



A California Public Agency

California Affiliated Risk Management Authorities  
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**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
BOARD OF DIRECTORS**

**AGENDA**

**Wednesday, June 17, 2015  
10:00 a.m.**

This meeting is to be conducted via Go To Meeting.

**Dial in Number: 1-872-240-3212  
Participant Identification Number: 370-705-037**

*All or portions of this meeting will be conducted by teleconferencing in accordance with Government Code Section 54953(b). Teleconference locations for members of the public to participate are as follows:*

*City of Madera, 205 West 4<sup>th</sup> Street, Madera, CA; MPA, 1911 San Miguel Drive, Suite 200, Walnut Creek, CA; City of Larkspur, 400 Magnolia Avenue, Larkspur, CA; City of Del Rey Oaks, 650 Canyon Del Rey Road, CA; City of Gonzales, 147 Fourth Street, Gonzales, CA; City of Porterville, 291 North Main Street, Porterville, CA; Marin-Sonoma MVCD, 595 Helman Lane, Cotati, CA; and Bickmore, 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA.*

*In compliance with the Americans with Disabilities Act, if you are a disabled person and you need a disability-related modification or accommodation to participate in this meeting, please contact Ms. Jaesa McCulligan at (916) 244-1130 or (916) 244-1199 (fax). Requests must be made as early as possible, and at least one full business day before the start of the meeting.*

*Documents and materials relating to an open session agenda item that are provided to the CARMA Board of Directors less than 72 hours prior to a regular meeting will be available for public inspection and copying at: 1750 Creekside Oaks Drive, Suite 200, Sacramento, CA 95833. The documents are also available on CARMA’s website, [www.carmajpa.org](http://www.carmajpa.org).*

**Page**

1. **CALL TO ORDER**
2. **INTRODUCTIONS/ROLL CALL**
3. **APPROVAL OF AGENDA AS POSTED (OR AMENDED)**
4. **PUBLIC COMMENTS** – This time is reserved for members of the public to address the Board relative to matters of the California Affiliated Risk Management Authorities not on the agenda. No action may be taken on non-agenda items unless authorized by law. Comments will be limited to five minutes per person and twenty minutes in total.

|    |  |           |
|----|--|-----------|
| 5. | <b>CONSENT CALENDAR</b>  |           |
|    | *A. Minutes of the April 15, 2015, Board of Directors' Meeting   | <b>5</b>  |
|    | *B. Warrant Listing from April 1, 2015, through May 31, 2015   | <b>12</b> |
|    | *C. Treasurer's Report as of March 31, 2015  | <b>13</b> |
|    | *D. CARMA 2015/2016 Memorandum of Coverage   | <b>35</b> |
|    | *E. CARMA 2015/2016 Strategic Goals & Action Items Update  | <b>56</b> |
|    | <i>Recommendation: Approval of the Consent Calendar</i>  |           |
| 6. | <b>ADMINISTRATIVE MATTERS</b>  |           |
|    | *A. Resolution of the Board of Directors of CARMA Establishing Meeting Dates for the 2015/2016 Fiscal Year   | <b>57</b> |
|    | <i>Recommendation: Staff recommends the Board of Directors adopt Resolution No. 2-2014/2015 as presented.</i>  |           |
| 7. | <b>COVERAGE MATTERS</b>  |           |
|    | *A. Renewal Rates for Specific Reinsurance and Excess Coverage for the 2015/2016 Program Year.   | <b>59</b> |
|    | <i>Recommendation: Approve placement of reinsurance in the Alliant ANML program with \$10 million limits, and excess of \$15 million from Colony for a total of \$25 million excess of the CARMA pooled layer.</i> |           |
| 8. | <b>FINANCIAL MATTERS</b>   |           |
|    | *A. Presentation of the Internal Financial Statements as of March 31, 2015   | <b>67</b> |
|    | <i>Recommendation: Staff recommends the Board of Directors approve the CARMA Internal Financial Statements as of March 31, 2015.</i>   |           |
|    | *B. CARMA Annual Operating Budget for the 2015/2016 Program Year   | <b>78</b> |
|    | <i>Recommendation: Staff recommends the Board of Directors adopt the CARMA 2015/2016 Annual Operating Budget at the 75% confidence level, and using a discount factor of 2.0%.</i>                                 |           |
| 9. | <b>ELECTION AND APPOINTMENT OF OFFICERS</b>  |           |
|    | A. Nomination and Election of President and Vice President and Appointment of Treasurer for the 2015/2016 Program Year   | <b>91</b> |
|    | <i>Recommendation: Staff recommends the Board of Directors nominate and elect a President and Vice President, with the President then appointing the Treasurer, to serve for the 2015/2016 Program Year.</i>       |           |

10. **CLAIMS MATTERS**

- \*\*A. Closed Session Pursuant to Government Code Section 54956.95(a) to Discuss Claims

Pursuant to Government Code Section 54956.95(a), the Board will hold a closed session to discuss any claims for the payment of tort liability losses, public liability losses, or workers' compensation liability incurred by the joint powers authority:

Victorino v. City of Manteca (MPA)  
Padgett v. Wright (BCJPIA)  
Skoumbas v. Orinda (MPA)

11. **CLOSING COMMENTS**

This time is reserved for comments by the Board members and staff and to identify matters for future Board business.

- A. Board  
B. Staff

12. **ADJOURNMENT**

**NOTICES:**

- ❖ Pending approval of the Resolution of the Board of Directors of CARMA Establishing Meeting Dates for the 2015/2016 Program Year, the next Board of Directors' meeting is scheduled for Friday, September 18, 2015, at 9:00 a.m. at the Lake Tahoe Resort Hotel at Heavenly in South Lake Tahoe, California.
- ❖ The California Association of Joint Powers Authorities (CAJPA) Fall Annual Conference is scheduled to be held on September 15-18, 2015, in South Lake Tahoe, California. If you would like a registration packet or assistance with accommodations, please contact Ms. Jaesa McCulligan, CARMA Board Secretary, at (800) 541-4591, extension 1130.

**CONSENT CALENDAR**

**SUBJECT: Consent Calendar**

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**BACKGROUND AND STATUS:**

The Consent Calendar consists of items that require approval or acceptance but are self-explanatory and require no discussion. If the Board would like to discuss any item listed, it may be pulled from the Consent Calendar.

**RECOMMENDATION:**

*Approval of the Consent Calendar.*

**REFERENCE MATERIALS ATTACHED:**

- A. Minutes of the April 15, 2015, Board of Directors' Meeting
- B. Warrant Listing from April 1, 2015, through May 31, 2015
- C. Treasurer's Report as of March 31, 2015
- D. CARMA 2015/2016 Memorandum of Coverage
- E. CARMA 2015/2016 Strategic Goals & Action Items Update

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
(CARMA)**

**DRAFT MINUTES OF THE BOARD OF DIRECTORS'  
MEETING OF APRIL 15, 2015**

A regular meeting of the Board of Directors of CARMA was held on April 15, 2015, at the Bickmore office in Sacramento, California.

**BOARD MEMBERS PRESENT:** Tim Przybyla, CSJVRMA, President  
Dan Schwarz, BCJPIA, Vice President  
Gary Goodman, VCJPA  
Rene Mendez, MBASIA

**ALTERNATE MEMBERS PRESENT:** Robert Ewing, MPA  
Patrice Hildreth, CSJVRMA (*arrived at 10:16 a.m.*)

**OTHERS PRESENT:** Rob Kramer, Executive Director  
Jaesa McCulligan, Board Secretary  
Nancy Broadhurst, Finance Manager  
Michael Groff, Litigation Manager  
Craig Farmer, Board Counsel  
Seth Cole, Alliant Insurance Services  
Mike Simmons, Alliant Insurance Services  
Conor Boughey, MBASIA/Alliant Insurance Services  
Jeanette Workman, CSJVRMA Administrator  
Adrienne Beatty, BCJPIA Assistant Administrator  
Breanne Hughey, Bickmore  
Tim Farley, Farley Consulting Services, LLC  
Jack Joyce, Bay Actuarial Consultants  
Nicole Regalia, Bickmore

**1. CALL TO ORDER**

The April 15, 2015, Board of Directors' meeting was called to order at 10:06 a.m. by President Tim Przybyla.

**2. INTRODUCTIONS**

Those in attendance introduced themselves, and a quorum of the Board was present.

**3. APPROVAL OF AGENDA AS POSTED (OR AMENDED)**

**Rene Mendez moved to approve the agenda as posted. Seconded by Gary Goodman. Motion passed unanimously.**

4. **PUBLIC COMMENTS**

Mr. Rob Kramer, Executive Director, introduced Ms. Nicole Regalia, Bickmore, and advised that Ms. Regalia is new to Bickmore and works on the Vector Control Joint Powers Agency (VCJPA) account.

5. **CONSENT CALENDAR**

**Rob Ewing moved to approve/accept the following items: A) Minutes of the January 9, 2015, Board of Directors' Meeting; B) Warrant Listing from January 31, 2015, through March 31, 2015; C) Treasurer's Report as of December 31, 2014; D) Internal Financial Statements for the Quarter Ended December 31, 2014; and E) CARMA Records for Disposal – 2014. Seconded by Gary Goodman. Motion passed unanimously.**

6. **ADMINISTRATIVE MATTERS**

A. **Confirmation of Engagement of Sampson, Sampson & Patterson, LLP for Financial Auditing Services**

Mr. Kramer reminded the Board that at the Board of Directors' meeting on January 9, 2015, the Board approved retaining the accounting firm of Sampson, Sampson & Patterson, LLP, for an additional three-year contract period, contingent on confirmation that there is no legal requirement the auditor be rotated within the same firm every three years.

Ms. Nancy Broadhurst, Finance Manager, confirmed it is not necessary to rotate auditors. Ms. Broadhurst informed the Board that after careful deliberations over a three-year period, the Public Company Accounting Oversight Board (PCAOB) denied the ruling for mandatory auditor rotation, having determined that requiring companies to rotate auditors would not provide additional audit quality control, which had been the primary intent. The PCAOB had received strong opposition within the accounting industry, and in addition, the House of Representatives had fought against the ruling, passing a bill in 2013 that would have prohibited the mandatory requirement of auditor rotation.

Ms. Broadhurst advised staff is looking for approval of confirmation of engagement of Sampson, Sampson & Patterson, LLP, for financial auditing services.

**Gary Goodman moved to approve engagement of Sampson, Sampson, & Patterson, LLP, for Financial Auditing Services. Seconded by Rob Ewing. Motion passed unanimously.**

B. **Consideration of the Liability Claims Audit Prepared by Farley Consulting Services, LLC**

Mr. Rob Kramer, Executive Director, reminded the Board that a liability claims audit is conducted each year. Mr. Tim Farley, Farley Consulting Services, was present to discuss his findings with the Board.

Mr. Farley advised that this year's audit included separate reports for each underlying member as this is done every other year. Mr. Farley informed the Board that all observations presented are as of the completion date of the on-side auditing on February 18, 2015.

Mr. Farley reviewed the Executive Summary with the Board, noting that claims handling of all underlying entities continues to be effective. This finding has been a consistent finding over the past several audit cycles. Mr. Farley reported he found no system-wide case reserving deficiency or inconsistency.

Next, Mr. Farley reviewed the results for each underlying JPA with the Board. Beginning with Bay Cities Joint Powers Insurance Authority (BCJPIA), Mr. Farley noted he reviewed 40 claims and the audit concludes that York Risk Services (York) continues to effectively administer claims. Mr. Farley indicated deficiencies were found in the key areas of diary maintenance and case reserve accuracy; however, Mr. Farley advised that although two cases require reserve adjustment, neither of the recommended changes is significant. Mr. Farley also noted that BCJPIA's primary claims adjusters have handled its claims for more than 20 years and this continuity is invaluable to BCJPIA. Mr. Kramer advised, on behalf of BCJPIA, that recently the BCJPIA Board moved to distribute Requests for Proposals for liability third party administrator (TPA) services. The change in TPA services will go into effect on January 1, 2016.

Next, Mr. Farley reviewed the report for the Vector Control Joint Powers Agency (VCJPA), noting that two claims require minor reserve adjustment. Mr. Farley also advised two claims reviewed lacked compliance with industry standards for diary review.

Mr. Farley then discussed the report for the Central San Joaquin Valley Risk Management Authority (CSJVRMA). Mr. Farley reviewed 40 active CSJVRMA claims and found that two claims generated findings of reserve deficiencies. There were no findings in diary deficiencies and Acclamation Insurance Management Services (AIMS) continues to effectively manage litigation on the claims reviewed. Mr. Farley advised that two claims that appear to have been closed are still listed as open on the loss run provided.

Mr. Farley reviewed 40 claims for the Municipal Pooling Authority (MPA) and advised that at the time of the audit, MPA was in the process of hiring a new adjuster and therefore the caseload of one of the adjusters exceeded the recommended maximum of 150. He has been informed that since the audit was performed, MPA has transferred some of those cases to the newly hired adjuster and the caseloads are now at the recommended limit. Mr. Farley continued, noting that two claims reviewed require reserve adjustment but all claims comply with industry standards for diary review and case closure.

Mr. Farley next discussed the report for the Monterey Bay Area Self-Insurance Authority (MBASIA), advising that all but one of the claims were accurately reserved and all but one are clearly documented and chronologically accurate.

Finally, Mr. Farley discussed the report for CARMA, advising he reviewed 23 open claims. Mr. Farley advised Bickmore is effectively managing litigation on CARMA excess reportable claims, and all CARMA claims exhibit timely diary activity. Mr. Farley reviewed

one CARMA claim in detail, recommending that CARMA establish a reserve for a CSJVRMA claim for \$100,000. At this time, CARMA has not established a reserve for this claim. Mr. Farley noted that it is not a deficiency; however, due to the details of the claim, he believes that the claim may generate significant sympathy with prospective jurors.

Mr. Farley noted he would be making two corrections in the report for the final draft: 1) the Report indicates there are four open CARMA claims when there are actually three; and 2) to remove the statement that the CARMA loss run provided did not list an active Capitola claim.

**Rene Mendez moved to accept and approve the CARMA 2014 Liability Claims Audit as amended. Seconded by Gary Goodman. Motion passed unanimously.**

**7. COVERAGE MATTERS**

**A. Report from Alliant Insurance Services on the Status of the Excess Insurance Renewal for CARMA**

Mr. Seth Cole, Alliant Insurance Services, was present to report out to the Board on the status of the excess insurance renewal for CARMA. Prior to the meeting, the Board received a letter from Mr. Cole discussing what his expectations were for the renewal. Mr. Cole reminded the Board that AmTrust currently provides the first \$10 million in limits in excess of the CARMA pooled layer.

Mr. Cole reminded the Board that as agreed at the last meeting, Alliant entered into early discussions with AmTrust to determine if they anticipate any significant changes to the current liability program. AmTrust's initial response has been favorable. Mr. Cole advised AmTrust has provided a not to exceed premium increase of 8%, noting that payroll has increased by 6%.

Mr. Seth Cole reminded the Board that Colony provides the Second Layer Excess and has committed to providing competitive pricing for the renewal. If this were to change, Alliant would aggressively market the second layer excess.

Mr. Cole advised that he will present the formal quote and proposal at the June Board meeting.

**Rob Ewing moved to direct Alliant to continue discussions with AmTrust. Seconded by Rene Mendez. Motion passed unanimously.**

**B. CARMA Memorandum of Coverage (MOC) for the 2015/16 Program Year**

Mr. Kramer requested that if any of the underlying members are making changes to their MOC for the 2015/16 year, those changes be sent to CARMA staff to review and determine if they warrant CARMA making any amendments to the MOC. Mr. Kramer advised that any changes made to the MOC would be presented in June. Currently, CARMA is not aware of any significant changes that will need to be made.



## 8. FINANCIAL MATTERS

### A. Review of Actuarial Study Provided by Mr. Jack Joyce of Bay Actuarial Consultants

Mr. Jack Joyce, Bay Actuarial Consultants, was present at the meeting to discuss the actuarial study. Mr. Joyce directed the Board's attention to the actuarial study that was included in the agenda. Mr. Joyce noted that the actuarial study is composed of two main components, based on claims data as of December 31, 2014. Part one of the study is a loss forecasting analysis to determine the appropriate contribution rate for the CARMA program in the 2015/16 year, and part two is a review of the estimates of the prior ultimate liabilities of the CARMA program projected to June 30, 2015.

Mr. Joyce provided an overview of the results of the actuarial study including the following:

- Rates for the 2015/16 year at a 75% confidence level and discounted at 2% interest, are increased 8.4% over last year's rate;;
- The estimate of CARMA's Ultimate Loss and Loss Adjustment Expenses (LAE) for all program years has been increased by 10.4% or \$4,707,973. The adverse development in the 2010/11 program year was the main driver in the significant increase;
- The estimated liability for unpaid losses as of June 30, 2015, is projected at \$21.8 million if undiscounted, or \$20.3 million if discounted at 2%;
- Mr. Joyce projects that CARMA will discharge approximately \$3.6 million of its June 30, 2015, liability during the 2015/16 program year; and
- The overall increase in estimates of the ultimate losses for all years including 2014/15 was \$4,703,000.

Mr. Joyce also noted that he utilized a 4% annual claims inflation assumption and estimated that "primary" first dollar claim frequency has been declining at 1.5%. The \$1 million attachment point, guarantees that CARMA will experience rate increases due to inflation annually.

**Gary Goodman moved to accept and file the actuarial study as presented. Seconded by Dan Schwarz. Motion passed unanimously.**

### B. Consideration of the Proposed Annual Budget Scenarios for the 2015/16 Fiscal Year

Prior to the meeting the Board received a draft budget, featuring the 75% confidence level, discounted at 2.0%. Ms. Broadhurst reviewed the proposed budget with the Board, noting the following:

- Actual 2014 payroll for all JPAs represents a 4% increase over last year's total payroll;
- The budget assumes a 2% estimated increase in rates for both reinsurance and excess, equating to a 6% premium increase for each;
- There was a slight decrease in the administration budget overall.

Ms. Broadhurst next reviewed the ex-modification (ex-mod) calculation, reminding the Board that the ex-mod methodology was discussed at the January 2015 Annual Workshop and it was determined that no modifications would be made to the calculation at this time. Therefore, individual losses from \$100k to \$1 million were used in the calculation and the range of years used was 2008/09 to 2011/12. A credibility factor is applied which places a proportionately heavier weight on larger members and the ex-mod factors continue to be capped at .75 on the low end and 1.25 on the high end.

Ms. Broadhurst reviewed the variances resulting in a slight decrease in the administration budget, including a 2.5% contractual increase for Program Administration; a 1.7% contractual increase for the Financial Audit; a 38.3% biennial decrease for the Claims Audit scope; a 2.0% contractual increase for the Actuarial Review; and an 11.5% increase in Investment Management Services base on the prior two years' actual expense.

**Gary Goodman moved to approve the 2015 Proposed Annual Operating Budget at the 75% confidence level, using a discount factor of 2%. Seconded by Dan Schwarz. Motion passed unanimously.**

**9. CLAIMS MATTERS**

A. Closed Session Pursuant to Government Code Section 54956.95(a) to Discuss Claims

Pursuant to Government Code Section 54956.95(a), the Board recessed to closed session at 11:06 a.m. to discuss the following claims for the payment of tort liability losses, public liability losses, or workers' compensation liability incurred by the joint powers authority:

- Beatty v. City of San Ramon
- Skoumbas v. Orinda

B. Report from Closed Session

The Board reconvened to open session at 11:42 a.m. It was reported that the Board met in closed session and addressed both matters and direction was given to counsel.

**10. CLOSING COMMENTS**

A. Board


None.

B. Staff

None.

11. **ADJOURNMENT**

The April 16, 2015, Board of Directors' meeting adjourned at 11:45 a.m. by general consensus of the Board.



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Jaesa McCulligan, Board Secretary

Ranges: From: To: From: To:  
 Check Number First Last Check Date 4/1/2015 5/31/2015  
 Vendor ID First Last Checkbook ID CBT GENERAL CBT GENERAL  
 Vendor Name First Last

Sorted By: Check Number

\* Voided Checks

| Check Number | Vendor ID | Vendor Check Name              | Check Date | Checkbook ID | Audit Trail Code | Amount       |
|--------------|-----------|--------------------------------|------------|--------------|------------------|--------------|
| 2034         | BI100     | Bickmore                       | 4/14/2015  | CBT GENERAL  | PMCHK00000146    | \$26,753.42  |
| 2035         | FA115     | Farmer Smith and Lane, LLP     | 4/14/2015  | CBT GENERAL  | PMCHK00000146    | \$3,301.65   |
| 2036         | VC100     | VCJPA                          | 4/14/2015  | CBT GENERAL  | PMCHK00000146    | \$456,776.00 |
| 2037         | BA100     | Bay Actuarial Consultants      | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$7,280.00   |
| 2038         | BI100     | Bickmore                       | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$27,690.52  |
| 2039         | ED100     | Edible Events                  | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$288.72     |
| 2040         | ED105     | Edrington, Schirmer and Murphy | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$266.00     |
| 2041         | FA100     | Farley Consulting Services LLC | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$14,700.00  |
| 2042         | FA115     | Farmer Smith and Lane, LLP     | 5/12/2015  | CBT GENERAL  | PMCHK00000147    | \$1,602.60   |

Total Checks: 9 Total Amount of Checks: \$538,658.91  
 =====

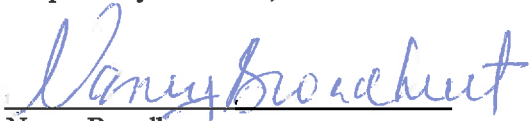
**California Affiliated Risk Management Authorities**  
**Treasurer's Report**  
As of March 31, 2015

|  | Book Value           | Market Value         | % of Total     | Effective Yield |
|--|----------------------|----------------------|----------------|-----------------|
| California Bank & Trust – General Operating      | 4,268                | 4,268                | 0.01%          | 0.00%           |
| State of California Local Agency Investment Fund | 5,146,460            | 5,148,435            | 16.09%         | 0.28%           |
| CAMP - Money Market                              | 35,406               | 35,406               | 0.11%          | 0.07%           |
| CAMP - Investments managed by PFM                | 26,712,015           | 26,807,303           | 83.78%         | 1.02%           |
| <b>Total Cash and Investments</b>                | <b>\$ 31,898,149</b> | <b>\$ 31,995,412</b> | <b>100.00%</b> | <b>0.90%</b>    |

Attached are the Public Financial Management, Inc. (PFM) and Local Agency Investment Fund (LAIF) statements detailing all investment transactions. Market prices are derived from closing bid prices as of the last business day of the month from either Bloomberg or Telerate.

I certify that this report reflects all cash and investments and is in conformance with the Agency's Investment Policy. The investment program herein shown provides sufficient cash flow liquidity to meet the Agency's expenditures for the next six months.

Respectfully submitted,

  
Nancy Broadhurst  
Assistant Treasurer

Accepted,

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Treasurer



## Account Statement - Transaction Summary

For the Month Ending **March 31, 2015**

### CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00

| CAMP Pool            |                |
|----------------------|----------------|
| Opening Market Value | 34,025.72      |
| Purchases            | 2,097,698.04   |
| Redemptions          | (2,096,317.70) |
| Unsettled Trades     | 0.00           |
| Change in Value      | 0.00           |

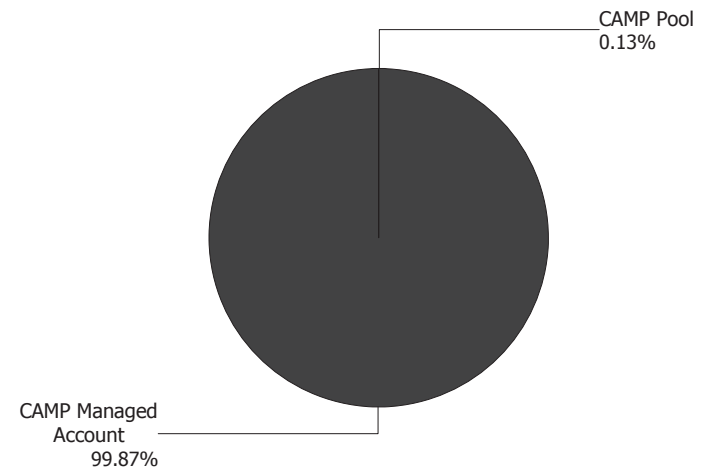
|                             |                    |
|-----------------------------|--------------------|
| <b>Closing Market Value</b> | <b>\$35,406.06</b> |
| Cash Dividends and Income   | 2.10               |

| CAMP Managed Account |                |
|----------------------|----------------|
| Opening Market Value | 26,741,850.42  |
| Purchases            | 2,079,842.79   |
| Redemptions          | (2,062,315.59) |
| Unsettled Trades     | 0.00           |
| Change in Value      | 47,925.34      |

|                             |                        |
|-----------------------------|------------------------|
| <b>Closing Market Value</b> | <b>\$26,807,302.96</b> |
| Cash Dividends and Income   | 21,955.42              |

| Asset Summary               |                        |                        |
|-----------------------------|------------------------|------------------------|
|                             | March 31, 2015         | February 28, 2015      |
| <b>CAMP Pool</b>            | 35,406.06              | 34,025.72              |
| <b>CAMP Managed Account</b> | 26,807,302.96          | 26,741,850.42          |
| <b>Total</b>                | <b>\$26,842,709.02</b> | <b>\$26,775,876.14</b> |

### Asset Allocation





**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| <b>Security Type/Description</b>                      | <b>CUSIP</b> | <b>Par</b>   | <b>S&amp;P Rating</b> | <b>Moody's Rating</b> | <b>Trade Date</b> | <b>Settle Date</b> | <b>Original Cost</b> | <b>YTM at Cost</b> | <b>Accrued Interest</b> | <b>Amortized Cost</b> | <b>Market Value</b> |
|---|--------------|--------------|-----------------------|-----------------------|-------------------|--------------------|----------------------|--------------------|-------------------------|-----------------------|---------------------|
| <b>U.S. Treasury Bond / Note</b>                      |              |              |                       |                       |                   |                    |                      |                    |                         |                       |                     |
| US TREASURY NOTES<br>DTD 11/01/2010 1.250% 10/31/2015 | 912828PE4    | 450,000.00   | AA+                   | Aaa                   | 09/25/13          | 09/26/13           | 458,296.87           | 0.37               | 2,361.88                | 452,303.53            | 452,777.40          |
| US TREASURY NOTES<br>DTD 06/02/2014 0.375% 05/31/2016 | 912828WM8    | 675,000.00   | AA+                   | Aaa                   | 06/02/14          | 06/03/14           | 674,894.53           | 0.38               | 848.39                  | 674,938.24            | 675,210.60          |
| US TREASURY NOTES<br>DTD 06/30/2011 1.500% 06/30/2016 | 912828QR4    | 250,000.00   | AA+                   | Aaa                   | 01/15/15          | 01/15/15           | 254,287.11           | 0.32               | 942.68                  | 253,671.05            | 253,476.50          |
| US TREASURY NOTES<br>DTD 11/30/2011 0.875% 11/30/2016 | 912828RU6    | 1,500,000.00 | AA+                   | Aaa                   | 10/31/13          | 11/01/13           | 1,511,601.56         | 0.62               | 4,399.04                | 1,506,300.15          | 1,510,195.50        |
| US TREASURY NOTES<br>DTD 11/30/2011 0.875% 11/30/2016 | 912828RU6    | 1,800,000.00 | AA+                   | Aaa                   | 11/27/13          | 12/03/13           | 1,815,468.75         | 0.58               | 5,278.85                | 1,808,640.56          | 1,812,234.60        |
| US TREASURY NOTES<br>DTD 12/31/2009 3.250% 12/31/2016 | 912828MD9    | 525,000.00   | AA+                   | Aaa                   | 10/30/14          | 11/03/14           | 555,064.45           | 0.58               | 4,289.19                | 549,393.76            | 550,183.73          |
| US TREASURY NOTES<br>DTD 05/31/2012 0.625% 05/31/2017 | 912828SY7    | 1,300,000.00 | AA+                   | Aaa                   | 06/02/14          | 06/03/14           | 1,292,789.06         | 0.81               | 2,723.21                | 1,294,765.41          | 1,300,101.40        |
| US TREASURY NOTES<br>DTD 06/30/2010 2.500% 06/30/2017 | 912828NK2    | 500,000.00   | AA+                   | Aaa                   | 12/05/14          | 12/09/14           | 519,980.47           | 0.92               | 3,142.27                | 517,575.69            | 520,664.00          |
| US TREASURY NOTES<br>DTD 07/31/2012 0.500% 07/31/2017 | 912828TG5    | 570,000.00   | AA+                   | Aaa                   | 02/06/15          | 02/10/15           | 565,235.16           | 0.84               | 472.38                  | 565,499.15            | 567,818.04          |
| US TREASURY NOTES<br>DTD 11/30/2012 0.625% 11/30/2017 | 912828UA6    | 100,000.00   | AA+                   | Aaa                   | 07/02/14          | 07/07/14           | 98,269.53            | 1.15               | 209.48                  | 98,637.87             | 99,578.10           |
| US TREASURY NOTES<br>DTD 11/30/2012 0.625% 11/30/2017 | 912828UA6    | 250,000.00   | AA+                   | Aaa                   | 07/29/14          | 07/31/14           | 245,400.39           | 1.19               | 523.70                  | 246,309.18            | 248,945.25          |
| US TREASURY NOTES<br>DTD 04/30/2013 0.625% 04/30/2018 | 912828UZ1    | 250,000.00   | AA+                   | Aaa                   | 07/29/14          | 07/31/14           | 243,271.48           | 1.36               | 656.08                  | 244,449.38            | 247,734.50          |
| US TREASURY NOTES<br>DTD 04/30/2013 0.625% 04/30/2018 | 912828UZ1    | 525,000.00   | AA+                   | Aaa                   | 07/02/14          | 07/07/14           | 511,300.78           | 1.33               | 1,377.76                | 513,888.57            | 520,242.45          |
| US TREASURY NOTES<br>DTD 07/31/2013 1.375% 07/31/2018 | 912828VO0    | 625,000.00   | AA+                   | Aaa                   | 02/02/15          | 02/04/15           | 634,716.80           | 0.92               | 1,424.38                | 634,291.94            | 632,275.63          |



