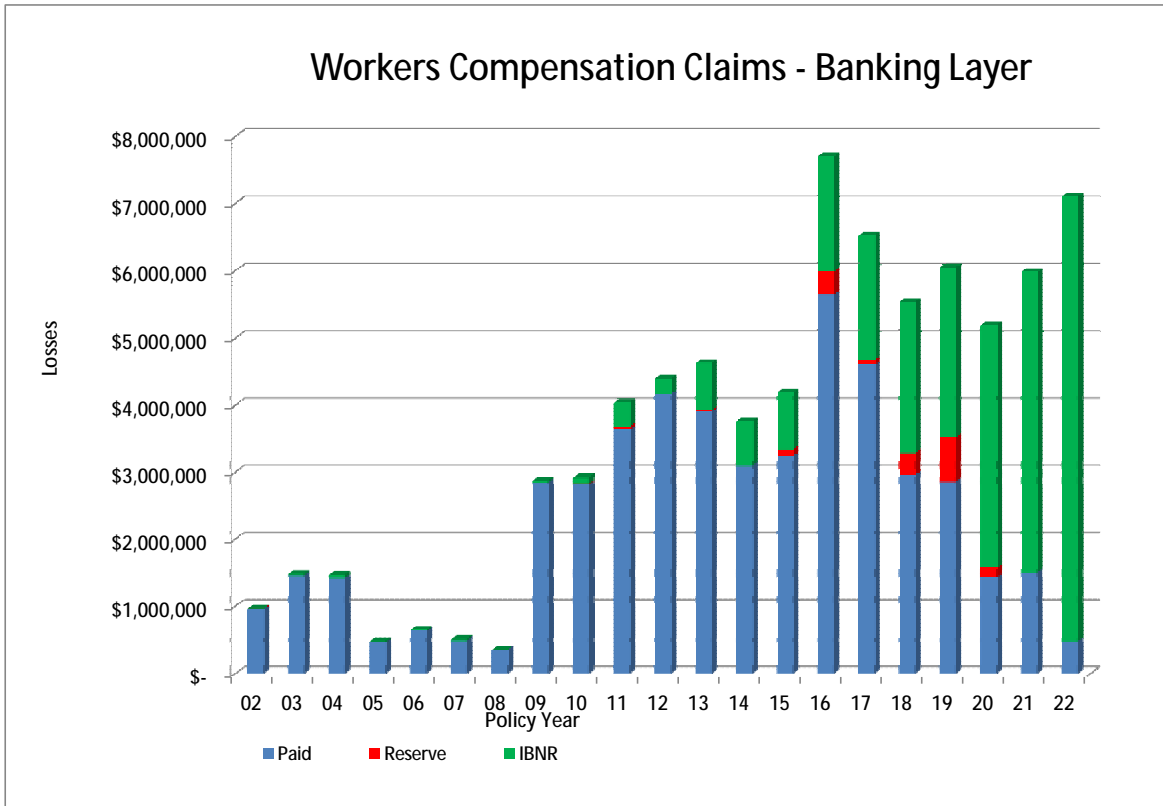
**TRINDEL INSURANCE FUND**  
**GRAPHICAL SUMMARY OF CLAIMS**  
**AS OF JUNE 30, 2022**