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| <b>Security Type/Description</b><br><b>Dated Date/Coupon/Maturity</b> | <b>CUSIP</b> | <b>Par</b> | <b>S&amp;P Rating</b> | <b>Moody's Rating</b> | <b>Trade Date</b> | <b>Settle Date</b> | <b>Original Cost</b> | <b>YTM at Cost</b> | <b>Accrued Interest</b> | <b>Amortized Cost</b> | <b>Market Value</b> |
|---|--------------|------------|-----------------------|-----------------------|-------------------|--------------------|----------------------|--------------------|-------------------------|-----------------------|---------------------|
| <b>U.S. Treasury Bond / Note</b>                                      |              |            |                       |                       |                   |                    |                      |                    |                         |                       |                     |
| US TREASURY NOTES<br>DTD 12/02/2013 1.250% 11/30/2018                 | 912828A34    | 70,000.00  | AA+                   | Aaa                   | 07/29/14          | 07/31/14           | 69,111.33            | 1.55               | 293.27                  | 69,244.97             | 70,333.62           |
| US TREASURY NOTES<br>DTD 12/02/2013 1.250% 11/30/2018                 | 912828A34    | 525,000.00 | AA+                   | Aaa                   | 07/02/14          | 07/07/14           | 518,622.07           | 1.54               | 2,199.52                | 519,659.06            | 527,502.15          |
| US TREASURY NOTES<br>DTD 12/31/2013 1.500% 12/31/2018                 | 912828A75    | 400,000.00 | AA+                   | Aaa                   | 12/29/14          | 12/31/14           | 399,609.38           | 1.53               | 1,508.29                | 399,633.28            | 405,312.40          |
| US TREASURY NOTES<br>DTD 01/31/2014 1.500% 01/31/2019                 | 912828B33    | 675,000.00 | AA+                   | Aaa                   | 07/29/14          | 07/31/14           | 671,862.30           | 1.61               | 1,678.18                | 672,312.68            | 683,754.08          |
| US TREASURY NOTES<br>DTD 03/31/2014 1.625% 03/31/2019                 | 912828C65    | 100,000.00 | AA+                   | Aaa                   | 09/02/14          | 09/04/14           | 100,109.38           | 1.60               | 4.44                    | 100,096.43            | 101,687.50          |
| US TREASURY NOTES<br>DTD 10/01/2012 1.000% 09/30/2019                 | 912828TR1    | 315,000.00 | AA+                   | Aaa                   | 02/26/15          | 02/27/15           | 309,130.66           | 1.42               | 8.61                    | 309,243.78            | 310,742.46          |
| US TREASURY NOTES<br>DTD 09/30/2014 1.750% 09/30/2019                 | 912828F39    | 325,000.00 | AA+                   | Aaa                   | 03/26/15          | 03/27/15           | 330,040.04           | 1.39               | 15.54                   | 330,025.39            | 331,195.15          |

|                                |  |                      |  |  |  |  |                      |             |                  |                      |                      |
|--------------------------------|--|----------------------|--|--|--|--|----------------------|-------------|------------------|----------------------|----------------------|
| <b>Security Type Sub-Total</b> |  | <b>11,730,000.00</b> |  |  |  |  | <b>11,779,062.10</b> | <b>0.89</b> | <b>34,357.14</b> | <b>11,760,880.07</b> | <b>11,821,965.06</b> |
|--------------------------------|--|----------------------|--|--|--|--|----------------------|-------------|------------------|----------------------|----------------------|

|  |           |            |     |     |          |          |            |      |        |            |            |
|--|-----------|------------|-----|-----|----------|----------|------------|------|--------|------------|------------|
| <b>Municipal Bond / Note</b>   |           |            |     |     |          |          |            |      |        |            |            |
| CA ST DEPT OF WATER TXBL REV BONDS<br>DTD 09/27/2012 0.650% 12/01/2015 | 13066KX87 | 165,000.00 | AAA | Aa1 | 09/19/12 | 09/27/12 | 165,000.00 | 0.65 | 357.50 | 165,000.00 | 165,300.30 |
| ORANGE CNTY, CA TXBL REV PO BONDS<br>DTD 01/13/2015 0.780% 05/02/2016  | 68428LDJ0 | 330,000.00 | AA- | NR  | 01/09/15 | 01/13/15 | 330,000.00 | 0.78 | 557.70 | 330,000.00 | 329,577.60 |
| UNIV OF CAL TXBL REV BONDS<br>DTD 10/02/2013 0.907% 05/15/2016         | 91412GSX4 | 45,000.00  | AA  | Aa2 | 09/26/13 | 10/02/13 | 45,000.00  | 0.91 | 154.19 | 45,000.00  | 45,127.35  |
| UNIV OF CAL TXBL REV BONDS<br>DTD 03/14/2013 0.659% 05/15/2016         | 91412GPX7 | 100,000.00 | AA  | Aa2 | 02/28/13 | 03/14/13 | 100,000.00 | 0.66 | 248.96 | 100,000.00 | 100,010.00 |
| CT ST TXBL GO BONDS<br>DTD 03/25/2015 1.974% 03/15/2019                | 20772JZK1 | 150,000.00 | AA  | Aa3 | 03/16/15 | 03/25/15 | 150,421.50 | 1.90 | 49.35  | 150,419.78 | 150,078.00 |

|                                |  |                   |  |  |  |  |                   |             |                 |                   |                   |
|--------------------------------|--|-------------------|--|--|--|--|-------------------|-------------|-----------------|-------------------|-------------------|
| <b>Security Type Sub-Total</b> |  | <b>790,000.00</b> |  |  |  |  | <b>790,421.50</b> | <b>0.96</b> | <b>1,367.70</b> | <b>790,419.78</b> | <b>790,093.25</b> |
|--------------------------------|--|-------------------|--|--|--|--|-------------------|-------------|-----------------|-------------------|-------------------|





**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| <b>Security Type/Description</b><br><b>Dated Date/Coupon/Maturity</b> | <b>CUSIP</b> | <b>Par</b> | <b>S&amp;P Rating</b> | <b>Moody's Rating</b> | <b>Trade Date</b> | <b>Settle Date</b> | <b>Original Cost</b> | <b>YTM at Cost</b> | <b>Accrued Interest</b> | <b>Amortized Cost</b> | <b>Market Value</b> |
|---|--------------|------------|-----------------------|-----------------------|-------------------|--------------------|----------------------|--------------------|-------------------------|-----------------------|---------------------|
| <b>Federal Agency Bond / Note</b>                                     |              |            |                       |                       |                   |                    |                      |                    |                         |                       |                     |
| FHLB (EX-CALLABLE) GLOBAL NOTES<br>DTD 12/30/2013 0.375% 12/30/2015   | 3130A0GK0    | 625,000.00 | AA+                   | Aaa                   | 12/12/13          | 12/30/13           | 624,812.50           | 0.39               | 592.45                  | 624,929.79            | 625,448.13          |
| FANNIE MAE GLOBAL NOTES<br>DTD 02/15/2013 0.500% 03/30/2016           | 3135G0VA8    | 340,000.00 | AA+                   | Aaa                   | 02/14/13          | 02/15/13           | 339,612.40           | 0.54               | 4.72                    | 339,875.54            | 340,603.84          |
| FHLB NOTES<br>DTD 08/07/2014 0.500% 09/28/2016                        | 3130A2T97    | 710,000.00 | AA+                   | Aaa                   | 08/06/14          | 08/07/14           | 708,402.50           | 0.61               | 29.58                   | 708,884.79            | 710,026.27          |
| FREDDIE MAC GLOBAL NOTES<br>DTD 06/25/2012 1.000% 07/28/2017          | 3137EADJ5    | 605,000.00 | AA+                   | Aaa                   | 08/12/14          | 08/14/14           | 604,959.47           | 1.00               | 1,058.75                | 604,968.50            | 609,512.09          |
| FANNIE MAE GLOBAL NOTES<br>DTD 10/01/2013 1.625% 11/27/2018           | 3135G0YT4    | 665,000.00 | AA+                   | Aaa                   | 10/22/14          | 10/23/14           | 671,317.50           | 1.39               | 3,722.15                | 670,659.28            | 675,560.87          |
| FREDDIE MAC NOTES<br>DTD 04/16/2012 1.750% 05/30/2019                 | 3137EADG1    | 225,000.00 | AA+                   | Aaa                   | 12/01/14          | 12/03/14           | 227,556.00           | 1.49               | 1,323.44                | 227,375.03            | 228,366.90          |

|                                |  |                     |  |  |  |  |                     |             |                 |                     |                     |
|--------------------------------|--|---------------------|--|--|--|--|---------------------|-------------|-----------------|---------------------|---------------------|
| <b>Security Type Sub-Total</b> |  | <b>3,170,000.00</b> |  |  |  |  | <b>3,176,660.37</b> | <b>0.86</b> | <b>6,731.09</b> | <b>3,176,692.93</b> | <b>3,189,518.10</b> |
|--------------------------------|--|---------------------|--|--|--|--|---------------------|-------------|-----------------|---------------------|---------------------|

|   |           |            |    |     |          |          |            |      |        |            |            |
|---|-----------|------------|----|-----|----------|----------|------------|------|--------|------------|------------|
| <b>Corporate Note</b>   |           |            |    |     |          |          |            |      |        |            |            |
| JPMORGAN CHASE & CO GLOBAL NOTES<br>DTD 10/18/2012 1.100% 10/15/2015    | 46623EJR1 | 150,000.00 | A  | A3  | 10/15/12 | 10/18/12 | 149,938.50 | 1.11 | 760.83 | 149,988.77 | 150,378.75 |
| BANK OF NEW YORK MELLON (CALLABLE)<br>DTD 10/25/2012 0.700% 10/23/2015  | 06406HCD9 | 125,000.00 | A+ | A1  | 10/18/12 | 10/25/12 | 124,871.25 | 0.73 | 384.03 | 124,975.66 | 125,188.38 |
| PEPSICO INC GLOBAL NOTES<br>DTD 02/28/2013 0.700% 02/26/2016            | 713448CE6 | 170,000.00 | A- | A1  | 02/25/13 | 02/28/13 | 169,940.50 | 0.71 | 115.69 | 169,981.89 | 170,315.35 |
| BANK OF NEW YORK MELLON (CALLABLE)<br>DTD 03/06/2013 0.700% 03/04/2016  | 06406HCG2 | 150,000.00 | A+ | A1  | 03/05/13 | 03/06/13 | 149,911.50 | 0.72 | 78.75  | 149,972.46 | 150,237.30 |
| BANK OF NEW YORK MELLON (CALLABLE)<br>DTD 03/06/2013 0.700% 03/04/2016  | 06406HCG2 | 200,000.00 | A+ | A1  | 03/04/13 | 03/06/13 | 199,882.00 | 0.72 | 105.00 | 199,963.28 | 200,316.40 |
| WELLS FARGO & COMPANY<br>DTD 07/29/2013 1.250% 07/20/2016               | 94974BFL9 | 330,000.00 | A+ | A2  | 07/22/13 | 07/29/13 | 329,683.20 | 1.28 | 813.54 | 329,859.69 | 331,818.30 |
| BERKSHIRE HATHAWAY FIN GLOBAL NOTES<br>DTD 08/15/2013 0.950% 08/15/2016 | 084664BX8 | 300,000.00 | AA | Aa2 | 08/06/13 | 08/15/13 | 299,841.00 | 0.97 | 364.17 | 299,926.71 | 301,340.40 |



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| <b>Security Type/Description</b>  | <b>CUSIP</b> | <b>Par</b> | <b>S&amp;P Rating</b> | <b>Moody's Rating</b> | <b>Trade Date</b> | <b>Settle Date</b> | <b>Original Cost</b> | <b>YTM at Cost</b> | <b>Accrued Interest</b> | <b>Amortized Cost</b> | <b>Market Value</b> |
|---|--------------|------------|-----------------------|-----------------------|-------------------|--------------------|----------------------|--------------------|-------------------------|-----------------------|---------------------|
| <b>Corporate Note</b>   |              |            |                       |                       |                   |                    |                      |                    |                         |                       |                     |
| JPMORGAN CHASE & CO<br>DTD 02/18/2014 1.350% 02/15/2017                 | 46623EJY6    | 400,000.00 | A                     | A3                    | 02/12/14          | 02/18/14           | 399,800.00           | 1.37               | 690.00                  | 399,873.81            | 401,545.60          |
| PEPSICO CORP NOTES<br>DTD 02/28/2014 0.950% 02/22/2017                  | 713448CL0    | 500,000.00 | A-                    | A1                    | 02/25/14          | 02/28/14           | 499,430.00           | 0.99               | 514.58                  | 499,635.85            | 500,851.00          |
| CISCO SYSTEMS INC GLOBAL NOTES<br>DTD 03/03/2014 1.100% 03/03/2017      | 17275RAT9    | 335,000.00 | AA-                   | A1                    | 02/24/14          | 03/03/14           | 334,979.90           | 1.10               | 286.61                  | 334,987.05            | 337,159.08          |
| APPLE INC CORP NOTE<br>DTD 05/06/2014 1.050% 05/05/2017                 | 037833AM2    | 675,000.00 | AA+                   | Aa1                   | 04/29/14          | 05/06/14           | 674,642.25           | 1.07               | 2,854.69                | 674,748.85            | 678,347.33          |
| JOHN DEERE CAPITAL CORP NOTES<br>DTD 06/12/2014 1.125% 06/12/2017       | 24422ESN0    | 425,000.00 | A                     | A2                    | 06/09/14          | 06/12/14           | 424,800.25           | 1.14               | 1,447.66                | 424,853.06            | 426,434.38          |
| HSBC USA INC<br>DTD 06/23/2014 1.300% 06/23/2017                        | 40434CAA3    | 225,000.00 | A                     | A2                    | 06/16/14          | 06/23/14           | 224,658.00           | 1.35               | 796.25                  | 224,744.76            | 225,767.70          |
| CATERPILLAR FINANCIAL SE<br>DTD 08/20/2014 1.250% 08/18/2017            | 14912L6D8    | 295,000.00 | A                     | A2                    | 08/13/14          | 08/20/14           | 294,852.50           | 1.27               | 440.45                  | 294,882.25            | 296,587.99          |
| AMERICAN EXPRESS CREDIT CORP NOTES<br>DTD 09/23/2014 1.550% 09/22/2017  | 0258M0DR7    | 145,000.00 | A-                    | A2                    | 09/18/14          | 09/23/14           | 144,805.70           | 1.60               | 56.19                   | 144,838.88            | 146,075.32          |
| TOYOTA MOTOR CREDIT CORP NOTE<br>DTD 01/12/2015 1.450% 01/12/2018       | 89236TCA1    | 175,000.00 | AA-                   | Aa3                   | 01/07/15          | 01/12/15           | 174,760.25           | 1.50               | 556.84                  | 174,777.46            | 176,120.35          |
| IBM CORP NOTES<br>DTD 02/06/2015 1.125% 02/06/2018                      | 459200HZ7    | 675,000.00 | AA-                   | Aa3                   | 02/03/15          | 02/06/15           | 672,941.25           | 1.23               | 1,160.16                | 673,044.50            | 673,333.43          |
| EXXON MOBIL CORP NOTES<br>DTD 03/06/2015 1.305% 03/06/2018              | 30231GAL6    | 525,000.00 | AAA                   | Aaa                   | 03/04/15          | 03/06/15           | 525,000.00           | 1.31               | 475.78                  | 525,000.00            | 528,022.43          |
| CISCO SYSTEMS INC GLOBAL NOTES<br>DTD 03/03/2014 2.125% 03/01/2019      | 17275RAR3    | 245,000.00 | AA-                   | A1                    | 08/29/14          | 09/04/14           | 247,327.50           | 1.90               | 433.85                  | 247,040.49            | 250,016.62          |
| AMERICAN HONDA FINANCE GLOBAL NOTES<br>DTD 09/09/2014 2.250% 08/15/2019 | 02665WAH4    | 525,000.00 | A+                    | A1                    | 09/04/14          | 09/09/14           | 524,028.75           | 2.29               | 1,509.38                | 524,130.47            | 533,931.30          |
| GENERAL ELECTRIC CAP CORP NOTES<br>DTD 01/08/2010 5.500% 01/08/2020     | 36962G4J0    | 450,000.00 | AA+                   | A1                    | 03/20/15          | 03/25/15           | 520,348.50           | 2.05               | 5,706.25                | 520,115.47            | 521,055.90          |



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| <b>Security Type/Description</b><br><b>Dated Date/Coupon/Maturity</b>   | <b>CUSIP</b> | <b>Par</b>           | <b>S&amp;P Rating</b> | <b>Moody's Rating</b> | <b>Trade Date</b> | <b>Settle Date</b> | <b>Original Cost</b> | <b>YTM at Cost</b> | <b>Accrued Interest</b> | <b>Amortized Cost</b> | <b>Market Value</b>  |
|---|--------------|----------------------|-----------------------|-----------------------|-------------------|--------------------|----------------------|--------------------|-------------------------|-----------------------|----------------------|
| <b>Corporate Note</b>   |              |                      |                       |                       |                   |                    |                      |                    |                         |                       |                      |
| WELLS FARGO & CO<br>DTD 02/02/2015 2.150% 01/30/2020                    | 94974BGF1    | 225,000.00           | A+                    | A2                    | 02/02/15          | 02/05/15           | 226,572.75           | 2.00               | 792.81                  | 226,525.87            | 226,160.78           |
| TOYOTA MOTOR CORP NOTES<br>DTD 03/12/2015 2.150% 03/12/2020             | 89236TCF0    | 175,000.00           | AA-                   | Aa3                   | 03/23/15          | 03/27/15           | 176,554.00           | 1.96               | 198.58                  | 176,550.68            | 176,623.13           |
| ABBOTT LABORATORIES<br>DTD 03/10/2015 2.000% 03/15/2020                 | 002824AZ3    | 375,000.00           | A+                    | A2                    | 03/24/15          | 03/27/15           | 377,478.75           | 1.86               | 437.50                  | 377,473.47            | 377,434.13           |
| <b>Security Type Sub-Total</b>  |              | <b>7,795,000.00</b>  |                       |                       |                   |                    | <b>7,867,048.30</b>  | <b>1.38</b>        | <b>20,979.59</b>        | <b>7,867,891.38</b>   | <b>7,905,061.35</b>  |
| <b>Certificate of Deposit</b>   |              |                      |                       |                       |                   |                    |                      |                    |                         |                       |                      |
| WESTPAC BANKING CORP NY LT FLOAT CD<br>DTD 04/17/2014 0.433% 04/15/2016 | 96121TWF1    | 550,000.00           | A-1+                  | P-1                   | 04/16/14          | 04/17/14           | 550,000.00           | 0.41               | 503.11                  | 550,000.00            | 550,442.75           |
| RABOBANK NEDERLAND NV NY CD<br>DTD 05/13/2014 0.716% 05/06/2016         | 21684BPV0    | 550,000.00           | A+                    | Aa2                   | 05/09/14          | 05/13/14           | 550,000.00           | 0.71               | 1,586.69                | 550,000.00            | 549,856.45           |
| BANK OF NOVA SCOTIA HOUS CD FLOAT<br>DTD 06/13/2014 0.445% 06/10/2016   | 06417HMU7    | 550,000.00           | A+                    | Aa2                   | 06/11/14          | 06/13/14           | 549,667.80           | 0.28               | 149.44                  | 549,801.04            | 549,910.90           |
| GOLDMAN SACHS BANK USA CD<br>DTD 08/19/2014 0.900% 08/12/2016           | 38147J2L5    | 525,000.00           | A-1                   | P-1                   | 08/14/14          | 08/19/14           | 525,000.00           | 0.90               | 530.75                  | 525,000.00            | 524,543.25           |
| HSBC BANK USA NA CD<br>DTD 02/13/2015 0.880% 08/15/2016                 | 40428AC54    | 400,000.00           | A-1+                  | P-1                   | 02/11/15          | 02/13/15           | 400,000.00           | 0.88               | 459.56                  | 400,000.00            | 401,918.80           |
| US BANK NA CINCINNATI (CALLABLE) CD<br>DTD 09/11/2014 1.375% 09/11/2017 | 90333VPF1    | 525,000.00           | AA-                   | Aa3                   | 09/09/14          | 09/11/14           | 524,154.75           | 1.41               | 401.04                  | 524,310.53            | 523,993.05           |
| <b>Security Type Sub-Total</b>  |              | <b>3,100,000.00</b>  |                       |                       |                   |                    | <b>3,098,822.55</b>  | <b>0.75</b>        | <b>3,630.59</b>         | <b>3,099,111.57</b>   | <b>3,100,665.20</b>  |
| <b>Managed Account Sub-Total</b>  |              | <b>26,585,000.00</b> |                       |                       |                   |                    | <b>26,712,014.82</b> | <b>1.02</b>        | <b>67,066.11</b>        | <b>26,694,995.73</b>  | <b>26,807,302.96</b> |
| <b>Money Market Fund</b>  |              |                      |                       |                       |                   |                    |                      |                    |                         |                       |                      |
| CAMP Pool   |              | 35,406.06            | AAA                   | NR                    |                   |                    | 35,406.06            |                    | 0.00                    | 35,406.06             | 35,406.06            |
| <b>Money Market Sub-Total</b>   |              | <b>35,406.06</b>     |                       |                       |                   |                    | <b>35,406.06</b>     |                    | <b>0.00</b>             | <b>35,406.06</b>      | <b>35,406.06</b>     |



**Managed Account Detail of Securities Held**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

|                             |                        |                        |              |                    |                        |                        |
|-----------------------------|------------------------|------------------------|--------------|--------------------|------------------------|------------------------|
| <b>Securities Sub-Total</b> | <b>\$26,620,406.06</b> | <b>\$26,747,420.88</b> | <b>1.02%</b> | <b>\$67,066.11</b> | <b>\$26,730,401.79</b> | <b>\$26,842,709.02</b> |
| <b>Accrued Interest</b>     |                        |                        |              |                    |                        | <b>\$67,066.11</b>     |
| <b>Total Investments</b>    |                        |                        |              |                    |                        | <b>\$26,909,775.13</b> |



**Managed Account Security Transactions & Interest**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type |          | Security Description  | CUSIP     | Par        | Principal Proceeds | Accrued Interest | Total        | Realized G/L Cost | Realized G/L Amort Cost | Sale Method |
|------------------|----------|---|-----------|------------|--------------------|------------------|--------------|-------------------|-------------------------|-------------|
| Trade            | Settle   |   |           |            |                    |                  |              |                   |                         |             |
| <b>BUY</b>       |          |   |           |            |                    |                  |              |                   |                         |             |
| 03/04/15         | 03/06/15 | EXXON MOBIL CORP NOTES<br>DTD 03/06/2015 1.305% 03/06/2018          | 30231GAL6 | 525,000.00 | (525,000.00)       | 0.00             | (525,000.00) |                   |                         |             |
| 03/16/15         | 03/25/15 | CT ST TXBL GO BONDS<br>DTD 03/25/2015 1.974% 03/15/2019             | 20772JZK1 | 150,000.00 | (150,421.50)       | 0.00             | (150,421.50) |                   |                         |             |
| 03/20/15         | 03/25/15 | GENERAL ELECTRIC CAP CORP NOTES<br>DTD 01/08/2010 5.500% 01/08/2020 | 36962G4J0 | 450,000.00 | (520,348.50)       | (5,293.75)       | (525,642.25) |                   |                         |             |
| 03/23/15         | 03/27/15 | TOYOTA MOTOR CORP NOTES<br>DTD 03/12/2015 2.150% 03/12/2020         | 89236TCF0 | 175,000.00 | (176,554.00)       | (156.77)         | (176,710.77) |                   |                         |             |
| 03/24/15         | 03/27/15 | ABBOTT LABORATORIES<br>DTD 03/10/2015 2.000% 03/15/2020             | 002824AZ3 | 375,000.00 | (377,478.75)       | (354.17)         | (377,832.92) |                   |                         |             |
| 03/26/15         | 03/27/15 | US TREASURY NOTES<br>DTD 09/30/2014 1.750% 09/30/2019               | 912828F39 | 325,000.00 | (330,040.04)       | (2,781.25)       | (332,821.29) |                   |                         |             |

**Transaction Type Sub-Total** **2,000,000.00** **(2,079,842.79)** **(8,585.94)** **(2,088,428.73)**

|                 |          |   |           |            |      |          |          |  |  |  |
|-----------------|----------|---|-----------|------------|------|----------|----------|--|--|--|
| <b>INTEREST</b> |          |   |           |            |      |          |          |  |  |  |
| 03/01/15        | 03/01/15 | CISCO SYSTEMS INC GLOBAL NOTES<br>DTD 03/03/2014 2.125% 03/01/2019          | 17275RAR3 | 245,000.00 | 0.00 | 2,603.13 | 2,603.13 |  |  |  |
| 03/03/15        | 03/03/15 | CISCO SYSTEMS INC GLOBAL NOTES<br>DTD 03/03/2014 1.100% 03/03/2017          | 17275RAT9 | 335,000.00 | 0.00 | 1,842.50 | 1,842.50 |  |  |  |
| 03/04/15        | 03/04/15 | BANK OF NEW YORK MELLON<br>(CALLABLE)<br>DTD 03/06/2013 0.700% 03/04/2016   | 06406HCG2 | 150,000.00 | 0.00 | 525.00   | 525.00   |  |  |  |
| 03/04/15        | 03/04/15 | BANK OF NEW YORK MELLON<br>(CALLABLE)<br>DTD 03/06/2013 0.700% 03/04/2016   | 06406HCG2 | 200,000.00 | 0.00 | 700.00   | 700.00   |  |  |  |
| 03/10/15        | 03/10/15 | BANK OF NOVA SCOTIA HOUS CD<br>FLOAT<br>DTD 06/13/2014 0.445% 06/10/2016    | 06417HMU7 | 550,000.00 | 0.00 | 574.20   | 574.20   |  |  |  |
| 03/11/15        | 03/11/15 | US BANK NA CINCINNATI (CALLABLE)<br>CD<br>DTD 09/11/2014 1.375% 09/11/2017  | 90333VPF1 | 525,000.00 | 0.00 | 3,609.38 | 3,609.38 |  |  |  |
| 03/18/15        | 03/18/15 | GLAXOSMITHKLINE CAP INC GLOBAL<br>NOTES<br>DTD 03/18/2013 0.700% 03/18/2016 | 377372AG2 | 345,000.00 | 0.00 | 1,207.50 | 1,207.50 |  |  |  |



**Managed Account Security Transactions & Interest**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                  |          | Security Description   | CUSIP     | Par                 | Principal Proceeds | Accrued Interest | Total             | Realized G/L Cost | Realized G/L Amort Cost | Sale Method |
|-----------------------------------|----------|--|-----------|---------------------|--------------------|------------------|-------------------|-------------------|-------------------------|-------------|
| Trade                             | Settle   |  |           |                     |                    |                  |                   |                   |                         |             |
| <b>INTEREST</b>                   |          |  |           |                     |                    |                  |                   |                   |                         |             |
| 03/22/15                          | 03/22/15 | AMERICAN EXPRESS CREDIT CORP NOTES<br>DTD 09/23/2014 1.550% 09/22/2017 | 0258M0DR7 | 145,000.00          | 0.00               | 1,117.51         | 1,117.51          |                   |                         |             |
| 03/27/15                          | 03/27/15 | FHLB NOTES (CALLED, OMD 3/27/17)<br>DTD 03/27/2014 1.625% 03/27/2015   | 3130A1CR7 | 520,000.00          | 0.00               | 4,225.00         | 4,225.00          |                   |                         |             |
| 03/28/15                          | 03/28/15 | FHLB NOTES<br>DTD 08/07/2014 0.500% 09/28/2016                         | 3130A2T97 | 710,000.00          | 0.00               | 1,775.00         | 1,775.00          |                   |                         |             |
| 03/30/15                          | 03/30/15 | FANNIE MAE GLOBAL NOTES<br>DTD 02/15/2013 0.500% 03/30/2016            | 3135G0VA8 | 340,000.00          | 0.00               | 850.00           | 850.00            |                   |                         |             |
| 03/31/15                          | 03/31/15 | US TREASURY NOTES<br>DTD 10/01/2012 1.000% 09/30/2019                  | 912828TR1 | 315,000.00          | 0.00               | 1,575.00         | 1,575.00          |                   |                         |             |
| 03/31/15                          | 03/31/15 | US TREASURY NOTES<br>DTD 09/30/2014 1.750% 09/30/2019                  | 912828F39 | 325,000.00          | 0.00               | 2,843.75         | 2,843.75          |                   |                         |             |
| 03/31/15                          | 03/31/15 | US TREASURY NOTES<br>DTD 03/31/2014 1.625% 03/31/2019                  | 912828C65 | 100,000.00          | 0.00               | 812.50           | 812.50            |                   |                         |             |
| <b>Transaction Type Sub-Total</b> |          |  |           | <b>4,805,000.00</b> | <b>0.00</b>        | <b>24,260.47</b> | <b>24,260.47</b>  |                   |                         |             |
| <b>MATURITY</b>                   |          |  |           |                     |                    |                  |                   |                   |                         |             |
| 03/27/15                          | 03/27/15 | FHLB NOTES (CALLED, OMD 3/27/17)<br>DTD 03/27/2014 1.625% 03/27/2015   | 3130A1CR7 | 520,000.00          | 520,000.00         | 0.00             | 520,000.00        | (5,714.80)        | 0.00                    |             |
| <b>Transaction Type Sub-Total</b> |          |  |           | <b>520,000.00</b>   | <b>520,000.00</b>  | <b>0.00</b>      | <b>520,000.00</b> | <b>(5,714.80)</b> | <b>0.00</b>             |             |
| <b>SELL</b>                       |          |  |           |                     |                    |                  |                   |                   |                         |             |
| 03/03/15                          | 03/06/15 | US TREASURY NOTES<br>DTD 11/30/2012 0.625% 11/30/2017                  | 912828UA6 | 75,000.00           | 74,197.27          | 123.63           | 74,320.90         | 495.12            | 245.81                  | SPEC LOT    |
| 03/03/15                          | 03/06/15 | US TREASURY NOTES<br>DTD 04/01/2013 0.750% 03/31/2018                  | 912828UU2 | 450,000.00          | 444,656.25         | 1,455.70         | 446,111.95        | 2,583.98          | 1,657.59                | SPEC LOT    |
| 03/16/15                          | 03/25/15 | US TREASURY NOTES<br>DTD 03/31/2014 1.625% 03/31/2019                  | 912828C65 | 150,000.00          | 151,277.34         | 1,178.57         | 152,455.91        | 1,113.28          | 1,132.03                | SPEC LOT    |
| 03/20/15                          | 03/25/15 | US TREASURY NOTES<br>DTD 10/01/2012 1.000% 09/30/2019                  | 912828TR1 | 535,000.00          | 526,536.13         | 2,586.81         | 529,122.94        | 1,504.68          | 1,353.28                | SPEC LOT    |



**Managed Account Security Transactions & Interest**

For the Month Ending **March 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                   |          | Security Description   | CUSIP     | Par                 | Principal Proceeds   | Accrued Interest   | Total               | Realized G/L Cost | Realized G/L Amort Cost | Sale Method |
|------------------------------------|----------|--|-----------|---------------------|----------------------|--------------------|---------------------|-------------------|-------------------------|-------------|
| Trade                              | Settle   |  |           |                     |                      |                    |                     |                   |                         |             |
| <b>SELL</b>                        |          |  |           |                     |                      |                    |                     |                   |                         |             |
| 03/24/15                           | 03/27/15 | GLAXOSMITHKLINE CAP INC GLOBAL NOTES<br>DTD 03/18/2013 0.700% 03/18/2016 | 377372AG2 | 345,000.00          | 345,648.60           | 60.37              | 345,708.97          | 893.55            | 746.10                  | SPEC LOT    |
| <b>Transaction Type Sub-Total</b>  |          |  |           | <b>1,555,000.00</b> | <b>1,542,315.59</b>  | <b>5,405.08</b>    | <b>1,547,720.67</b> | <b>6,590.61</b>   | <b>5,134.81</b>         |             |
| <b>Managed Account Sub-Total</b>   |          |  |           |                     | <b>(17,527.20)</b>   | <b>21,079.61</b>   | <b>3,552.41</b>     | <b>875.81</b>     | <b>5,134.81</b>         |             |
| <b>Total Security Transactions</b> |          |  |           |                     | <b>(\$17,527.20)</b> | <b>\$21,079.61</b> | <b>\$3,552.41</b>   | <b>\$875.81</b>   | <b>\$5,134.81</b>       |             |



**Managed Account Security Transactions & Interest**

For the Month Ending **February 28, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                  |          |  |           |                     | Principal             | Accrued           |                       | Realized G/L | Realized G/L | Sale   |
|-----------------------------------|----------|--|-----------|---------------------|-----------------------|-------------------|-----------------------|--------------|--------------|--------|
| Trade                             | Settle   | Security Description   | CUSIP     | Par                 | Proceeds              | Interest          | Total                 | Cost         | Amort Cost   | Method |
| <b>BUY</b>                        |          |  |           |                     |                       |                   |                       |              |              |        |
| 02/02/15                          | 02/04/15 | US TREASURY NOTES<br>DTD 07/31/2013 1.375% 07/31/2018                      | 912828VQ0 | 625,000.00          | (634,716.80)          | (94.96)           | (634,811.76)          |              |              |        |
| 02/02/15                          | 02/05/15 | WELLS FARGO & CO<br>DTD 02/02/2015 2.150% 01/30/2020                       | 94974BGF1 | 225,000.00          | (226,572.75)          | (40.31)           | (226,613.06)          |              |              |        |
| 02/03/15                          | 02/06/15 | IBM CORP NOTES<br>DTD 02/06/2015 1.125% 02/06/2018                         | 459200HZ7 | 675,000.00          | (672,941.25)          | 0.00              | (672,941.25)          |              |              |        |
| 02/06/15                          | 02/10/15 | US TREASURY NOTES<br>DTD 07/31/2012 0.500% 07/31/2017                      | 912828TG5 | 570,000.00          | (565,235.16)          | (78.73)           | (565,313.89)          |              |              |        |
| 02/11/15                          | 02/13/15 | HSBC BANK USA NA CD<br>DTD 02/13/2015 0.880% 08/15/2016                    | 40428AC54 | 400,000.00          | (400,000.00)          | 0.00              | (400,000.00)          |              |              |        |
| 02/26/15                          | 02/27/15 | US TREASURY NOTES<br>DTD 10/01/2012 1.000% 09/30/2019                      | 912828TR1 | 850,000.00          | (834,162.11)          | (3,502.75)        | (837,664.86)          |              |              |        |
| <b>Transaction Type Sub-Total</b> |          |  |           | <b>3,345,000.00</b> | <b>(3,333,628.07)</b> | <b>(3,716.75)</b> | <b>(3,337,344.82)</b> |              |              |        |
| <b>INTEREST</b>                   |          |  |           |                     |                       |                   |                       |              |              |        |
| 02/15/15                          | 02/15/15 | JPMORGAN CHASE & CO<br>DTD 02/18/2014 1.350% 02/15/2017                    | 46623EJY6 | 400,000.00          | 0.00                  | 2,700.00          | 2,700.00              |              |              |        |
| 02/15/15                          | 02/15/15 | AMERICAN HONDA FINANCE GLOBAL<br>NOTES<br>DTD 09/09/2014 2.250% 08/15/2019 | 02665WAH4 | 525,000.00          | 0.00                  | 5,118.75          | 5,118.75              |              |              |        |
| 02/15/15                          | 02/15/15 | BERKSHIRE HATHAWAY FIN GLOBAL<br>NOTES<br>DTD 08/15/2013 0.950% 08/15/2016 | 084664BX8 | 300,000.00          | 0.00                  | 1,425.00          | 1,425.00              |              |              |        |
| 02/18/15                          | 02/18/15 | CATERPILLAR FINANCIAL SE<br>DTD 08/20/2014 1.250% 08/18/2017               | 14912L6D8 | 295,000.00          | 0.00                  | 1,823.26          | 1,823.26              |              |              |        |
| 02/19/15                          | 02/19/15 | GOLDMAN SACHS BANK USA CD<br>DTD 08/19/2014 0.900% 08/12/2016              | 38147J2L5 | 525,000.00          | 0.00                  | 2,381.92          | 2,381.92              |              |              |        |
| 02/22/15                          | 02/22/15 | PEPSICO CORP NOTES<br>DTD 02/28/2014 0.950% 02/22/2017                     | 713448CL0 | 500,000.00          | 0.00                  | 2,375.00          | 2,375.00              |              |              |        |
| 02/26/15                          | 02/26/15 | PEPSICO INC GLOBAL NOTES<br>DTD 02/28/2013 0.700% 02/26/2016               | 713448CE6 | 170,000.00          | 0.00                  | 595.00            | 595.00                |              |              |        |
| <b>Transaction Type Sub-Total</b> |          |  |           | <b>2,715,000.00</b> | <b>0.00</b>           | <b>16,418.93</b>  | <b>16,418.93</b>      |              |              |        |





**Managed Account Security Transactions & Interest**

For the Month Ending **February 28, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                   |          | Security Description   | CUSIP     | Par                 | Principal Proceeds   | Accrued Interest   | Total               | Realized G/L Cost | Realized G/L Amort Cost | Sale Method |
|------------------------------------|----------|--|-----------|---------------------|----------------------|--------------------|---------------------|-------------------|-------------------------|-------------|
| Trade                              | Settle   |  |           |                     |                      |                    |                     |                   |                         |             |
| <b>SELL</b>                        |          |  |           |                     |                      |                    |                     |                   |                         |             |
| 02/02/15                           | 02/04/15 | SKANDINAVISKA ENSKILDA BY NY<br>FLOAT CD<br>DTD 01/10/2014 0.576% 01/04/2016 | 83051HUD6 | 625,000.00          | 626,383.75           | 299.79             | 626,683.54          | 1,383.75          | 1,383.75                | SPEC LOT    |
| 02/02/15                           | 02/05/15 | FNMA BENCHMARK NOTE<br>DTD 11/07/2014 1.750% 11/26/2019                      | 3135G0ZY2 | 225,000.00          | 229,169.25           | 754.69             | 229,923.94          | 2,718.00          | 2,766.29                | SPEC LOT    |
| 02/03/15                           | 02/06/15 | US TREASURY NOTES<br>DTD 11/30/2012 0.625% 11/30/2017                        | 912828UA6 | 675,000.00          | 671,308.59           | 788.12             | 672,096.71          | 7,989.26          | 6,006.63                | SPEC LOT    |
| 02/06/15                           | 02/10/15 | FREDDIE MAC GLOBAL NOTES<br>DTD 06/25/2012 1.000% 07/28/2017                 | 3137EADJ5 | 450,000.00          | 451,813.93           | 150.00             | 451,963.93          | 1,869.73          | 1,860.23                | SPEC LOT    |
| 02/06/15                           | 02/10/15 | FREDDIE MAC GLOBAL NOTES<br>DTD 06/25/2012 1.000% 07/28/2017                 | 3137EADJ5 | 120,000.00          | 120,483.71           | 40.00              | 120,523.71          | 491.75            | 490.33                  | SPEC LOT    |
| 02/11/15                           | 02/13/15 | US TREASURY NOTES<br>DTD 06/02/2014 0.375% 05/31/2016                        | 912828WM8 | 400,000.00          | 400,093.75           | 309.07             | 400,402.82          | 156.25            | 134.39                  | SPEC LOT    |
| 02/26/15                           | 02/27/15 | US TREASURY NOTES<br>DTD 11/01/2010 1.250% 10/31/2015                        | 912828PE4 | 725,000.00          | 730,409.18           | 2,979.11           | 733,388.29          | (7,958.01)        | 1,115.65                | SPEC LOT    |
| 02/26/15                           | 02/27/15 | UNIV OF CAL TXBL REV BONDS<br>DTD 10/02/2013 0.528% 05/15/2015               | 91412GSW6 | 85,000.00           | 85,053.55            | 127.16             | 85,180.71           | 53.55             | 53.55                   | SPEC LOT    |
| <b>Transaction Type Sub-Total</b>  |          |  |           | <b>3,305,000.00</b> | <b>3,314,715.71</b>  | <b>5,447.94</b>    | <b>3,320,163.65</b> | <b>6,704.28</b>   | <b>13,810.82</b>        |             |
| <b>Managed Account Sub-Total</b>   |          |  |           |                     | <b>(18,912.36)</b>   | <b>18,150.12</b>   | <b>(762.24)</b>     | <b>6,704.28</b>   | <b>13,810.82</b>        |             |
| <b>Total Security Transactions</b> |          |  |           |                     | <b>(\$18,912.36)</b> | <b>\$18,150.12</b> | <b>(\$762.24)</b>   | <b>\$6,704.28</b> | <b>\$13,810.82</b>      |             |



**Managed Account Security Transactions & Interest**

For the Month Ending **January 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                  |          |   |           |                     | Principal           | Accrued          |                     | Realized G/L | Realized G/L | Sale   |
|-----------------------------------|----------|---|-----------|---------------------|---------------------|------------------|---------------------|--------------|--------------|--------|
| Trade                             | Settle   | Security Description  | CUSIP     | Par                 | Proceeds            | Interest         | Total               | Cost         | Amort Cost   | Method |
| <b>BUY</b>                        |          |   |           |                     |                     |                  |                     |              |              |        |
| 01/07/15                          | 01/12/15 | TOYOTA MOTOR CREDIT CORP NOTE<br>DTD 01/12/2015 1.450% 01/12/2018               | 89236TCA1 | 175,000.00          | (174,760.25)        | 0.00             | (174,760.25)        |              |              |        |
| 01/09/15                          | 01/13/15 | ORANGE CNTY, CA TXBL REV PO<br>BONDS<br>DTD 01/13/2015 0.780% 05/02/2016        | 68428LDJ0 | 330,000.00          | (330,000.00)        | 0.00             | (330,000.00)        |              |              |        |
| 01/15/15                          | 01/15/15 | US TREASURY NOTES<br>DTD 06/30/2011 1.500% 06/30/2016                           | 912828QR4 | 250,000.00          | (254,287.11)        | (155.39)         | (254,442.50)        |              |              |        |
| <b>Transaction Type Sub-Total</b> |          |   |           | <b>755,000.00</b>   | <b>(759,047.36)</b> | <b>(155.39)</b>  | <b>(759,202.75)</b> |              |              |        |
| <b>INTEREST</b>                   |          |   |           |                     |                     |                  |                     |              |              |        |
| 01/05/15                          | 01/05/15 | SKANDINAVISKA ENSKILDA BY NY<br>FLOAT CD<br>DTD 01/10/2014 0.576% 01/04/2016    | 83051HUD6 | 625,000.00          | 0.00                | 870.82           | 870.82              |              |              |        |
| 01/15/15                          | 01/15/15 | CREDIT SUISSE NEW YORK CERT<br>DEPOS (FLOAT<br>DTD 07/15/2013 0.631% 01/15/2015 | 22549TDK1 | 225,000.00          | 0.00                | 362.59           | 362.59              |              |              |        |
| 01/15/15                          | 01/15/15 | WESTPAC BANKING CORP NY LT FLOAT<br>CD<br>DTD 04/17/2014 0.433% 04/15/2016      | 96121TWF1 | 550,000.00          | 0.00                | 577.12           | 577.12              |              |              |        |
| 01/20/15                          | 01/20/15 | WELLS FARGO & COMPANY<br>DTD 07/29/2013 1.250% 07/20/2016                       | 94974BFL9 | 330,000.00          | 0.00                | 2,062.50         | 2,062.50            |              |              |        |
| 01/28/15                          | 01/28/15 | FREDDIE MAC GLOBAL NOTES<br>DTD 06/25/2012 1.000% 07/28/2017                    | 3137EADJ5 | 725,000.00          | 0.00                | 3,625.00         | 3,625.00            |              |              |        |
| 01/28/15                          | 01/28/15 | FREDDIE MAC GLOBAL NOTES<br>DTD 06/25/2012 1.000% 07/28/2017                    | 3137EADJ5 | 450,000.00          | 0.00                | 2,250.00         | 2,250.00            |              |              |        |
| 01/31/15                          | 01/31/15 | US TREASURY NOTES<br>DTD 01/31/2014 1.500% 01/31/2019                           | 912828B33 | 675,000.00          | 0.00                | 5,062.50         | 5,062.50            |              |              |        |
| <b>Transaction Type Sub-Total</b> |          |   |           | <b>3,580,000.00</b> | <b>0.00</b>         | <b>14,810.53</b> | <b>14,810.53</b>    |              |              |        |
| <b>MATURITY</b>                   |          |   |           |                     |                     |                  |                     |              |              |        |
| 01/15/15                          | 01/15/15 | CREDIT SUISSE NEW YORK CERT<br>DEPOS (FLOAT<br>DTD 07/15/2013 0.631% 01/15/2015 | 22549TDK1 | 225,000.00          | 225,000.00          | 0.00             | 225,000.00          | 0.00         | 0.00         |        |



**Managed Account Security Transactions & Interest**

For the Month Ending **January 31, 2015**

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES - CARMA - 615-00 - (12510310)**

| Transaction Type                   |          |   |           |                   | Principal            | Accrued            |                      | Realized G/L      | Realized G/L    | Sale     |
|------------------------------------|----------|---|-----------|-------------------|----------------------|--------------------|----------------------|-------------------|-----------------|----------|
| Trade                              | Settle   | Security Description  | CUSIP     | Par               | Proceeds             | Interest           | Total                | Cost              | Amort Cost      | Method   |
| <b>Transaction Type Sub-Total</b>  |          |   |           | <b>225,000.00</b> | <b>225,000.00</b>    | <b>0.00</b>        | <b>225,000.00</b>    | <b>0.00</b>       | <b>0.00</b>     |          |
| <b>SELL</b>                        |          |   |           |                   |                      |                    |                      |                   |                 |          |
| 01/07/15                           | 01/12/15 | US TREASURY NOTES<br>DTD 11/30/2012 0.625% 11/30/2017                           | 912828UA6 | 150,000.00        | 148,429.69           | 110.75             | 148,540.44           | 1,025.39          | 636.63          | SPEC LOT |
| 01/09/15                           | 01/13/15 | CREDIT SUISSE NEW YORK CERT<br>DEPOS (FLOAT<br>DTD 07/15/2013 0.631% 01/15/2015 | 22549TDK1 | 325,000.00        | 325,009.22           | 512.36             | 325,521.58           | 9.22              | 9.22            | SPEC LOT |
| <b>Transaction Type Sub-Total</b>  |          |   |           | <b>475,000.00</b> | <b>473,438.91</b>    | <b>623.11</b>      | <b>474,062.02</b>    | <b>1,034.61</b>   | <b>645.85</b>   |          |
| <b>Managed Account Sub-Total</b>   |          |   |           |                   | <b>(60,608.45)</b>   | <b>15,278.25</b>   | <b>(45,330.20)</b>   | <b>1,034.61</b>   | <b>645.85</b>   |          |
| <b>Total Security Transactions</b> |          |   |           |                   | <b>(\$60,608.45)</b> | <b>\$15,278.25</b> | <b>(\$45,330.20)</b> | <b>\$1,034.61</b> | <b>\$645.85</b> |          |

**Local Agency Investment Fund**  
**P.O. Box 942809**  
**Sacramento, CA 94209-0001**  
**(916) 653-3001**

[www.treasurer.ca.gov/pmia-laif/laif.asp](http://www.treasurer.ca.gov/pmia-laif/laif.asp)  
 April 06, 2015

CALIFORNIA AFFILIATED RISK MANAGEMENT  
 AUTHORITIES  
 FINANCE MANAGER  
 1750 CREEKSIDE OAKS DRIVE  
 SUITE 200  
 SACRAMENTO, CA 95833

PMIA Average Monthly Yields

**Account Number:**  
 35-34-009

Tran Type Definitions

March 2015 Statement

| Effective Date | Transaction Date | Tran Type | Confirm Number | Authorized Caller | Amount      |
|----------------|------------------|-----------|----------------|-------------------|-------------|
| 3/18/2015      | 3/17/2015        | RW        | 1461496        | NANCY BROADHURST  | -845,000.00 |

**Account Summary**

|                   |             |                    |              |
|-------------------|-------------|--------------------|--------------|
| Total Deposit:    | 0.00        | Beginning Balance: | 5,991,459.67 |
| Total Withdrawal: | -845,000.00 | Ending Balance:    | 5,146,459.67 |

|  |
|--|
| <p><b>CARMA</b></p> <p><b>LAIF Fair Market Valuation</b></p> <p><b>3/31/2015</b></p> |
|--|

|                               |                       |
|-------------------------------|-----------------------|
| <b>LAIF Statement Balance</b> | <u>\$5,146,459.67</u> |
|-------------------------------|-----------------------|

|                           |           |             |
|---------------------------|-----------|-------------|
| <b>FAIR VALUE FACTOR:</b> |           |             |
| Performance Rate as of:   | 3/31/2015 | 1.000383728 |

|                     |                              |
|---------------------|------------------------------|
| <b>Market Value</b> | <u><u>\$5,148,434.51</u></u> |
|---------------------|------------------------------|

|                          |           |            |
|--------------------------|-----------|------------|
| LAIF Market Value as of: | 3/31/2015 | \$1,974.84 |
|--------------------------|-----------|------------|



BETTY T. YEE

California State Controller

LOCAL AGENCY INVESTMENT FUND  
REMITTANCE ADVICE

|                |                              |
|----------------|------------------------------|
| Agency Name    | CA AFFILIATED RISK MGMT AUTH |
| Account Number | 35-34-009                    |

As of 04/15/2015, your Local Agency Investment Fund account has been directly credited with the interest earned on your deposits for the quarter ending 03/31/2015.

|                               |    |                    |
|-------------------------------|----|--------------------|
| Earnings Ratio                |    | .00000712637778462 |
| Interest Rate                 |    | 0.26%              |
| Dollar Day Total              | \$ | 572,048,705.88     |
| Quarter End Principal Balance | \$ | 5,146,459.67       |
| Quarterly Interest Earned     | \$ | 4,076.64           |



**JOHN CHIANG  
TREASURER  
STATE OF CALIFORNIA**



**PMIA Performance Report**

| Date     | Daily Yield* | Quarter to Date Yield | Average Maturity (in days) |
|----------|--------------|-----------------------|----------------------------|
| 04/02/15 | 0.28         | 0.31                  | 199                        |
| 04/03/15 | 0.28         | 0.30                  | 200                        |
| 04/04/15 | 0.28         | 0.30                  | 200                        |
| 04/05/15 | 0.28         | 0.29                  | 200                        |
| 04/06/15 | 0.28         | 0.29                  | 199                        |
| 04/07/15 | 0.29         | 0.29                  | 203                        |
| 04/08/15 | 0.29         | 0.29                  | 206                        |
| 04/09/15 | 0.28         | 0.29                  | 203                        |
| 04/10/15 | 0.28         | 0.29                  | 202                        |
| 04/11/15 | 0.28         | 0.29                  | 202                        |
| 04/12/15 | 0.28         | 0.29                  | 202                        |
| 04/13/15 | 0.28         | 0.29                  | 199                        |
| 04/14/15 | 0.28         | 0.29                  | 200                        |
| 04/15/15 | 0.28         | 0.29                  | 201                        |

\*Daily yield does not reflect capital gains or losses

**LAIF Performance Report**

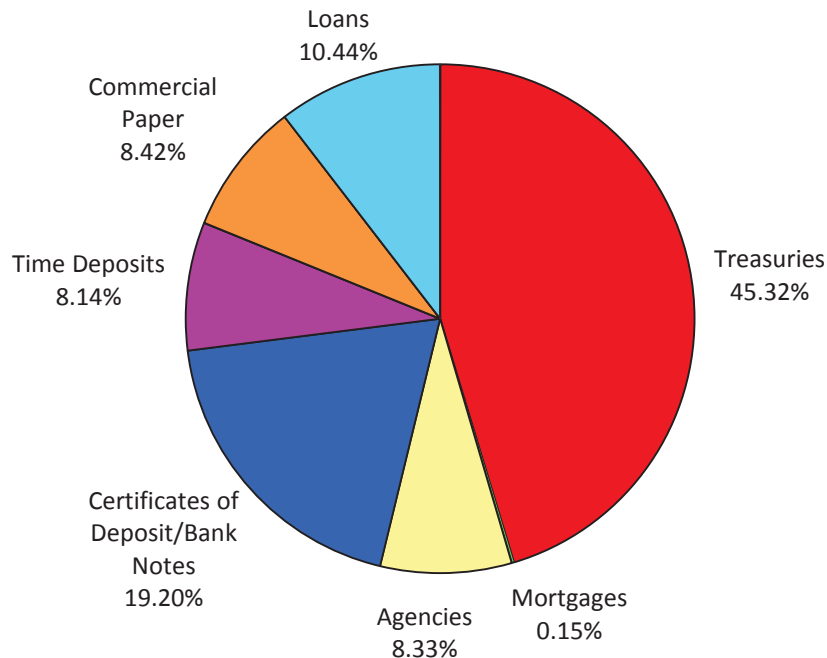
**Quarter Ending 03/31/15**

Apportionment Rate: 0.26%  
 Earnings Ratio: 0.00000712637778462  
 Fair Value Factor: 1.000383728  
 Daily: 0.27%  
 Quarter to Date: 0.27%  
 Average Life: 191

**PMIA Average Monthly Effective Yields**

**MAR 2015 0.278%**  
 FEB 2015 0.266%  
 JAN 2015 0.262%

**Pooled Money Investment Account  
Portfolio Composition  
\$63.5 billion  
3/31/15**





**State of California  
Pooled Money Investment Account  
Market Valuation  
3/31/2015**

| Description              | Carrying Cost Plus          |                             | Fair Value                  | Accrued Interest        |
|--------------------------|-----------------------------|-----------------------------|-----------------------------|-------------------------|
|                          | Accrued Interest            | Purch.                      |                             |                         |
| United States Treasury:  |                             |                             |                             |                         |
| Bills                    | \$ 9,935,849,217.25         | \$ 9,941,554,440.76         | \$ 9,942,404,000.00         | NA                      |
| Notes                    | \$ 17,813,380,152.91        | \$ 17,810,620,708.18        | \$ 17,835,471,000.00        | \$ 24,369,871.50        |
| Federal Agency:          |                             |                             |                             |                         |
| SBA                      | \$ 585,278,270.34           | \$ 585,278,270.34           | \$ 580,189,188.77           | \$ 519,916.09           |
| MBS-REMICs               | \$ 96,154,707.08            | \$ 96,154,707.08            | \$ 103,062,066.26           | \$ 457,548.05           |
| Debentures               | \$ 1,759,446,063.01         | \$ 1,759,433,910.23         | \$ 1,759,796,850.00         | \$ 1,355,341.71         |
| Debentures FR            | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Discount Notes           | \$ 2,496,782,118.01         | \$ 2,497,274,472.16         | \$ 2,497,375,000.00         | NA                      |
| GNMA                     | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Supranational Debentures | \$ 450,235,913.36           | \$ 450,189,038.36           | \$ 450,574,500.00           | \$ 493,156.50           |
| CDs and YCDs FR          | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Bank Notes               | \$ 600,000,000.00           | \$ 600,000,000.00           | \$ 599,891,264.27           | \$ 359,638.90           |
| CDs and YCDs             | \$ 11,600,035,984.54        | \$ 11,600,003,540.10        | \$ 11,596,598,687.25        | \$ 6,647,722.21         |
| Commercial Paper         | \$ 5,347,393,111.11         | \$ 5,348,545,722.19         | \$ 5,347,673,166.68         | NA                      |
| Corporate:               |                             |                             |                             |                         |
| Bonds FR                 | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Bonds                    | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Repurchase Agreements    | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Reverse Repurchase       | \$ -                        | \$ -                        | \$ -                        | \$ -                    |
| Time Deposits            | \$ 5,170,540,000.00         | \$ 5,170,540,000.00         | \$ 5,170,540,000.00         | NA                      |
| AB 55 & GF Loans         | \$ 6,634,903,755.13         | \$ 6,634,903,755.13         | \$ 6,634,903,755.13         | NA                      |
| <b>TOTAL</b>             | <b>\$ 62,489,999,292.74</b> | <b>\$ 62,494,498,564.53</b> | <b>\$ 62,518,479,478.36</b> | <b>\$ 34,203,194.96</b> |

Fair Value Including Accrued Interest

\$ 62,552,682,673.32

Repurchase Agreements, Time Deposits, AB 55 & General Fund loans, and Reverse Repurchase agreements are carried at portfolio book value (carrying cost).

The value of each participating dollar equals the fair value divided by the amortized cost (**1.000383728**). As an example: if an agency has an account balance of \$20,000,000.00, then the agency would report its participation in the LAIF valued at \$20,007,674.57 or \$20,000,000.00 x **1.000383728**.



**Local Agency Investment Fund**  
**P.O. Box 942809**  
**Sacramento, CA 94209-0001**  
**(916) 653-3001**

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February 04, 2015

CALIFORNIA AFFILIATED RISK MANAGEMENT  
 AUTHORITIES  
 FINANCE MANAGER  
 1750 CREEKSIDE OAKS DRIVE  
 SUITE 200  
 SACRAMENTO, CA 95833

PMIA Average Monthly Yields

**Account Number:**  
 35-34-009

Tran Type Definitions

January 2015 Statement

| Effective Date | Transaction Date | Tran Type | Confirm Number | Authorized Caller | Amount     |
|----------------|------------------|-----------|----------------|-------------------|------------|
| 1/8/2015       | 1/7/2015         | RW        | 1454416        | NANCY BROADHURST  | -30,000.00 |
| 1/15/2015      | 1/14/2015        | QRD       | 1456489        | SYSTEM            | 4,476.03   |

Account Summary

|                   |            |                    |              |
|-------------------|------------|--------------------|--------------|
| Total Deposit:    | 4,476.03   | Beginning Balance: | 6,906,983.64 |
| Total Withdrawal: | -30,000.00 | Ending Balance:    | 6,881,459.67 |

Local Agency Investment Fund  
P.O. Box 942809  
Sacramento, CA 94209-0001  
(916) 653-3001

[www.treasurer.ca.gov/pmia-laif/laif.asp](http://www.treasurer.ca.gov/pmia-laif/laif.asp)  
March 02, 2015

CALIFORNIA AFFILIATED RISK MANAGEMENT  
AUTHORITIES  
FINANCE MANAGER  
1750 CREEKSIDE OAKS DRIVE  
SUITE 200  
SACRAMENTO, CA 95833

PMIA Average Monthly Yields

**Account Number:**  
35-34-009

Tran Type Definitions

February 2015 Statement

| Effective Date | Transaction Date | Tran Type | Confirm Number | Authorized Caller | Amount      |
|----------------|------------------|-----------|----------------|-------------------|-------------|
| 2/20/2015      | 2/20/2015        | RW        | 1459840        | NANCY BROADHURST  | -890,000.00 |

Account Summary

|                   |             |                    |              |
|-------------------|-------------|--------------------|--------------|
| Total Deposit:    | 0.00        | Beginning Balance: | 6,881,459.67 |
| Total Withdrawal: | -890,000.00 | Ending Balance:    | 5,991,459.67 |

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
(CARMA)**

**MEMORANDUM OF COVERAGE**

| FOR THE ~~2014/2015~~-2015/2016 PROGRAM YEAR

| EFFECTIVE JULY 1, ~~2014~~ 2015

**MEMORANDUM OF COVERAGE  
FOR THE  
CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
(CARMA)**

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**MEMORANDUM OF COVERAGE  
FOR THE  
CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
(CARMA)**

In consideration of the payment of the deposit premium, the *Authority* agrees with the *Covered Parties* as follows:

**SECTION I – COVERAGE**

The *Authority* will pay up to the *Limit of Coverage* those sums for *Ultimate Net Loss* in excess of \$1,000,000 that the *Covered Parties* pay out of their own funds, unless otherwise provided herein, as *Damages* because of *Bodily Injury, Property Damage, Personal Injury, or Public Officials Errors and Omissions* as those terms are herein defined and to which this agreement applies, caused by an *Occurrence* during the *Coverage Period*, except as otherwise excluded.

This Memorandum of Coverage does not provide insurance, but instead provides for pooled risk sharing. This Memorandum is a negotiated agreement amongst the *Members* of the Authority and none of the parties to the Memorandum is entitled to rely on any contract interpretation principles that require interpretation of ambiguous language against the drafter of such Memorandum. This Memorandum shall be applied according to the principles of contract law, giving full effect to the intent of the *Members* of the Authority, acting through the Board of Directors in adopting this Memorandum of Coverage. As the Authority is not an insurer, it has no obligation to provide “Cumis” counsel to a *Covered Party* in disputed coverage situations under Civil Code §2860.

**SECTION II - DEFINITIONS**

1. "Aircraft" means a vehicle designed for the transport of persons or property principally in the air.
2. "Authority" means the California Affiliated Risk Management Authorities.
3. "Automobile" means a land motor vehicle, trailer, or semi-trailer.
4. "Bodily Injury" means bodily injury, sickness, disease, or emotional distress sustained by a person, including death resulting from any of these at any time. *Bodily Injury* includes *Damages* claimed by any person or organization for care, loss of services, or death resulting at any time from the *Bodily Injury*.
5. "Coverage Period" means that term prescribed for coverage by the *Authority* as set forth in the Declarations page.
6. "Covered Indemnity Contract" means that part of any contract or agreement pertaining to the *Covered Party's* routine governmental operations under which the *Covered Party*

assumes the tort liability of another party to pay for *Bodily Injury* or *Property Damage* to a third person or organization. This definition applies only to tort liability arising out of an *Occurrence* to which this agreement applies. Tort liability means a liability that would be imposed by law in the absence of any contract or agreement.

7. "Covered Party" means:

- (a) A *Member* of the *Authority*. This includes all entities named in its Declarations page, including any and all commissions, agencies, districts, authorities, boards (including the governing board), or similar bodies coming under the *Member's* direction or control, or for which the *Member's* board members sit as the governing body, except a hospital board or commission, regardless of how such body is denominated.
- (b) An *Entity* which is a member of a joint powers authority (JPA) which is a *Member* of the *Authority* herein, which *Entity* participates in said JPA's liability program. This includes all *Entities* named in said JPA's Declarations page, including any and all commissions, agencies, districts, authorities, boards (including the governing board), or similar bodies coming under such *Entity's* direction or control, or for which the *Entity's* board member sits as the governing body, except a hospital board or commission, regardless of how such body is denominated.
- (c) Any *Member* or *Entity* or person identified as a *Covered Party* in a certificate of coverage to third parties duly issued by the *Authority* for *Occurrences* during the *Coverage Period* identified in the certificate of coverage, the *Member* or *Entity* or person is a *Covered Party* only for *Occurrences* arising out of the described activity.
- (d) Any official, employee, or volunteer of a *Member*, *Entity* or person covered by (a), (b), or (c) herein, whether or not compensated, while acting in an official capacity for or on behalf of such *Member* or *Entity* or person including while acting on any outside board at the direction of such *Member* or *Entity* or person except a hospital board or commission, regardless of how such a body is denominated.
- (e) The *Authority* itself and its Board of Directors individually.
- (f) With respect to any *Automobile* owned or leased by a *Member*, or loaned to or hired for use by or on behalf of the *Member*, any person while using such *Automobile* and any person or organization legally responsible for the use thereof, provided the actual use is with the permission of the *Member*, but this protection does not apply to:
  - i. Any person or organization, or any agent or employee thereof, operating an *Automobile* sales agency, repair shop, service station, storage garage, or public parking place, with respect to an *Occurrence* arising out of the operation thereof;
  - ii. The owner or any lessee, other than the *Member*, of any *Automobile* hired by or loaned to the *Member* or to any agent or employee of such owner or lessee.

- (g) No *Member* or *Entity* or person is a *Covered Party* with respect to the conduct of any current or past partnership, joint venture, or joint powers authority that is not shown as a named *Covered Party* in the Declarations; however, for any person (1) who is an official, employee, or volunteer of a *Member* or *Entity* covered by (a) or (b) herein, (2) who participates in the activities of the partnership, joint venture, or joint powers authority (or any separate agency or *Entity* created under any joint powers agreement by the named *Member*), and (3) who is acting for or on behalf of a *Member* or *Entity* covered by (a) or (b) herein at the time of the *Occurrence*, then coverage is afforded by this agreement. Such coverage will be in excess of and shall not contribute with any collectible insurance or other coverage provided to the other joint powers authority, *Entity*, or *Member*.
- (h) Notwithstanding sections (d) and (e) above, the defense and indemnity coverage afforded by this agreement to a past or present official, employee, or volunteer of a *Member* or *Entity* is not broader than the *Member's* or *Entity's* duty to defend and indemnify its official, employee, or volunteer pursuant to California Government Code Section 815, 815.3, 825 to 825.6, 995 to 996.6, inclusive, and any amendments thereof. If the *Member* or *Entity* which employs the official, employee, or volunteer is not obligated under the California Government Code to provide a defense, or to provide indemnity for a claim, or if said *Member* or *Entity* refuses to provide such defense and/or indemnity to said official, employee, or volunteer, then this agreement shall not provide any such defense or indemnity coverage to said official, employee, or volunteer. All immunities, defenses, rights, and privileges afforded to a *Member* or *Entity* under California Government Code Section 815, 815.3, 825 to 825.6, 995 to 996.6, inclusive, and any amendments thereof, shall be afforded to the Authority to bar any defense or indemnity coverage under this agreement to that *Member's* or *Entity's* official, employee, or volunteer.
8. "Cyber Liability" means any liability arising out of or related to the acquisition, storage, security, use, misuse, disclosure, or transmission of electronic data of any kind, including, but not limited to, technology errors and omissions, information security and privacy, privacy notification cost, penalties for regulatory defense or penalties, website media content, disclosure or misuse of confidential information, failure to prevent unauthorized disclosure or misuse of confidential information, improper or inadequate storage or security or personal or confidential information, unauthorized access to computer systems containing confidential information, or transmission or failure to prevent transmission of a computer virus or other damaging material.
9. "Dam" means any artificial barrier, together with appurtenant works, which does or may impound or divert water, and which either (a) is 25 feet or more in height from the natural bed of the stream or watercourse at the downstream toe of the barrier, or from the lowest elevation of the outside limit of the barrier, if it is not across a stream, channel, or watercourse, to the maximum possible water storage elevation; or (b) has an impounding capacity of 50 acre-feet or more.