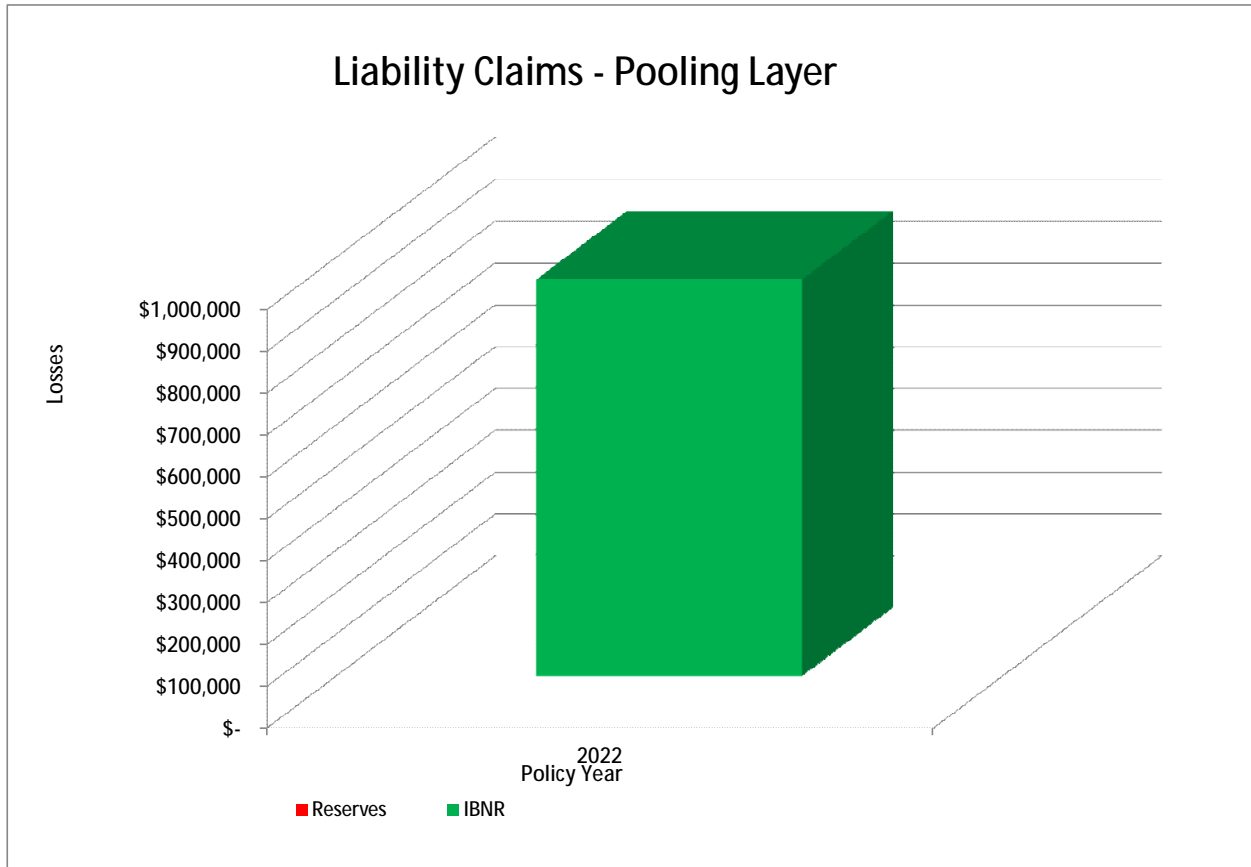
**TRINDEL INSURANCE FUND**

**GRAPHICAL SUMMARY OF CLAIMS**

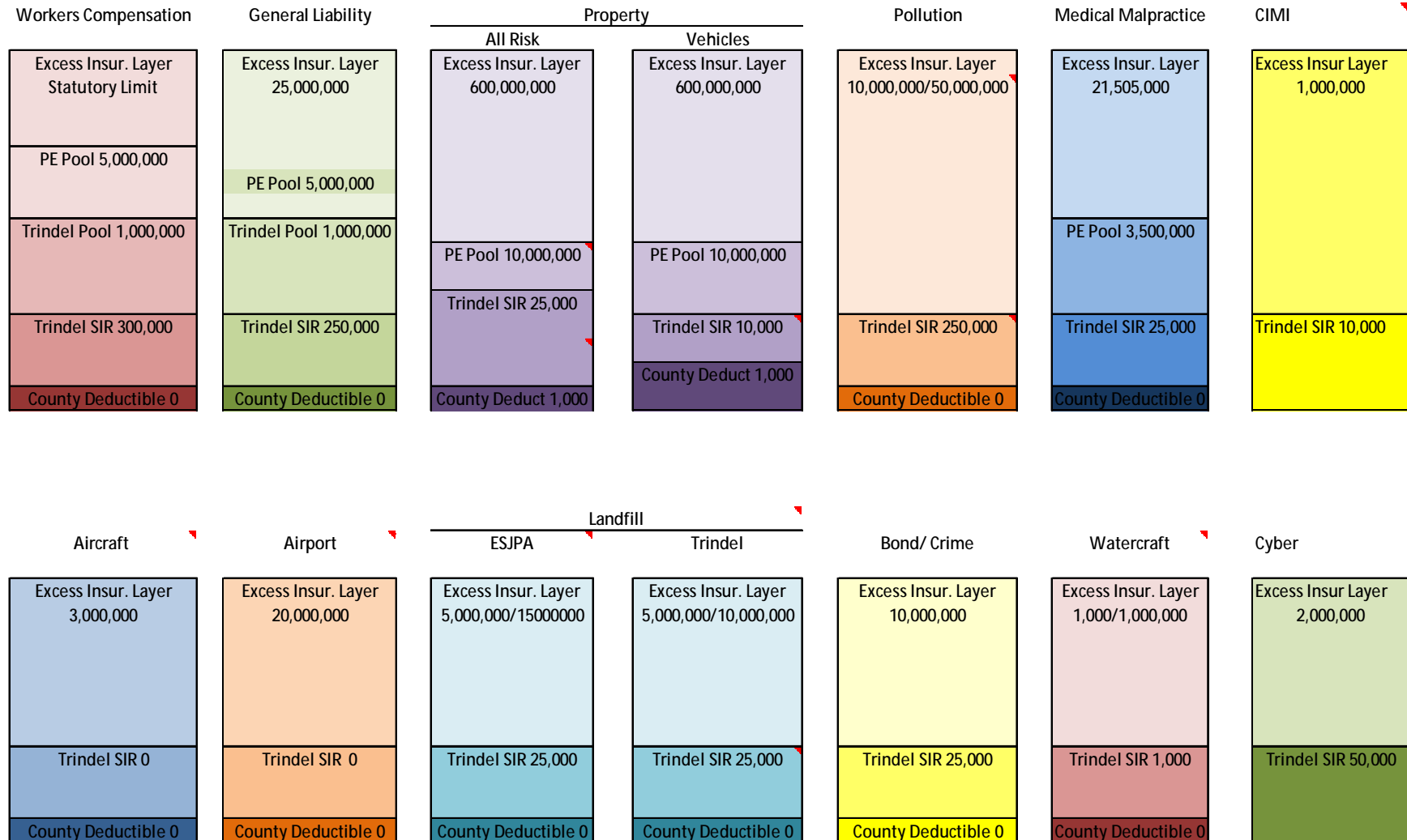
**AS OF JUNE 30, 2022**



**TRINDEL INSURANCE FUND**  
**GRAPHICAL SUMMARY OF CLAIMS**  
**AS OF JUNE 30, 2022**



This statistical section has a variety of data and demographic information to help provide a better understanding of Trindel Insurance Fund. The following graph depicts the different policies and Self-Insured Retentions (SIR) the members have under each policy. Trindel has been increasing SIR levels and creating pooled layers in recent years. This is being done to insulate the membership from higher insurance prices given the hard insurance market cycle.



The members are audited on their loss prevention efforts, agency culture and understanding of safety practices. Each member is evaluated on key indicators of knowledgeable leaders, safety practices, safety culture. Each member that scores 80% or more on the audit receives the loss prevention subsidy of \$60,000. The subsidy funds are aimed to help fund a Safety Officer position and loss prevention efforts each year. This practice along with the other risk management activities has kept our loss history below the industry average and creates premium and claim loss savings.

## Trindel Loss Prevention Audit

Members need to attain 80% or better to receive Loss Prevention Subsidy  
Ten Year Score History

	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>
Alpine	64%	85%	87%	88%	91%	95%	94%	0%	90%	76%
Colusa	92%	95%	97%	96%	98%	97%	98%	100%	99%	100%
Del Norte	81%	73%	76%	83%	86%	92%	95%	100%	95%	90%
Lassen	89%	90%	87%	91%	89%	92%	89%	95%	90%	84%
Modoc	61%	56%	53%	62%	92%	95%	97%	100%	87%	92%
Mono	92%	93%	89%	39%	94%	98%	98%	93%	97%	97%
Plumas	81%	93%	86%	96%	82%	90%	80%	95%	80%	50%
San Benito	63%	66%	69%	90%	93%	81%	83%	91%	91%	75%
Sierra	90%	96%	95%	97%	96%	100%	98%	99%	100%	100%
Sutter	N/A	N/A	80%	45%	80%	44%	88%	100%	98%	98%
Trinity	94%	92%	85%	95%	91%	97%	97%	100%	93%	95%

Our self administered claims departments are audited by a third party every other year unless the prior score is 80% or lower, then it would be audited every year. We welcome this review and it is also a requirement of our excess policy carrier. We have only included the audits scores for the years after we started to self administered.

**Liability claims Audit**

*Performed by RMS, Risk Management Services*

Year	2017	2019	2021
Score	96%	100%	100%

**Worker's Comensation Audit**

*Performed by ALC Claims Collaborations, Inc.*

Year	2013	2015	2017	2018	2019	2021
Score	69.64%	78.41%	74.65%	79.21%	85.91%	87.55%

Trindel is a joint powers authority that provides a banking arrangement for its members self-insured retention (SIR) amounts and a pool solution for members above their SIR up to a million in Workers' compensation and Liability programs coverages. Once members have achieved 90% confidence funding for their claims plus one SIR by program, funds are available to be returned to the member entity. Below is a chart showing what members have elected to receive each year above this threshold.