Any such barrier which is not in excess of 6 feet in height, regardless of storage capacity, or which has a storage capacity not in excess of 15 acre-feet, regardless of height, shall not be considered a *Dam*.

No obstruction in a canal used to raise or lower water therein or divert water there from, no levee, including but not limited to, a levee on the bed of a natural lake the primary purpose of which levee is to control floodwaters, no railroad fill or structure, no road or highway fill or structure, no tank constructed of steel or concrete or of a combination thereof, no tank elevated above the ground, no water or waste water treatment facility, and no barrier which is not across a stream channel, watercourse, or natural drainage area and which has the principal purpose of impounding water for agricultural use or storm water detention or water recharging or use as a sewage sludge drying facility shall be considered a *Dam*. In addition, no obstruction in the channel of a stream or watercourse which is 15 feet or less in height from the lowest elevation of the obstruction and which has the single purpose of spreading water within the bed of the stream or watercourse upstream from the construction for percolation underground shall be considered a *Dam*. Nor shall any impoundment constructed and utilized to hold treated water from a sewage treatment plant be considered a *Dam*. Nor shall any wastewater treatment or storage pond exempted from State regulations and supervision by Water Code Section 6025.5 be considered a *Dam*.

10. "Damages" means compensation in money recovered by a third party for loss or detriment it has suffered through the acts of a *Covered Party* or for liability assumed by the *Covered Party* under a *Covered Indemnity Contract*. *Damages* include (1) attorney fees not based on contract awarded against the *Covered Party*, (2) interest on judgments, or (3) costs, for which the *Covered Party* is liable either by adjudication or by compromise with the written consent of the *Authority*, if the fees, interest, or costs arise from an *Occurrence* to which this coverage applies.
11. "Defense Costs" means all fees and expenses incurred by any *Covered Party*, caused by and relating to the adjustment, investigation, defense, or litigation of a claim to which this coverage applies, including attorney's fees, court costs, premiums for appeal bonds, and interest on judgments accruing after entry of judgment. *Defense Costs* shall include adjusting expenses of a third party claims administrator that are specifically identifiable with a claim subject to this coverage. *Defense Costs* shall include reasonable attorney fees and necessary litigation expenses incurred by or for a party other than the *Covered Party*, that are assumed by the *Covered Party* in a *Covered Indemnity Contract* where such attorney fees or costs are attributable to a claim for *Damages* covered by this Memorandum. *Defense Costs* shall include fees and expenses relating to coverage issues or disputes that arise after a written denial of coverage, between any *Covered Party* named in the Declarations and the *Authority*, if the *Covered Party* named in the Declarations prevails in such dispute. *Defense Costs* shall not include the office expenses, salaries of employees and officials, or expenses of the *Covered Party* or the *Authority*, or attorney fees or costs awarded to a prevailing plaintiff against the *Covered Party*.



12. "Limit of Coverage" shall be the amount of coverage stated in the declaration page or certificate of coverage, or sublimits as stated therein for each *Covered Party* per *Occurrence*, subject to any lower sublimit stated in this Memorandum. For each *Occurrence*, there shall be only one *Limit of Coverage* regardless of the number of claimants or *Covered Parties* against whom a claim is made. In the event that a structured settlement, whether purchased from or through a third-party, or paid directly by the *Covered Party* in installments, is utilized in the resolution of a claim or suit, the Authority will pay only up to the amount stated in the Declarations or certificate of coverage in present value of the claim, as determined on the date of settlement, regardless of whether the full value of the settlement exceeds the amount stated in the Declarations or certificate of coverage.
13. "Medical Malpractice" means the rendering of or failure to render any of the following services:
- (a) Medical, surgical, dental, psychiatric, psychological counseling, x-ray, or nursing service or treatment or the furnishing of food or beverages in connection therewith; or any services provided by a health care provider as defined in Section 6146 (c), (2), (3), of the California Business and Professions Code.
  - (b) Furnishing or dispensing of drugs or medical, dental, or surgical supplies or appliances.
- Medical Malpractice* does not include emergency medical services or first aid administered by employees, nor does it include advice or services rendered by a 911 emergency dispatcher.
14. "Member" shall mean any organization that is a party to the Agreement creating the California Affiliated Risk Management Authorities.
15. "Nuclear Material" means *Source Material*, *Special Nuclear Material*, or *Byproduct Material*. "Source Material", "Special Nuclear Material", and "Byproduct Material" have the meanings given to them by the Atomic Energy Act of 1954 or in any law amendatory thereof.
16. "Occurrence" means:
- (a) With respect to *Bodily Injury* or *Property Damage*: an accident, including continuous or repeated exposure to substantially the same generally harmful conditions, which results in *Bodily Injury* or *Property Damage* neither expected nor intended from the standpoint of the *Covered Party*. Loss of use of tangible property that is not physically injured shall be deemed to occur at the time of the *Occurrence* that caused it.
  - (b) With respect to *Personal Injury*: an offense described in the definition of that term in

this coverage agreement.

- (c) With respect to *Public Officials Errors and Omissions*: any actual or alleged misstatement or misleading statement or act or omission as described in the definitions of the term in this coverage agreement.

17. "Personal Injury" means injury arising out of one or more of the following offenses:

- (a) False arrest, detention or imprisonment, or malicious prosecution;
- (b) Abuse of legal process;
- (c) Wrongful entry into, or eviction of a person from, a room, dwelling, or premises that a person occupies;
- (d) Publication or utterance of material, including continuous or repeated, that slanders or libels a person or organization or disparages a person's or organization's goods, products or services, or oral or written publication of material that violates a person's right of privacy;
- (e) Discrimination or violation of civil rights; and
- (f) Injury resulting from the use of force for the purpose of protecting persons or property.

18. "Pollutants" means any solid, liquid, gaseous or thermal irritant or contaminant, including, but not limited to, smoke, vapor, soot, fumes, acids, alkalis, chemicals, airborne particles or fibers, mold, fungal pathogens, electromagnetic fields, and waste. Waste includes materials to be recycled, reconditioned, or reclaimed. The term *Pollutants* as used herein does not mean potable water, agricultural water, water furnished to commercial users, or water used for fire suppression.

19. "Property Damage" means:

- (a) Physical injury or destruction of tangible property, including all resulting loss of use of that property; or
- (b) Loss of use of tangible property that is not physically injured or destroyed.

20. "Public Officials Errors and Omissions" means any (including continuous or repeated) actual or alleged misstatement or misleading statement or act or omission by any *Covered Party* (individually or collectively) arising in the course and scope of their duties with the *Covered Party* or claimed against them solely by reason of their being or having been public officials or employees, and which results in damage neither expected nor intended from the standpoint of the *Covered Party*. All claims involving the same misstatement or misleading

statement or act or omission or a series of contiguous or interrelated misstatements or misleading statements or acts or omissions will be considered as arising out of one *Occurrence*.

21. "Retained Limit" means the amount, identified in the applicable Declaration or certificate, of *Ultimate Net Loss* for which the *Covered Party* pays out of its own funds, unless otherwise provided herein, before the *Authority* is obligated to make payment, subject to the following:
- (a) For each *Occurrence*, there shall be only one *Retained Limit* regardless of the number of claimants or *Covered Parties* against whom a claim is made.
  - (b) Payment of the *Retained Limit* shall be apportioned among the *Covered Parties* in accordance with their proportionate shares of liability. If the payment is for a settlement, the *Retained Limit* shall be apportioned among the *Covered Parties*, in accordance with the respective parties' agreed upon or court-determined share of liability. In the event that the apportionment requires court determination, the *Covered Parties* will pay all costs of the *Authority* in seeking such determination, including its attorney's fees in proportion to the court's determination of liability.
22. "Ultimate Net Loss" means the sums actually paid by the *Covered Parties* comprising the total of all *Defense Costs* and all *Damages*.

### **SECTION III - DEFENSE AND SETTLEMENT**

The *Authority* shall have no duty to assume charge of investigation or defense of any claim. However, the *Authority*, at its own expense, shall have the right to assume the control of the negotiation, investigation, defense, appeal, or settlement of any claim the *Authority* determines, in its sole discretion, to have reasonable probability of resulting in an *Ultimate Net Loss* in excess of the applicable *Retained Limit*. The *Covered Party* shall fully cooperate in all matters pertaining to such claim or proceeding.

If the *Authority* assumes the control of the handling of a claim, the *Covered Parties* shall be obligated to pay at the discretion of the *Authority* any sum necessary for the defense and settlement of a claim, or to satisfy liability imposed by law, up to the applicable *Retained Limit*.

No claim shall be settled for an amount in excess of the *Retained Limit* without the prior written consent of the *Authority*, and the *Authority* shall not be required to contribute to any settlement to which it has not consented.

### **SECTION IV - CARMA'S LIMIT OF COVERAGE**

Regardless of the number of (1) *Covered Parties* under this Memorandum, (2) persons or organizations who sustain injury or damage, or (3) claims made or suits brought, the *Authority's*

liability is limited as follows:

- (a) With respect to coverage provided, the *Authority's* liability for any one *Occurrence* shall be limited to the *Ultimate Net Loss* that is in excess of \$1,000,000, which shall be the *Covered Party's Retained Limit*, but then only up to the sum set forth in the Declarations as the *Authority's* limit of liability for any one *Occurrence*. In the event that a structured settlement, whether purchased from or through a third-party, or paid directly by the *Covered Party* in installments, is utilized in the resolution of a claim or suit, the Authority will pay only up to the amount stated in the Declarations or certificate of coverage in present value of the claim, as determined on the date of settlement, regardless of whether the full value of the settlement exceeds the amount stated in the Declarations or certificate of coverage.
- (b) The *Limit of Coverage* for any additional *Covered Party* as defined in Section 2, Paragraph 7, Subparagraph (c), subject to the per *Occurrence* limitation above, shall not exceed the limit stated in its additional *Covered Party* certificate regardless of the limit which applies to the *Member*.

Nothing contained herein shall operate to increase the *Authority's* limit of liability under this Memorandum.

#### **SECTION V - COVERAGE PERIOD AND TERRITORY**

This agreement applies to *Bodily Injury, Property Damage, Personal Injury, or Public Officials Errors and Omissions* that occurs anywhere in the world during the *Coverage Period* identified in the applicable Declaration or certificate of coverage.

#### **SECTION VI - EXCLUSIONS**

This agreement does not apply to:

1. With respect to Pollution:
  - (a) Any liability arising out of the actual, alleged, or threatened discharge, dispersal, seepage, migration, release, or escape of *Pollutants* anywhere in the world.
  - (b) Any loss, cost or expense arising out of any governmental direction or request that the *Authority*, the *Covered Party* or any other person or organization test for, monitor, clean-up, remove, contain, treat, detoxify, neutralize, or assess the effects of *Pollutants*; or
  - (c) Any loss, cost, or expense, including but not limited to costs of investigation or attorneys' fees, incurred by a governmental unit or any other person or organization to test for, monitor, clean-up, remove, contain, treat, detoxify, or neutralize

*Pollutants.*

However, this exclusion shall not apply to *Bodily Injury* or *Property Damage* caused by a *Covered Party's* response to contamination caused by a third party unrelated to a *Covered Party*. Response includes clean up, removal, containment, treatment, detoxification, and neutralization of *Pollutants*. In addition this exclusion does not apply to direct and immediate *Bodily Injury* or *Property Damage* arising out of operations involving the use, application, or spraying of any pesticide at or from any site or location not owned or controlled by the *Covered Party* on which the *Covered Party* or any contractors or subcontractors working directly or indirectly on behalf of the *Covered Party*, are performing operations if the operation(s) performed meet all standards of any statute, ordinance, regulation, or license requirement of any federal, state, or local government which apply to those operations.

- (d) The exclusions set forth in (a), (b), or (c) above do not apply if said discharge, dispersal, release, or escape of *Pollutants* meets all of the following conditions:
  - i. It was accidental and neither expected nor intended by the *Covered Party*; and
  - ii. It was demonstrable as having commenced on a specific date during the term of this memorandum; and
  - iii. Its commencement became known to the *Member* within seven (7) calendar days; and
  - iv. Its commencement was reported in writing to the *Authority* within forty (40) calendar days of becoming known to the *Member*; and
  - v. Reasonable effort was expended by the *Member* to terminate the discharge, dispersal, release, or escape of *Pollutants* as soon as conditions permitted.
- (e) The exclusions set forth in (a), (b), or (c) above do not apply if said discharge, dispersal, release, or escape arises from materials being collected as part of any drop off or curbside recycling program implemented and operated by the *Covered Party*, unless the materials have been stored by the *Covered Party* or parties for a continuous period exceeding ninety (90) days.
- (f) Nothing contained in this agreement shall operate to provide any coverage with respect to:
  - i. Any site or location principally used by the *Covered Party*, or by others in the *Covered Party's* behalf, for the handling, storage, disposal, dumping, processing, or treatment of waste material; except as provided in Section VI, paragraph 1, subparagraph (e)

- ii. Any fines or penalties;
  - iii. Any clean-up costs ordered by the Superfund Program, or any federal, state, or local governmental authority. However, this specific exclusion (c) shall not serve to deny coverage for third party clean-up costs otherwise covered by this endorsement simply because of the involvement of a governmental authority;
  - iv. Acid rain; or
  - v. Clean-up, removal, containment, treatment, detoxification, or neutralization of *Pollutants* situated on premises the *Covered Party* owns, rents, or occupies at the time of the actual discharge, dispersal, seepage, migration, release, or escape of said *Pollutants*.
2. Claims, including attorney's fees or salary or wage loss claims, by any potential, present, or former employee or official of the *Covered Party*, arising out of, but not limited to, a violation of civil rights or employment-related practices, policies, acts, or omissions, including termination, coercion, demotion, evaluation, reassignment, discipline, defamation, harassment, humiliation, or discrimination directed at that person. This exclusion extends to claims of the spouse, child, unborn child or fetus, parent, brother, or sister of that person as a consequence of injury to the person at whom any of the employment-related practices, policies, acts, or omissions described above are directed.
3. *Bodily Injury* to:
- (a) An employee of the *Covered Party* arising out of and in the course of:
    - i. Employment by the *Covered Party*; or
    - ii. Performing duties related to the conduct of the *Covered Party's* business; or
  - (b) The spouse, child, unborn child or fetus, parent, brother, or sister of the employee as a consequence of paragraph (1) above.

This exclusion applies to any obligation to share *Damages* with or repay someone else who must pay *Damages* because of the injury. However, this exclusion does not apply to liability assumed under contract.

4. Any obligation under any workers' compensation, unemployment compensation, or disability benefits law or any similar law.

These exclusions 2, 3, and 4 apply whether the *Covered Party* may be liable as an employer or in any other capacity.

5. Claims arising out of ownership, maintenance, management, supervision, or the condition of any hospital.
6. Claims because of *Bodily Injury, Personal Injury, or Property Damage* arising out of ownership, maintenance, management, supervision, or the condition of any airport, including but not limited to liability arising out of ownership, operation, maintenance, or entrustment of *Automobiles* while used in airport operations.
7. Claims arising out of any *Medical Malpractice*:
  - (a) Committed by a doctor, osteopath, chiropractor, dentist, or veterinarian; or
  - (b) Committed by any health care provider, as defined in Business & Professions Code Section 6146(c)(2), working for any hospital or hospital operated out-patient, in-patient, or other clinic at the time of the occurrence giving rise to the loss.
8. Claims arising out of the hazardous properties of *Nuclear Material*.
9. Claims arising out of:
  - (a) Land use regulations or planning policies, annexation, eminent domain by whatever name called, no matter how or under what theory such claims are alleged.

Notwithstanding this exclusion, coverage under this Memorandum is provided, in excess of the \$1,000,000 Covered Parties Retained Limit first paid, for Damages and Defense Costs of up to \$2,000,000 per Occurrence and subject to an aggregate limit of \$4,000,000 per Member for inverse condemnation claims due to Property Damage resulting from any of the following: weather acting upon or with the Covered Party's property or equipment, accidental failure of the Covered Party's property or equipment, negligent design or maintenance of or inadequate design of a public work or public improvement.

Notwithstanding the above, this Memorandum shall not afford inverse condemnation coverage for any claim arising out of the design, construction, ownership, maintenance, operation, or use of any water treatment plant or waste water treatment plant, no matter how or under what theory such claim is alleged, except a claim based upon the accidental failure of the equipment utilized or contained within the water treatment plant or waste water treatment plant.

- (b) The initiative process, whether or not liability accrues directly against any Covered Party by reason of any agreement which a Covered Party has entered.

10. *Property Damage to:*
- (a) Property owned by the *Covered Party*;
  - (b) Property rented to or leased by the *Covered Party* where it has assumed liability for damage to or destruction of such property, unless the *Covered Party* would have been liable in the absence of such assumption of liability; and
  - (c) *Aircraft* or watercraft in the *Covered Party's* care, custody, or control.
11. Claims arising out of the ownership, operation, use, maintenance, or entrustment to others of: (a) any *Aircraft* or (b) any watercraft being used for commercial purposes. Ownership, operation, use, or maintenance as used herein does not include static displays of aircraft in a park or museum setting.
12. Claims arising out of the failure to supply or provide an adequate supply of gas, water, electricity, or sewage capacity when such failure is a result of the inadequacy of the *Covered Party's* facilities to supply or produce sufficient gas, water, electricity, or sewage capacity to meet the demand.
- This exclusion does not apply if the failure to supply results from direct and immediate accidental injury to tangible property owned or used by any *Covered Party* to procure, produce, process, or transmit the gas, water, electricity, or sewage.
13. Claims arising out of the ownership, maintenance, or use of any trampoline or any other rebound tumbling device.
14. Claims arising out of a *Covered Party's* sponsored or controlled skateboard activities or facilities unless those activities or facilities are covered by the *Member* joint powers authority.
15. Claims arising out of bungee jumping or propelling activities sponsored or controlled by the *Covered Party*.
16. Claims arising out of a failure to perform or breach of a contractual obligation.
17. Claims arising out of liability assumed under any contract or agreement, except liability that would be imposed by law in the absence of the contract or agreement, or when such assumption is the subject of a duly issued Certificate of Additional *Covered Party*; but such assumption is covered only up to the *Limit of Coverage* stated in the certificate. This exclusion does not apply to liability assumed in a contract or agreement that is a *Covered Indemnity Contract*, provided the *Bodily Injury* or *Property Damage* occurs subsequent to the execution of the contract or agreement.



18. Fines, assessments, penalties, restitution, disgorgement, exemplary or punitive *Damages*. This exclusion applies whether the fine, assessment, penalty, restitution, disgorgement, exemplary or punitive damage is awarded by a court or by an administrative or regulatory agency. Restitution and disgorgement as used herein refer to the order of a court or administrative agency for the return of a specific item of property or a specific sum of money, because such item of property or sum of money was not lawfully or rightfully acquired by the *Covered Party*.
19. *Ultimate Net Loss* arising out of relief, or redress, in any form other than money *Damages*.
20. Claims arising out of the manufacture of, mining of, use of, sale of, installation of, removal of, distribution of or exposure to radon, asbestos, asbestos products, asbestos fibers, asbestos dust, or other asbestos containing materials, or:
  - (a) Any obligation of the *Covered Party* to indemnify any party because of such claims, or
  - (b) Any obligation to defend any suit or claims against the *Covered Party* because of such claims.
21. Claims for injury or *Damages* caused by intentional conduct done by the *Covered Party* with willful and conscious disregard of the rights or safety of others, or with malice. However, as to any other *Covered Party* that did not authorize, ratify, participate in, consent to, or have knowledge of such conduct by its past or present employee, elected or appointed official, or volunteer, and where the claim against that *Covered Party* is based solely on its vicarious liability arising from its relationship with such employee, official, or volunteer, this exclusion does not apply to said *Covered Party*.
22. Claims arising out of partial or complete structural failure of a *Dam*.
23. Claims by any *Covered Party* against its own past or present elected or appointed officials, employees, volunteers, or additional covered parties where such claim seeks *Damages* payable to the *Covered Party*.
24. Claims arising out of oral or written publication of material, if done by or at the direction of the *Covered Party* with knowledge of its falsity.
25. Claims arising out of liability imposed on any *Covered Party* under any uninsured/underinsured motorist law or *Automobile* no-fault law.
26. The cost of providing reasonable accommodation pursuant to the Americans with Disabilities Act, Fair Employment and Housing Act, or similar law.
27. Refund or restitution of taxes, fees, or assessments.

28. Claims for refund, reimbursement, or repayment of any monies to which a *Covered Party* was not legally entitled.
29. Claims arising in whole or in part out of the violation of a statute, ordinance, order, or decree of any court or other judicial or administrative body, or rule of law, committed by or with the knowledge or consent of the *Covered Party*.
30. Claims arising out of estimates of probable cost or cost estimates being exceeded or faulty preparation of bid specifications or plans including architectural plans unless prepared by a qualified, licensed and/or registered engineer or architect who is the appointed City Engineer or an employee of the *Covered Party*.
31. Under *Public Officials Errors and Omissions Coverage*:
  - (a) *Bodily Injury, Personal Injury*, or physical injury to tangible property, including all resulting loss of use of that property.
  - (b) Benefits payable under any employee benefit plan.
32. *Claims arising out of Cyber Liability*. “Notwithstanding this exclusion, coverage under this Memorandum is provided, in excess of the \$1,000,000 *Covered Party*’s Retained Limit and any other available insurance first paid, for Damages and Defense Costs of up to \$1,000,000 per Occurrence and subject to an aggregate limit of \$4,000,000 per member.”

## **SECTION VII - CONDITIONS**

### 1. *Covered Party's Duties in the Event of Occurrence, Claim, or Suit*

The following provisions are conditions precedent to being afforded coverage under this Memorandum. The *Covered Party*’s failure to comply with any of these provisions shall void the coverage provided herein, unless otherwise specifically stated.

#### (a) Notice Conditions

From the time when any of the following occurs the *Covered Party* shall notify the *Authority* within 30 days:

1. Establishment of a reserve on any claim or suit (including multiple claims or suits arising out of one *Occurrence*), amounting to at least fifty percent of the *Retained Limit*;
2. For Title 42 USC 1983 matter alleging a violation of civil rights:
  - i. Any claim or case where a Complaint has not yet been served and the

- combined total of paid and reserved amounts reaches twenty-five percent of the *Retained Limit*; or
- ii. Any claim or case in which a Complaint has been filed and served on a *Covered Party*.

3. Regardless of service or reserve, any claim involving any:

- i. Fatality,
- ii. Amputation,
- iii. Loss of use of any sensory organ,
- iv. Spinal cord injuries (quadriplegia or paraplegia),
- v. Third degree burns involving ten percent or more of the body,
- vi. Facial disfigurement,
- vii. Paralysis,
- viii. Closed head injuries,
- x. Loss of use of any body function, or
- xi. Hospitalization for at least 30 consecutive days when known by the Member entity.

If the *Covered Party* fails to comply with any of these notice conditions and the *Authority's* Board of Directors find by a majority vote that the delay was unreasonable, the *Authority* shall limit the coverage provided herein, as follows:

- i. If notice is given to the *Authority* within 180 days after the date on which it should have been given, any *Ultimate Net Loss* that would have been owing to the *Covered Party*, if notice had been timely given to the *Authority*, shall be reduced by twenty-five percent (25%).
- ii. If notice is given to the *Authority* between 181 days and 365 days after the date on which it should have been given, any *Ultimate Net Loss* that would have been owing to the *Covered Party*, if notice had been timely given to the *Authority*, shall be reduced by fifty percent (50%).
- iii. If notice is given to the *Authority* between 366 days and 730 days after the date on which it should have been given, any *Ultimate Net Loss* that would have been owing to the *Covered Party*, if notice had been timely given to the *Authority*, shall be reduced by seventy-five percent (75%).
- iv. If notice is given to the *Authority* over 730 days after the date on which it should have been given, the *Authority* shall deny any coverage and shall pay no *Ultimate Net Loss*.

In determining whether or not the delay was unreasonable, the *Authority's* Board of Directors shall consider all facts and circumstances that caused the delay. Prejudice to the *Authority* is a factor but is neither conclusive nor required.

Written notice containing particulars sufficient to identify the *Covered Party* and also reasonably obtainable information with respect to the time, place, and circumstances thereof, and the names and addresses of the *Covered Party* and of available witnesses, shall be given to the *Authority* or any of its authorized agents as soon as possible.

- (b) If a claim is made or suit is brought against the *Covered Party* and such claim or suit falls within the descriptions in paragraph (a) above, the *Covered Party* shall be obligated to forward to the *Authority* every demand, notice, summons, or other process received by it or its representative.
- (c) The *Covered Party* shall cooperate with the *Authority* and upon its request assist in making settlements, in the conduct of suits and in enforcing any right of contribution or indemnity against any person or organization who may be liable to the *Covered Party* because of *Bodily Injury, Personal Injury, Property Damage, or Public Officials Errors and Omissions* with respect to which coverage is afforded under this agreement; and the *Covered Party* shall attend hearings and trials and assist in securing and giving evidence and obtaining the attendance of witnesses. The *Covered Party* shall not, except at its own cost, voluntarily make any payment, assume any obligation, or incur any expense toward the settlement of any claim for which the *Authority* has accepted responsibility and has so notified the *Covered Party*.
- (d) As to any claim for which the *Authority* has accepted responsibility and has so notified the *Covered Party*, if the *Covered Party* prevents settlement of the claim for a reasonable amount, defined as the amount the *Authority* is willing to pay and the claimant is willing to accept, and increases the *Covered Party's* potential liability for *Damages* and continued *Defense Costs*, the *Covered Party* shall pay or shall reimburse the *Authority* for those *Defense Costs* incurred after the claim could have been settled, and for any *Damages* awarded or settlement agreed upon in excess of the amount for which the claim could have been settled.
- (e) The *Authority* shall be entitled to complete access of the *Covered Party's* claim file, the defense attorney's complete file, and all investigation material and reports, including all evaluations and information on negotiations. The *Covered Party* shall be responsible to report on the progress of the litigation and any significant developments at least quarterly to the *Authority*, and to provide the *Authority* with simultaneous copies of all correspondence provided to the *Covered Party* by its defense attorneys and/or agents.

## 2. Bankruptcy or Insolvency

Bankruptcy or insolvency of the *Covered Party* shall not relieve the *Authority* of any of its obligations hereunder.

3. Other Coverage

- (a) Except as provided in 3(b), in order for coverage herein to apply, the *Covered Party* must pay the full amount of its *Retained Limit*. Payment of the *Retained Limit* by the *Covered Party* is required in addition to, and regardless of, any payment or payments from any other source for or on behalf of that *Covered Party*. If insurance or any other coverage with any insurer, joint powers authority or other source is available to the *Covered Party* covering a loss also covered hereunder (whether on a primary, excess or contingent basis), the coverage hereunder shall be in excess of, and shall not contribute with, such other insurance or coverage. This coverage shall be in excess of, and shall not contribute with, any insurance or coverage which names a *Covered Party* herein as an additional *Covered Party* or additional insured party, where coverage is extended to a loss also covered hereunder.
- (b) Commercial coverage purchased directly by a *Covered Party* for the sole purpose of insuring all or a portion of its *Retained Limit* may be utilized to pay all, or a portion of, a *Covered Party's Retained Limit*.

4. Severability of Interests

The term *Covered Party* is used severally and not collectively, but the inclusion herein of more than one *Covered Party* shall not operate to increase the limits of the *Authority's* liability or the *Retained Limit* applicable per *Occurrence*.

5. Accumulation of Limits

A claim which contains allegations extending to a duration of more than one *Coverage Period* shall be treated as a single *Occurrence* arising during the first *Coverage Period* when the *Occurrence* begins.

6. Termination

This agreement may be terminated at any time in accordance with the Bylaws of the *Authority*.

7. Changes

Notice to any agent or knowledge possessed by any agent of the *Authority* or by any other person shall not effect a waiver or a change in any part of this Memorandum of Coverage, nor shall the terms of this Memorandum of Coverage be waived or changed, except by endorsement issued to form a part of this Memorandum of Coverage.

8. Subrogation

The *Authority* shall be subrogated to the extent of any payment hereunder to all the *Covered Parties'* rights of recovery thereof and the *Covered Parties* shall do nothing after loss to prejudice such right and shall do everything necessary to secure such right. Any amounts so recovered shall be apportioned as follows:

- (a) The highest layer of coverage shall be reimbursed first and if there are sufficient recoveries then the next highest layer shall be reimbursed until all recoveries are used up.
- (b) The expenses of all such recovery proceedings shall be paid before any reimbursements are made. If there is no recovery in the proceedings conducted by the *Authority*, it shall bear the expenses thereof.

9. Arbitration

Decisions by the *Authority* whether to assume control of the negotiation, investigation, defense, appeal, or settlement of a claim, or whether or not coverage exists for a particular claim or part of a claim shall be made by the Board of Directors of the *Authority*.

Any dispute concerning a decision of the *Authority* to deny coverage for all or part of a claim shall not be subject to any court action, but shall instead be submitted to binding arbitration. The *Covered Party* must exhaust the right to appeal to the Board of Directors before requesting arbitration of a dispute.

Arbitration shall be conducted pursuant to the California Code of Civil Procedure. Arbitration shall be conducted by a single neutral arbitrator. The *Covered Party* or parties and the *Authority* shall select the arbitrator by mutual agreement. No arbitrator shall be employed or affiliated with the *Authority* or the *Covered Party* or parties.

The selection of the arbitrator shall take place within twenty (20) calendar days from the receipt of the request for arbitration; if not agreed to within twenty (20) days, an immediate petition to a court of law for appointment of a neutral arbitrator shall be filed by the *Authority*. The arbitration hearing shall commence within forty-five (45) calendar days from the date of the selection or court appointment of the arbitrator.

Each party shall bear equally the cost of the selected or appointed arbitrator. In addition, each party shall be responsible for its own costs and expenses of arbitration.

Except for notification of appointment and as provided in the California Code of Civil Procedure, there shall be no communication between the "parties" and the arbitrator relating to the subject of the arbitration other than at oral hearings.

The procedures set forth in California Code of Civil Procedure Section 1283.05 relating to depositions and discovery shall apply to any arbitration pursuant to this paragraph 9.

Except as provided otherwise above, arbitration shall be conducted as provided in Title 9 of the Code of Civil Procedure (commencing with Section 1280).

The decision of the neutral arbitrator shall be final and binding, and shall not be subject to appeal except as provided for in California Code of Civil Procedure sections 1286.2 and 1286.6.

| 2013/2014  | 2014/2015   | 2015/2016  |
|--|---|--|
| <p><b>Coverage:</b></p> <ul style="list-style-type: none"> <li>• CARMA did not undergo an aggressive marketing campaign for 2012/13. <b>Renewed with AmTrust/ANML Program for a two year term</b>, renewed with Colony at the excess level.</li> <li>• Review of underlying MOCs as compared to CARMA completed.</li> </ul>  | <p><b>Coverage:</b></p> <ul style="list-style-type: none"> <li>• CARMA did not undergo an aggressive marketing campaign for 2014/15. <b>Renewed with AmTrust/ANML Program for a two year term</b>, renewed with Colony at the excess level.</li> </ul>            | <p><b>Coverage:</b></p> <ul style="list-style-type: none"> <li>• Investigation of Terrorism Risk Insurance Act (TRIA).</li> <li>• Further investigation of cyber liability with respect to third party actions.</li> </ul>                   |
| <p><b>Communications/Marketing:</b></p> <ul style="list-style-type: none"> <li>• Continued outreach to JPA Members (as requested, <b>we would like to do more</b>); Assisted JPA’s regarding understanding the Finances of CARMA.</li> </ul>   | <p><b>Communications/Marketing:</b></p> <ul style="list-style-type: none"> <li>• Continued outreach to JPA Members (as requested, <b>we would like to do more</b>); Assisted JPA’s regarding understanding the Finances of CARMA.</li> </ul>                      | <p><b>Communications/Marketing:</b></p> <ul style="list-style-type: none"> <li>• Continued outreach to JPA Members (as requested, <b>we would like to do more</b>); Assisted JPA’s regarding understanding the Finances of CARMA.</li> </ul> |
| <p><b>Operations:</b></p> <ul style="list-style-type: none"> <li>• Detailed work completed for this meeting on the possible return of equity and other uses of equity.</li> <li>• Provide Budgets representing a 75% Confidence Level with a further decrease in Discount Rates</li> <li>• Focused in the Litigation Management area on consistency in reserving in the CARMA layer and also a review of member reserving practices (via actuarial review and Tim Farley)</li> </ul> | <p><b>Operations:</b></p> <ul style="list-style-type: none"> <li>• Detailed work completed for this meeting on the possible return of equity and other uses of equity.</li> <li>• Move to a 0-5 Year Treasury Index. This was completed in April 2015.</li> </ul> | <p><b>Operations:</b></p> <ul style="list-style-type: none"> <li>• Continuing implementation of the Mid-Layer Pool, with focus on the governing documents.</li> </ul>  |



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**ADMINISTRATIVE MATTERS**

**SUBJECT: Resolution of the Board of Directors of CARMA Establishing Meeting Dates for the 2015/2016 Fiscal Year**

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**BACKGROUND AND STATUS:**

Annually, the CARMA Board of Directors reviews and approves meeting dates for the next fiscal year. Attached to this report is Resolution No. 2-2014/2015 which presents proposed meeting dates for the CARMA Board of Directors as follows:

| <b>MEETING DATES</b>  |   |
|---|---|
| Friday, September 18, 2015<br>South Lake Tahoe, 9:00 a.m.       | Wednesday, April 13, 2016<br>Sacramento, 10:00 a.m.           |
| Friday, January 8, 2016<br>Bodega Bay, 9:00 a.m.                | Wednesday, June 15, 2016<br>Sacramento, 10:00 a.m.            |
| <b>ANNUAL RETREAT/BOARD MEETING</b>                             |   |
| Thursday, January 7, 2016<br>Bodega Bay, 11:00 a.m. – 5:00 p.m. | Friday, January 8, 2016<br>Bodega Bay, 9:00 a.m. – 12:00 Noon |

In preparation for discussion of the proposed meeting dates, it is suggested that Board Members review their calendars to determine availability.

**RECOMMENDATION:**

*Staff recommends the Board of Directors adopt Resolution No. 2-2014/2015 as presented.*

**REFERENCE MATERIALS ATTACHED:**

- Resolution No. 2-2014/2015 Establishing Meeting Dates for the 2015/2016 Fiscal Year

**RESOLUTION NO. 2-2014/2015**

**RESOLUTION OF THE BOARD OF DIRECTORS OF THE  
CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
ESTABLISHING MEETING DATES FOR THE 2015/2016 FISCAL YEAR**

**BE IT RESOLVED THAT:**

The following meeting dates are hereby established for the 2015/2016 fiscal year:

Friday, September 18, 2015  
South Lake Tahoe, 9:00 a.m.

Wednesday, April 13, 2016  
Sacramento, 10:00 a.m.

Friday, January 8, 2016  
Bodega Bay, 9:00 a.m.

Wednesday, June 15, 2016  
Sacramento, 10:00 a.m.

**ANNUAL RETREAT/BOARD MEETING**

Thursday, January 7, 2016  
Bodega Bay, 11:00 a.m. - 5:00 p.m.

Friday, January 8, 2016  
Bodega Bay, 9:00 a.m. - 12 noon

This Resolution was adopted by the Board of Directors at a regular meeting of the Board on June 17, 2015, in Sacramento, California, by the following vote:

AYES \_\_\_\_\_

NOES \_\_\_\_\_

ABSTAIN \_\_\_\_\_

ABSENT \_\_\_\_\_

\_\_\_\_\_  
PRESIDENT

ATTEST:

\_\_\_\_\_  
BOARD SECRETARY

**COVERAGE MATTERS**

**SUBJECT: Renewal Rates for Specific Reinsurance and Excess Coverage for the 2015/2016 Program Year**

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**BACKGROUND AND STATUS:**

CARMA currently participates in the Alliant Municipal Liability (ANML) program with \$10 million limits and purchases \$15 million from Colony for a total of \$25 million excess of the CARMA pooled layer.

At the April 15, 2015, CARMA Board of Directors' meeting, Mr. Seth Cole, Alliant Insurance Services (Alliant), discussed the climate of the excess and reinsurer's market and provided a preliminary indication on the increase in premiums, pending the receipt of quotations from the coverage providers.

AmTrust has offered their renewal quote with terms and conditions per the expiring reinsurance contract. The total renewal premium is \$1,195,168 compared to \$1,149,200 last year. This represents a 4% increase due to payroll increasing 4.1%.

The Colony renewal pricing for the optional excess layer is reflective of the AmTrust premium. Colony has offered their renewal quote with terms and conditions as per expiring. Therefore, Colony's renewal premium also represents a 4% increase.

Alliant's Retail Broker Fee is not included on the attached proposals and is in addition to the quoted premiums. Alliant's Retail Broker Fee for 2015/2016 is \$72,828, a 2% increase over last year per Alliant's contract with CARMA.

**RECOMMENDATION:**

*Approve placement of reinsurance in the Alliant ANML program with \$10 million limits, and excess of \$15 million from Colony for a total of \$25 million excess of the CARMA pooled layer.*

**REFERENCE MATERIALS ATTACHED:**

- Letter from Mr. Seth Cole, Alliant Insurance Services, "CARMA 2015/2016 Liability Renewal (Reinsurance and Excess Layers)," dated May 29, 2015

May 29, 2015

Rob Kramer, JD, MBA, ARM  
Executive Director  
CARMA  
c/o Bickmore  
1750 Creekside Oaks Drive, Suite 200  
Sacramento, CA 95833

**CARMA 2015/2016 Liability Renewal (Reinsurance and Excess Layers)**

Dear Rob:

We are pleased to present to you and the Board our renewal proposal for CARMA's reinsurance and excess layers effective July 1, 2015. At the Board's request, Alliant obtained a renewal quote from AmTrust for the reinsurance layer (\$10M xs \$4M) and Colony for the second layer excess (\$15 xs \$14M).

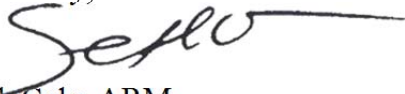
AmTrust has offered their renewal quote with terms and conditions per the expiring reinsurance contract. The total renewal premium is \$1,195,168 compared to \$1,149,200 last year. *This represents a 4% increase.* The rating basis for the premium calculation (payroll) increased 4.1%.

Colony has also offered their renewal quote with terms and conditions as per expiring. As discussed at the April Board meeting, Colony's renewal pricing is triggered off of AmTrust's premium. Colony's renewal premium also represents a 4% increase.

Alliant's Retail Broker Fee is not included on the attached proposals and is in addition to the quoted premiums. Our Retail Broker Fee for 2015-16 is \$72,828, a 2% increase over last year per Alliant's contact with CARMA.

We look forward to reviewing with you and the Board on June 17<sup>th</sup>. In the meantime, please let us know if you have any questions.

Sincerely,



Seth Cole, ARM  
Senior Vice President  
[scole@alliant.com](mailto:scole@alliant.com)

cc: Michael Simmons, Vice Chairman – Public Entities  
[msimmons@alliant.com](mailto:msimmons@alliant.com)

## CARMA: REINSURANCE LAYER RENEWAL PROPOSAL

**REINSURED:** California Affiliated Risk Management Authorities (CARMA) and the following Members:

Bay Cities Joint Powers Insurance Authority (BCJPIA)  
Central San Joaquin Valley Risk Management Authority (CSJVRMA)  
Monterey Bay Area Self Insurance Authority (MBASIA)  
Municipal Pooling Authority of Northern California (MPA)  
Vector Control Joint Powers Authority (VCJPA)

**POLICY PERIOD:** July 1, 2015 to July 1, 2016

**REINSURER:** Wesco Insurance Company (AmTrust Financial Group)

**AM BEST RATING:** A (Excellent) XI; Outlook: Stable

### REINSURANCE

**LIMITS:** \$10,000,000 Each occurrence and aggregate where applicable in excess of Retained Limit

\$10,000,000 Annual Aggregate for Property Damage as respects coverage for subsidence, per Member JPA or CARMA, in excess of retained limit

**RETAINED LIMIT:** \$4,000,000 Each occurrence

**COVERAGE FORM:** Facultative Reinsurance of Excess Liability Coverage

### FORMS &

**ENDORSEMENTS:**

1. War Exclusion
2. MOC Sublimit / Limits Less than Retention Limitation Endorsement (Exclude any amount of loss, cost, or expense that is subject to (1) Any sublimit(s) in the MOC and/or (2) Any Limit(s) of Coverage in the MOC that is less than the MOC Retention amount)
3. Notification of Claim or Suit Endorsement
4. Property Damage from Subsidence Endorsement

**ANNUAL PREMIUM:** \$1,149,200

**AMWINS FEE:** \$ 45,968 (AmWINS Fee is in addition to annual premium)

**TOTAL PREMIUM & FEE:** \$1,195,168

**COMMISSION:** 0%

**QUOTE SUBJECT TO:**

1. Premium payment is due and payable within 20 days from the Effective date.
2. 25% Minimum Earned Premium.
3. Maximum liability for Property Damage arising from Subsidence coverage, regardless of the number of occurrences shall not exceed a policy aggregate of \$10,000,000 for each Member JPA of CARMA
4. Any change in claim servicing must be prior approved by AmTrust.
5. Acceptable review of CARMA Memorandum of Coverage for 2015-16 prior to binding. Any change in MOC from 2014-15 may alter Wesco premium, terms and or conditions.

**CARMA: SECOND LAYER EXCESS RENEWAL PROPOSAL**

**NAMED INSURED:** California Affiliated Risk Management Authorities (CARMA)

**COVERAGE:** Following Form Excess Liability

**COMPANY:** Colony Insurance Company

**AM BEST RATING:** A (Excellent) XII; Outlook: Stable

**STATE COVERED STATUS:** Non-Admitted

**POLICY TERM:** July 1, 2015 – July 1, 2016

**LIMITS:** \$ 15,000,000 Each Occurrence  
\$ 15,000,000 Annual Aggregate

**UNDERLYING COVERAGE:** **EXCESS OF CARMA RETAINED LIMIT**  
Reinsurer: Wesco Insurance Co.  
Limits: 10,000,000 Each Occurrence and aggregate where applicable in excess of retained limits.  
10,000,000 Annual Aggregate for Subsidence PD  
Defense Inside The limit

**CARMA RETAINED LIMIT EXCESS OF JPA'S SIR PER OCCURRENCE**  
Carrier: Retained layer  
Limits: \$3,000,000 Each Occurrence

**EACH SEPARATE JPA'S SIR PER OCC.**  
Carrier: Retained layer  
Limits: \$1,000,000 Each Occurrence

|                                  |  |                  |
|----------------------------------|--|------------------|
| <b>FORMS &amp; ENDORSEMENTS:</b> | Form                                   | Form No.         |
|                                  | Policyholder Disclosure                | TRIANotice-0115  |
|                                  | OFAC Advisory Notice to Policyholders  | ILP001-0104      |
|                                  | Excess Liability Policy                | XP0002-0607      |
|                                  | Declarations-Excess liability Policy   | XP0002DAS-0605   |
|                                  | Schedule of Forms and Endorsements     | U001-1004        |
|                                  | Schedule of Underlying Insurance       | ScheduleAAS-0808 |
|                                  | Common Policy Conditions               | IL0017-1198      |
|                                  | Minimum Policy Premium                 | U002A-0212       |
|                                  | Service of Suit                        | U094-0613        |
|                                  | Care, Custody and Control Exclusion    | XP03-0902        |
|                                  | Employment Related Practices Exclusion | XP08-0902        |
|                                  | ERISA Exclusion                        | XP40-0902        |
|                                  | Exclusion-Professional Services        | XP45A-0902       |

**FORMS &  
ENDORSEMENTS  
(continued):**

|  |                 |
|--|-----------------|
| Cross Suits Exclusion  | XP103-0605      |
| Nuclear Energy Liability Exclusion Endorsement<br>(Broad Form)                         | XP2123-0902     |
| Fungi and Bacteria Exclusion   | XP2127-0212     |
| Amendment of Ins Amendment of Insuring Agreement<br>Known Injury/Damage                | XP57-0107       |
| Exclusion - Obligations of Underlying Insurance  | XP205-0911      |
| Exclusion - Violation of Statutes that Govern Methods<br>of Sending Materials or Info. | XP125-0410      |
| Total Pollution Exclusion  | XP207-0212      |
| Exclusion – Asbestos   | XP211-0212      |
| Exclusion - Lead   | XP212-0212      |
| Exclusion - Benzene  | XP213-0212      |
| Exclusion-Silica Or Silica-Related Dust  | XP214-0212      |
| Amendatory - Limits of Insurance   | XP192-0710      |
| Exclusion-Designated Entity(ies) - VCJPA   | XP204-0711      |
| War Liability Exclusion  | XP200-0904      |
| Cancellation   | U173-0702       |
| California Notice-Premium Refunds  | CAPRNotice-0911 |
| California Notice  | D2-0711         |

**ANNUAL PREMIUM:** \$540,800.00 Premium  
 \$ 16,224.00 Surplus Lines Tax – 3%  
\$ 1,081.60 Stamping Fee - .20%  
**\$558,105.60 Total including Taxes & Fees**

**TRIA PREMIUM:** \$27,040 (Optional) + Surplus Lines Tax & Stamping Fee

**MINIMUM EARNED  
PREMIUM:** 25%

**SUBJECT PROJECT  
TO BINDING:** • Signed TRIA form

**QUOTE VALID:** 07/01/2015

**BROKER:** **ALLIANT INSURANCE SERVICES, INC.**  
 100 Pine Street, 11<sup>th</sup> Floor  
 San Francisco, CA 94111

**SERVICING  
CONTACT:** Seth Cole, ARM  
 Senior Vice President  
  
 Jo Anne M. Roque, AIS  
 Account Manager - Lead, Team Lead

***NOTE: THIS PROPOSAL IS FOR INFORMATION PURPOSES ONLY AND DOES NOT AMEND,  
EXTEND OR ALTER THE POLICY IN ANY WAY. PLEASE REFER TO THE POLICY FORM FOR  
COMPLETED COVERAGE AND EXCLUSION INFORMATION.***



**IMPORTANT NOTICE:** THE NONADMITTED & REINSURANCE REFORM ACT (NRRA) GOES INTO EFFECT ON JULY 21, 2011. ACCORDINGLY, SURPLUS LINES TAX RATES AND REGULATIONS ARE SUBJECT TO CHANGE WHICH COULD RESULT IN AN INCREASE OR DECREASE OF THE TOTAL SURPLUS LINES TAXES AND/OR FEES OWED ON THIS PLACEMENT. IF A CHANGE IS REQUIRED, WE WILL PROMPTLY NOTIFY YOU. ANY ADDITIONAL TAXES AND/OR FEES OWED MUST BE PROMPTLY REMITTED TO ALLIANT INSURANCE SERVICES, INC

**IMPORTANT NOTICE:** THE FOREIGN ACCOUNT TAX COMPLIANCE ACT (FATCA) REQUIRES THE NOTIFICATION OF CERTAIN FINANCIAL ACCOUNTS TO THE UNITED STATES INTERNAL REVENUE SERVICE. ALLIANT DOES NOT PROVIDE TAX ADVICE SO PLEASE CONTACT YOUR TAX CONSULTANT FOR YOUR OBLIGATIONS REGARDING FATCA.

Alliant embraces a policy of transparency with respect to its compensation from insurance transactions. Details on our compensation policy, including the types of income that Alliant may earn on a placement, are available on our website at [www.alliant.com](http://www.alliant.com). For a copy of our policy or for any inquiries regarding compensation issues pertaining to your account you may also contact us at: Alliant Insurance Services, Inc., Attention: General Counsel, 701 B Street, 6th Floor, San Diego, CA 92101.

\*Analyzing insurers' over-all performance and financial strength is a task that requires specialized skills and in-depth technical understanding of all aspects of insurance company finances and operations. Insurance brokerages such as Alliant Insurance typically rely upon rating agencies for this type of market analysis. Both A.M. Best and Standard and Poor's have been industry leaders in this area for many decades, utilizing a combination of quantitative and qualitative analysis of the information available in formulating their ratings.

A.M. Best has an extensive database of nearly 6,000 Life/Health, Property Casualty and International companies. You can visit them at [www.ambest.com](http://www.ambest.com). For additional information regarding insurer financial strength ratings visit Standard and Poor's website at [www.standardandpoors.com](http://www.standardandpoors.com).

To learn more about companies doing business in your state, visit the Department of Insurance website of that state.

#### *NY Regulation 194 Disclosure*

Alliant Insurance Services, Inc. is an insurance producer licensed by the State of New York. Insurance producers are authorized by their license to confer with insurance purchasers about the benefits, terms and conditions of insurance contracts; to offer advice concerning the substantive benefits of particular insurance contracts; to sell insurance; and to obtain insurance for purchasers. The role of the producer in any particular transaction typically involves one or more of these activities.

Compensation will be paid to the producer, based on the insurance contract the producer sells. Depending on the insurer(s) and insurance contract(s) the purchaser selects, compensation will be paid by the insurer(s) selling the insurance contract or by another third party. Such compensation may vary depending on a number of factors, including the insurance contract(s) and the insurer(s) the purchaser

selects. In some cases, other factors such as the volume of business a producer provides to an insurer or the profitability of insurance contracts a producer provides to an insurer also may affect compensation.

The insurance purchaser may obtain information about compensation expected to be received by the producer based in whole or in part on the sale of insurance to the purchaser, and (if applicable) compensation expected to be received based in whole or in part on any alternative quotes presented to the purchaser by the producer, by requesting such information from the producer.

**FINANCIAL MATTERS**

**SUBJECT: Presentation of the Internal Financial Statements as of March 31, 2015**

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**BACKGROUND AND STATUS:**

Typically, the internal financial statements are included in the Consent Calendar. However, due to the decrease in equity as a result of the recent actuarial ultimate loss revisions and the inclusion of the recent dividend release, staff thought it would be advantageous to give a brief presentation of the results during the meeting.

Total program equity at March 31, 2015, is \$7.68 million at the expected confidence level, and <\$3.51 million> at the 80% confidence level. Also provided are comparison graphs illustrating the substantial decrease in equity from June 30, 2014 to the present.

**RECOMMENDATION:**

*Staff recommends the Board of Directors approve the CARMA Internal Financial Statements as of March 31, 2015.*

**REFERENCE MATERIALS ATTACHED:**

- Internal Financial Statements as of March 31, 2015
- Comparison Graphs – Equity as of June 30, 2014 and March 31, 2015

**California Affiliated Risk Management Authorities**  
**~ BALANCE SHEET ~**  
**As of March 31, 2015**  
**(Unaudited)**

**ASSETS**

**CURRENT ASSETS**

|                                 |    |           |                  |
|---------------------------------|----|-----------|------------------|
| Cash in Bank                    | \$ | 4,268     |                  |
| Local Agency Investment Fund    |    | 5,146,460 |                  |
| Market Valuation - LAIF         |    | 1,975     |                  |
| Investments - Managed Portfolio |    | 2,078,059 |                  |
| Market Valuation - Investment   |    | (2,134)   |                  |
| Accounts Receivable             |    | 608       |                  |
| Accounts Receivable - Misc.     |    | 61,145    |                  |
| Interest Receivable             |    | 71,143    |                  |
| Prepaid Expenses                |    | 29,681    |                  |
| Prepaid Insurance               |    | 439,569   |                  |
|                                 |    |           |                  |
| <b>TOTAL CURRENT ASSETS</b>     |    |           | <b>7,830,773</b> |

**NONCURRENT ASSETS**

|  |  |            |                             |
|--|--|------------|-----------------------------|
| Investments - Managed Portfolio (Net of Rate Stabilization Fund) |  | 24,209,762 |                             |
| Market Valuation - Investment                                    |  | 97,422     |                             |
|  |  |            |                             |
| <b>TOTAL OTHER ASSETS</b>  |  |            | <b>24,307,184</b>           |
| <b>TOTAL ASSETS</b>  |  |            | <b><u>\$ 32,137,957</u></b> |

**LIABILITIES AND NET POSITION**

**CURRENT LIABILITIES**

|                                    |    |           |                  |
|------------------------------------|----|-----------|------------------|
| Accounts Payable                   | \$ | 6,968     |                  |
| Deferred Revenue                   |    | 1,823,301 |                  |
| Equity Payable to Withdrawn Member |    | 368,042   |                  |
| Reserve for Claims                 |    | 3,564,000 |                  |
|                                    |    |           |                  |
| <b>TOTAL CURRENT LIABILITIES</b>   |    |           | <b>5,762,311</b> |

**NONCURRENT LIABILITIES**

|                                     |  |            |                   |
|-------------------------------------|--|------------|-------------------|
| Equity Payable to Withdrawn Member  |  | 597,734    |                   |
| Reserve for Claims                  |  | 1,809,338  |                   |
| Reserve for IBNR                    |  | 16,280,409 |                   |
|                                     |  |            |                   |
| <b>TOTAL NONCURRENT LIABILITIES</b> |  |            | <b>18,687,481</b> |
| <b>TOTAL LIABILITIES</b>            |  |            | <b>24,449,792</b> |

**NET POSITION**

|   |  |             |                             |
|---|--|-------------|-----------------------------|
| Unrestricted Net Assets - Prior Years         |  | 13,380,673  |                             |
| Restricted Net Assets - Future Mid Layer Pool |  | 1,000,000   |                             |
| Net Position - Current Year                   |  | (6,692,509) |                             |
|   |  |             |                             |
| <b>TOTAL NET POSITION</b>                     |  |             | <b>7,688,165</b>            |
| <b>TOTAL LIABILITIES AND NET POSITION</b>     |  |             | <b><u>\$ 32,137,957</u></b> |

**California Affiliated Risk Management Authorities**  
**~ INCOME STATEMENT ~**  
**For the Three Quarters Ended March 31, 2015**  
**(Unaudited)**

|  | <u>Actual</u>                | <u>Budget</u>    | <u>%<br/>Used</u> | <u>\$<br/>Variance</u> |
|--|------------------------------|------------------|-------------------|------------------------|
| <b>OPERATING REVENUES</b>                    |                              |                  |                   |                        |
| Deposit Premium                              | \$ 5,469,903                 | \$ 7,293,204     | 75%               | \$ 1,823,301           |
| Investment Income                            | 303,607                      | 0                |                   | (303,607)              |
| Misc Income                                  | 0                            | 0                |                   | 0                      |
| <b>TOTAL OPERATING REVENUES</b>              | <u>5,773,510</u>             | <u>7,293,204</u> | <u>79%</u>        | <u>1,519,694</u>       |
| <b>OPERATING EXPENSES</b>                    |                              |                  |                   |                        |
| <b>Direct Expenses</b>                       |                              |                  |                   |                        |
| Claims Paid                                  | \$ 661,313                   | 5,083,779        | * { 161%          | (3,124,407)            |
| Incr/(Decr) in Reserves                      | <u>7,546,873</u>             |                  |                   |                        |
| <b>Subtotal Claims Expense</b>               | 8,208,186                    | 5,083,779        | 161%              | (3,124,407)            |
| Reinsurance                                  | 915,450                      | 1,220,600        | 75%               | 305,150                |
| Excess Insurance                             | <u>402,480</u>               | <u>538,952</u>   | <u>75%</u>        | <u>136,472</u>         |
| <b>Subtotal All Direct Expenses</b>          | 9,526,116                    | 6,843,331        | 139%              | (2,682,785)            |
| <b>General &amp; Administrative Expenses</b> |                              |                  |                   |                        |
| Program Management                           | \$ 240,331                   | 320,441          | 75%               | 80,110                 |
| Membership Dues                              | 1,301                        | 1,600            | 81%               | 299                    |
| Financial Audit                              | 8,950                        | 8,950            | 100%              | 0                      |
| Claims Audit                                 | 14,700                       | 30,000           | 49%               | 15,300                 |
| Actuarial Services                           | 0                            | 7,283            | 0%                | 7,283                  |
| Legal Services                               | 13,050                       | 30,000           | 43%               | 16,950                 |
| Marketing, Consultants and Website           | 450                          | 1,000            | 45%               | 550                    |
| Board Meetings                               | 918                          | 2,000            | 46%               | 1,082                  |
| Annual Retreat                               | 7,222                        | 10,000           | 72%               | 2,778                  |
| Fidelity Bond                                | 776                          | 1,100            | 71%               | 324                    |
| Accreditation                                | 1,417                        | 1,500            | 94%               | 83                     |
| Investment Management Fees                   | 21,263                       | 26,000           | 82%               | 4,737                  |
| Bank Fees                                    | 1,051                        | 0                |                   | (1,051)                |
| Contingency                                  | <u>0</u>                     | <u>10,000</u>    | <u>0%</u>         | <u>10,000</u>          |
| <b>Subtotal General &amp; Admin Expenses</b> | 311,427                      | 449,873          | 69%               | 138,447                |
| Member Equity Distribution                   | 2,628,475                    | 0                |                   | (2,628,475)            |
| <b>TOTAL OPERATING EXPENSES</b>              | <u>12,466,019</u>            | <u>7,293,204</u> | <u>171%</u>       | <u>(5,172,814)</u>     |
| <b>CHANGE IN NET POSITION</b>                | <u><b>\$ (6,692,509)</b></u> | <u><b>0</b></u>  |                   |                        |

\* Amount budgeted for claims expense is for the current program year only.  
Actual Claims Paid expense includes payments for all program years.

## California Affiliated Risk Management Authorities

~ Balance Sheet ~

As of March 31, 2015

(Unaudited)

| <b>Assets:</b>                      | <b>2001/2002</b> | <b>2002/2003</b> | <b>2003/2004</b> | <b>2004/2005 *</b> | <b>2005/2006</b> | <b>2006/2007</b> | <b>2007/2008</b> | <b>2008/2009</b> | <b>2009/2010</b> | <b>2010/2011</b> | <b>2011/2012</b> | <b>2012/2013</b> | <b>2013/2014</b> | <b>2014/2015</b> | <b>Restricted<br/>Future MLP</b> | <b>Total</b>        |
|-------------------------------------|------------------|------------------|------------------|--------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|----------------------------------|---------------------|
| Cash, L.A.I.F. & Investments        | 10               | 66,040           | 174,583          | 1,441              | 1,942            | 5,227            | 1,712,379        | 695,522          | 4,051,458        | 3,223,102        | 4,224,398        | 4,608,286        | 5,686,559        | 5,987,605        | 1,000,000                        | 31,438,549          |
| Market Valuation-LAIF & Investments |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  | 97,263           |                                  | 97,263              |
| Prepaid Expenses                    |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  | 469,250          |                                  | 469,250             |
| Interest Receivable                 |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  | 71,143           |                                  | 71,143              |
| Accounts Receivable                 |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  | 61,753           |                                  | 61,753              |
| <b>Total Assets</b>                 | <b>10</b>        | <b>66,040</b>    | <b>174,583</b>   | <b>1,441</b>       | <b>1,942</b>     | <b>5,227</b>     | <b>1,712,379</b> | <b>695,522</b>   | <b>4,051,458</b> | <b>3,223,102</b> | <b>4,224,398</b> | <b>4,608,286</b> | <b>5,686,559</b> | <b>6,687,014</b> | <b>1,000,000</b>                 | <b>32,137,957 *</b> |

\* Total Assets do not include Rate Stabilization Funds of \$459,600 March 31, 2015

| <b>Liabilities:</b>      | <b>2001/2002</b> | <b>2002/2003</b> | <b>2003/2004</b> | <b>2004/2005 *</b> | <b>2005/2006</b> | <b>2006/2007</b> | <b>2007/2008</b> | <b>2008/2009</b> | <b>2009/2010</b> | <b>2010/2011</b> | <b>2011/2012</b> | <b>2012/2013</b> | <b>2013/2014</b> | <b>2014/2015</b> | <b>Restricted<br/>Future MLP</b> | <b>Total</b>      |
|--------------------------|------------------|------------------|------------------|--------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|------------------|----------------------------------|-------------------|
| Accounts Payable         |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  | 6,968                            | 6,968             |
| Deferred Revenue         |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  | 1,823,301                        | 1,823,301         |
| Return of Equity         |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  | 0                                | 0                 |
| Equity Payable           |                  |                  |                  |                    |                  |                  |                  |                  |                  |                  |                  |                  |                  |                  | 965,776                          | 965,776           |
| Reserve for Claims (1)   | 0                | 0                | 71,571           | 243,500            | 0                | 0                | 195,442          | 191,800          | 0                | 3,669,625        | 725,400          | 0                | 276,000          | 0                | 0                                | 5,373,338         |
| Reserve for IBNR (2)     | 0                | 125,579          | 4,211            | 119,245            | 427,366          | 509,925          | 685,359          | 1,503,300        | 1,180,662        | 1,800,903        | 1,574,352        | 2,099,475        | 3,018,060        | 3,231,979        |                                  | 16,280,409        |
| <b>Total Liabilities</b> | <b>0</b>         | <b>125,579</b>   | <b>75,782</b>    | <b>362,745</b>     | <b>427,366</b>   | <b>509,925</b>   | <b>880,801</b>   | <b>1,695,100</b> | <b>1,180,662</b> | <b>5,470,528</b> | <b>2,299,752</b> | <b>2,099,475</b> | <b>3,294,060</b> | <b>6,028,023</b> | <b>0</b>                         | <b>24,449,792</b> |

| <b>Retained Earnings:</b>           | <b>2001/2002</b> | <b>2002/2003</b> | <b>2003/2004</b> | <b>2004/2005 *</b> | <b>2005/2006</b> | <b>2006/2007</b> | <b>2007/2008</b> | <b>2008/2009</b> | <b>2009/2010</b> | <b>2010/2011</b>   | <b>2011/2012</b> | <b>2012/2013</b> | <b>2013/2014</b> | <b>2014/2015</b> | <b>Restricted<br/>Future MLP</b> | <b>Total</b>     |
|-------------------------------------|------------------|------------------|------------------|--------------------|------------------|------------------|------------------|------------------|------------------|--------------------|------------------|------------------|------------------|------------------|----------------------------------|------------------|
| Reserve for Adverse Development (3) | 0                | 0                | 0                | 0                  | 0                | 0                | 401,765          | 953,359          | 992,795          | 1,473,069          | 1,377,552        | 1,315,334        | 1,910,555        | 1,777,588        |                                  | 10,202,017       |
| Contingency Funds (4)               | 10               | (59,538)         | 98,801           | (361,304)          | (425,424)        | (504,698)        | 429,813          | (1,952,938)      | 1,878,001        | (3,720,495)        | 547,093          | 1,193,476        | 481,944          | (1,118,598)      |                                  | (3,513,852)      |
| <b>Total Retained Earnings</b>      | <b>10</b>        | <b>(59,538)</b>  | <b>98,801</b>    | <b>(361,304)</b>   | <b>(425,424)</b> | <b>(504,698)</b> | <b>831,578</b>   | <b>(999,579)</b> | <b>2,870,796</b> | <b>(2,247,426)</b> | <b>1,924,646</b> | <b>2,508,811</b> | <b>2,392,499</b> | <b>658,990</b>   | <b>1,000,000</b>                 | <b>7,688,165</b> |

**Total Liabilities and Retained Earnings**    **10**    **66,040**    **174,583**    **1,441**    **1,942**    **5,227**    **1,712,379**    **695,522**    **4,051,458**    **3,223,102**    **4,224,398**    **4,608,286**    **5,686,559**    **6,687,014**    **1,000,000**    **32,137,957**

**NOTE: CARMA's first eight program years 1993/1994 - 2000/2001 are now closed and no longer appear on the financial statements.**

**\* 2004/05 Program Year includes equity from closed years 1996/1997 - 2000/2001**

1) Reserve for claims has been discounted from the loss run balance of \$5,676,058 by \$302,720 as calculated utilizing the discount factors prepared by Bay Actuarial Consultants, and \$125,000 limited by excess reduction.