TRINDEL INSURANCE FUND  
HISTORY OF FUNDS RETURNED TO MEMBERS  
FOR THE 10-YEAR PERIOD ENDING JUNE 30, 2022

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<b>Workers' Compensation</b>										
Alpine	0	0	0	0	0	0	0	0	0	0
Colusa	0	0	0	0	0	0	0	0	0	0
Del Norte	2,300,000	0	0	0	0	0	0	0	300,000	367,857
Lassen	567,533	461,232	35,511	0	0	0	0	0	139,700	0
Modoc	0	0	0	0	0	0	0	0	0	0
Mono	0	0	0	0	0	0	0	350,000	0	0
Plumas	500,000	500,000	0	0	0	0	0	0	0	0
San Benito	0	0	0	0	0	0	0	0	0	246,524
Sierra	0	0	0	0	0	0	0	0	0	0
Sutter	0	0	0	0	0	500,000	0	0	0	0
Trinity	0	500,000	500,000	0	0	0	0	40,000	0	0
<b>Liability</b>										
Alpine	0	0	0	0	0	0	0	0	0	0
Colusa	0	0	0	0	0	0	0	748,292	116,380	272,379
Del Norte	16,117	0	1,270,000	0	0	0	0	0	0	0
Lassen	47,735	87,362	883,851	0	300,000	141,506	260,723	200,000	331,965	0
Modoc	0	0	0	0	0	0	103,900	228,000	308,872	0
Mono	0	0	0	0	0	0	0	350,000	0	0
Plumas	0	0	0	0	0	0	0	0	0	0
San Benito	0	0	31,577	0	0	0	390,814	0	0	83,951
Sierra	0	0	0	0	0	170,604	0	0	0	0
Sutter	0	0	0	0	0	0	0	0	0	0
Trinity	0	500,000	0	0	0	0	142,000	0	0	0
<b>TOTAL</b>	<b>\$ 3,431,385</b>	<b>\$ 2,048,594</b>	<b>\$ 2,720,939</b>	<b>\$ -</b>	<b>\$ 300,000</b>	<b>\$ 812,110</b>	<b>\$ 897,437</b>	<b>\$ 1,916,292</b>	<b>\$ 1,196,917</b>	<b>\$ 970,711</b>

TRINDEL INSURANCE FUND  
HISTORY OF FINANCIAL RATIOS & NET POSITION  
FOR THE 10-YEAR PERIOD ENDING JUNE 30, 2022

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
CLAIMS LIABILITIES	42,014,628	39,332,280	38,165,392	36,895,279	28,606,000	25,608,001	21,421,001	19,256,000	16,278,000	15,827,000
ASSETS	79,140,741	72,507,105	62,725,152	54,196,334	44,029,827	40,125,070	34,608,990	30,616,929	29,489,007	27,810,291
Debt Ratio	0.53	0.54	0.61	0.68	0.65	0.64	0.62	0.63	0.55	0.57

Debt ratio shows the ratio of total claims liability to total assets by year. For example, as of 6/30/2021, it would require 54% of total assets to cover total claims liabilities.

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
PREMIUM	25,289,007	25,205,889	23,343,230	21,442,968	19,218,366	17,775,961	16,366,374	15,177,813	12,774,084	12,955,400
Equities										
Due to Members	31,286,281	30,492,871	22,648,708	16,470,175	15,532,844	14,480,258	13,100,432	11,134,710	13,087,223	11,870,367
Net Position	6,237,833	2,316,001	1,770,323	523,752	-	-	-	-	-	-
Total Equity	37,524,114	32,808,872	24,419,032	16,993,927	15,532,844	14,480,258	13,100,432	11,134,710	13,087,223	11,870,367
OPERATING LEVERAGE For Major Programs	0.67	0.77	0.96	1.26	1.24	1.23	1.25	1.36	0.98	1.09

The Operating Leverage above shows the ratio of annual premium for all programs to net position by year.

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Operating Revenue	25,300,329	25,209,596	23,343,378	21,442,968	19,728,724	18,248,178	16,782,741	15,591,112	13,023,668	13,168,355
Non-Operating Revenue	(1,227,447)	162,378	1,424,661	1,110,461	65,060	75,246	228,782	147,879	104,478	124,102
Total Revenue	24,072,886	25,371,970	24,768,037	22,553,432	19,798,495	18,323,424	17,011,523	15,738,991	13,128,146	13,292,457
Total Expense	15,926,258	14,933,536	14,621,994	21,092,349	18,445,909	16,131,488	14,092,283	16,520,211	10,714,373	11,246,245
Interperiod Equity	1.51	1.70	1.69	1.07	1.07	1.14	1.21	0.95	1.23	1.18

The Interperiod Equity above shows the ratio of total revenue to total expense by year.