2) IBNR has been established at the discounted expected confidence level as calculated by Bay Actuarial Consultants.

3) This line represents the additional reserves needed to fund up to the 80% confidence level.

4) Provided there are sufficient contingency funds available for each program year and the JPA overall is funded at the 70% confidence level, this amount would be available for possible refund to members.

# California Affiliated Risk Management Authorities

## ~ Income Statement ~

For the Three Quarters Ended March 31, 2015

(Unaudited)

| Revenue:                                | 2001/2002      | 2002/2003        | 2003/2004        | 2004/2005        | 2005/2006        | 2006/2007          | 2007/2008          | 2008/2009          | 2009/2010        | 2010/2011          | 2011/2012        | 2012/2013        | 2013/2014          | 2014/2015  | Total              |
|---|----------------|------------------|------------------|------------------|------------------|--------------------|--------------------|--------------------|------------------|--------------------|------------------|------------------|--------------------|--|--------------------|
| Deposit Premiums                        |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 5,469,903  | 5,469,903          |
| Interest Income                         | 12             | 2,752            | 4,008            | 1,438            | 1,945            | 5,227              | 14,218             | 25,136             | 40,352           | 23,877             | 40,352           | 44,019           | 49,847             | 29,161   | 282,345            |
| Misc Income                             |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 0  | 0                  |
| <b>Total Revenue</b>                    | <b>12</b>      | <b>2,752</b>     | <b>4,008</b>     | <b>1,438</b>     | <b>1,945</b>     | <b>5,227</b>       | <b>14,218</b>      | <b>25,136</b>      | <b>40,352</b>    | <b>23,877</b>      | <b>40,352</b>    | <b>44,019</b>    | <b>49,847</b>      | <b>5,499,064</b>   | <b>5,752,248</b>   |
|   |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | <i>* Net of Investment Management Fees and Rate Stabilization Funds interest</i> |                    |
| Direct Expenses:                        |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    |  |                    |
| Claims Paid                             | 0              | 167,031          | 70               | 0                | 0                | 0                  | 2,995              | 0                  | 262,576          | 228,642            | 0                | 0                | 0                  | 0  | 661,313            |
| Incr./(Decr.) in Reserves               | (0)            | (104,738)        | (94,860)         | 362,745          | 427,366          | 509,925            | (820,353)          | 1,024,713          | (97,175)         | 3,255,087          | 608,739          | (460,350)        | (296,202)          | 3,231,979  | 7,546,873          |
| Incr./(Decr.) in Rate Stab Due Member   |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 0  | 0                  |
| Dividend/Assessment/Equity Distribution | 1,848          | 170,192          | 372,097          | 226,422          | 306,281          | 823,054            | (340,308)          | 2,940,009          | 0                | (1,160,662)        | 0                | 0                | (710,458)          | 0  | 2,628,475          |
| Reinsurance / Excess                    |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 1,317,930  | 1,317,930          |
| <b>Total Direct Expenses</b>            | <b>1,848</b>   | <b>232,485</b>   | <b>277,307</b>   | <b>589,167</b>   | <b>733,647</b>   | <b>1,332,979</b>   | <b>(1,157,666)</b> | <b>3,964,722</b>   | <b>165,401</b>   | <b>2,323,067</b>   | <b>608,739</b>   | <b>(460,350)</b> | <b>(1,006,660)</b> | <b>4,549,909</b>   | <b>12,154,591</b>  |
| Indirect Expenses:                      |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    |  |                    |
| General Management                      |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 240,331  | 240,331            |
| Membership Dues                         |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 1,301  | 1,301              |
| Financial Audit                         |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 8,950  | 8,950              |
| Claims Audit                            |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 14,700   | 14,700             |
| Actuarial Services                      |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 0  | 0                  |
| Legal Services**                        |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 13,050   | 13,050             |
| Marketing/Consultants/Website           |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 450  | 450                |
| Board Meetings                          |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 918  | 918                |
| Annual Retreat                          |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 7,222  | 7,222              |
| Fidelity Bond                           |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 776  | 776                |
| Accreditation Fees                      |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 1,417  | 1,417              |
| Bank Fees                               |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 1,051  | 1,051              |
| Contingency                             |                |                  |                  |                  |                  |                    |                    |                    |                  |                    |                  |                  |                    | 0  | 0                  |
| <b>Total Indirect Expenses</b>          | <b>0</b>       | <b>0</b>         | <b>0</b>         | <b>0</b>         | <b>0</b>         | <b>0</b>           | <b>0</b>           | <b>0</b>           | <b>0</b>         | <b>0</b>           | <b>0</b>         | <b>0</b>         | <b>0</b>           | <b>290,165</b>   | <b>290,165</b>     |
| Net Income/(Loss)                       | <b>(1,836)</b> | <b>(229,733)</b> | <b>(273,299)</b> | <b>(587,729)</b> | <b>(731,702)</b> | <b>(1,327,752)</b> | <b>1,171,883</b>   | <b>(3,939,586)</b> | <b>(125,049)</b> | <b>(2,299,190)</b> | <b>(568,387)</b> | <b>504,369</b>   | <b>1,056,507</b>   | <b>658,990</b>   | <b>(6,692,509)</b> |

# California Affiliated Risk Management Authorities

~ Member Allocation of Unrestricted Pool Equity ~

As of March 31, 2015

| Program Year      | Member           | "Expected"<br>Fund<br>Balance | Additional<br>IBNR at<br>75% Conf.<br>Level | "70% Conf."<br>Fund<br>Balance | Additional<br>IBNR at<br>80% Conf.<br>Level | "80% Conf."<br>Fund<br>Balance |
|-------------------|------------------|-------------------------------|---|--------------------------------|---|--------------------------------|
| <b>2001/2002:</b> | BCJPIA           | 5                             | 0   | 5                              | 0   | 5                              |
|                   | CSJVRMA          | 2                             | 0   | 2                              | 0   | 2                              |
|                   | MPA              | 1                             | 0   | 1                              | 0   | 1                              |
|                   | PARSAC           | 2                             | 0   | 2                              | 0   | 2                              |
|                   | VCJPA            | (0)                           | 0   | (0)                            | 0   | (0)                            |
|                   | PERMA            | 0                             | 0   | 0                              | 0   | 0                              |
|                   | Total            | <u>10</u>                     | <u>0</u>                                    | <u>10</u>                      | <u>0</u>                                    | <u>10</u>                      |
| <b>2002/2003:</b> | BCJPIA           | (15,410)                      | 0   | (15,410)                       | 0   | (15,410)                       |
|                   | CSJVRMA          | (13,486)                      | 0   | (13,486)                       | 0   | (13,486)                       |
|                   | MPA              | (17,576)                      | 0   | (17,576)                       | 0   | (17,576)                       |
|                   | PARSAC           | (10,858)                      | 0   | (10,858)                       | 0   | (10,858)                       |
|                   | VCJPA            | (2,207)                       | 0   | (2,207)                        | 0   | (2,207)                        |
|                   | PERMA            | 0                             | 0   | 0                              | 0   | 0                              |
|                   | Total            | <u>(59,538)</u>               | <u>0</u>                                    | <u>(59,538)</u>                | <u>0</u>                                    | <u>(59,538)</u>                |
| <b>2003/2004</b>  | BCJPIA           | 26,591                        | 0   | 26,591                         | 0   | 26,591                         |
|                   | CSJVRMA          | 25,558                        | 0   | 25,558                         | 0   | 25,558                         |
|                   | MBASIA           | 2,957                         | 0   | 2,957                          | 0   | 2,957                          |
|                   | MPA              | 23,396                        | 0   | 23,396                         | 0   | 23,396                         |
|                   | PARSAC           | 16,871                        | 0   | 16,871                         | 0   | 16,871                         |
|                   | VCJPA            | 3,428                         | 0   | 3,428                          | 0   | 3,428                          |
|                   | Total            | <u>98,801</u>                 | <u>0</u>                                    | <u>98,801</u>                  | <u>0</u>                                    | <u>98,801</u>                  |
| <b>2004/2005*</b> | BCJPIA           | (95,768)                      | 0   | (95,768)                       | 0   | (95,768)                       |
|                   | CSJVRMA          | (88,832)                      | 0   | (88,832)                       | 0   | (88,832)                       |
|                   | MBASIA           | (17,873)                      | 0   | (17,873)                       | 0   | (17,873)                       |
|                   | MPA              | (91,546)                      | 0   | (91,546)                       | 0   | (91,546)                       |
|                   | PARSAC           | (57,060)                      | 0   | (57,060)                       | 0   | (57,060)                       |
|                   | VCJPA            | (10,225)                      | 0   | (10,225)                       | 0   | (10,225)                       |
|                   | PERMA*           | 0                             | 0   | 0                              | 0   | 0                              |
| Total             | <u>(361,304)</u> | <u>0</u>                      | <u>(361,304)</u>                            | <u>0</u>                       | <u>(361,304)</u>                            |                                |
| <b>2005/2006</b>  | BCJPIA           | (105,573)                     | 0   | (105,573)                      | 0   | (105,573)                      |
|                   | CSJVRMA          | (102,741)                     | 0   | (102,741)                      | 0   | (102,741)                      |
|                   | MBASIA           | (16,216)                      | 0   | (16,216)                       | 0   | (16,216)                       |
|                   | MPA              | (110,983)                     | 0   | (110,983)                      | 0   | (110,983)                      |
|                   | PARSAC           | (73,690)                      | 0   | (73,690)                       | 0   | (73,690)                       |
|                   | VCJPA            | (16,221)                      | 0   | (16,221)                       | 0   | (16,221)                       |
|                   | Total            | <u>(425,424)</u>              | <u>0</u>                                    | <u>(425,424)</u>               | <u>0</u>                                    | <u>(425,424)</u>               |



# California Affiliated Risk Management Authorities

~ Member Allocation of Unrestricted Pool Equity ~

As of March 31, 2015

| Program<br>Year  | Member  | "Expected"<br>Fund<br>Balance | Additional<br>IBNR at<br>75% Conf.<br>Level | "70% Conf."<br>Fund<br>Balance | Additional<br>IBNR at<br>80% Conf.<br>Level | "80% Conf."<br>Fund<br>Balance |
|------------------|---------|-------------------------------|---|--------------------------------|---|--------------------------------|
| <b>2006/2007</b> | BCJPIA  | (116,248)                     | 0   | (116,248)                      | 0   | (116,248)                      |
|                  | CSJVRMA | (145,981)                     | 0   | (145,981)                      | 0   | (145,981)                      |
|                  | MBASIA  | (17,924)                      | 0   | (17,924)                       | 0   | (17,924)                       |
|                  | MPA     | (116,512)                     | 0   | (116,512)                      | 0   | (116,512)                      |
|                  | PARSAC  | (86,100)                      | 0   | (86,100)                       | 0   | (86,100)                       |
|                  | VCJPA   | (21,931)                      | 0   | (21,931)                       | 0   | (21,931)                       |
|                  | Total   |                               | <u>(504,698)</u>                            | <u>0</u>                       | <u>(504,698)</u>                            | <u>0</u>                       |
| <b>2007/2008</b> | BCJPIA  | 180,347                       | 0   | 180,347                        | (87,131)                                    | 93,216                         |
|                  | CSJVRMA | 237,786                       | 0   | 237,786                        | (114,883)                                   | 122,903                        |
|                  | MBASIA  | 27,530                        | 0   | 27,530                         | (13,301)                                    | 14,229                         |
|                  | MPA     | 196,769                       | 0   | 196,769                        | (95,066)                                    | 101,703                        |
|                  | PARSAC  | 155,007                       | 0   | 155,007                        | (74,889)                                    | 80,117                         |
|                  | VCJPA   | 34,140                        | 0   | 34,140                         | (16,494)                                    | 17,646                         |
|                  | Total   |                               | <u>831,578</u>                              | <u>0</u>                       | <u>831,578</u>                              | <u>(401,765)</u>               |
| <b>2008/2009</b> | BCJPIA  | (216,415)                     | (45,531)                                    | (261,946)                      | (206,407)                                   | (422,823)                      |
|                  | CSJVRMA | (270,058)                     | (56,817)                                    | (326,875)                      | (257,571)                                   | (527,628)                      |
|                  | MBASIA  | (33,536)                      | (7,055)                                     | (40,591)                       | (31,985)                                    | (65,520)                       |
|                  | MPA     | (238,296)                     | (50,135)                                    | (288,431)                      | (227,278)                                   | (465,575)                      |
|                  | PARSAC  | (203,224)                     | (42,756)                                    | (245,980)                      | (193,828)                                   | (397,052)                      |
|                  | VCJPA   | (38,050)                      | (8,005)                                     | (46,055)                       | (36,290)                                    | (74,340)                       |
|                  | Total   |                               | <u>(999,579)</u>                            | <u>(210,299)</u>               | <u>(1,209,878)</u>                          | <u>(953,359)</u>               |
| <b>2009/2010</b> | BCJPIA  | 1,010,784                     | (84,070)                                    | 926,713                        | (349,555)                                   | 661,230                        |
|                  | CSJVRMA | 945,066                       | (78,604)                                    | 866,462                        | (326,828)                                   | 618,238                        |
|                  | MBASIA  | 124,054                       | (10,318)                                    | 113,736                        | (42,901)                                    | 81,153                         |
|                  | MPA     | 690,248                       | (57,410)                                    | 632,837                        | (238,705)                                   | 451,542                        |
|                  | VCJPA   | 100,645                       | (8,371)                                     | 92,274                         | (34,806)                                    | 65,839                         |
|                  | PARSAC  | 0                             | 0   | 0                              | 0   | 0                              |
|                  | Total   |                               | <u>2,870,796</u>                            | <u>(238,774)</u>               | <u>2,632,022</u>                            | <u>(992,795)</u>               |
| <b>2010/2011</b> | BCJPIA  | (841,496)                     | (190,192)                                   | (1,031,688)                    | (551,556)                                   | (1,393,052)                    |
|                  | CSJVRMA | (627,895)                     | (141,914)                                   | (769,809)                      | (411,552)                                   | (1,039,446)                    |
|                  | MBASIA  | (90,769)                      | (20,515)                                    | (111,285)                      | (59,495)                                    | (150,264)                      |
|                  | MPA     | (604,562)                     | (136,641)                                   | (741,203)                      | (396,259)                                   | (1,000,821)                    |
|                  | VCJPA   | (82,704)                      | (18,692)                                    | (101,396)                      | (54,208)                                    | (136,912)                      |
|                  | PARSAC  | 0                             | 0   | 0                              | 0   | 0                              |
|                  | Total   |                               | <u>(2,247,426)</u>                          | <u>(507,955)</u>               | <u>(2,755,381)</u>                          | <u>(1,473,069)</u>             |

# California Affiliated Risk Management Authorities

~ Member Allocation of Unrestricted Pool Equity ~

As of March 31, 2015

| Program Year        | Member         | "Expected"<br>Fund<br>Balance | Additional<br>IBNR at<br>75% Conf.<br>Level | "70% Conf."<br>Fund<br>Balance | Additional<br>IBNR at<br>80% Conf.<br>Level | "80% Conf."<br>Fund<br>Balance |
|---------------------|----------------|-------------------------------|---|--------------------------------|---|--------------------------------|
| <b>2011/2012</b>    | BCJPIA         | 734,782                       | (172,566)                                   | 562,216                        | (525,915)                                   | 208,866                        |
|                     | CSJVRMA        | 505,040                       | (118,610)                                   | 386,429                        | (361,478)                                   | 143,561                        |
|                     | MBASIA         | 85,520                        | (20,085)                                    | 65,435                         | (61,211)                                    | 24,309                         |
|                     | MPA            | 522,066                       | (122,609)                                   | 399,457                        | (373,665)                                   | 148,401                        |
|                     | VCJPA          | 77,239                        | (18,140)                                    | 59,099                         | (55,283)                                    | 21,956                         |
|                     | PARSAC         | 0                             | 0   | 0                              | 0   | 0                              |
|                     | Total          |                               | <u>1,924,646</u>                            | <u>(452,009)</u>               | <u>1,472,637</u>                            | <u>(1,377,552)</u>             |
| <b>2012/2013</b>    | BCJPIA         | 963,482                       | (165,975)                                   | 797,507                        | (505,140)                                   | 458,340                        |
|                     | CSJVRMA        | 658,639                       | (113,461)                                   | 545,179                        | (345,315)                                   | 313,324                        |
|                     | MBASIA         | 107,076                       | (18,446)                                    | 88,631                         | (56,139)                                    | 50,938                         |
|                     | MPA            | 683,995                       | (117,829)                                   | 566,167                        | (358,609)                                   | 325,386                        |
|                     | VCJPA          | 95,618                        | (16,472)                                    | 79,147                         | (50,131)                                    | 45,487                         |
|                     | PARSAC         | 0                             | 0   | 0                              | 0   | 0                              |
|                     | Total          |                               | <u>2,508,811</u>                            | <u>(432,181)</u>               | <u>2,076,630</u>                            | <u>(1,315,334)</u>             |
| <b>2013/2014</b>    | BCJPIA         | 807,359                       | (244,557)                                   | 562,802                        | (644,725)                                   | 162,634                        |
|                     | CSJVRMA        | 721,592                       | (218,578)                                   | 503,014                        | (576,235)                                   | 145,357                        |
|                     | MBASIA         | 106,269                       | (32,190)                                    | 74,079                         | (84,862)                                    | 21,407                         |
|                     | MPA            | 662,605                       | (200,710)                                   | 461,895                        | (529,131)                                   | 133,475                        |
|                     | VCJPA          | 94,674                        | (28,678)                                    | 65,997                         | (75,603)                                    | 19,071                         |
|                     | PARSAC         | 0                             | 0   | 0                              | 0   | 0                              |
|                     | Total          |                               | <u>2,392,499</u>                            | <u>(724,713)</u>               | <u>1,667,786</u>                            | <u>(1,910,555)</u>             |
| <b>2014/2015</b>    | BCJPIA         | 214,015                       | (209,924)                                   | 4,090                          | (577,292)                                   | (363,278)                      |
|                     | CSJVRMA        | 198,755                       | (194,957)                                   | 3,799                          | (536,131)                                   | (337,376)                      |
|                     | MBASIA         | 35,354                        | (34,678)                                    | 676                            | (95,364)                                    | (60,011)                       |
|                     | MPA            | 184,371                       | (180,847)                                   | 3,524                          | (497,330)                                   | (312,959)                      |
|                     | VCJPA          | 26,496                        | (25,989)                                    | 506                            | (71,471)                                    | (44,975)                       |
|                     | PARSAC         | 0                             | 0   | 0                              | 0   | 0                              |
|                     | Total          |                               | <u>658,990</u>                              | <u>(646,396)</u>               | <u>12,594</u>                               | <u>(1,777,588)</u>             |
| <b>Total:</b>       | <b>BCJPIA</b>  | 2,546,454                     | (1,112,815)                                 | 1,433,638                      | (3,447,722)                                 | (901,270)                      |
|                     | <b>CSJVRMA</b> | 2,043,445                     | (922,941)                                   | 1,120,504                      | (2,929,993)                                 | (886,548)                      |
|                     | <b>MBASIA</b>  | 312,441                       | (143,287)                                   | 169,154                        | (445,256)                                   | (132,816)                      |
|                     | <b>MPA</b>     | 1,783,975                     | (866,181)                                   | 917,794                        | (2,716,043)                                 | (932,068)                      |
|                     | <b>PARSAC</b>  | (259,053)                     | (42,756)                                    | (301,809)                      | (268,717)                                   | (527,770)                      |
|                     | <b>VCJPA</b>   | 260,902                       | (124,347)                                   | 136,555                        | (394,286)                                   | (133,384)                      |
|                     | <b>PERMA</b>   | 0                             | 0   | 0                              | 0   | 0                              |
| <b>Total Equity</b> |                | <u><b>6,688,165</b></u>       | <u><b>(3,212,327)</b></u>                   | <u><b>3,475,837</b></u>        | <u><b>(10,202,017)</b></u>                  | <u><b>(3,513,852)</b></u>      |

**Program Year Closures:**

9/30/2006      *Dividends returned to BCJPIA, VCJPA and PARSAC for program years 1993/94; 1994/95; and 1995/96.*

7/1/2011      \* *1996/97 through 2000/01 equity closed into program year 2004/05*

***These eight program years are now closed, and no longer appear on the financial statements.***

**California Affiliated Risk Management Authorities**  
 ~ Rate Stabilization Fund ~  
 As of March 31, 2015

| Member       | Original Balance @ 7/1/2002 | Cumulative Interest 2002/2003 - 2005/2006 | 2006/2007              |  |                                  | 2007/2008                 |                             |                          | Cumulative Interest 2008/2009 - 2012/2013 | 2013/2014                   |                           | 2014/2015                  |                           | Balance @ 03/31/15 |
|--------------|-----------------------------|---|------------------------|--|----------------------------------|---------------------------|-----------------------------|--------------------------|---|-----------------------------|---------------------------|----------------------------|---------------------------|--------------------|
|              |                             |   | Interest as of 9/30/06 | Member Contribution / Withdrawal 9/30/06 & 3/31/07 * | Interest from 10/1/06 - 06/30/07 | YE Interest as of 6/30/08 | Member Withdrawal June 2008 | Member Billing 6/30/08** |   | 1/10/14 Member Contribution | YE Interest as of 6/30/14 | 1/9/15 Member Contribution | YE Interest as of 3/31/15 |                    |
| BCJPIA       | 380,979                     | 33,811                                    | 7,692                  | 445,979 *  | 31,721                           | 63,690                    | (970,226)                   | 6,354                    | 0   | 0                           | 0                         | 0                          | (0)                       |                    |
| PARSAC       | 201,011                     | 17,839                                    | 4,058                  | (222,909)  | 0                                | 0                         | 0                           | 0                        | 0   | 0                           | 0                         | 0                          | (0)                       |                    |
| VCJPA        | 28,165                      | 2,500                                     | 569                    | 63,251   | 3,481                            | 6,989                     | (22,390)                    | 0                        | 8,773                                     | 306,333                     | 1,945                     | 55,947                     | 4,038                     | 459,600            |
| CSJVRMA      | 0                           | 0   | 0                      | 0  | 0                                | 0                         | 0                           | 0                        | 0   | 0                           | 0                         | 0                          | 0                         |                    |
| MBASIA       | 0                           | 0   | 0                      | 0  | 0                                | 0                         | 0                           | 0                        | 0   | 0                           | 0                         | 0                          | 0                         |                    |
| MPA          | 0                           | 0   | 0                      | 0  | 0                                | 0                         | 0                           | 0                        | 0   | 0                           | 0                         | 0                          | 0                         |                    |
| <b>Total</b> | <b>610,155</b>              | <b>54,150</b>                             | <b>12,319</b>          | <b>286,321</b>                                       | <b>35,201</b>                    | <b>70,679</b>             | <b>(992,616)</b>            | <b>6,354</b>             | <b>8,773</b>                              | <b>306,333</b>              | <b>1,945</b>              | <b>55,947</b>              | <b>4,038</b>              | <b>459,600</b>     |

Notes: Interest allocation as of 6/30/03 - 9/30/06 is based on percentage of original contribution  
 Interest allocation beginning on 10/1/06 is based on percentage of 9/30/06 balance after member contributions and withdrawals.  
 \*\* Due to Negative Interest allocation 4Q following member withdrawal

Note: As of 6/30/2007, CARMA's Rate Stabilization Fund is a fiduciary fund that is not included in CARMA's operating financial statements.

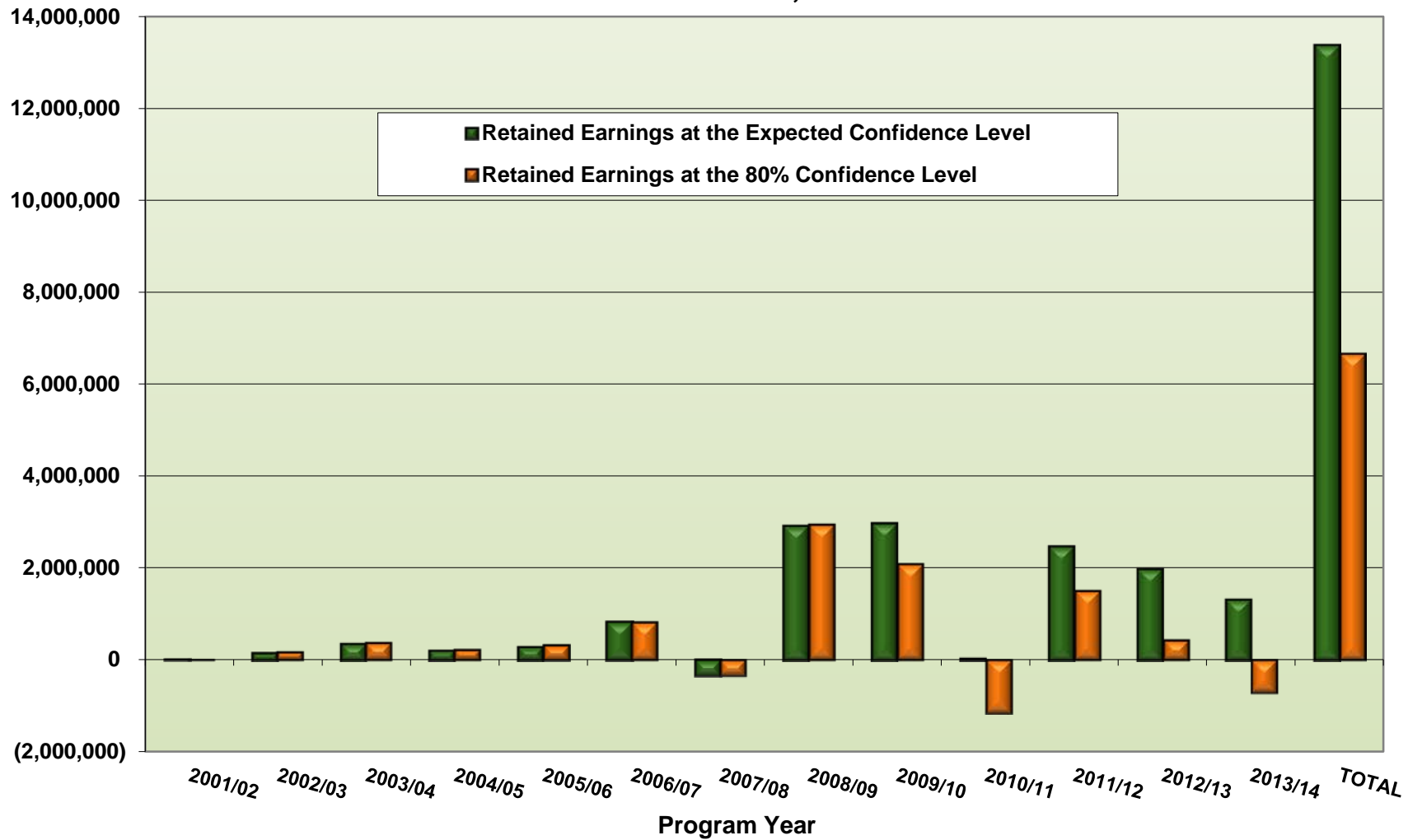
Historical Information:

CARMA's Rate Stabilization Fund was set up on 7/1/03 to receive the dividends issued on 6/30/02. Of the \$1,021,230 issued in dividends, \$411,074 was distributed to PERMA. The remaining \$610,155 was contributed back to CARMA as rate stabilization premiums. Below is a grid showing the contributions by member by program year.

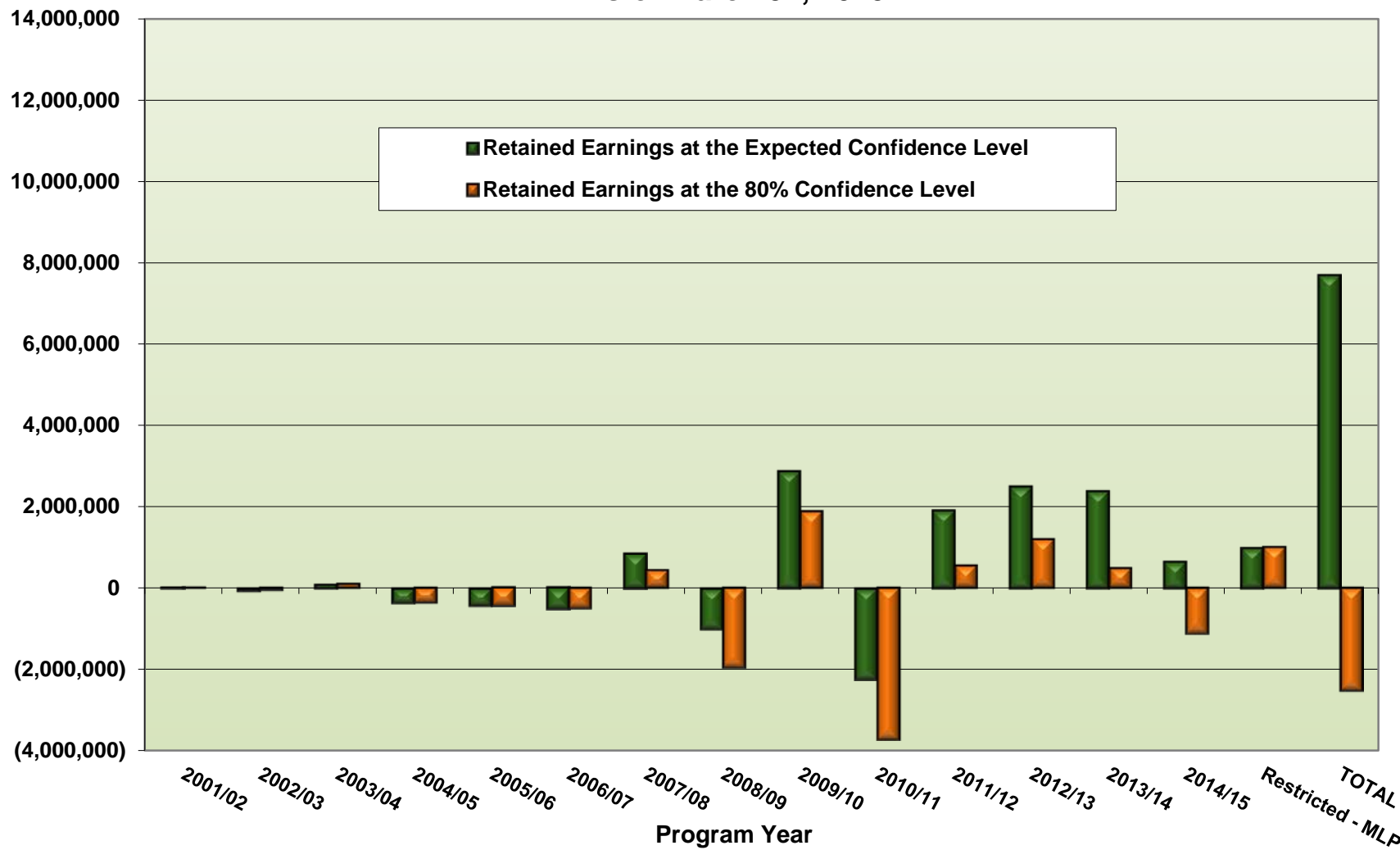
| Member        | 1993/94        | 1994/95          | 1996/97          | 1997/98          | Totals         |
|---------------|----------------|------------------|------------------|------------------|----------------|
| BCJPIA        | 147,271        | 594,406          | (98,684)         | (262,014)        | 380,979        |
| PARSAC        | 93,146         | 571,357          | (137,114)        | (326,378)        | 201,011        |
| VCJPA         |                | 68,558           | (18,679)         | (21,714)         | 28,165         |
| <b>Totals</b> | <b>240,417</b> | <b>1,234,321</b> | <b>(254,477)</b> | <b>(610,106)</b> | <b>610,155</b> |

## CARMA Retained Earnings By Program Year

As of June 30, 2014



## CARMA Retained Earnings By Program Year As of March 31, 2015



**FINANCIAL MATTERS**

**SUBJECT: CARMA Annual Operating Budget for the 2015/2016 Program Year**

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**BACKGROUND AND STATUS:**

Attached is the Proposed Annual Budget for the 2015/2016 program year which received preliminary approval at the April 15, 2015, Board meeting at the 75% confidence level, and using a 2.0% discount factor. The Proposed Budget reflects an overall increase of \$896,163, or 12.29%, over last year's budget, also at the 75% confidence level.

**A Change from the prior year which includes:**

- The addition of the City of Gilroy in MPA.

**Total premium reflects the following assumptions and significant factors:**

- Funding for losses at the discounted 75% confidence level (CL) at the actuarially-determined rate of .514 per \$100 of payroll; an increase of approximately 8.4% over the prior study's 75% rate of .474;
- Discount factor of 2.0%, the same discount factor as used in last year's budget;
- Actual 2014 payroll for all JPAs, representing a 4.0% increase over last year's total payroll;
- Funding for losses at \$3 million excess of \$1 million (adopted retention level for prior year) for all members;
- A 6.0% increase over the prior year in the reinsurance premium covering the \$10 million excess of \$4 million layer, commensurate with the payroll increase and the addition of the City of Gilroy in MPA;
- A 6.0% increase in the excess insurance premium for the coverage layer \$15 million excess of \$14 million, following suit with the reinsurance carrier;
- A negligible \$200 decrease in the administration budget over all. Variances in particular line items include:
  - Program Administration – 2.5% contractual increase;
  - Financial Audit – 1.7% contractual increase;
  - Claims Audit scope – 38.3% biennial decrease - Audit for CARMA JPA only;
  - Actuarial Review – 2.0% contractual increase; and
  - Investment Management Services – 11.5% increase based on the past two years' actual expense.

**Experience Modification Calculation:**

*Note: The ex-mod methodology was discussed at the January 2015 annual retreat. It was decided that no modifications would be made to the formula at this time.*

- Individual losses from \$100k to \$1 million were used in the ex-mod calculation.
- The range of years used in the ex-mod calculation continues to be the oldest four of the most current six. This budget incorporates the range between 2008/2009 and 2011/2012.
- The losses are valued as of December 31, 2014.
- A credibility factor is applied, which places a proportionately heavier weight on the larger members.
- Ex-mod factors continue to be capped at .75 at the low end and 1.25 at the high end.

**RECOMMENDATION:**

*Staff recommends the Board of Directors adopt the CARMA 2015/2016 Annual Operating Budget at the 75% confidence level, and using a discount factor of 2.0%.*

**REFERENCE MATERIALS ATTACHED:**

- 2015/2016 Proposed Annual Operating Budget at the 75% CL, 2.0% discount factor

# CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES

~ 2015/16 Operating Budget ~ Preliminary Approval April 15, 2015 ~

Funding For Pooled Losses at the 75% Confidence Level ~ *Discount Factor 2.0%*

~ Reinsurance Purchase \$10 million ex of \$4 million - Am Trust Financial ~

~ Excess Purchase \$15 million ex of \$14 million - Colony ~

| MEMBER AGENCY | 2014<br>PAYROLL<br>NOTE 1 | FUNDING FOR<br>POOLED LOSSES<br>NOTE 2 | EXPERIENCE<br>MOD FACTOR<br>NOTE 3 | LOSSED ADJUSTED<br>FOR EX MOD<br>NOTE 4 | OFF-BALANCE<br>FACTOR<br>NOTE 5 | ADJUSTED<br>POOLED LOSSES<br>NOTE 6 |
|---------------|---------------------------|--|------------------------------------|---|---------------------------------|-------------------------------------|
| BCJPIA        | \$391,166,918             | \$2,010,598                            | 0.853                              | \$1,714,148                             | 0.9981                          | \$1,710,816                         |
| CSJVRMA       | 376,572,386               | 1,935,582                              | 1.015                              | 1,963,808                               | 0.9981                          | 1,959,991                           |
| MBASIA        | 44,876,803                | 230,667                                | 1.054                              | 243,018                                 | 0.9981                          | 242,545                             |
| MPA           | 280,679,468               | 1,442,692                              | 1.220                              | 1,760,401                               | 0.9981                          | 1,756,980                           |
| VCJPA         | 48,706,288                | 250,350                                | 0.799                              | 199,946                                 | 0.9981                          | 199,558                             |
| <b>TOTALS</b> | <b>\$1,142,001,863</b>    | <b>\$5,869,890</b>                     | <b>0.988</b>                       | <b>\$5,881,321</b>                      |                                 | <b>\$5,869,890</b>                  |

Payroll Exc. VCJPA \$1,093,295,575 (average)

**LAYER "B" RATE \$3 X \$1 Rate for Discounted Losses and ALAE (75% Confidence Level) 0.514**

|                                    |   |                  |
|------------------------------------|---|------------------|
| <b>LAYER "C" RATE (\$4-14 MIL)</b> | <b>Reinsurance Rate + Broker's Fee</b>      | <b>\$0.11350</b> |
|                                    | Broker's Fee (included in reinsurance rate) | \$72,828         |

**LAYER "D" RATE Excess (\$14-\$29 Mil) Insurance Rate \$0.05247**

**LAYER "A" \$0 - \$1 MIL - NOT ACTIVATED**  
**LAYER "B" \$3 MIL EX \$1 MIL**  
**LAYER "C" \$10 MIL EX \$4 MIL**  
**LAYER "D" \$15 MIL EX \$14 MIL**

NOTES:

- 1 2014 Payroll
- 2 Payroll/100 \* Rate Discounted at 2.0%
- 3 Minimum of .75 AND Maximum of 1.25 (Page 2)
- 4 (2)\*(3)
- 5 Total (2) / Total (4)
- 6 (4) \* (5).
- 7 (Payroll/100) \* Reinsurance Rate
- 8 (Payroll/100) \* Excess Insurance Rate
- 9 From Page 4
- 10 Sum of (6) Through (9)

| MEMBER AGENCY | ADJUSTED<br>POOLED LOSSES<br>NOTE 6 | Reinsurance<br>PREMIUM<br>\$10 Mil X \$4 Mil<br>NOTE 7 | EXCESS<br>PREMIUM<br>\$15Mil x \$14Mil<br>NOTE 8 | ADMIN<br>PREMIUM<br>NOTE 9 | 2015-2016<br>CARMA<br>PREMIUM<br>NOTE 10 | RATE<br>PER \$100<br>PAYROLL |
|---------------|-------------------------------------|--|--|----------------------------|--|------------------------------|
| BCJPIA        | \$1,710,816                         | \$443,955  | \$205,256  | \$83,501                   | <b>\$2,443,528</b>                       | \$0.625                      |
| CSJVRMA       | 1,959,991                           | 427,391  | 197,598  | 95,526                     | <b>2,680,506</b>                         | 0.712                        |
| MBASIA        | 242,545                             | 50,933   | 23,548   | 106,244                    | <b>423,270</b>                           | 0.943                        |
| MPA           | 1,756,980                           | 318,557  | 147,280  | 113,888                    | <b>2,336,705</b>                         | 0.833                        |
| VCJPA         | 199,558                             | 55,279   |  | 50,522                     | <b>305,359</b>                           | 0.627                        |
| <b>TOTALS</b> | <b>\$5,869,890</b>                  | <b>\$1,296,116</b>                                     | <b>\$573,682</b>                                 | <b>\$449,680</b>           | <b>\$8,189,368</b>                       | <b>\$0.717</b>               |

| COMPARISON TO PRIOR YEAR    |                        |                                      |
|-----------------------------|------------------------|--------------------------------------|
| 2014-15<br>CARMA<br>PREMIUM | INCREASE<br>(DECREASE) | Percentage<br>INCREASE<br>(DECREASE) |
| \$2,368,552                 | \$74,976               | 3.17%                                |
| 2,199,674                   | 480,831                | 21.86%                               |
| 391,267                     | 32,003                 | 8.18%                                |
| 2,040,477                   | 296,228                | 14.52%                               |
| 293,234                     | 12,125                 | 4.13%                                |
| <b>\$7,293,204</b>          | <b>\$896,163</b>       | <b>12.29%</b>                        |

Revision from prior year:

~ Addition of the City of Gilroy in MPA



**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
Actuarial Reinsurance and Excess Rates**

~ 2015/16 Operating Budget ~ Preliminary Approval April 15, 2015 ~

~ Reinsurance Purchase \$10 million ex of \$4 million - Am Trust Financial ~

~ Excess Purchase \$15 million ex of \$14 million - Colony ~

| Actuarial Rates - Discounted at 2.0% |          |          |               |          |              |          |          |          |
|--------------------------------------|----------|----------|---------------|----------|--------------|----------|----------|----------|
| Actuarial Data Discounted Range      | 50% Rate | 60% Rate | Expected Rate | 70% Rate | 75% Rate     | 80% Rate | 85% Rate | 90% Rate |
| \$2 mil ex \$1 mil                   |          | 0.314    | 0.327         | 0.392    | 0.445        | 0.507    | 0.585    | 0.700    |
| \$3 mil ex \$1 mil                   | 0.287    | 0.363    | 0.378         | 0.454    | <b>0.514</b> | 0.582    | 0.673    | 0.805    |
| \$4 mil ex \$1 mil                   | 0.306    | 0.386    | 0.402         | 0.482    | 0.543        | 0.619    | 0.716    | 0.856    |
| \$1 mil ex \$2 mil                   | 0.078    | 0.101    | 0.105         | 0.129    | 0.147        | 0.169    | 0.197    | 0.238    |
| \$2 mil ex \$2 mil                   | 0.110    | 0.148    | 0.157         | 0.195    | 0.225        | 0.261    | 0.306    | 0.374    |
| \$3 mil ex \$2 mil                   | 0.117    | 0.166    | 0.180         | 0.223    | 0.257        | 0.302    | 0.358    | 0.439    |
| \$1 mil ex \$3 mil                   | 0.029    | 0.049    | 0.052         | 0.068    | 0.079        | 0.093    | 0.111    | 0.138    |
| \$2 mil ex \$3 mil                   |          | 0.054    | 0.075         | 0.095    | 0.116        | 0.141    | 0.173    | 0.216    |
| \$1 mil ex \$4 mil                   |          |          | 0.023         | 0.020    | 0.037        | 0.049    | 0.061    | 0.078    |

| Insurance Rates and Premiums   |                         |                     |   |           |
|--------------------------------|-------------------------|---------------------|---|-----------|
| <b>AmTrust Financial Group</b> |                         |                     | <b>Colony Excess Insurance \$15mil ex \$14mil</b> |           |
|                                | <b>With Broker Fees</b> | <b>Without Fees</b> | <b>Premium</b>                                    |           |
| Premium \$10mil ex \$4mil      | \$1,296,116             | \$1,223,288         | Rate/\$100 PR                                     | \$573,682 |
| Rate/\$100 PR                  | \$0.11350               | \$0.10712           |   | \$0.05247 |

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES**  
**Experience Modification Calculations**  
**~ 2015/16 Operating Budget ~ Preliminary Approval April 15, 2015 ~**  
**Losses from \$100k & Capped at \$1 million\* - Valued at 12/31/14**

|                                 | 1                   | 2                      | 3                         | 4                       | 5                       | 6                  | 7   | 8                            | 9                          | 10                              |                                   |
|---------------------------------|---------------------|------------------------|---------------------------|-------------------------|-------------------------|--------------------|---|------------------------------|----------------------------|---------------------------------|-----------------------------------|
| EXPERIENCE MODIFICATION SECTION | 4 YEAR AVERAGE LOSS | 4 YEAR AVERAGE PAYROLL | 4 YEAR LOSS RATE \$100/PR | AVERAGE EXPECTED LOSSES | MEMBER EXPERIENCE RATIO | CREDIBILITY FACTOR | DEVIATION FROM NORM MULTIPLIED By CREDIBILITY | FACTORED EXPERIENCE MODIFIER | CAPPED EXPERIENCE MODIFIER | 2014/15 Ex Mod (For comparison) | %age Change Current to Prior Year |
| BCJPIA                          | \$1,744,633         | \$397,222,673          | 0.439                     | \$2,321,080             | 0.752                   | 0.594              | -0.147  | 0.853                        | 0.853                      | 0.917                           | -7.0%                             |
| CSJVRMA                         | 2,174,167           | 362,756,249            | 0.599                     | 2,119,684               | 1.026                   | 0.567              | 0.015   | 1.015                        | 1.015                      | 0.889                           | 14.2%                             |
| MBASIA                          | 328,963             | 44,329,762             | 0.742                     | 259,031                 | 1.270                   | 0.198              | 0.054   | 1.054                        | 1.054                      | 0.868                           | 21.4%                             |
| MPA                             | 2,337,547           | 276,998,436            | 0.844                     | 1,618,577               | 1.444                   | 0.496              | 0.220   | 1.220                        | 1.220                      | 1.250                           | -2.4%                             |
| VCJPA                           | 0                   | 45,682,733             | 0.000                     | 266,937                 | 0.000                   | 0.201              | -0.201  | 0.799                        | 0.799                      | 0.805                           | -0.8%                             |
|                                 | <b>\$6,585,309</b>  | <b>\$1,126,989,852</b> | <b>\$0.584</b>            | <b>\$6,585,309</b>      | <b>0.898</b>            |                    |   | <b>0.988</b>                 | <b>0.988</b>               | <b>0.946</b>                    | <b>4.5%</b>                       |
|                                 |                     |                        |                           |                         |                         |                    |   | (Average)                    | (Average)                  | (Average)                       |                                   |

| LOSSES        | 13/14              | 12/13              | 11/12              | 10/11              | 09/10              | 08/09              | 07/08              | 06/07              | 05/06               | AVERAGE            |
|---------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|---------------------|--------------------|
| BCJPIA        | \$960,560          | \$2,172,220        | \$2,022,745        | \$1,414,850        | \$1,119,425        | \$2,421,509        | \$1,791,937        | \$1,223,000        | \$6,222,209         | \$1,744,633        |
| CSJVRMA       | 1,092,430          | 720,472            | 2,801,788          | 1,460,298          | 3,044,469          | 1,390,111          | 760,781            | 1,012,868          | 2,028,250           | 2,174,167          |
| MBASIA        | 900,000            | 109,554            | 275,500            | 860,043            | 180,310            | 0                  | 57,252             | 60,792             | 33,183              | 328,963            |
| MPA           | 1,389,719          | 624,839            | 2,639,466          | 2,669,778          | 2,989,657          | 1,051,285          | 2,980,451          | 3,610,583          | 1,924,857           | 2,337,547          |
| VCJPA         | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                  | 0                   | 0                  |
| <b>TOTAL</b>  | <b>\$4,342,710</b> | <b>\$3,627,085</b> | <b>\$7,739,499</b> | <b>\$6,404,970</b> | <b>\$7,333,862</b> | <b>\$4,862,905</b> | <b>\$5,590,421</b> | <b>\$5,907,243</b> | <b>\$10,208,499</b> | <b>\$6,585,309</b> |
| <b>Change</b> | 19.73%             | -53.14%            | 20.84%             | -12.67%            | 50.81%             | -13.01%            | -5.36%             | -42.13%            | 55.02%              |                    |

| PAYROLL       | 2014                   | 2013                   | 2012                   | 2011                   | 2010                   | 2009                   | 2008                   | 2007                   | 2006                 | AVERAGE                | % age Change Current to Prior Year |
|---------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|----------------------|------------------------|------------------------------------|
| BCJPIA        | \$391,166,918          | \$381,729,526          | \$383,103,780          | \$390,729,978          | \$401,302,755          | \$413,754,180          | \$401,982,626          | \$381,250,515          | \$357,364,622        | \$397,222,673          | 2.5%                               |
| CSJVRMA       | 376,572,386            | 355,689,086            | 350,887,860            | 357,297,500            | 363,564,040            | 379,275,595            | 376,687,142            | 348,761,131            | 312,599,759          | 362,756,249            | 5.9%                               |
| MBASIA        | 44,876,803             | 43,221,048             | 43,315,560             | 45,516,827             | 41,784,220             | 46,702,440             | 45,767,695             | 43,256,460             | 40,218,695           | 44,329,762             | 3.8%                               |
| MPA           | 280,679,468            | 269,236,623            | 265,985,498            | 271,930,133            | 279,260,199            | 290,817,913            | 290,027,097            | 240,928,914            | 220,634,505          | 276,998,436            | 4.3%                               |
| VCJPA         | 48,706,288             | 47,527,581             | 46,999,945             | 46,286,921             | 45,758,398             | 43,685,667             | 41,950,723             | 37,619,142             | 35,973,784           | 45,682,733             | 2.5%                               |
| <b>TOTAL</b>  | <b>\$1,142,001,863</b> | <b>\$1,097,403,864</b> | <b>\$1,090,292,643</b> | <b>\$1,111,761,359</b> | <b>\$1,131,669,612</b> | <b>\$1,174,235,796</b> | <b>\$1,156,415,282</b> | <b>\$1,051,816,162</b> | <b>\$966,791,365</b> | <b>\$1,126,989,852</b> | <b>4.1%</b>                        |
| <b>Change</b> | 4.06%                  | 0.65%                  | -1.93%                 | -1.76%                 | -3.63%                 | 1.54%                  | 9.94%                  | 8.79%                  | -14.21%              |                        |                                    |

NOTE:

\* Losses are claims in excess of \$100,000 and capped at \$1,000,000.

Only the oldest four of the last six years of losses are utilized, 2008/09 through 2011/12

| Calculation Notes: |                       |           |                      |               |         |
|--------------------|-----------------------|-----------|----------------------|---------------|---------|
| 3                  | 4                     | 5         | 6                    | 7             | 8       |
| "1" / ("2"/100)    | ("2"/100) * Total "3" | "1" / "4" | SqRt ("2"/Total "2") | (1-"5") * "6" | 1 + "7" |

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES  
Administration Budget**

~ 2015/16 Operating Budget ~ Preliminary Approval April 15, 2015 ~

| BUDGET LINE ITEMS:                | ACTUAL COSTS<br>2011-2012 | ACTUAL COSTS<br>2012-2013 | ACTUAL COSTS<br>2013-2014 | PROJECTED COSTS<br>2014-2015 | CARMA BUDGET<br>2014-2015 | CARMA BUDGET<br>2015-2016 | PERCENTAGE CHANGES FROM<br>PRIOR YEAR | BUDGET EXPLANATIONS                              |
|-----------------------------------|---------------------------|---------------------------|---------------------------|------------------------------|---------------------------|---------------------------|---------------------------------------|--|
| 1 Management Contracted Services  | \$288,480                 | \$305,000                 | \$312,625                 | \$320,441                    | \$320,441                 | \$328,452                 | 2.5%                                  | Bickmore Contract - Per contract                 |
| 2 Membership Dues                 | 1,531                     | 1,435                     | 1,615                     | 1,500                        | 1,600                     | 1,600                     | 0.0%                                  | CAJPA, PRIMA, AGRIP membership                   |
| 3 Financial Audit                 | 8,400                     | 8,550                     | 8,750                     | 8,950                        | 8,950                     | 9,100                     | 1.7%                                  | Independent financial auditors                   |
| 4 Claims Audit                    | 18,900                    | 29,900                    | 18,900                    | 29,400                       | 30,000                    | 18,500                    | -38.3%                                | Claims audit for CARMA only                      |
| 5 Actuarial Services              | 6,858                     | 6,995                     | 7,135                     | 7,140                        | 7,283                     | 7,428                     | 2.0%                                  | Per 12/15/10 letter, 2% increase per year        |
| 6 Legal Services                  | 11,265                    | 23,138                    | 30,255                    | 20,000                       | 30,000                    | 30,000                    | 0.0%                                  | Coverage matters and legal counsel               |
| 7 Marketing/Consultants/Website   | 600                       | 600                       | 600                       | 600                          | 1,000                     | 1,000                     | 0.0%                                  | Expenses for marketing consultants/materials.    |
| 8 Board Meeting Expense           | 2,159                     | 1,768                     | 1,743                     | 1,500                        | 2,000                     | 2,000                     | 0.0%                                  | 1 meeting in Tahoe, 2 meetings in Sacramento.    |
| 9 Annual Retreat Expense          | 6,423                     | 7,507                     | 6,667                     | 7,830                        | 10,000                    | 10,000                    | 0.0%                                  | 2 day retreat for Board members and staff        |
| 10 Fidelity Bond Premiums         | 1,033                     | 1,035                     | 1,035                     | 1,100                        | 1,100                     | 1,100                     | 0.0%                                  | Bonded coverage for those who control JPA funds. |
| 11 Accreditation Fees             | 1,400                     | 1,425                     | 1,425                     | 1,417                        | 1,500                     | 1,500                     | 0.0%                                  | Pro-rated CAJPA accreditation fees for 3 years   |
| 12 Investment Management Services | 25,112                    | 25,750                    | 28,547                    | 28,450                       | 26,000                    | 29,000                    | 11.5%                                 | Investment management and custodial fees         |
| 13 Contingency                    | 0                         | 0                         | 0                         | 0                            | 10,000                    | 10,000                    | 0.0%                                  |  |
|                                   | <b>\$390,420</b>          | <b>\$425,103</b>          | <b>\$419,297</b>          | <b>\$428,328</b>             | <b>\$449,873</b>          | <b>\$449,680</b>          | 0.0%                                  |  |

| Administration Allocation Calculation |                                 |                                |                         |                         |                    |                             |                                       |
|---------------------------------------|---------------------------------|--------------------------------|-------------------------|-------------------------|--------------------|-----------------------------|---------------------------------------|
| MEMBER                                | Non Claims Related Member Share | Unmodified Member Ex Mod Ratio | Claims Related Expenses | Claims Related Adjusted | Off-Balance Factor | Claims Related Member Share | TOTAL Calculated Administration Share |
|                                       | Note 1                          | Note 2                         | Note 3                  | Note 4                  | Note 5             | Note 6                      | Note 7                                |
| BCJPIA                                | \$50,522                        | 0.752                          | \$39,414                | 29,626                  | 1.1132             | \$32,979                    | \$83,501                              |
| CSJVRMA                               | 50,522                          | 1.026                          | 39,414                  | 40,427                  | 1.1132             | 45,004                      | 95,526                                |
| MBASIA                                | 50,522                          | 1.270                          | 39,414                  | 50,055                  | 1.1132             | 55,722                      | 106,244                               |
| MPA                                   | 50,522                          | 1.444                          | 39,414                  | 56,922                  | 1.1132             | 63,366                      | 113,888                               |
| VCJPA                                 | 50,522                          | 0.000                          | 39,414                  | 0                       | 1.1132             | 0                           | 50,522                                |
| <b>TOTAL</b>                          | <b>\$252,609</b>                | 0.898                          | \$197,071               | \$177,030               |                    | \$197,071                   | \$449,680                             |

(Average)

**NOTES:**

- 1 Includes 40% of Management Contracted Services and 100% of all other items.
- 2 Member Experience Modifier (free floating)
- 3 Includes 60% of Management Contracted Services only.
- 4 (2)\*(3)
- 5 TOTAL (3) / TOTAL (4)
- 6 (4)\*(5)
- 7 Non Claims Related Member Share (1) Plus (+) Claims Related Member Share (6)

**CALIFORNIA AFFILIATED RISK MANAGEMENT AUTHORITIES**  
**Bickmore Worksheet**

|   | 2012/13          | 2013/14          | 2014/15          | Current Year     | 2016/17          |
|---|------------------|------------------|------------------|------------------|------------------|
|   |                  |                  |                  | 2015/16          |                  |
| <b>Bickmore Contract Price</b>                | \$305,000        | \$312,625        | \$320,441        | \$328,452        | \$336,663        |
| <b>Percentage Increase over previous year</b> | 5.86%            | 2.50%            | 2.50%            | 2.50%            | 2.50%            |
| <b>Adjustment for New Members</b>             |                  |                  |                  |                  |                  |
| <b>Total</b>                                  | \$0              | \$0              | \$0              | \$0              | \$0              |
| <b>BICKMORE SHARE OF NEW PAYROLL/\$100</b>    | 0.02%            | 0.02%            | 0.02%            | 0.02%            | 0.02%            |
| <b>INCREASE IN ADMIN FEES</b>                 | \$0              | \$0              | \$0              | \$0              | \$0              |
| <b>BICKMORE CONTRACT PREMIUM</b>              | <b>\$305,000</b> | <b>\$312,625</b> | <b>\$320,441</b> | <b>\$328,452</b> | <b>\$336,663</b> |

### BCJPIA Loss Detail and Payroll

| BCJPIA Loss Detail and Payroll                          |                            |                    |                    |                    |                    |                    |                    |                      |                      |   |                      |                      |                      |                      |
|---|----------------------------|--------------------|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------|----------------------|---|----------------------|----------------------|----------------------|----------------------|
|   | Losses Valued at 12/31/14* |                    |                    |                    |                    |                    |                    | Payroll              |                      |   |                      |                      |                      |                      |
|   | 13-14                      | 12-13              | 11-12              | 10-11              | 09-10              | 08-09              | 07-08              | 2014                 | 2013                 | 2012  | 2011                 | 2010                 | 2009                 | 2008                 |
| 1 Albany  |                            |                    |                    | \$3,876            | \$245,587          |                    |                    | \$7,162,763          | \$6,854,518          | \$6,915,472   | \$7,172,226          | \$7,541,694          | \$7,571,400          | \$7,133,602          |
| 2 Albany JPA  |                            |                    |                    |                    |                    |                    |                    | 1,709,831            | 1,654,858            | 1,576,112   | 1,679,224            | 1,773,288            | 2,002,546            | 1,887,818            |
| 3 Berkeley  |                            |                    | \$244,399          | \$108,402          | \$160,460          | \$359,961          |                    | 132,217,478          | 131,558,962          | 135,277,380   | 135,577,653          | 137,461,012          | 141,810,019          | 132,945,068          |
| 4 Brisbane  |                            |                    |                    |                    |                    |                    |                    | 7,374,403            | 6,889,424            | 6,728,406   | 6,580,972            | 7,198,185            | 7,608,947            | 7,477,338            |
| 5 Central Marin PA (TCPA)                               |                            | \$17,000           | \$155,000          |                    |                    | \$155,481          | \$22,848           | 5,503,543            | 5,544,993            | 3,321,528   | 3,404,975            | 3,682,612            | 3,846,593            | 3,847,925            |
| 6 Emeryville  |                            | \$7,003            |                    |                    | \$163,580          |                    | \$900,000          | 3,993,823            | 3,867,307            | 5,608,446   | 7,073,502            | 6,997,432            | 6,916,604            | 7,141,021            |
| 7 Emeryville MESA                                       |                            |                    |                    |                    |                    |                    |                    | 7,328,555            | 6,862,418            | 7,282,298   | 7,333,130            | 7,629,193            | 8,219,556            | 7,322,533            |
| 8 Fairfax   |                            |                    |                    |                    |                    |                    |                    | 2,456,789            | 2,358,747            | 2,361,135   | 2,412,447            | 2,524,323            | 2,555,109            | 2,557,965            |
| 9 Larkspur  |                            | \$10,000           | \$400,002          |                    |                    | \$100,238          |                    | 5,435,284            | 5,366,320            | 5,146,643   | 5,204,604            | 5,006,762            | 5,135,174            | 5,162,446            |
| 10 Los Altos (7/1/12)                                   |                            | \$808,217          |                    |                    | \$57,950           |                    |                    | 11,531,648           | 11,299,928           | 11,353,102  | 10,937,602           | 11,543,237           | 11,818,666           | 10,929,358           |
| 11 Menlo Park   |                            |                    | \$252              |                    |                    |                    | \$255,092          | 22,490,925           | 22,404,763           | 22,470,728  | 22,828,825           | 22,702,024           | 23,180,947           | 22,959,814           |
| 12 Mill Valley  |                            |                    |                    | \$125,000          |                    | \$74,832           | \$261,581          | 14,187,706           | 13,516,069           | 12,787,894  | 12,959,766           | 12,705,290           | 12,785,513           | 12,145,840           |
| 13 Monte Sereno   |                            |                    |                    |                    |                    | \$809,496          |                    | 763,635              | 742,380              | 748,721   | 734,938              | 728,211              | 710,308              | 675,878              |
| 14 Novato   |                            | \$685,000          | \$356,000          | \$80,500           |                    |                    |                    | 15,522,912           | 15,291,222           | 15,115,658  | 16,439,086           | 19,010,871           | 20,197,782           | 20,728,955           |
| 15 Piedmont   |                            |                    |                    | \$45,000           |                    |                    |                    | 11,376,475           | 10,662,110           | 10,243,266  | 10,033,574           | 10,272,372           | 10,403,144           | 9,660,940            |
| 16 Pleasanton   | \$950,000                  |                    | \$5,830            | \$41,331           | \$232,763          |                    |                    | 37,455,483           | 36,121,288           | 35,315,090  | 35,023,054           | 36,399,043           | 37,970,188           | 35,371,912           |
| 17 Pleasanton fire                                      |                            |                    |                    |                    |                    |                    |                    | 9,159,688            | 8,944,379            | 8,579,897   | 16,914,816           | 17,449,387           | 17,805,178           | 16,930,123           |
| 18 Redwood City   | \$10,560                   | \$185,000          | \$368,263          | \$16,968           | \$192,035          | \$921,502          |                    | 63,186,406           | 60,528,696           | 58,791,435  | 54,867,896           | 52,272,619           | 55,283,166           | 54,289,688           |
| 19 San Anselmo  |                            |                    |                    | \$35,824           |                    |                    |                    | 2,520,527            | 2,549,000            | 5,035,349   | 4,901,115            | 4,809,247            | 4,886,643            | 4,703,687            |
| 20 Sausalito  |                            | \$60,000           | \$493,000          | \$900,000          |                    |                    |                    | 5,840,302            | 5,787,599            | 6,460,758   | 7,297,236            | 6,972,284            | 6,973,698            | 6,156,440            |
| 21 Union City   |                            | \$400,000          |                    |                    | \$125,001          |                    | \$352,416          | 23,948,742           | 22,924,548           | 21,984,463  | 21,353,339           | 26,623,669           | 26,073,000           | 31,954,278           |
| <b>TOTALS</b>   | <b>\$960,560</b>           | <b>\$2,172,220</b> | <b>\$2,022,745</b> | <b>\$1,414,850</b> | <b>\$1,119,425</b> | <b>\$2,421,509</b> | <b>\$1,791,937</b> | <b>\$391,166,918</b> | <b>\$381,729,526</b> | <b>\$383,103,780</b>  | <b>\$390,729,978</b> | <b>\$401,302,755</b> | <b>\$413,754,180</b> | <b>\$401,982,626</b> |
|   |                            |                    |                    |                    |                    |                    |                    | 2.47%                | -0.36%               | -1.95%  | -2.63%               | -3.01%               | 2.93%                | 5.44%                |
| <b>Losses from \$100k &amp; capped at \$1 million *</b> |                            |                    |                    |                    |                    |                    |                    |                      |                      | Payroll \$16,621264 * 51.62% due to separation of Livermore |                      |                      |                      |                      |