Trindel likes to keep the debt ratio between 70 and 50 percent. The lower the percentage the healthier the fund is, but we also have to be mindful that we are being conservative without overfunding programs.

The leverage ratio shows the overall premium requirements with cash on hand. The leverage ratio is being influenced by the Boards decision to self-insure more. Retaining more risk will push the asset levels up to anticipate the larger losses. When the asset level increases the ratio moves lower proportionately.



TRINDEL INSURANCE FUND  
HISTORY OF MEMBER'S EMPLOYEE COUNT AND PAYROLL  
FOR THE 10-YEAR PERIOD ENDING JUNE 30, 2021

Number of Employees

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Alpine	115	108	118	127	125	127	115	123	121	123
Colusa	430	432	436	430	443	438	453	475	433	471
Del Norte	428	421	521	474	516	571	537	551	521	525
Lassen	387	401	384	532	539	526	514	486	479	459
Modoc	281	308	307	305	325	332	338	348	325	359
Mono	334	341	327	307	317	328	363	361	393	405
Plumas	552	556	537	601	630	646	610	601	542	545
San Benito	511	428	551	604	598	611	607	650	679	701
Sierra	175	149	144	146	153	143	135	149	141	151
Sutter	1,091	1,110	1,139	1,133	1,136	1,167	1,153	1,156	1,133	1,131
Trinity	368	355	328	327	377	361	368	369	337	379
<b>Total</b>	<b>4,672</b>	<b>4,609</b>	<b>4,792</b>	<b>4,986</b>	<b>5,159</b>	<b>5,250</b>	<b>5,193</b>	<b>5,269</b>	<b>5,104</b>	<b>5,249</b>

Total Wages

	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
Alpine	4,826,595	4,989,320	4,888,039	4,987,679	5,123,620	5,413,917	5,467,692	5,859,269	5,842,536	6,341,484
Colusa	17,398,141	20,269,869	21,206,722	22,470,481	21,619,090	22,300,544	22,744,441	23,049,043	24,029,879	24,500,336
Del Norte	14,796,220	15,800,257	16,843,030	18,424,767	20,353,010	20,423,105	20,905,339	21,989,552	23,003,589	22,854,095
Lassen	16,310,784	17,569,473	16,369,256	18,411,168	19,561,635	20,712,964	21,056,955	22,315,259	20,801,737	22,034,384
Modoc	8,561,721	9,020,803	9,300,748	9,580,693	10,371,592	10,278,081	10,835,148	11,403,684	11,392,204	11,523,419
Mono	19,081,480	18,880,157	18,400,312	17,367,320	18,933,571	20,952,070	20,928,018	21,239,253	24,424,529	26,504,250
Plumas	17,649,964	16,748,878	17,691,058	18,401,701	19,821,482	21,905,319	21,602,332	22,910,058	22,112,361	24,219,156
San Benito	24,492,385	21,670,362	24,465,385	25,232,337	26,415,838	27,795,932	28,829,508	31,256,163	35,342,573	36,117,625
Sierra	5,951,777	5,071,035	5,883,061	5,723,039	6,292,816	6,417,828	6,621,468	7,455,741	7,666,410	8,244,736
Sutter	52,179,564	53,280,441	53,318,611	54,907,137	56,175,278	59,697,023	64,298,084	63,413,376	62,204,041	62,627,428
Trinity	12,210,222	11,708,884	10,999,406	11,648,205	14,194,301	14,705,332	15,374,056	15,627,630	16,611,026	18,420,719
<b>Total</b>	<b>193,458,853</b>	<b>195,009,479</b>	<b>199,365,628</b>	<b>207,154,527</b>	<b>218,862,233</b>	<b>230,602,115</b>	<b>238,663,041</b>	<b>246,519,028</b>	<b>253,430,885</b>	<b>263,387,632</b>

TRINDEL INSURANCE FUND  
POPULATION AND SQUARE MILES IN SERVICE AREA

Population

	2010	2020
Alpine	1,175	1,204
Colusa	21,419	21,839
Del Norte	28,610	27,743
Lassen	34,895	32,730
Modoc	9,686	8,700
Mono	14,202	13,195
Plumas	20,007	19,790
San Benito	55,269	64,209
Sierra	3,240	3,236
Sutter	94,737	99,633
Trinity	13,786	16,112
Total	297,026	308,391

Square Miles

Alpine	738.3
Colusa	1,150.7
Del Norte	1,006.2
Lassen	4,541.2
Modoc	3,947.9
Mono	3,049.0
Plumas	2,553.1
San Benito	1,388.7
Sierra	953.2
Sutter	602.5
Trinity	3,179.3
	23,110.1