## CSJVRMA Loss Detail and Payroll

|                 | Losses Valued at 12/31/14* |           |           |           |           |           |           | Payroll     |             |             |             |             |             |             |
|-----------------|----------------------------|-----------|-----------|-----------|-----------|-----------|-----------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
|                 | 13-14                      | 12-13     | 11-12     | 10-11     | 09-10     | 08-09     | 07-08     | 2014        | 2013        | 2012        | 2011        | 2010        | 2009        | 2008        |
| 1 ANGELS CAMP   |                            |           |           |           |           |           |           | \$2,562,119 | \$2,388,203 | \$2,121,012 | \$2,056,267 | \$2,272,058 | \$2,420,825 | \$2,279,043 |
| 2 ARVIN         | \$133,000                  |           |           |           |           |           |           | 2,635,317   | 2,602,553   | 2,701,953   | 2,963,706   | 2,875,267   | 2,737,316   | 2,354,414   |
| 3 ATWATER       |                            |           |           | \$681,000 |           |           | \$3,264   | 5,207,953   | 4,647,868   | 6,002,418   | 7,621,679   | 8,454,573   | 8,042,220   | 8,950,313   |
| 4 AVENAL        |                            |           |           |           |           |           |           | 2,762,256   | 2,741,434   | 2,729,050   | 2,563,719   | 1,721,633   | 1,308,113   | 1,234,170   |
| 5 CERES         |                            | \$90,000  |           |           | \$87,600  | \$52,208  |           | 14,308,514  | 14,346,800  | 13,889,098  | 13,867,847  | 14,132,375  | 14,917,938  | 13,653,640  |
| 6 CHOWCHILLA    |                            |           |           |           |           |           | \$260,194 | 3,920,401   | 3,576,926   | 3,161,572   | 2,940,031   | 3,158,967   | 4,780,928   | 4,539,350   |
| 7 CLOVIS        | \$10,000                   | \$39,000  |           | \$19,738  | \$33,574  |           | \$166,415 | 41,192,622  | 38,486,165  | 36,667,359  | 36,573,952  | 35,064,579  | 36,319,502  | 38,855,397  |
| 8 CORCORAN      |                            |           |           |           |           |           |           | 4,118,108   | 4,140,115   | 3,454,923   | 3,766,259   | 3,808,284   | 3,829,517   | 3,534,289   |
| 9 DELANO        |                            |           |           |           | \$486,904 |           |           | 14,761,274  | 10,973,343  | 10,651,075  | 11,044,652  | 11,374,896  | 10,942,445  | 9,709,149   |
| 10 DINUBA       |                            |           |           |           |           | \$78,336  |           | 10,356,233  | 9,361,965   | 8,899,573   | 8,051,017   | 8,258,231   | 9,344,322   | 8,860,628   |
| 11 DOS PALOS    |                            |           |           |           |           |           |           | 1,173,846   | 1,091,312   | 1,145,018   | 1,206,440   | 1,245,898   | 1,133,554   | 1,089,607   |
| 12 ESCALON      |                            |           |           |           |           |           |           | 1,548,275   | 1,603,824   | 1,909,338   | 2,005,007   | 2,097,135   | 2,422,288   | 2,595,142   |
| 13 EXETER       |                            |           |           | \$75,455  |           |           |           | 2,496,821   | 2,474,846   | 2,504,976   | 2,511,720   | 2,234,970   | 2,397,104   | 2,300,288   |
| 14 FARMERSVILLE |                            |           |           |           |           |           |           | 1,829,600   | 1,624,599   | 1,653,134   | 1,743,547   | 1,809,415   | 1,875,699   | 1,846,958   |
| 15 FIREBAUGH    |                            |           |           |           |           |           |           | 1,985,788   | 2,005,989   | 1,925,343   | 1,917,289   | 1,790,980   | 1,882,990   | 2,026,474   |
| 16 FOWLER       |                            |           |           |           |           |           |           | 1,871,921   | 1,808,461   | 1,691,133   | 1,753,233   | 1,776,370   | 1,816,262   | 1,870,872   |
| 17 GUSTINE      |                            |           |           |           |           |           |           | 1,423,103   | 1,374,796   | 1,373,180   | 1,343,202   | 1,450,672   | 1,420,455   | 1,342,969   |
| 18 HUGHSON      |                            |           |           |           |           |           |           | 833,570     | 830,982     | 886,378     | 955,665     | 1,232,118   | 1,255,328   | 1,315,594   |
| 19 HURON        |                            |           |           |           |           |           |           | 854,739     | 999,518     | 991,241     | 1,041,189   | 1,111,754   | 1,392,951   | 1,455,236   |
| 20 KERMAN       |                            |           |           |           |           |           |           | 3,356,825   | 3,370,295   | 3,315,796   | 3,343,750   | 3,328,713   | 3,241,635   | 3,240,597   |
| 21 KINGSBURG    |                            |           |           |           |           |           |           | 3,219,466   | 2,972,419   | 2,883,926   | 3,300,101   | 3,689,391   | 3,801,068   | 3,716,674   |
| 22 LATHROP      |                            |           |           |           | \$9,052   |           |           | 5,160,267   | 4,778,870   | 4,731,110   | 4,331,437   | 4,518,762   | 5,814,328   | 5,423,844   |
| 23 LEMOORE      |                            |           |           |           |           |           |           | 5,410,228   | 5,385,992   | 5,338,028   | 5,466,471   | 5,814,614   | 6,185,921   | 5,732,705   |
| 24 LINDSAY      |                            |           |           |           |           |           | \$13,160  | 3,705,276   | 3,748,505   | 3,772,110   | 4,421,318   | 4,497,494   | 4,349,077   | 4,351,353   |
| 25 LIVINGSTON   |                            |           | \$900,000 |           |           |           |           | 2,969,071   | 3,182,393   | 3,361,821   | 3,605,351   | 3,670,396   | 3,464,551   | 3,722,610   |
| 26 LOS BANOS    |                            |           | \$277,138 | \$22,500  |           |           |           | 8,937,244   | 8,566,885   | 8,658,796   | 9,134,945   | 9,170,699   | 9,445,135   | 10,097,209  |
| 27 MADERA       |                            |           |           |           | \$5,370   | \$57,397  |           | 14,238,573  | 13,785,177  | 14,783,946  | 15,557,259  | 14,430,550  | 15,232,187  | 14,186,968  |
| 28 MARICOPA     |                            |           |           |           |           |           |           | 89,623      | 86,367      | 108,986     | 242,090     | 303,895     | 340,524     | 346,083     |
| 29 MCFARLAND    |                            |           |           | \$85,573  |           |           |           | 2,304,673   | 2,119,540   | 1,778,553   | 1,871,862   | 1,719,145   | 1,719,940   | 550,521     |
| 30 MENDOTA      |                            |           |           |           |           |           |           | 1,828,943   | 1,711,073   | 1,649,416   | 1,578,059   | 1,596,621   | 1,127,617   | 934,365     |
| 31 MERCED       | \$85,000                   |           | \$987,157 | \$186,482 | \$123,448 |           | \$45,000  | 30,499,971  | 30,275,008  | 30,052,390  | 31,454,022  | 33,082,749  | 37,114,632  | 36,338,116  |
| 32 NEWMAN       |                            | \$19,097  |           |           |           |           |           | 2,092,360   | 2,022,439   | 1,956,999   | 1,870,768   | 1,835,569   | 2,005,202   | 1,999,836   |
| 33 OAKDALE      |                            | \$112,375 |           |           |           |           | \$138,512 | 6,839,102   | 7,448,496   | 8,335,920   | 8,540,307   | 8,924,623   | 10,237,407  | 10,072,028  |
| 34 ORANGE COVE  |                            |           |           |           |           |           |           | 1,974,145   | 2,211,271   | 2,007,800   | 2,104,585   | 2,071,167   | 1,030,234   | 887,119     |
| 35 PARLIER      | \$160,000                  |           |           |           |           |           |           | 1,963,437   | 2,354,216   | 2,480,563   | 2,547,840   | 2,519,591   | 2,421,557   | 1,963,305   |
| 36 PATTERSON    |                            |           |           |           | \$445,971 |           |           | 5,909,430   | 5,526,487   | 4,994,353   | 4,502,653   | 4,611,441   | 4,766,127   | 4,407,064   |
| 37 PORTERVILLE  |                            |           | \$350,358 |           | \$900,000 |           |           | 17,836,658  | 17,442,036  | 17,446,565  | 17,534,832  | 17,271,465  | 17,385,018  | 15,903,701  |
| 38 REEDLEY      |                            |           | \$90,000  |           |           |           |           | 6,988,388   | 6,802,580   | 6,436,016   | 6,628,158   | 6,855,040   | 6,791,821   | 6,597,188   |
| 39 RIPON        |                            |           |           |           |           |           |           | 5,435,727   | 5,324,248   | 5,232,922   | 5,643,488   | 5,640,871   | 6,140,871   | 6,696,074   |
| 40 RIVERBANK    |                            |           |           |           |           |           |           | 3,252,997   | 3,298,425   | 3,244,266   | 3,514,529   | 3,725,586   | 3,661,862   | 3,656,440   |
| 41 SAN JOAQUIN  |                            |           |           |           |           |           |           | 729,644     | 644,529     | 674,610     | 657,486     | 678,949     | 625,597     | 552,657     |
| 42 SANGER       |                            |           | \$97,000  |           |           |           |           | 6,465,687   | 6,444,390   | 6,795,107   | 7,028,211   | 7,489,557   | 7,690,288   | 8,709,553   |
| 43 SELMA        |                            |           |           |           | \$430,549 |           |           | 5,736,948   | 5,477,133   | 5,288,865   | 5,357,188   | 5,405,021   | 6,377,988   | 8,182,282   |
| 44 SHAFTER      | \$678,645                  |           |           | \$389,550 |           | \$93,546  |           | 10,005,223  | 6,021,976   | 5,726,183   | 5,709,674   | 4,995,143   | 4,935,405   | 4,937,393   |
| 45 SONORA       |                            |           |           |           |           | \$853,842 |           | 2,938,019   | 2,904,692   | 2,699,520   | 2,771,786   | 3,419,489   | 3,353,387   | 3,607,299   |
| 46 SUTTER CREEK |                            |           |           |           | \$410,615 |           |           | 928,186     | 946,639     | 879,858     | 904,123     | 1,029,321   | 1,239,742   | 1,344,060   |
| 47 TAFT         |                            |           |           |           |           |           |           | 6,088,753   | 3,417,435   | 3,313,028   | 3,205,666   | 3,327,022   | 3,221,006   | 3,088,488   |
| 48 TEHACHAPI    | \$25,785                   | \$235,000 |           |           |           |           |           | 4,213,434   | 3,950,483   | 3,354,651   | 3,198,571   | 3,098,284   | 3,091,624   | 3,344,135   |
| 49 TRACY        |                            |           | \$100,134 |           |           |           | \$25,000  | 39,035,787  | 37,934,773  | 38,033,056  | 37,393,127  | 38,308,727  | 41,562,060  | 40,475,502  |
| 50 TULARE       |                            | \$225,000 |           |           | \$16,459  |           |           | 20,238,901  | 20,225,035  | 19,795,480  | 20,036,118  | 20,046,644  | 19,393,809  | 18,633,276  |
| 51 TURLOCK      |                            |           |           |           |           |           | \$112,500 | 25,142,250  | 23,165,755  | 22,085,117  | 23,121,962  | 25,129,154  | 26,752,486  | 27,536,562  |

| CSJVRMA Loss Detail and Payroll                         |                            |                  |                    |                    |                    |                    |                  |                      |                      |                      |                      |                      |                      |                      |
|---|----------------------------|------------------|--------------------|--------------------|--------------------|--------------------|------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   | Losses Valued at 12/31/14* |                  |                    |                    |                    |                    |                  | Payroll              |                      |                      |                      |                      |                      |                      |
|   | 13-14                      | 12-13            | 11-12              | 10-11              | 09-10              | 08-09              | 07-08            | 2014                 | 2013                 | 2012                 | 2011                 | 2010                 | 2009                 | 2008                 |
| 52 WASCO  |                            |                  |                    |                    |                    |                    |                  | 2,806,714            | 2,872,006            | 2,908,322            | 2,799,962            | 3,037,427            | 3,118,786            | 3,543,932            |
| 53 WATERFORD  |                            |                  |                    |                    | \$94,928           |                    |                  | 954,988              | 861,520              | 891,074              | 890,510              | 835,840              | 774,333              | 713,668              |
| 54 WOODLAKE   |                            |                  |                    |                    |                    | \$251,518          |                  | 1,432,988            | 1,330,300            | 1,514,931            | 1,523,137            | 1,612,287            | 1,670,604            | 1,381,002            |
| <b>TOTALS</b>   | <b>\$1,092,430</b>         | <b>\$720,472</b> | <b>\$2,801,788</b> | <b>\$1,460,298</b> | <b>\$3,044,469</b> | <b>\$1,390,111</b> | <b>\$760,781</b> | <b>\$376,572,386</b> | <b>\$355,689,086</b> | <b>\$350,887,860</b> | <b>\$357,297,500</b> | <b>\$363,564,040</b> | <b>\$379,275,595</b> | <b>\$376,687,142</b> |
|   |                            |                  |                    |                    |                    |                    |                  | 5.87%                | 1.37%                | -1.79%               | -1.72%               | -4.14%               | 0.69%                | 8.01%                |
| <b>Losses from \$100k &amp; capped at \$1 million *</b> |                            |                  |                    |                    |                    |                    |                  |                      |                      |                      |                      |                      |                      |                      |

### MBASIA Loss Detail and Payroll

| MBASIA Loss Detail and Payroll                          |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|---|---------------|----------------------------|------------------|------------------|------------------|------------------|------------|-----------------|---------------------|---------------------|---------------------|---------------------|---------------------|----------------------|----------------------|------------|------------|
|   |               | Losses Valued at 12/31/14* |                  |                  |                  |                  |            | Payroll         |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               | 13-14                      | 12-13            | 11-12            | 10-11            | 09-10            | 08-09      | 07-08           | 2014                | 2013                | 2012                | 2011                | 2010                | 2009                 | 2008                 |            |            |
| 1   | Capitola      |                            | \$109,554        | \$275,500        | \$46,642         | \$180,310        |            |                 | \$5,395,766         | \$5,015,075         | \$5,079,776         | \$5,400,712         | \$5,388,301         | \$ 6,057,085         | \$ 5,574,567         |            |            |
| 2   | Del Ray Oaks  |                            |                  |                  |                  |                  |            |                 |                     |                     | 982,823             | 870,138             | 901,890             | 938,149              | 981,337              | 851,353    | 826,796    |
| 3   | Gonzales      |                            |                  |                  |                  |                  |            |                 |                     |                     | 2,448,561           | 2,495,106           | 2,445,800           | 2,276,473            | 2,300,829            | 2,324,012  | 2,284,153  |
| 4   | Greenfield    |                            |                  |                  |                  |                  |            |                 |                     |                     | 2,932,982           | 2,663,048           | 2,677,861           | 2,858,645            | 3,051,941            | 2,926,868  | 2,701,726  |
| 5   | Hollister     |                            |                  |                  |                  |                  |            |                 |                     | \$57,252            | 11,751,525          | 10,707,459          | 9,664,561           | 9,803,583            | 7,678,611            | 10,906,537 | 10,351,750 |
| 6   | King City     | \$900,000                  |                  |                  |                  |                  |            |                 |                     |                     | 2,677,571           | 2,331,485           | 2,395,611           | 2,513,276            | 2,789,997            | 2,785,334  | 2,799,571  |
| 7   | Marina        |                            |                  |                  |                  |                  |            |                 |                     |                     | 8,189,375           | 8,587,783           | 8,756,163           | 8,519,813            | 6,537,137            | 8,407,026  | 8,136,327  |
| 8   | Sand City     |                            |                  |                  |                  |                  |            |                 |                     |                     | 2,196,214           | 2,248,538           | 2,296,451           | 2,436,058            | 2,451,156            | 2,383,774  | 2,318,657  |
| 9   | Scotts Valley |                            |                  |                  |                  |                  |            |                 |                     |                     | 4,665,790           | 4,557,847           | 4,863,016           | 4,736,984            | 4,622,599            | 4,911,286  | 4,969,940  |
| 10  | Soledad       |                            |                  |                  |                  |                  | \$270,000  |                 |                     |                     | 3,636,196           | 3,744,568           | 4,234,429           | 6,033,135            | 5,982,312            | 5,149,165  | 5,804,209  |
| <b>TOTALS</b>   |               | <b>\$900,000</b>           | <b>\$109,554</b> | <b>\$275,500</b> | <b>\$860,043</b> | <b>\$180,310</b> | <b>\$0</b> | <b>\$57,252</b> | <b>\$44,876,803</b> | <b>\$43,221,048</b> | <b>\$43,315,560</b> | <b>\$45,516,827</b> | <b>\$41,784,220</b> | <b>\$ 46,702,440</b> | <b>\$ 45,767,695</b> |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 | 3.83%               | -0.22%              | -4.84%              | 8.93%               | -10.53%             | 2.04%                | 5.81%                |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
| <b>Losses from \$100k &amp; capped at \$1 million *</b> |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |
|   |               |                            |                  |                  |                  |                  |            |                 |                     |                     |                     |                     |                     |                      |                      |            |            |



### MPA Loss Detail and Payroll

|   |               | Losses Valued at 12/31/14* |                  |                    |                    |                    |                    | Payroll            |                      |                      |                      |                      |                      |                      |                      |
|---|---------------|----------------------------|------------------|--------------------|--------------------|--------------------|--------------------|--------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
|   |               | 13-14                      | 12-13            | 11-12              | 10-11              | 09-10              | 08-09              | 07-08              | 2014                 | 2013                 | 2012                 | 2011                 | 2010                 | 2009                 | 2008                 |
| 1   | Antioch       | \$244,969                  |                  | \$228,380          | \$225,134          | \$639,262          | \$42,041           | \$272,206          | \$26,961,175         | \$25,006,196         | \$24,072,622         | \$24,204,989         | \$26,298,219         | \$ 29,829,993        | \$ 30,971,652        |
| 2   | Brentwood     |                            |                  |                    | \$128,803          |                    |                    | \$40,000           | 25,776,874           | 25,786,575           | 25,319,380           | 25,343,162           | 24,549,012           | 24,245,162           | 25,394,950           |
| 3   | Clayton       |                            |                  |                    |                    |                    | \$1,293            |                    | 2,051,793            | 2,080,121            | 2,049,023            | 2,181,420            | 2,104,342            | 2,101,779            | 2,034,690            |
| 4   | Danville      |                            |                  | \$568,583          |                    |                    |                    |                    | 7,649,030            | 7,120,634            | 6,925,327            | 7,105,116            | 7,209,408            | 7,160,897            | 6,976,211            |
| 5   | El Cerrito    |                            |                  |                    |                    | \$40,742           |                    |                    | 17,083,275           | 16,650,173           | 16,922,907           | 16,779,698           | 16,424,867           | 15,751,245           | 15,338,807           |
| 6   | Gilroy        | \$615,000                  | \$379,317        | \$150,000          | \$101,048          |                    |                    |                    | 26,251,207           | 24,876,579           | 24,013,302           | 22,980,000           | 21,666,716           | 23,694,882           | 26,841,162           |
| 7   | Hercules      |                            |                  | \$73,129           |                    |                    |                    |                    | 5,835,313            | 5,562,411            | 5,860,900            | 8,037,293            | 9,815,688            | 9,883,697            | 8,069,811            |
| 8   | Lafayette     | \$24,750                   |                  |                    |                    | \$165,000          |                    |                    | 3,821,626            | 3,637,718            | 3,480,721            | 3,467,526            | 3,561,889            | 3,588,147            | 3,335,073            |
| 9   | Manteca       |                            |                  | \$789,039          | \$900,000          |                    |                    |                    | 29,625,913           | 28,865,743           | 28,766,455           | 30,026,590           | 30,138,818           | 32,209,737           | 31,824,488           |
| 10  | Martinez      |                            | \$155,521        |                    | \$26,141           | \$6,166            |                    |                    | 11,420,417           | 11,839,409           | 11,492,091           | 11,518,453           | 11,981,627           | 12,056,458           | 11,979,334           |
| 11  | Moraga        | \$70,000                   |                  |                    | \$870,000          |                    |                    |                    | 3,188,207            | 3,155,568            | 3,029,754            | 2,870,942            | 2,920,429            | 2,709,640            | 2,738,533            |
| 12  | MPA Staff     |                            |                  |                    |                    |                    |                    |                    | 1,494,922            | 1,327,263            | 1,324,973            | 1,301,513            | 1,325,723            | 1,289,220            | 1,206,186            |
| 13  | Oakley        |                            |                  |                    |                    |                    |                    |                    | 2,953,654            | 2,062,579            | 1,733,029            | 1,683,461            | 1,768,337            | 2,130,148            | 2,291,053            |
| 14  | Orinda        |                            |                  |                    | \$236,750          | \$743,821          |                    |                    | 3,072,768            | 2,842,289            | 2,930,792            | 3,141,422            | 3,073,737            | 3,044,409            | 2,913,286            |
| 15  | Pinole        |                            |                  |                    |                    | \$524,336          |                    |                    | 8,951,254            | 8,869,832            | 9,096,503            | 9,934,964            | 11,226,420           | 12,670,279           | 12,521,685           |
| 16  | Pittsburg     |                            |                  | \$125,000          | \$111,440          |                    | \$67,659           | \$1,277,304        | 21,789,503           | 20,823,410           | 20,652,941           | 21,413,281           | 22,615,658           | 23,259,943           | 25,655,151           |
| 17  | Pleasant Hill |                            |                  | \$160,635          |                    | \$126,835          |                    | \$24,275           | 10,935,656           | 10,442,498           | 11,141,989           | 11,023,097           | 11,138,737           | 11,267,320           | 10,981,980           |
| 18  | San Pablo     |                            |                  |                    | \$181,902          | \$467,844          |                    |                    | 14,201,126           | 13,132,240           | 12,250,834           | 12,164,771           | 12,928,776           | 12,716,464           | 12,068,111           |
| 19  | San Ramon     | \$350,000                  | \$15,001         | \$544,700          |                    | \$164,210          |                    | \$1,133,333        | 24,849,020           | 24,193,743           | 24,438,479           | 25,023,685           | 25,805,717           | 25,837,283           | 23,532,765           |
| 20  | Walnut Creek  | \$85,000                   | \$75,000         |                    |                    |                    |                    | \$233,333          | 32,766,735           | 30,961,642           | 30,483,476           | 31,728,750           | 32,706,079           | 35,371,212           | 33,352,168           |
| <b>TOTALS</b>   |               | <b>\$1,389,719</b>         | <b>\$624,839</b> | <b>\$2,639,466</b> | <b>\$2,669,778</b> | <b>\$2,989,657</b> | <b>\$1,051,285</b> | <b>\$2,980,451</b> | <b>\$280,679,468</b> | <b>\$269,236,623</b> | <b>\$265,985,498</b> | <b>\$271,930,133</b> | <b>\$279,260,199</b> | <b>\$290,817,913</b> | <b>\$290,027,097</b> |
|   |               |                            |                  |                    |                    |                    |                    |                    | 4.25%                | 1.22%                | -2.19%               | -2.62%               | -3.97%               | 0.27%                | 20.38%               |
| <b>Losses from \$100k &amp; capped at \$1 million *</b> |               |                            |                  |                    |                    |                    |                    |                    |                      |                      |                      |                      |                      |                      |                      |
| New member as of 7/1/15                                 |               |                            |                  |                    |                    |                    |                    |                    |                      |                      |                      |                      |                      |                      |                      |

**VCJPA Loss Detail and Payroll**

|   | Losses Valued at 12/31/14* |            |            |            |            |            |            | Payroll             |                     |                     |                     |                     |                     |                     |
|---|----------------------------|------------|------------|------------|------------|------------|------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|---------------------|
|   | 13-14                      | 12-13      | 11-12      | 10-11      | 09-10      | 08-09      | 07-08      | 2014                | 2013                | 2012                | 2011                | 2010                | 2009                | 2008                |
| 1 Alameda County  |                            |            |            |            |            |            |            | \$1,336,568         | \$1,033,233         | \$1,048,932         | \$1,134,109         | \$1,024,684         | \$937,596           | \$811,940           |
| 2 Burney Basin  |                            |            |            |            |            |            |            | 94,116              | 79,932              | 76,395              | 73,103              | 69,237              | 71,481              | 70,749              |
| 3 Butte County  |                            |            |            |            |            |            |            | 1,105,237           | 1,238,865           | 1,256,229           | 1,220,865           | 1,155,277           | 1,046,311           | 1,056,094           |
| 4 Coachella Valley                                      |                            |            |            |            |            |            |            | 3,826,348           | 3,649,461           | 3,581,260           | 3,435,476           | 3,595,218           | 3,517,311           | 3,094,494           |
| 5 Coalinga-Huron  |                            |            |            |            |            |            |            | 15,900              | 16,500              | 16,900              | 14,900              | 15,600              | 12,675              | 5,100               |
| 6 Colusa  |                            |            |            |            |            |            |            | 170,986             | 172,786             | 173,540             | 173,870             | 172,894             | 170,966             | 161,077             |
| 7 Compton Creek   |                            |            |            |            |            |            |            | 94,076              | 87,227              | 85,563              | 76,994              | 76,165              | 75,065              | 73,856              |
| 8 Consolidated  |                            |            |            |            |            |            |            | 1,183,261           | 1,156,938           | 1,149,013           | 1,190,048           | 1,180,304           | 1,168,728           | 1,119,849           |
| 9 Contra Costa County                                   |                            |            |            |            |            |            |            | 2,903,940           | 2,800,224           | 2,794,749           | 2,749,771           | 2,682,779           | 2,860,890           | 2,908,166           |
| 10 Delta VCD  |                            |            |            |            |            |            |            | 1,065,957           | 1,080,525           | 1,058,417           | 1,066,091           | 977,501             | 896,087             | 858,333             |
| 11 Durham   |                            |            |            |            |            |            |            | 63,765              | 60,541              | 58,405              | 54,937              | 55,529              | 53,286              | 50,889              |
| 12 Fresno   |                            |            |            |            |            |            |            | 597,425             | 596,127             | 521,785             | 544,000             | 580,711             | 642,244             | 607,954             |
| 13 Glenn County   |                            |            |            |            |            |            |            | 115,962             | 118,822             | 117,799             | 116,087             | 130,011             | 126,225             | 114,887             |
| 14 Greater Los Angeles County                           |                            |            |            |            |            |            |            | 5,273,515           | 5,041,115           | 4,940,975           | 4,747,297           | 4,637,545           | 4,340,120           | 3,971,323           |
| 15 Kings MAD  |                            |            |            |            |            |            |            | 844,340             | 827,451             | 766,175             | 755,418             | 686,872             | 663,141             | 549,826             |
| 16 Lake County  |                            |            |            |            |            |            |            | 553,390             | 546,366             | 601,769             | 567,736             | 575,044             | 519,073             | 492,481             |
| 17 Los Angeles County West                              |                            |            |            |            |            |            |            | 2,532,089           | 2,685,477           | 2,628,882           | 2,618,141           | 2,544,935           | 2,426,285           | 2,319,368           |
| 18 Marin-Sonoma   |                            |            |            |            |            |            |            | 3,151,665           | 3,210,667           | 3,197,489           | 2,948,196           | 2,892,694           | 2,624,097           | 2,642,004           |
| 19 Napa County  |                            |            |            |            |            |            |            | 657,683             | 665,804             | 651,661             | 648,637             | 687,214             | 671,668             | 648,174             |
| 20 Northern Salinas Valley                              |                            |            |            |            |            |            |            | 463,487             | 482,176             | 485,870             | 441,260             | 442,790             | 465,690             | 518,945             |
| 21 Northwest  |                            |            |            |            |            |            |            | 1,384,784           | 1,243,499           | 1,144,918           | 1,117,782           | 1,174,803           | 1,149,878           | 1,119,015           |
| 22 Orange County  |                            |            |            |            |            |            |            | 5,135,555           | 5,231,404           | 5,363,381           | 5,267,574           | 5,374,748           | 4,735,074           | 4,533,410           |
| 23 Oroville   |                            |            |            |            |            |            |            | 62,071              | 66,520              | 70,757              | 67,957              | 71,061              | 45,583              | 49,518              |
| 24 Pine Grove   |                            |            |            |            |            |            |            | 33,385              | 32,460              | 34,105              | 34,745              | 36,761              | 33,520              | 33,466              |
| 25 Placer   |                            |            |            |            |            |            |            | 1,259,077           | 1,177,254           | 1,098,553           | 1,061,024           | 980,837             | 790,317             | 670,988             |
| 26 Sacramento Yolo                                      |                            |            |            |            |            |            |            | 4,322,281           | 4,222,298           | 4,293,806           | 4,416,127           | 4,357,682           | 4,286,495           | 4,339,032           |
| 27 San Gabriel Valley                                   |                            |            |            |            |            |            |            | 1,841,425           | 1,699,414           | 1,627,476           | 1,609,915           | 1,481,230           | 1,519,933           | 1,550,331           |
| 28 San Joaquin County                                   |                            |            |            |            |            |            |            | 2,294,215           | 2,189,688           | 2,269,192           | 2,240,799           | 2,193,677           | 2,095,112           | 2,087,338           |
| 29 San Mateo County                                     |                            |            |            |            |            |            |            | 1,796,171           | 1,538,771           | 1,504,818           | 1,576,242           | 1,652,723           | 1,514,017           | 1,328,087           |
| 30 Santa Barbara County                                 |                            |            |            |            |            |            |            | 376,374             | 405,425             | 397,101             | 384,758             | 384,578             | 342,647             | 345,362             |
| 31 Shasta   |                            |            |            |            |            |            |            | 1,012,122           | 1,165,708           | 1,017,460           | 1,005,545           | 965,664             | 941,780             | 883,195             |
| 32 Sutter-Yuba  |                            |            |            |            |            |            |            | 1,000,725           | 978,461             | 965,060             | 925,370             | 883,581             | 912,009             | 898,482             |
| 33 Tehama County  |                            |            |            |            |            |            |            | 316,645             | 306,007             | 295,768             | 304,343             | 312,116             | 302,416             | 283,650             |
| 34 Turlock  |                            |            |            |            |            |            |            | 781,807             | 737,212             | 748,429             | 756,485             | 749,291             | 773,849             | 760,025             |
| 35 West Valley  |                            |            |            |            |            |            |            | 1,039,942           | 983,222             | 957,313             | 941,318             | 956,643             | 954,097             | 993,315             |
| <b>TOTALS</b>   | <b>\$0</b>                 | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> | <b>\$0</b> | <b>\$48,706,288</b> | <b>\$47,527,581</b> | <b>\$46,999,945</b> | <b>\$46,286,921</b> | <b>\$45,758,398</b> | <b>\$43,685,667</b> | <b>\$41,950,723</b> |
| <b>Losses from \$100k &amp; capped at \$1 million *</b> |                            |            |            |            |            |            |            | <b>2.48%</b>        | <b>1.12%</b>        | <b>1.54%</b>        | <b>1.16%</b>        | <b>4.74%</b>        | <b>4.14%</b>        | <b>11.51%</b>       |

**ELECTION AND APPOINTMENT OF OFFICERS**

**SUBJECT: Nomination and Election of President and Vice President and Appointment of Treasurer for the 2015/2016 Program Year**

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**BACKGROUND AND STATUS:**

On an annual basis, the positions of the President and Vice President are elected from the Board of Directors for the next fiscal year. Currently, Mr. Tim Przybyla (CSJVRMA) serves as CARMA President and Mr. Dan Schwarz (BCJPIA) serves as Vice President. This item has been included on the agenda to allow the annual nomination and election process of the President and Vice President to proceed.

In accordance with Article IV, Section A, of the CARMA Bylaws:

“The President and Vice-President shall be elected, as individuals, from among the *Board of Directors* and serve for a term of one year. Voting for officers will be conducted at the *Board* meeting immediately proceeding July 1. Each Director shall cast one vote for each office. The candidate receiving a plurality of votes for the particular office will be elected and will assume the office upon his/her election. In the event of a tie vote, with no candidate receiving a plurality, those not involved in the tie vote will be eliminated and the remaining candidates will draw lots.”

The next action required under this agenda item is the appointment of the CARMA Treasurer by the CARMA President. Mr. Jake O’Malley (MPA) served as the Treasurer until his retirement on April 15, 2015.

Per Article IV, Section B, of the CARMA Bylaws:

“The President will appoint a Secretary, Treasurer, and such other officers as deemed appropriate subject to approval of the *Board*.”

**RECOMMENDATION:**

*Staff recommends the Board of Directors nominate and elect a President and a Vice President, with the President then appointing the Treasurer, to serve for the 2015/2016 Program Year.*

**REFERENCE MATERIALS ATTACHED:**

None